

# Annual Report Summary

Te Mahere ā-Tau whakarāpopoto

For the financial year 1 July 2016 to 30 June 2017







# Contents

## Our highlights

- 5** Our year in review
- 6** What's been happening in your area?
- 8** Our vision
- 9** Working with Māori

## Our activities

- 10** Integrated Catchment Management
- 12** Flood Protection and Control
- 14** Resource Regulation and Monitoring
- 16** Transportation
- 18** Regional Development
- 20** Regional Planning and Engagement
- 22** Emergency Management
- 23** Technical Services
- 24** Corporate Services

## Financial highlights

- 28** Summary Financial Statements and Notes to the Accounts
- 33** Audit Report



# Our year in review

Our focus has been on delivering what we said we would do during Year Two of our Long Term Plan 2015-2025.

During the year we maintained a strong focus on water management, working closely with community groups in the Rangitāiki, Kaituna/Maketū and Pongakawa/Waitahanui water management areas to clarify local water management issues and needs. This is part of our work to implement the government's National Policy Statement for Freshwater Management and will inform future plan changes to care for water quality and quantity in the region.

Improving water quality in Rotorua's lakes continued to be a significant part of our work during the year. The Lake Rotorua Incentives Scheme progressed, with five incentive agreements put in place that, when fully implemented, will see 8.435 tonnes of nitrogen permanently removed from Lake Rotorua.

Planned work in the Tauranga Harbour catchment saw strong progress throughout the year, with 2,235 tonnes of sea lettuce and 1,700kg of rubbish being removed from foreshores, streams and estuaries.

Remediation of the Kopeopeo Canal remains a high priority for us. This project will remove and safely contain contaminated sediment from the canal. Detailed design has been completed, construction of the first containment site is underway, and dredging work will commence later in the year.

In April 2017, our region experienced a significant weather event (ex-tropical Cyclone Debbie), resulting in serious flooding in Edgecumbe and throughout our region. The event caused extensive damage to the regions flood defences and we have been working to urgently repair sites, and to cost and prioritise other repairs to our flood protection schemes through the region.

The response to ex-tropical Cyclones Debbie and Cook involved over 900 people through the Emergency Management Operation Centre and Group Emergency Coordination Centre. The Ngāti Awa Volunteer Army in collaboration with Ngāti Awa, Bay of Plenty Regional Council and Whakatāne District Council provided an additional 1466 people to assist with the clean-up of flood-affected areas. On-going support has been provided to the Whakatāne District Council Recovery effort and flood management systems continue to be refined in response to those events.

Sadly, Councillor Awanui Black passed away on 2 December, 2016. Councillor Black was in his second term at Council, representing the Mauao Māori Constituency. He was a highly respected leader and orator, and was part of Treaty negotiations in the Tauranga Moana area for his iwi.

A by-election was held and the final results declared on 15 April, 2017. Matemoana McDonald was the successful candidate and now represents the Mauao Māori Constituency.

As Treaty partners, Māori make a significant contribution to the region and we encourage their involvement in council decision-making. Over the past year we have continued to collaborate with Māori through our work across the region. We enable Māori participation in decision-making processes via Komiti Māori meetings and support iwi members on Treaty co-governance forums. We are also developing a system to receive mātauranga Māori (Māori knowledge) to help incorporate traditional knowledge into Council decision-making.

We have made positive progress delivering Year Two of the Long Term Plan and look forward to maintaining and building momentum to deliver on our community outcomes in the coming year.



**Douglas Leeder**  
Chairman



**Mary-Anne Macleod**  
Chief Executive Officer

# What's happening in your area?

## He aha ngā whakanekeke i tō rohe?



### Western Bay

- Kaituna River Re-diversion and wetland creation project
- Carrying out a coastal hazards risk assessment
- Construction of bunds in the Pongakawa catchment to prevent flooding and contaminants reaching water
- Carrying out the Papahikahawai Island Biodiversity Management Plan at the Kaituna river mouth
- Working with Western Bay of Plenty District Council to help fund the Ongare Point sewerage scheme
- Consulting for the Kaituna Plan Change for water quality and quantity



### Tauranga

- Development of Ngā Tai ki Mauao, the intergrated management strategy for Tauranga Moana Iwi Collective
- Increasing the presence of maritime patrols on Tauranga Harbour
- Funding the Marine Precinct in Tauranga Harbour with Tauranga City Council
- Helping to fund the construction of a new Tauranga tertiary campus
- Expanding the air pollution monitoring programme around the Tauranga Port area
- Carrying out a coastal hazards risk assessment

### Rotorua

- Developing an online system to more effectively track nutrient discharges in the Rotorua Lakes catchments
- Continuing nutrient management projects in the lakes area
- Researching ways to contain and eradicate catfish in Lake Rotoiti
- Working with Rotorua Lakes Council to fund the delivery of the Lake Rotomā/Lake Rotoiti sewerage scheme





## Whakatāne

- Repairing damage to flood defences following Cyclone Debbie
- Continuing with planned Rangitāiki floodway stop bank developments
- Continuing with planned ongoing maintenance and renewal of Whakatāne River stop banks
- Increasing our overall investment in Kopeopeo Canal Remediation Project
- Beginning to carry out Te Hekenga Nui o Te Tuna (The Tuna Plan) in the Rangitāiki Catchment
- Consulting for the Rangitāiki Plan Change for water quality and quantity



## Ōpōtiki

- Introducing new Maritime patrols in Ōhiwa Harbour
- Completing natural hazards risk management project
- Continuing to support the Ōhiwa Harbour Implementation Forum projects
- Working with Ōpōtiki District Council on the harbour transformation
- Supporting the management and promotion of the Mōtū Trails Cycleway

Whakatāne

Ōpōtiki



## Region wide

- Investigating a new stock truck effluent facility to protect road users and the environment
- Continuing to support an integrated public transport system, including the funding of a Smart Transport Options Event
- Developing region wide susceptibility mapping for volcanic and earthquake hazards
- Developing a Flood Risk Management Framework
- Notifying a Regional Air Plan change that deals with wood fire smoke, agricultural spraying and dust from industry
- Assisting in the establishment of a Regional Film Office to promote the region to the international and national screen media industry
- Investing in Bay of Connections to achieve improved outcomes in the visitor economy and agri-business sectors

# Our vision

## Tā mātau matakitenga

### Thriving together – mō te taiao, mō ngā tāngata

Our vision reinforces the connection between our environment and our people. Our focus is on ensuring both thrive.

We need to protect and maintain our unique environment because natural resources, such as water, air and land, are vital to how we live. They are what give us sustenance, form the basis of our economy and generate our sense of community. We have an obligation to balance enjoying and using this environment now with protecting it for future generations.

In achieving our vision, our work is focused under five community outcomes:

#### Water Quality and Quantity

Our water and land management practices maintain and improve the quality and quantity of the region's water resources.

#### Environmental Protection

We maintain and enhance regional biodiversity and our air, land, freshwater, geothermal and coastal resources for the benefit of our communities. We support others to do the same.

#### Resilience and Safety

Our planning and infrastructure provides resilience to natural hazards and flooding so that our communities' safety is improved and maintained.

#### Regional Collaboration & Leadership

We have established the region's priorities and strategic direction with our partners and communities. We have collaborated to achieve integrated planning across the Bay of Plenty.

#### Economic Development

We facilitate and enable initiatives that boost the region's economic performance.

For more information on the Vision, Strategic Issues and Community Outcomes refer to LTP 2015-2025 pages 16, 17, 21, 22.



# Working with Māori

The Bay of Plenty has a rich cultural dynamic. There are 37 iwi, approximately 260 hapū and around 224 marae.

As Treaty partners, Māori make a significant contribution to the region through their: ownership of notable assets; contribution to economic development; participation in co-governance arrangements with councils; and their growing influence in the conservation, preservation and management of natural resources.

