

OTAGO REGIONAL COUNCIL

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Agenda for a meeting of the Policy Committee to be held in the Council Chamber, 70 Stafford Street, Dunedin on Wednesday 8 February 2017, following the Technical Committee

Membership:	Cr Gretchen Robertson (Chairperson) Cr Michael Laws (Deputy Chairperson) Cr Graeme Bell Cr Doug Brown Cr Michael Deaker Cr Carmen Hope Cr Trevor Kempton
	Cr Maggie Lawton
	Cr Sam Neill
	Cr Andrew Noone
	Cr Bryan Scott
	Cr Stephen Woodhead

Apologies:

Cr Sam Neill

In attendance:

Please note that there is an embargo on agenda items until 8.30 am on Friday, 3 February 2017.

CONFIRMATION OF AGENDA

CONFLICT OF INTEREST

PUBLIC FORUM

MINUTES

The minutes of the meeting held on 23 November 2016, having been circulated for adoption.



PART A – RECOMMENDATIONS

Item 1

2017/0627 Wilding Conifers – Amendment to Pest Plan. DPPRM, 02/02/17 6-13

The report details the recommended amendments to the Pest Plan in regard to Wilding Conifers.

PART B - FOR NOTING

Item 2

2017/0580 Compliance of the Regional Plan: Water for Otago with the National Policy Statement for Freshwater Management 2014. DPPRM, 20/01/17

The report sets out how the Regional Plan: Water for Otago (Water Plan) complies with the requirements of the National Policy Statement for Freshwater Management (NPSFM) 2014. It also describes actions Otago Regional Council (ORC) has taken since the NPSFM was revised in 2014, and further actions to give effect to the NPSFM.

Item 3

2017/0621 Plan Change 1D: Flow Requirements for Water Takes. DPPRM, 01/02/17

The Annual Plan sets out ORC's work programme for developing plan provisions managing water quantity including setting minimum flows and other flows that give effect to the National Policy Statement for Freshwater Management 2014 (NPSFM).

This report discusses the project addressing setting other flows, referred to as residual flows.

Item 4 2017/0575 **Director's Report on Progress.** DPPRM, 20/01/17

The report gives an overview of significant activities undertaken by the Policy section for the period 5 November 2016 to 20 January 2017.

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OTAGO REGIONAL COUNCIL

Minutes of a meeting of the Policy Committee held in the Council Chamber, 70 Stafford Street, Dunedin on Wednesday 23 November 2016, commencing at 12:13pm

Membership:	Cr Gretchen Robertson (Chairperson) Cr Michael Laws (Deputy Chairperson)
	Cr Graeme Bell
	Cr Doug Brown
	Cr Michael Deaker
	Cr Carmen Hope
	Cr Trevor Kempton
	Cr Maggie Lawton
	Cr Sam Neill
	Cr Andrew Noone
	Cr Bryan Scott
	Cr Stephen Woodhead

A correction to the membership list was noted for the Committee Chair and Deputy Chair than that listed in the agenda.

Cr Laws absent from the room.

Apologies:	No apologies noted.
Leave of absence:	No leave of absence advised.
In attendance:	Peter Bodeker Nick Donnelly Gavin Palmer Caroline Rowe Fraser McRae Scott MacLean Lauren McDonald (minute taker)

CONFIRMATION OF AGENDA

The agenda as circulated was confirmed.

CONFLICT OF INTEREST

No conflicts of interest were advised.

PUBLIC FORUM

No Public Forum was held.



PART A – RECOMMENDATIONS

Item 1

2016/1139 Terms of Reference for the Policy Committee. DPPRM, 8/11/16

The report provided the Terms of Reference for consideration and recommendation to Council.

Cr Robertson advised that she was satisfied that no changes were required to the existing Terms of Reference for the Policy Committee as tabled.

Crs Woodhead left the room at 12:15pm and returned at 12:17pm Cr Laws entered the room at 12:17pm

Moved Cr Deaker Seconded Cr Lawton

That the Terms of Reference for the Policy Committee be presented to Council on 7 December 2016 for adoption.

Motion carried

PART B - FOR NOTING

Item 2 2016/1120 Director's Report on Progress. DPPRM, 4/11/16

The report provided an overview of significant activities undertaken by the Policy section for the period 20 August to 4 November 2016

A question was raised on the staffing resource needed to meet the National Policy Statement on Urban Development Capacity (NPS-UDC) requirements which takes effect on 1 December 2016.

Mr McRae advised that the NPS-UDC was very specific in its requirements of both regional and district councils, particularly for high growth areas such as Queenstown. He commented that it would rely on QLDC and ORC liaising to address how to meet the new requirements efficiently and effectively. He confirmed that preliminary discussions with QLDC staff had taken place and that something like spatial planning, or similar was required and a mechanism for both councils to comply with the provisions of the NPS, RPS and District Plans.

