

Governance Group Meeting
MINUTES

Meeting Information

Time:	12:30 – 1:30 pm
Date:	Monday 17 December 2018
Location:	NZTA Boardroom, Level 2, NZTA Chews Lane office, 50 Victoria St, Wellington
Present:	Fergus Gammie (NZTA) Mayor Justin Lester (WCC) Cr Chris Calvi-Freeman (WCC) Cr Chris Laidlaw (GWRC) Cr Barbara Donaldson (GWRC) Dame Fran Wilde (NZTA)
In Attendance	Barry Mein (Programme Director) Kevin Lavery (WCC) Luke Troy (GWRC) Peter Clark (NZTA) Emma Speight (NZTA) Willy Trolove (LGWM) Anna Harley (WCC) Andy Matthews (WCC)

Minutes

Item	Description
1	<u>Apologies</u> Raewyn Bleakley (NZTA) Mayor Wayne Guppy (UHCC) Greg Campbell (GWRC)
2	<u>Minutes of 6 November 2018 meeting</u> The minutes of the 6 November meeting were approved. There were no matters arising.
3	<u>Minutes of 5 December 2018 meeting</u> The minutes of the 5 December meeting were approved. There were no matters arising.

4 Response to Minister's funding proposal

The Alliance Board presented a draft set of slides prepared as a response to the funding proposal put by Minister Twyford. This incorporated the outcome of further financial modelling.

The slides outlined a counter-proposal that has been developed by WCC and GWRC to guide the Mayor and Chair's response to the Minister. NZTA, as part of the Crown, has played a neutral role in the development of the counter proposal and the preparation of the slides.

The draft response proposes some changes to the Minister's proposal:

- Include volume growth in NLTF revenues (approx. 1.25% per annum from 2025) in addition to the 2% price escalation assumed in the Minister's proposal
- Some reprioritisation of the RLTP and expenditure elsewhere in the region
- Include mass transit to the airport as part of Phase 1
- Scale back investment on SH1 programme elements (Te Aro and Terrace Tunnel/ Ngauranga-Aotea) to a total of approx. \$800m (detail to be determined); with implementation in Phase 2
- Stretch the programme out to a 30 year programme, financed over 50 years; Phase 1 approx. 18 years
- Alternative options for local/NLTF funding splits. The preferred option is for a co-funding approach for the full programme, based on a 75% Far for mass transit and 50% for State highways. This results in a similar overall local/NLTF split for capex to the Minister's proposal.

Governance Group discussion included the following points:

- Note that it is important to retain other regional projects, so any regional re-prioritisation needs to ensure that a reasonable balance is struck
- Clarify what is included in the State highway / Te Aro phase 2 package
- Need to more clearly demonstrate how the overall programme will contribute to GPS outcomes.
- This rationale for road investments needs to make it clear that these are required to enable PT walking and cycling improvements, and for resilience
- Need to discuss the process for council engagement with the Minister, given the scale of local input required.

The Group agreed that the slides should be revised in line with the matters discussed, and used by the Mayor and Chair when they meet with the Minister's on 19 December.

5 Other business

The Governance Group noted that the next meeting will be scheduled for late January 2019, with monthly meetings thereafter.