In 2016/17 collaboration with, and involvement of, Māori in Council's work was enabled in a variety of ways, including:

- Supporting Councils Māori constituent councillors and their contribution to Council's enhanced understanding of Māori values and interests.
- Enabling ongoing Māori participation in decision making processes via Councils Komiti Māori meetings (Komiti Māori is a core committee of Council). Meetings are held at marae across the region to ensure local communities have opportunities to engage directly with Council. Five Komiti Māori hui were held on marae in 2016/17.
- Māori staff dedicated to assist iwi members on Treaty co-governance forums (Te Maru o Kaituna and the Rangitāiki River Forum).
- Introduction of a standard 'Implications for Māori' section in council report templates.
- The Regional Māori Conference, held in collaboration with Waikato Regional Council. A two day event held for Māori free of charge (koha back to the Māori community).
- Provided funding and lodged three iwi/hapū resource management plans, with several others in progress.
- Engaged three summer students dedicated to assist iwi environmental work.
- Sponsored three iwi representatives to undertake RMA Hearing Commissioner training.
- Provided financial support for several Māori events to foster Māori capability (eg kaitiaki wananga and ahurei).
- Facilitated basic RMA discussions with iwi to help build Māori capacity to understanding the RMA.
- Provided GIS mapping information and training to several hapū/iwi, and
- Commenced a two year project that will provide a mechanism for incorporating mātauranga Māori (Māori knowledge) into Council decision-making. The project is due for completion in 2017.



# Integrated Catchment Management

## Te Rōpū Whakahaere Whaitua Awa

Integrated Catchment Management  
Summary of how we did:

14 Targets achieved

2 Targets not achieved

Overall we achieved 14 of the 16 targets for the Integrated Catchment Management Group key performance indicators (KPIs) for the 2016/17 year. The targets not achieved were: the target for the reduction in exports of nitrogen from the Lake Rotorua catchment; and the number of coastal, wetland, forest or geothermal High Value Ecological sites (HVES) where biodiversity is actively managed within the eastern Bay of Plenty catchments.

### What we do

The Integrated Catchment Management Group integrates services in five geographic areas of the Bay of Plenty (Tauranga Harbour, Rotorua Lakes, Kaituna, Rangitāiki, and the Eastern Bay catchments) to assist landowners and community volunteers in protecting the natural character of the land, waterways, harbours and associated forest, wetland and coastal environments in the catchments.

The key benefits that the Integrated Catchment Management activities aim to deliver are water quality and quantity management, erosion control and soil conservation, biodiversity protection and enhancement, and coastal dune resilience.

### What we did

More than 124 additional kilometres of waterway margin were protected. Biodiversity was actively managed at 72 high value ecological sites and 116 other ecological sites across the five catchments in the region.

To support the National Policy Statement for Freshwater Management requirements during 2016/17

we continued to work with community groups in the Kaituna and Rangitāiki catchments to identify community values to inform Regional Water and Land Plan development. We also confirmed objectives for the Kaituna Catchment, and progressed objectives for the Rangitāiki Catchment.

Throughout 2016/17, we worked with the Department of Conservation to integrate both organisations focus on how we meet the requirements for biodiversity management across the region. This integration underpinned the Biodiversity Policy review, which was completed and approved in June 2017.

The Rotorua Lakes Activity continued to deliver a co-ordinated programme of work in the catchment in 2016/17. Work focused on managing long term water quality through nutrient reduction targets (mainly nitrogen) set in the Regional Policy Statement for Lake Rotorua, and other lake action plans.

The Lake Rotorua Gorse Conversion Scheme secured significant nitrogen reductions this year with 440 hectares of gorse under control, of which 319 hectares were controlled under legal agreements, and 121 hectares controlled by over planting with plantation pines.

The Lake Rotorua Incentives Scheme was established to encourage land use change to permanently remove nitrogen from entering the lake. Work to support this scheme progressed throughout the year with five Incentives Scheme agreements signed in 2016/17 which will result in 8.435 tonnes of nitrogen being permanently removed from Lake Rotorua once they are fully implemented.

In addition to the above, we continued delivering our core work programme, this included:

- Continuing alum dosing from the treatment plants to lock in phosphorus in the Utuhina, Puarenga Streams, and at Soda Springs, preventing algal blooms in Lake Rotorua.
- Tikitere de-nitrification plant work progressed with the securing of a suitable site, and detailed design work commencing in 2016/17.

- The Low Nitrogen Land Use Fund opened in 2016/17, with funding approved for a number of projects. The projects cover:
  - Best practice land management videos.
  - A land use directory specifically for the Lake Rotorua catchment.
  - A farmers' information sharing group focussed on making changes to farm systems to lower nitrogen leaching.
  - A hazelnut growing trial, and
  - An application to show landowners what their cash flow would look like if they converted part of their property to plantation pines or mānuka.

Activity in the Tauranga Harbour Catchment progressed well during 2016/17. We continued to coordinate and administer the Tauranga Moana Programme, including the Tauranga Moana Advisory Group.

Other significant work during the year included:

- Removal of 2,235 tonnes of sea lettuce from the Fergusson Park to Kulim Park/Harbour Drive foreshore in Tauranga.
- Planting of 42,767 coastal plants, utilising 350 volunteers who donated more than 660 hours, and 7,400 hours of labour provided by the Department of Corrections for site preparation work.
- Removal of 1,700kg of rubbish from 8 stream and estuary litter clean-ups, involving 1,000 students from 11 schools, and

- Repair and stabilisation of stream banks and erosion risk reduction work around the Tauranga Catchment.

We supported 32 registered Care Groups in 2016/17 (including 11 Estuary Care Groups), up from 28 groups in 2015/16. The Johnson Reserve Care Group achieved second in the Heritage and Environment category in the 2016 annual Trustpower Community Awards, and the Waitao Landcare Group won the 2016 NZ River Story Award.

We made progress across all of our planned key projects in the Kaituna Catchment area throughout 2016/17. Work on the Kaituna River Re-diversion and Ongatoro/Maketū Estuary Enhancement Project progressed and included the acquisition of 45 hectares of land; removal of the Papahikahawai Creek causeway and a bridge built; and detailed design and geotechnical investigations.

Progress continued throughout the year on the Rangitāiki River Forum and industry/iwi partnership projects, with Te Ara Whānui O Rangitāiki – Pathways to the Rangitāiki continuing to be delivered.

We continued work on the Ōhiwa Harbour Implementation Forum and industry/iwi partnership projects, with the Ōhiwa Harbour Strategy continuing to be delivered. During 2016/17, two hui were held with the Ōhiwa Harbour Implementation Forum reporting on the implementation of the Ōhiwa Harbour Strategy as well as wider catchment issues.



# Flood Protection and Control

## Te Rōpū Kaupare me te Whakahaere Waipuke

Flood Protection and Control

Summary of how we did:

2 Targets achieved

1 Not applicable or no data

**We achieved two of the targets for the Flood Protection and Control Group key performance indicators. Data was not available for the Rivers and Drainage KPI 'Number of failures of flood protection system below specified design standards'. This was due to reviews relating to the April 2017 flood event not being finalised in time for the Annual Report.**

### What we do

We are responsible for managing the rivers and drainage schemes for five major and 37 minor rivers in the region. Our responsibilities include providing flood protection stop banks, flood pump stations, floodgates and erosion control structures, and constructing flood ways. We carry out regular maintenance of structures, stream clearing, and lake level monitoring and management for Lakes Rotorua and Rotoiti. We also provide leadership, management, information and advice on flood related issues in order to help manage flood risks and flood hazards in the Bay of Plenty.

The Kopeopeo Canal Remediation Project is also delivered under this Activity.