A suggestion was made for information to be sought from other regional councils on their approach and practise for urban development in high growth areas.

Mr McRae advised that the strategic intent for urban development would occur through the RPS and would be implemented through the Queenstown Lakes District Plan. He commented that Council may need to amend the RPS, which lead the District Plan, and may have do some extra work around specificity and





projections of where urban development is preferred and this will need to be undertaken in concert with QLDC.

A question was asked in regard to the Wanaka and Cromwell areas being considered as high growth areas.

Mr McRae advised that no discussions have been held specifically with CODC as yet as these areas were deemed as medium growth areas, although Cromwell does act as a service centre to Queenstown.

The mediation date for the Proposed Plan Change 5A Lindis: Integrated water management appeal has been confirmed as 8 and 9 December 2016.

Moved Cr Brown Seconded Cr Scott

That the report be noted

The meeting was declared closed at 12:31pm.

Chairperson



REPORT

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Subject:	Wilding Conifers – Amendment to Pest Plan
Report Number: Prepared For: Prepared By: Date:	2017/0627 Policy Committee Director Policy, Planning and Resource Management 2 February 2017
Document ID:	A977345

1. Précis

Under section 100G of the Biosecurity Act 1993, a regional pest management plan may be amended by Council by resolution (without a review under section 100D) if the Council is satisfied that the amendment:

- Does not have a significant effect on any person's rights and obligations; and
- Is not inconsistent with the national policy direction.

Amendments to the Pest Plan to enable the wilding conifer eradication project are contained in Attachment 1.

Landowners and occupiers within the Management Units, where works will take place, have agreed to eradicate wilding conifers on their properties. Participation in a wilding conifer eradication project is voluntary. Accordingly, the proposed amendment to the Pest Management Plan will not have a significant effect on their rights and obligations.

2. Recommendation

That the changes to the Pest Plan identified in Attachment 1 be approved.

Fraser McRae Director Policy Planning and Resource Management

Attachments

1. Amendment to Pest Plan



Attachment 1: Amendment to Pest Plan

4.12 Wilding Conifers

4.12.1 Description and adverse effects

This section applies to the following conifer species, listed below:

Common Name	Scientific Name
Douglas fir	Pseudotsuga menziesii
Lodgepole or contorta pine	Pinus contorta
Scots pine	Pinus sylvestris
Dwarf mountain pine	Pinus mugo
Mountain pine	Pinus unicinata
Bishops pine	Pinus muricata
Maritime pine	Pinus pinaster
Ponderosa pine	Pinus ponderosa
Corsican pine	Pinus nigra
European larch	Larix decidua
Radiata pine	Pinus radiata

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Wilding conifers are invasive, particularly in tussock grassland ecosystems and have negative effects on the environment, the enjoyment of the natural environment and the economic wellbeing.

4.12.2 Objective

(i) To eradicate wilding conifers within the Management Units shown in Appendix 5. Maps 5.1 - 5.5.

4.12.3 Immediate outcomes

(i) To eradicate the infestation level of wilding conifers to zero in the Management Units.

4.12.4 Eradication Programme

(i) Facilitating community groups, landowners and occupiers to carry out wilding conifer eradication within the Management Units.

4.12.5 The extent and timeframe to which the eradication is expected to be achieved

- (i) Dunstan Management Units eradication by May 2020;
- (ii) St Mary Ida Management Units eradication by May 2020;
- (iii) Lammerlaw Management Units eradication by May 2020;
- (iv) Kawarau Management Units eradication by May 2020 for majority of the unit. Progress towards eradication by 2030 for the remainder;
- (v) Remarkables Management Units eradication by May 2020 for majority of the unit. Progress towards eradication by 2030 for the remainder;



- (vi) Northern Eyre Management Units- eradication by May 2020 for majority of the unit. Progress towards eradication by 2030 for the remainder;
- (vii) Glenorchy Management Units eradication by May 2020 for majority of the unit. Progress towards eradication of shelter belts and other seed sources by 2030.

4.12.6 Methods for monitoring achievement of objective

(i) The council will monitor the effect of the eradication programme every three years.

Appendix 5

- Map 5.1 Central Otago Management Units
- Map 5.2 Remarkables Management Units
- Map 5.3 Northern Eyre Management Units
- Map 5.4 Kawarau Management Units
- Map 5.5 Glenorchy Management Units

Map 5.1 Central Otago Management Units



Map 5.2 Remarkables Management Units



Area 101,780 Ha

Map 5.3 Northern Eyre Management Units



Area 106,822 Ha

Map 5.4 Kawarau Management Units



Map 5.5 Glenorchy Management Units





REPORT

Document ID:	A970054
Report Number:	2017/0580
Prepared For:	Policy Committee
Prepared By:	Dale Meredith, Manager Policy;
	Dean Olsen, Manager Resource Science
Date:	20/01/2017
Subject:	Compliance of the Regional Plan: Water for Otago with the National Policy Statement for Freshwater Management 2014

1. Précis

This report sets out how the Regional Plan: Water for Otago (Water Plan) complies with the requirements of the National Policy Statement for Freshwater Management (NPSFM) 2014. It also describes actions Otago Regional Council (ORC) has taken since the NPSFM was revised in 2014, and further actions to give effect to the NPSFM.