### What we did

The April 2017 weather event (Cyclone Debbie) resulted in serious flooding in Edgecumbe and throughout our region. The damage to our flood defences was extensive and has had an impact on the work undertaken by the Flood Protection and Control Group of Activities.

As a result, expenditure has increased for the Flood Protection and Control Group of Activities as we work to repair our flood protection schemes. Resources allocated to the Engineering Activity were also significantly influenced by the April flooding.

Remediation of the Kopeopeo Canal continues to be a high priority project for the Council. The head physical works contractor was appointed in 2016/17 and project management plans and detailed construction design has been completed. Consent was sought and approved for an alternative dredging methodology that will reduce risks associated with project works. Construction commenced, however, the severe flooding and subsequent wet conditions, have impacted the timing of the project. Finalisation of the remediation contract was delayed, pushing out project milestones for operation and capital expenditure plus receipt of the co-funding from Ministry for the Environment. The work is now planned for 2017/18.

We have continued to update the community on progress through regular Community Liaison Group meetings, website updates, regular newsletters, and technical report releases.

Flood repair projects in the Waioeka-Otara, Whakatāne-Tauranga, Rangitāiki-Tarawera and Kaituna River Schemes totalling \$2.1m were nearing completion at the time of the April 2017 flood event.



# Resource Regulation and Monitoring

## Te Rōpū Whakarite Rawa me te Aroturuki

Resource Regulation and Monitoring  
Summary of how we did:

7 Targets achieved  
2 Targets not achieved

We achieved seven of the nine targets for the Resource Regulation and Monitoring Group key performance indicators (KPIs). The targets not achieved were: number of exceedances of PM10 in the Rotorua Local Air Management Area (exceedances of the National Environmental Standard for Air Quality) in the Rotorua Air Quality Activity; and percentage of applications processed within statutory timeframes in the Resource Consents Activity.

### What we do

Our Resource Regulation and Monitoring Group provides a range of services direct to the community, including:

- Biosecurity - provides regional leadership in pest plant and pest animal management.
- Rotorua Air Quality - is focused on improving the quality of the Rotorua urban airshed.
- Resource Consents - processes and makes decisions on resource consent applications under the Resource Management Act 1991 and/or rules in our regional plans.
- Pollution Prevention - ensures development activities involving water, geothermal, air, land and coastal resources do not negatively impact on the natural environment or put people's health at risk.
- Maritime - ensures navigation safety and maritime oil spill response is provided 24/7 in the Bay of Plenty region.

### What we did

We continued to deliver on core business activities including implementing the 2016/17 Operational Plan for the Bay of Plenty Regional Pest Management Plan 2011.

Work to eradicate catfish in the Bay of Plenty Region has continued. An exclusion cordon was installed at the entrance of Te Weta Bay to control the pest species entering Lake Rotoiti, catching over 3,272 catfish during 2016/17. Catfish surveillance was completed in Lake Rotomā and Ōkāreka, but no catfish were found.

A number of actions in the wallaby programme have been completed in support of the goal to contain the spread of dama wallaby. This programme is a collaboration between the Bay of Plenty Regional Council, Waikato Regional Council, and the Department of Conservation. Achievements this year included:

- Defining a containment area for dama wallabies and a review of camera surveillance protocol.
- Development and implementation of a new GIS based system to receive and record wallaby sighting reports, task contractors, and enable data entry in the field, and
- Continued eradication operations at Welcome Bay and Kaharoa.

We continued to administer the Rotorua Air Quality Working Party involving the Regional Council, Rotorua Lakes Council, Housing New Zealand and the Bay of Plenty District Health Board. We continued to administer the Hot Swap Loan Scheme with 115 loans being taken up. We also continued to implement the Low Income Heating Grant to provide heatpumps or ultra-low emission burners to eligible low income homes in return for their existing old fires and have provided rates remission for low-income ratepayers.

Resource consent work increased during 2016/17, 449 applications were processed which was an increase of 119 from the previous year. Customer satisfaction survey results showed that 72 percent of respondents were satisfied with the overall consent process.

Completion of an Environment Court hearing over the MV Rena Consent resulted in an interim decision to uphold Council's decision to grant consent for the remainder of the wreck to remain in place.

We have successfully managed Council's involvement as consent authority through a number of significant consents and hearings, including:

- Ōhope wastewater discharge consent, which included the installation of UV treatment.
- Hearing for the discharge of waste from the Fonterra factory in Edgecumbe to additional land area to reduce reliance on discharging waste to the river, and
- Hearing for the Rotoiti/Rotomā wastewater treatment plant and discharge to allow for further improvements to the lakes water quality.

Pollution Prevention work continued during 2016/17, with 2741 complaints being received via the Pollution Hotline, an increase of 16 percent from the previous year. We continued to deliver a high level of service to customers, responding to 100 percent of all urgent complaints within 12 hours of receipt of the initial complaint.

We inspected and assessed resource consent compliance, carrying out 1896 compliance inspections relating to 1,356 individual resource consents. Seventy-seven percent of consents inspected were fully compliant with consent conditions.

We continued to administer the Waste Resources and Advisory Group (WRAG), which allocated \$29,971 of funds to the following projects:

- Environmental Education for Resource Sustainability Trust (EERST): for the purchase of equipment to rescue PVC Billboard skins, car seatbelts, and core flute (real estate signs) from landfill, and make quality products such as bags that are able to be sold.
- Good Neighbour Charitable Trust: for directing rescued food for use by community and charitable organisations.
- Project Litefoot: for supplying sports clubs with sorting-at-source bins to improve their waste catching systems.

The review of the Navigation Safety Bylaw was completed, with 218 submissions received. Submissions were heard by independent commissioners. The Bylaw was adopted by Council on 24 February 2017 and made operative on 1 July 2017.

Maritime operations work carried out during 2016/17 involved: maintaining more than 800 navigation aids, lights and beacons around the region; responding to 17 maritime oil spill reports; running summer patrols three times daily in both Tauranga Harbour and the Rotorua lakes areas; and processing 62 aquatic events applications, requiring closures or other support in the Rotorua Lakes and Tauranga Harbour.



# Transportation

## Te Rōpū Ikiiki

Transportation  
Summary of  
how we did:

0 Targets achieved  
1 Target not achieved

**We did not achieve the Transportation Group key performance indicator (KPIs) in 2016/17 as the bus fare recovery ratio target in the Passenger Transport activity was not achieved.**

### What we do

We provide public passenger transport across the region and mobility for those with limited transport options. We also support national and local road safety programmes and provide transport planning in order to meet our obligations under the Land Transport Management Act 2003. We aim to support an effective and efficient transport network and establish a more collaborative approach to providing public transport.

### What we did

We continued to support the development, implementation and marketing of contracted passenger transport services and regional road safety campaigns during 2016/17. Bus services were provided

for Tauranga, Rotorua, and rural areas with over 3.1 million passengers boarding the services.

Additional public transport services were trialled between Te Puke, Paengaroa and Maketū; Waihi Beach and Katikati; and Ruatāhuna and Murupara.

We also provided funding for on-going maintenance of existing stock truck effluent facilities; and concessionary fare schemes such as Total Mobility, which provides subsidised door to door transport for registered users and taxi wheelchair hoists.

In May 2017, Council conducted a public engagement exercise on the Western Bay of Plenty Public Transport Blueprint. The Blueprint is the name given to the business case to determine what the future Tauranga and Western Bay of Plenty District bus services should look like. The Council received 1,474 individual pieces of feedback on the Blueprint, through the website, via phone, email, letters, written feedback forms, and community sessions – the most that it has ever received when engaging on its transport activity.

A partial review of the Bay of Plenty Regional Land Transport Plan commenced, with six variations to the existing Plan being approved.

The Regional Land Transport Plan Annual Report Card was prepared and distributed.





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# Regional Development

## Te Rōpū Whakawhanaketanga ā-Rohe

Regional Development  
Summary of  
how we did:

- 2 Targets achieved
- 1 Not applicable or no data

We achieved two of the three targets for the Regional Development Group key performance indicators (KPIs) for 2016/17. Data was not available to measure the satisfaction of users of the Pāpāmoa Hills Regional Park due to the park being closed for much of the year.

### What we do

We work collaboratively with a variety of stakeholders to support the development of the Bay of Plenty region. Our efforts centre around three key activities:

- Regional Infrastructure - we provide funding for infrastructure projects (delivered by third parties) to improve economic performance. Funding assistance is provided through direct funding, or through the contestable Regional Infrastructure Fund.
- Regional Economic Development- we provide leadership, facilitation and support across the region for economic development. This is directed through delivery of the Bay of Connections Economic Development Strategy with partner organisations.
- Regional Parks - we provide ownership and management of two key pieces of land (Pāpāmoa Hills Regional Park and Onekawa Te Māwhai) for cultural heritage protection, natural environment protection and enhancement, and the long-term enjoyment and benefit of the Region's residents and visitors.

### What we did

We continued to administer the Regional Infrastructure Fund (RIF), with the first drawdowns occurring in 2016/17. Progress during 2016/17 included:

- The Tauranga Marine Precinct project being delivered by Tauranga City Council has made progress with on-site works. Funding for this project has been re-phased to 2017/18 to enable full concrete curing operational testing to be completed prior to RIF payment.
- Updated proposals for the SCION have been agreed by Council and funding has been re-phased to align with the updated delivery programme.
- Funding for the Te Puna West sewerage scheme, being delivered by WBOPDC, has been re-phased to align with their delivery programme.
- Council has continued to work with Government, Ōpōtiki District Council, Whakatōhea, and other parties on the Ōpōtiki Harbour Transformation. Ōpōtiki District Council, with the support of partners, has progressed to tender for main works and work is ongoing to secure a construction funding commitment from Government.

The Regional Parks Activity secured three significant land purchases during 2016/17, being:

- A carpark and associated 12.4 hectares of land stretching from the end of Poplar Lane to the ridgeline south of Karangamu Pa. This purchase secures public access in perpetuity, and provides scope for facility expansion to meet growing visitor demand.
- Twenty-five hectares of land adjoining Pāpāmoa Hills Regional Park at 8b Poplar Lane. The area is now incorporated into the park. The land includes the culturally and archaeologically significant Maraeroa Pa complex and eliminates a development risk on the Park's eastern side. This purchase adds significant scope for visitor facilities such as tracks and viewing areas.

- Nearly ten hectares of land adjoining Onekawa Te Mawhai Regional Park at Bryan's Beach, adding to the cultural, archaeological, and visitor track network values in the park.

We continued our role in leading and facilitating economic development in the Bay of Plenty, through the Bay of Connections portfolio. Implementation strategies are ongoing for Energy, Aquaculture, Forestry, Freight Logistics, Māori, and Rugby Sevens.

The Regional Growth Study partnership with central government continues to grow since its inception in 2015 and as part of the refreshed Toi Moana Bay of Plenty Action Plan; the nine key work streams have been reviewed and refreshed. Work streams include: agribusiness, aquaculture, education and skills, forestry and wood processing, geothermal, horticulture, Māori land utilisation, visitor economy, and water management.



# Regional Planning and Engagement

## Te Rōpū Waihanga Mahere ā-Rohe me te Whakawhitiwhiti

Regional Planning and Engagement  
Summary of how we did:

7 **Targets achieved**  
1 **Target not achieved**

**We achieved seven of the eight targets for the Regional Planning and Engagement Group key performance indicators (KPIs). We did not achieve the KPI for publication of council meeting minutes in the Governance Services Activity as we did not publish all minutes in the five day timeframe.**

### What we do

Our Regional Planning and Engagement Group provide a range of services to Council and to the community, including:

- Regional Planning - provides Council with planning and policy advice.
- Māori Policy - provides advice, support and leadership on Māori relationship management.
- Geothermal - develops and implements a Geothermal Planning framework under the Resource Management Act.
- Kotahitanga/ Strategic Engagement - provides support and advice on Council Activities, and externally through specific programmes to build awareness, involvement, engagement and education to help achieve sustainable development of the region.
- Governance Services - ensures the Council provides good governance and accountability and conducts its business in an open, transparent and democratically accountable manner.

### What we did

The Regional Planning Activity progressed a number of key planning documents and delivered a steady stream of policy work during 2016/17. Regional Policy Statement related work included:

- Council continued to implement the Operative Bay of Plenty Regional Policy Statement, in accordance with the Regional Policy Statement Implementation Strategy. Implementation included applying the new Natural Hazard Risk Policy to proposed new growth areas in the western Bay of Plenty sub-region. Implementation of Method 40 (Rural Advisory Panel) and Method 44 (Mauri Model) was also a specific focus.
- Plan Change 2 (Natural Hazards), made operative in July 2016.
- Proposed Change 3 (Rangitāiki River), notified and received 19 submissions. Hearings were completed in June 2017, and
- Preparation of Proposed Change 4 (Tauriko West) commenced.

Regional Water and Land Plan work included:

- Proposed Plan Change 9 - Region-wide Water Quantity notified, with 81 submissions received.
- Proposed Plan Change 10 - Lake Rotorua Nutrient Management notified, with hearings completed in June 2017, and
- Consultation with the community on Regional Air Plan changes, ahead of notification scheduled for 2017/18.

Council also assisted Te Maru o Kaituna in the development of the Kaituna, he taonga tuku iho - Kaituna River Document which was notified in May 2017, (the Tapuika Claims Settlement Act 2014 established Te Maru o Kaituna River Authority, and provides for the preparation of the Kaituna River Document).

A two day Regional Māori Conference was held in Rotorua in collaboration with Waikato Regional Council. This conference attracted over 200 attendees and was free of charge to the participants.

Phase 1 of a framework for the Draft Matauranga Māori document was completed with the draft document currently being developed.

The Environmental Enhancement Fund (EEF) was also administered with 18 successful applications and \$307,000 in funding allocated. A further \$122,000 was allocated to community initiatives and agreed milestones are on track to be met in 2017/18.

We continued to provide support to the EnviroSchools programme, youth programmes, and Pollution Busters work. Highlights for 2016/17 include:

- Delivered a two day Pest themed Taiohi Taiao/ Youth Jam to 80 students from across the region resulting in input to the Regional Pest Management Plan.

- Leading the Hands on Water event, which involved collaboration with five other organisations. The event was run over two days, involving 20 schools, and over 200 students.
- Facilitating the EnviroSchools programme with schools/kura/early learning centres. Five new members joined during 2016/17, and
- Coordinated EnviroSchools cluster afternoon teas to introduce new theme areas to Western Bay EnviroSchools.

Support and advice was also provided to Council and Councillors both during elections, and during the establishment of the new Council for the 2016-2019 triennium, which included the induction of members.



# Emergency Management

## Te Rōpū Whakahaere Mate Whawhati Tata



We achieved all of the three targets for the Emergency Management Group key performance indicators (KPIs).

### What we do

The Emergency Management Group provides Civil Defence Emergency Management (CDEM) services to the Council, as well as regional emergency management leadership. This includes providing coordination and support to the Bay of Plenty CDEM Group, and also providing a support coordination service for the Lifelines Group. The operational delivery of CDEM is delivered via Emergency Management Bay of Plenty on behalf of all participating Councils within the Bay of Plenty CDEM Group. The Council is a partner in the Bay of Plenty CDEM Group and is the administering authority for the Group.

### What we did

The Emergency Management Activity continued to provide Civil Defence Emergency Management (CDEM) services to the Council, as well as regional emergency management leadership. This included coordination and support to the Bay of Plenty CDEM Group and a support coordination service for the Bay of Plenty Lifelines Group.

Other core activities carried out during 2016/17 included:

- Assisting the National Crisis Management Centre, and local emergency centres throughout the Kaikoura and Canterbury region as part of the national response to the Kaikoura Earthquake. This included the deployment of 15 staff from Emergency Management Bay of Plenty.
- Responding to the April 2017 weather event, this included ex-tropical Cyclone Debbie and the declaration of a region wide state of emergency in advance of ex-tropical Cyclone Cook.

In response to ex-tropical Cyclones Debbie and Cook, the Emergency Operation Centre and Group Emergency Coordination Centre operations involved over 900 people. The Ngāti Awa Volunteer Army in collaboration with Ngāti Awa, Bay of Plenty Regional Council and Whakatāne District Council provided an additional 1466 people to assist with the clean-up of flood affected areas. On-going support has been provided to the Whakatāne District Council Recovery effort.

# Technical Services

## Te Rōpū Ratonga Hangarau

### Technical Services

Summary of how we did:

1 Target achieved

0 Targets not achieved

**There is one KPI for the Technical Services Group and this sits in the Science Activity. The KPI focuses on whether the community has ready access to State of the Environment (SOE) information by publishing a number of online environmental indicator scorecards. This target for this KPI was met for 2016/17.**

### What we do

Our Technical Services Group provides technical advice, information and services to the council and direct to the community. These services include; Geospatial, Engineering, Science and Data services.

### What we did

We continued to provide geospatial services to council through online mapping tools and field capture solutions while also providing the community with direct access to information and data that we hold about our region through BOP-Maps ([www.maps.boprc.govt.nz/](http://www.maps.boprc.govt.nz/)). We also scanned and released the Crown archive of historic aerial imagery and the release of that information to the Retrolens website to provide community access.

There was a significant increase in the number of resource consent technical reviews, District Council consent application reviews and flood level reports for resource consents, provided through the Engineering Activity with:

- 221 resource consent technical reviews undertaken, compared to 132 in 2015/16.
- 265 District Council consent application reviews undertaken, compared to 201 in 2015/16, and
- 218 flood level reports completed, compared to 100 in 2015/16.

Data services provided by Council included installation of the Makatu estuary tidal site. Live data is now available on the BOPRC website. Other data collection, testing and deliver services work included:

- 9,604 laboratory samples accepted, with 65,193 tests performed on those samples, an increase of 8% for samples and 16% for tests compared to 2015/16.
- 53 coastal beach profiles along the Bay of Plenty coast line surveyed to identify coastal erosion and accretion.
- 81 representative coastal transects monitored for native vegetation species and coverage.
- 1141 physical flow measurements undertaken in rivers and streams, and
- 160 automated monitoring stations maintained in operation collecting and delivering in near-real time a wide range of environmental monitoring parameters.

During, and immediately following, the significant weather events of April 2017, we collected high flow measurements on both major and minor rivers within the Bay of Plenty. This data will improve confidence in estimations of flood flows and associated use.

We continued to expand our science and data collection capability to support good decision making. During 2016/17, an additional 19 sites were monitored in the Kaituna Water Management Area for water quality on a monthly basis, including 13 tributary sites and six drain sites; and two deep groundwater bores were established at Katikati and Galatea to investigate the geology and monitor the water resources in the Kaituna and Tauranga Water Management Areas.

We completed an assessment of air quality monitoring needs for the Mount Manganui port and industrial area, resulting in funding for new continuous air quality monitoring sites.

A number of freshwater ecology projects were completed and reported through technical reports and environmental scorecards. This included a fisheries assessment of the Rangitāiki River catchment for the Rangitāiki River Forum, and a compilation of 25 years of monitoring data for macroinvertebrates in rivers and streams.

# Corporate Services

## Te Rōpū Ratonga Tōpū

### What we do

Our Corporate Services Group provides support services to all our Activities. These services include; Communications, Organisational Planning and Reporting, People and Performance, Support Services, Corporate Property, Information Communication Technology, and Finance.

### What we did

Overall we made significant progress during the year. In addition to delivering our regular services, key internal projects such as Project Upgrade and Project Accelarate have advanced.

Project Upgrade is the name we've given to the property work happening across the organisation. The project involves: refurbishment of the Regional House building in Tauranga to allow all Tauranga-based staff to work from the one location; modernisation of the Whakatāne office space, including changing the working space to open plan; and identifying a options for our Rotorua staff for when the lease on the existing building ends in 2020.

The design phases for the Whakatāne and Tauranga office upgrade projects were completed in 2016/17, and this included design for the new Group Emergency Coordination Centre in Wallingford House (Tauranga). The interior strip-out of Regional House was completed ahead of the main construction contract being tendered.

Project Accelarate is our business transformation information technology project. Accelarate focuses on improving business processes across the Council and will deliver better mobile solutions and access to Council data for the public. Several teams across the Council contributed to the project during the year and project milestones have been achieved with the delivery of the Maritime, Integrated Catchment Management, and further Regulatory modules.

Council is committed to work place health and safety. During 2016/17, we transitioned to meeting the main requirements under the Health and Safety at Work Act 2015. Safety is being managed through a risk-based approach, where people are equipped with the competence and tools required to identify and manage the risks presented in their places of work.





 BAY OF PLENTY  
REGIONAL COUNCIL  
TOI MOANA

# Our Financial Highlights

## Group financial performance

Our consolidated group results include the operating revenue and expenses for Council and Quayside Holdings Limited (QHL), our 100 percent Council-owned subsidiary. QHL holds a 54.14 percent share in the Port of Tauranga Limited.

The group recorded an operating surplus of \$62.4 million (after income tax). This is a decrease of \$1.7 million on the previous year. Port operations contributed significantly to the profit result.

## Council financial performance

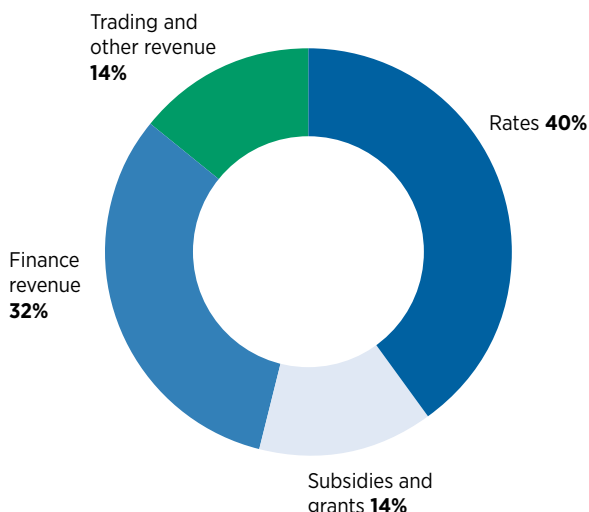
### Operating overview

The 2016/17 financial year ended with a Council operating deficit of \$13.2 million compared to a budgeted deficit of \$12.2 million. The major variances contributing to our year end position are discussed in the next pages.

## Our revenue

We budgeted for \$93.8 million in revenue, and received \$91.9 million, \$1.9 million less than planned. The decrease is mainly due to lower subsidy and grant revenue received from the Ministry for the Environment for land incentive payments and for the Kopeopeo Canal Remediation Project.

### Where our revenue came from



## Rates

This year Council received \$37 million from rates which was close to our budget of \$36.3 million.

Our rates revenue is made up of general rates (based on land value) and targeted rates (levied on those who benefit from the service). General rates made up more than half of our rates revenue during 2016/17.

Total rates accounted for approximately 40% of Council revenue in 2016/17 (up from 30% in 2015/16).

## Subsidies and grants

We received \$12.8 million in subsidies and grants this year, which was \$3 million less than budgeted. This is mainly due to the first Rotorua Lakes Activity Land Use Incentive Scheme payments being deferred from 2016/17 to 2017/18 and the corresponding funding not being received in 2016/17 from the Ministry for the Environment (MfE). Also, changes to timing with the Kopeopeo Canal Remediation Project meant that funding from MfE was not received as planned.

## Finance revenue

This year we received \$29.6 million in finance revenue compared to our budget of \$29.8 million. The shortfall was created by interest rates continuing to decline; therefore the actual interest received was lower than budgeted. Finance revenue included a dividend from QHL of \$20.8 million and \$8.8 million of other revenue from our investments.

## Trading and other revenue

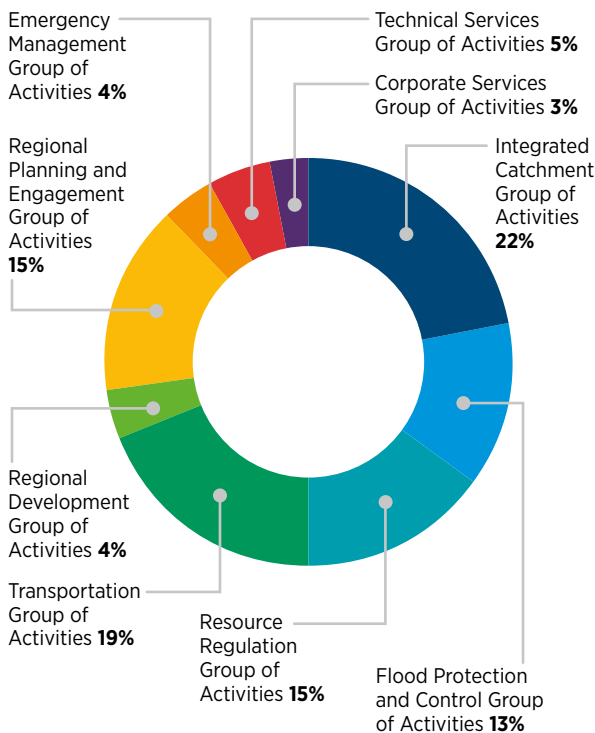
Our trading and other revenue is made up of user fees and charges, and other revenue. This year we received \$12.1 million; \$0.3 million more than budget.

## Our operating expenditure

### Operating overview

This year we spent \$105.1 million which was \$0.9 million less than budget. Operating expenditure provides services to our community as set out in our Annual Plan. The reduced expenditure was mainly due to regional infrastructure funds of \$5.4 million not released, partly offset by additional depreciation costs relating to the planned Regional House refurbishment.

### How our operating expenditure was spent



## Capital expenditure

This year we spent \$16.7 million compared to the budget of \$23.6 million.

We spent \$6.4 million on Rivers and Drainage assets, with the largest projects being the Rangitāiki floodway works and the Kopeopeo Canal Remediation Project.

Other large capital projects included the Regional House refurbishment \$1.2 million and \$1.7 million on the Accelerate ICT project.

Several projects were not completed in 2016/17 as originally planned. Budgets for these have been re-profiled to 2017/18 or later years, depending on the revised project timeline.

The projects that have had budget carried over to 2017/18 include: Kaituna River Re-diversion and Te Awa o Ngataroirangi /Maketū Estuary Enhancement Project and the Kopeopeo Canal Remediation Project to remove, contaminants and bio-remediate dioxins.

### Funding for capital expenditure

We fund capital expenditure through the asset replacement and other reserves, and capital grants received from Central Government.

Certain infrastructure projects qualify for funding from the Investment Reserve, which was created with the proceeds of a Perpetual Preference Share (PPS) issue.

## Our balance sheet

The Council's total equity (net assets) at the end of the financial year was \$449.1 million. This is \$9.9 million more than budget.

### Our assets

Our assets were \$481.2 million at the end of the year compared to a budget of \$492.2 million.

Our major assets include \$289.9 million in property, plant and equipment (mainly infrastructure assets) and \$131.5 million in short and long-term financial assets.

### Our liabilities

Our liabilities were \$32.1 million at the end of the year, compared to our budget of \$53.1 million. This is significantly lower than budget due to a decrease in the valuation of the Put Option liability for the \$200 million PPS issue in 2008.

### Our equity

Our equity consists of two categories: retained earnings and reserves. Our reserves are made up of past surpluses put aside for specific future expenditure and to reduce rate rises.

Included in our equity at 30 June 2017 is a \$89.6 million investment reserve. This fund was set up with the proceeds of the PPS in March 2008. The use of this fund is subject to a binding ruling issued by Inland Revenue. At 30 June 2017 Council had allocated the entire original \$200 million PPS share issue fund to specific expenditure.

# Summary financial statements and notes to the accounts

## Summary extract from the statement of accounting policies

Bay of Plenty Regional Council is a Regional Council established under the Local Government Act 2002 (LGA) and is domiciled and operates in New Zealand. The relevant legislation governing the Council's operations includes the LGA and the Local Government (Rating) Act 2002.

The group consists of the ultimate parent, Bay of Plenty Regional Council and its subsidiary, Quayside Holdings Limited (a 100% owned investment company). Quayside Holdings Limited has a 100% shareholding in Quayside Properties Limited, Quayside Unit Trust, Quayside Investment Trust, and Quayside Securities Limited. The principal activity of Quayside Securities Limited is to act as trustee for the Quayside Unit Trust and Quayside Investment Trust. Quayside Securities Limited as trustee owns 54.14% of the shares in Port of Tauranga Limited (POTL). The Council's subsidiaries are incorporated and domiciled in New Zealand.

The group provides local infrastructure, local public services, and performs regulatory functions to the community. The Council does not operate to make a financial return. The Council has designated itself and the group as public benefit entities (PBEs) for financial reporting purposes.

The information included in the summary financial statements has been prepared in accordance with PBE FRS43; Summary Financial Statements. All disclosures in the summary are extracted from the Bay of Plenty Regional Council full financial statements, authorised for issue by Council on 26 September 2017. The full financial statements have been audited by Audit New Zealand, and comply with PBE standards, receiving an unmodified audit opinion on 26 September 2017.

The financial statements are presented in New Zealand dollars and all values are rounded to the nearest thousand dollars (\$'000).

## Summary statement of comprehensive revenue and expense

Council 2015/16 \$'000	Group 2015/16 \$'000		Budget 2016/17 \$'000	Council 2016/17 \$'000	Group 2016/17 \$'000
<b>Revenue</b>					
91,324	324,450	Operating revenue	93,772	91,509	336,071
24,440	18,273	Other gains	-	416	19,469
<b>115,764</b>	<b>342,723</b>	<b>Total operating revenue</b>	<b>93,772</b>	<b>91,925</b>	<b>355,540</b>
<b>Expenditure</b>					
92,725	235,822	Operating expenditure	105,988	104,707	250,462
-	20,191	Finance costs	-	-	20,249
91	11,115	Other losses	-	373	7,547
<b>92,816</b>	<b>267,128</b>	<b>Total operating expenditure</b>	<b>105,988</b>	<b>105,080</b>	<b>278,258</b>
-	13,667	Share of profit of equity accounted investees	-	-	13,282
<b>22,948</b>	<b>89,262</b>	<b>Net surplus/(deficit) before tax</b>	<b>(12,216)</b>	<b>(13,155)</b>	<b>90,564</b>
-	25,101	Income tax expense	-	-	28,146
<b>22,948</b>	<b>64,161</b>	<b>Net surplus/(deficit) after tax</b>	<b>(12,216)</b>	<b>(13,155)</b>	<b>62,418</b>
<b>Attributable to:</b>					
22,948	29,326	Equity holders of the parent	(12,216)	(13,155)	24,822
-	34,835	Non-controlling interest	-	-	37,596
<b>22,948</b>	<b>64,161</b>		<b>(12,216)</b>	<b>(13,155)</b>	<b>62,418</b>

Operating revenue is \$1.9 million less than budget. This mainly relates to:

- Subsidies and grant revenue - \$3.0 million less than budget. Reduced grant funding received from the Ministry for the Environment due to fewer land incentive contract payments made (Te Arawa Rotorua Lakes) and delays in the finalisation of the Kopepeo Canal Remediation Project contract.

Operating expenditure is \$0.9 million less than budget. This mainly relates to:

- Trading and other expenses were \$6.2 million less than budget. Regional Infrastructure funds of \$5.4 million were not released as planned. This expenditure will occur in future years.
- Accelerated depreciation due to the planned Regional House refurbishment.

### Summary statement of other comprehensive revenue and expense

Council 2015/16 \$000	Group 2015/16 \$000		Budget 2016/17 \$000	Council 2016/17 \$000	Group 2016/17 \$000
<b>22,948</b>	<b>64,161</b>	<b>Net surplus/(deficit) before tax</b>	<b>(12,216)</b>	<b>(13,155)</b>	<b>62,418</b>
3,961	4,818	Asset revaluation gains	7,416	(2,768)	61,274
(1,974)	(9,745)	Financial asset fair value changes	(403)	(2,815)	4,787
<b>24,935</b>	<b>59,234</b>	<b>Total comprehensive revenue and expense</b>	<b>(5,204)</b>	<b>(18,738)</b>	<b>128,479</b>
<b>Attributable to:</b>					
24,935	28,199	Equity holders of the parent	(5,204)	(18,730)	59,220
-	31,035	Non-controlling interest	-	-	69,259
<b>24,935</b>	<b>59,234</b>		<b>(5,204)</b>	<b>(18,730)</b>	<b>128,479</b>

### Summary statement of changes in equity/net assets

Council 2015/16 \$000	Group 2015/16 \$000		Budget 2016/17 \$000	Council 2016/17 \$000	Group 2016/17 \$000
442,865	1,264,314	<b>Balance at 1 July</b>	444,360	467,800	1,283,388
24,935	59,234	Total comprehensive revenue and expense previously reported	(5,204)	(18,738)	128,479
<b>467,800</b>	<b>1,323,548</b>		<b>439,156</b>	<b>449,062</b>	<b>1,411,867</b>
-	(5)	Increase in share capital shareholders	-	-	14
-	(41,555)	Dividends to non-controlling interest	-	-	(57,849)
-	(2)	Non controlling interest adjustments	-	-	-
-	1,402	Equity settled share-based payment accrual	-	-	1,425
<b>467,800</b>	<b>1,283,388</b>	<b>Balance at 30 June</b>	<b>439,156</b>	<b>449,062</b>	<b>1,355,457</b>
<b>Total comprehensive revenue and expense attributable to:</b>					
-	28,199	Equity holders of the parent	(5,204)	(18,739)	59,220
24,935	31,035	Non-controlling interest	-	-	69,259
<b>24,935</b>	<b>59,234</b>		<b>(5,204)</b>	<b>(18,739)</b>	<b>128,479</b>

## Summary statement of financial position

Council 2015/16 \$000	Group 2015/16 \$000		Budget 2016/17 \$000	Council 2016/17 \$000	Group 2016/17 \$000
85,376	151,446	Current assets	52,109	152,506	243,700
411,811	1,832,277	Non-current assets	440,131	328,663	1,873,512
<b>497,187</b>	<b>1,983,723</b>	<b>Total assets</b>	<b>492,240</b>	<b>481,169</b>	<b>2,117,212</b>
13,297	246,819	Current liabilities	12,973	16,090	315,983
16,090	453,514	Non-current liabilities	40,112	16,017	445,772
<b>29,387</b>	<b>700,333</b>	<b>Total liabilities</b>	<b>53,085</b>	<b>32,107</b>	<b>761,755</b>
467,800	884,120	Total equity attributable to the group	439,155	449,062	935,427
-	399,270	Non controlling interest	-	-	420,030
<b>467,800</b>	<b>1,283,390</b>	<b>Total equity</b>	<b>439,155</b>	<b>449,062</b>	<b>1,355,457</b>

### Assets

Assets were \$11.1 million less than budget due to the change in timing of receipts and payments. Liabilities were \$21.0 million less than budget at year end mainly due to a reduction in the put option liability.

## Summary statement of cashflows

Council 2015/16 \$000	Group 2015/16 \$000		Budget 2016/17 \$000	Council 2016/17 \$000	Group 2016/17 \$000
7,937	76,025	Net cash inflows/(outflows) from operating activities	(6,023)	(3,866)	75,090
(236)	(50,516)	Net cash inflows/(outflows) from investing activities	6,681	23,947	(39,248)
126	(27,897)	Net cash inflows/(outflows) from financing activities	(1,413)	(561)	5,106
-	(86)	Effects of exchange rate changes on cash and cash equivalents	-	-	30
<b>7,827</b>	<b>(2,474)</b>	<b>Net increase/(decrease) in cash, cash equivalents and bank overdrafts</b>	<b>(754)</b>	<b>19,520</b>	<b>40,978</b>
10,615	43,092	Cash, cash equivalents and bank overdrafts at the beginning of the year	16,117	18,442	40,618
<b>18,442</b>	<b>40,618</b>	<b>Cash, cash equivalents and bank overdrafts at the end of the year</b>	<b>15,363</b>	<b>37,962</b>	<b>81,596</b>

Net cash from operating activities was higher than budget by \$2.2 million mainly due to lower than planned payments to suppliers.

Net cash from investing activities was higher than budget by \$17.3 million mainly due to lower capital expenditure and infrastructure grants not released as planned.

Net cash from financing activities was higher than budget by \$0.9 million due to fewer Clean Heat loans issued and higher loan repayments received.

## Contingent liabilities

### Financial guarantee - New Zealand Local Government Funding Agency

The Bay of Plenty Regional Council is a shareholder of The New Zealand Local Government Funding Agency Limited. This entity was incorporated in December 2011 with the purpose of providing debt funding to local authorities in New Zealand. Standard and Poor's have given the entity a credit rating of AA+ which is equal to New Zealand Government sovereign rating.

As at 30 June 2017 Bay of Plenty Regional Council is one of the 31 shareholders made up of 30 local authorities and the Crown. All 30 local authority shareholders have uncalled capital equal to their individual shareholding and totalling \$20 million in aggregate which can be called on in the event that an imminent default is identified. Also together with the other shareholders, Bay of Plenty Regional Council is a guarantor of all of NZLGFA borrowings. As at 30 June 2017, NZLGFA had borrowings totalling \$7,946 million (2016: \$6,350 million).

Financial reporting standards require Bay of Plenty Regional Council to recognise the guarantee liability at fair value. However, the Council has been unable to determine a sufficiently reliable fair value for the guarantee, and therefore has not recognised a liability. The Council considers the risk of NZLGFA defaulting on repayment of interest or capital to be very low on the basis that:

- We are not aware of any local authority debt default events in New Zealand; and
- Local Government legislation would enable local authorities to levy a rate, to recover sufficient funds to meet any debt obligations if further funds were required.

### Uncalled capital

The Council is liable for the uncalled capital in its wholly owned subsidiary, Quayside Holdings Limited, of \$81,829,918 being 2,003,190,217 Redeemable Preference Shares at 0.000004 cents per share.

## Commitments

<b>Capital commitments</b>				
	<b>Council 2016/17 \$000</b>	<b>Group 2016/17 \$000</b>	<b>Council 2015/16 \$000</b>	<b>Group 2015/16 \$000</b>
Estimated capital commitments contracted for at balance date but not yet provided for	5,800	40,200	1,632	41,782
<b>Total capital commitments</b>	<b>5,800</b>	<b>40,200</b>	<b>1,632</b>	<b>41,782</b>

<b>Operating leases as lessee</b>				
	<b>Council 2016/17 \$000</b>	<b>Group 2016/17 \$000</b>	<b>Council 2015/16 \$000</b>	<b>Group 2015/16 \$000</b>
Not later than one year	769	769	861	861
Later than one year and not later than five years	1,779	1,779	2,420	2,420
Later than five years	428	428	528	528
<b>Total non-cancellable operating leases</b>	<b>2,976</b>	<b>2,976</b>	<b>3,809</b>	<b>3,809</b>

<b>Operating leases as lessor</b>				
	<b>Council 2016/17 \$000</b>	<b>Group 2016/17 \$000</b>	<b>Council 2015/16 \$000</b>	<b>Group 2015/16 \$000</b>
Not later than one year	77	22,553	671	14,344
Later than one year and not later than five years	308	23,281	506	27,405
Later than five years	0	15,629	97	13,897
<b>Total non-cancellable operating leases</b>	<b>385</b>	<b>61,463</b>	<b>1,274</b>	<b>55,646</b>

## Related party transactions

Bay of Plenty Regional Council is the parent of the Group and controls Quayside Holdings Limited and its subsidiaries, Quayside Properties Limited, Quayside Securities Limited, Quayside Investment Trust and Quayside Unit Trust. Through the shareholding in Quayside Securities Limited as Trustee for Quayside Unit Trust, a controlling interest is held in the POTL and its subsidiaries and equity accounted investees.

Two Councillors of the Bay of Plenty Regional Council (Jane Nees and Paula Thompson) were directors of Quayside Holdings Limited, Quayside Securities Limited and Quayside Properties Limited at 30 June 2017. The Chief Executive of Bay of Plenty Regional Council (Mary-Anne Macleod) was appointed as Director of the above companies in August 2011. The Chairman of the Bay of Plenty Regional Council (Douglas Leeder) was appointed as a director of POTL in October 2015.

## Events after balance date

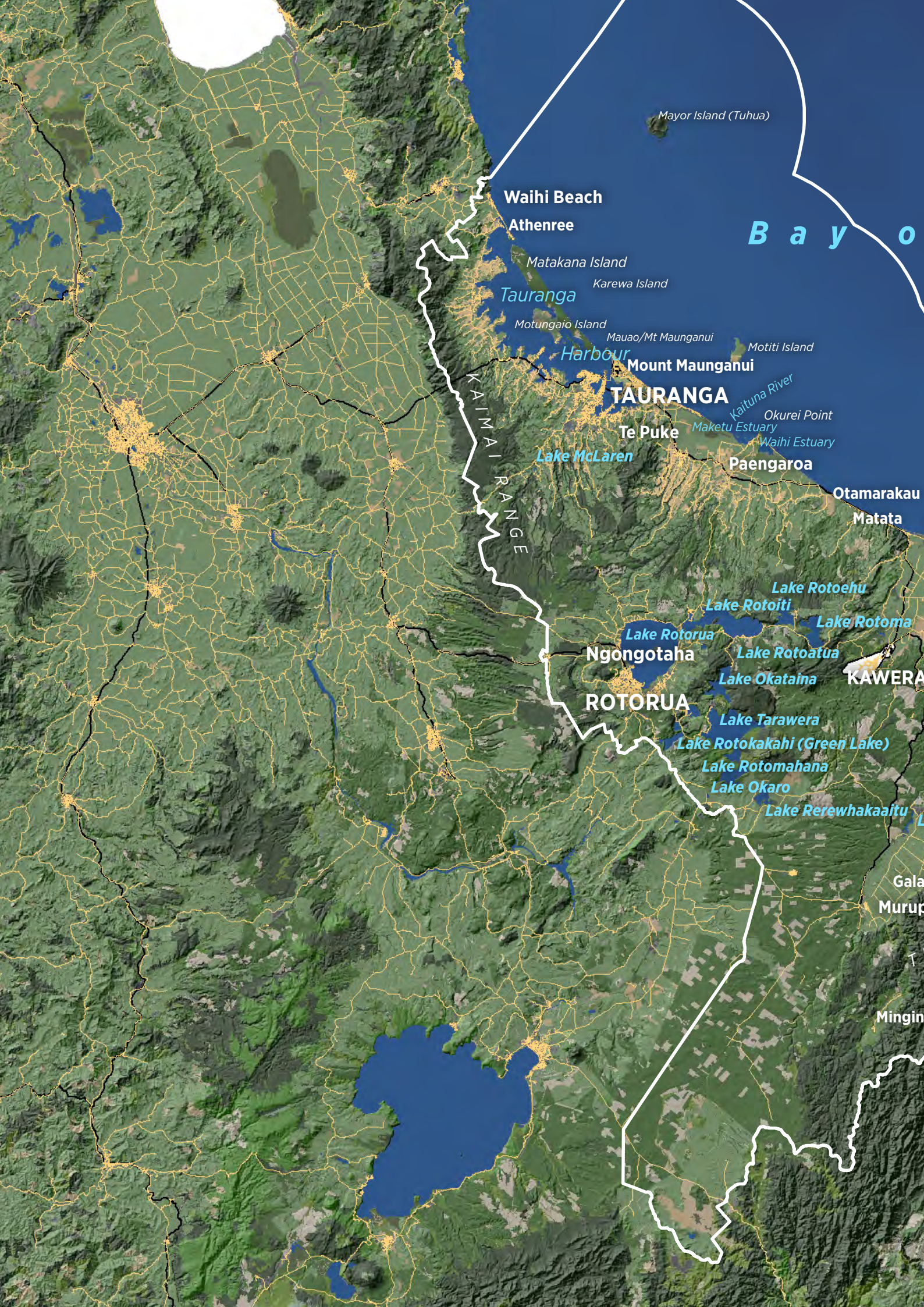
The Council and group have no events after balance date.





# Audit report

Independent Auditor's Report



Mayor Island (Tuhua)

Waihi Beach

Athenree

Bay of Plenty

Matakana Island

Karewa Island

Tauranga

Motungaio Island

Mauao/Mt Maunganui

Motiti Island

Harbour

Mount Maunganui

TAURANGA

Kaituna River

Te Puke

Maketu Estuary

Okurei Point

Waihi Estuary

Lake McLaren

Paengaroa

Otamarakau

Matata

KAIMAI RANGE

Lake Rotoehu

Lake Rotoiti

Lake Rotomahana

Lake Rotorua

Lake Rotoatua

Lake Okataina

KAWERA

Ngongotaha

ROTORUA

Lake Tarawera

Lake Rotokakahi (Green Lake)

Lake Rotomahana

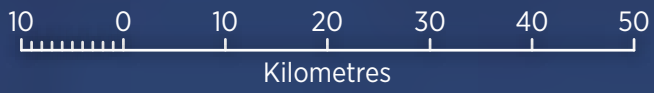
Lake Okaro

Lake Rerewhakaaitu

Gala

Murup

Mingin



You can view the full  
Annual Report on  
Bay of Plenty Regional  
Council's website  
[www.boprc.govt.nz](http://www.boprc.govt.nz)

The Annual Report Summary  
report does not provide as  
complete an understanding of  
Bay of Plenty Regional Council's  
activities as provided by the  
full Annual Report. If you would  
like a copy of the 2016/17  
Annual Report please visit  
our website, [www.boprc.govt.nz](http://www.boprc.govt.nz)  
Alternatively, call 0800 884 880  
for a printed copy.



- A** 5 Quay Street, Whakatāne  
1125 Arawa Street, Rotorua  
87 First Avenue, Tauranga
- P** PO Box 364, Whakatāne 3158
- T** 0800 884 880
- E** [info@boprc.govt.nz](mailto:info@boprc.govt.nz)
- W** [www.boprc.govt.nz](http://www.boprc.govt.nz)