2. Strategic outcome

This report contributes towards:

Strategic Goal:Active resource stewardshipAnnual Plan:W1 Regional Plan: WaterW2 Water Quality and Quantity State of the EnvironmentW6 Minimum Flows and Allocation Limits

3. Background

The NPSFM 2011 set out the first national directives under the Resource Management Act 1991 (RMA) relating to management of water quantity and quality.

Previous ORC reports (2011/0836, 2012/1036 and 2014/1037) have described how the Water Plan gives effect to the NPSFM. Amendment 1 (NPS Freshwater Management) was made to the Water Plan in July 2011 to address water quality, and was superceded when Plan Change 6A (Water Quality) was made operative.

In 2012, as required by the NPSFM 2011, ORC resolved:

- a) That Council determine that there is no need to notify a programme of time limited stages to change the Regional Plan: Water for Otago, as the Plan, with current notified proposed changes, is consistent with the NPSFWM.
- b) That plan provisions will ensure implementing the policy of the NPSFWM is fully completed before 31 December 2030.

Most other regional council's regional plans for managing water were not as advanced as Otago's Water Plan: they assessed their plans as not being sufficiently consistent with the NPSFM 2011. Consequently, they adopted the 'staged path to compliance using a programme of time limited stages' as required by the NPSFM. The Ministry for the Environment is supporting the staged implementation programme to ensure that these councils give full effect to the NPSFM.



The subsequent 2014 revision, which came into effect from 4 July 2014, provided further direction with the introduction of the National Objectives Framework (NOF). The NOF sets out a national system for key water attributes and measures, including bottom-lines. It also specifies the process to change plans to the extent needed to ensure the plan gives effect to the objectives in the NPSFM.

It is noted that when the revised draft of the NPSFM was released, mediation was in process on appeals to Plan Change 6A (Water Quality). Consequently, these draft provisions informed the mediated outcome, and appellants were satisfied that this plan change gave effect to the new national directions. Plan Change 6A was made operative on 1 May 2014, two months before the revised NPSFM came into effect.

Regional councils have until 31 December 2025, or 31 December 2030 by publicly notified council resolution made by the end of 2015, to complete implementation of this revised NPSFM.

4. Current situation

4.1 Meaning of 'giving effect to'

The Ministry for the Environment states, on their website, that:

Giving effect to the National Policy Statement for Freshwater Management 2014 (NPS-FM) means:

- regional councils need to set freshwater objectives, and the limits and methods to achieve them, in their regional plans and/or policy statements by 2025
- the NPSFM provisions set by regional councils in their regional plans and policy statements may direct the provisions that territorial authorities put in their district plans
- any consent authorities (both regional councils and territorial authorities) need to have regard to the NPSFM when making decisions about resource consent applications.

The analysis that follows briefly describes how the NPSFM is given effect in Otago.

4.2 Water Plan

The operative Water Plan gives effect to the objectives in the NPSFM. However, some of the underpinning NPSFM policies prescribe specific terms and processes. Although the Water Plan covers the general concept and process, it does not articulate these in the required way.

For example, the Water Plan does not use the term 'fresh water management unit'. Instead, plan provisions use a range of spatial areas to manage fresh water to achieve plan objectives, from those applying to activities across the whole region to those applying at the property or specific location levels. Further, the Water Plan uses neither the compulsory national value phrase 'Te Hauora o te Wai/ the health and mauri of water' nor 'Te Hauora o te Tangata/ the health and mauri of the people'. Rather, the Water Plan speaks of 'natural and human use values' and places emphasis on the life supporting capacity of water.



Appendix A provides more detail of the effect the Water Plan gives to the NPSFM 2014.

4.3 **Proposed Regional Policy Statement**

The Proposed Regional Policy Statement (RPS) was prepared with regard to the NPSFM 2014, being notified on 8 May 2015. Provisions address the management of land use impacts on water quality and quantity. Some of the provisions giving effect to the NPSFM are currently under appeal, including those for managing water bodies of outstanding water quality.

4.4 Freshwater accounting

The NOF includes a number of compulsory attributes for the two compulsory national values of Ecosystem Health and Human Health for Recreation: Phytoplankton biomass (Chlorophyll *a*) (lakes), total P (lakes), total N (lakes), periphyton (rivers), nitratenitrogen, ammoniacal nitrogen, dissolved oxygen (downstream of discharges), *E. Coli*, and cyanobacteria biovolume (planktonic).

Most of these attributes are currently included in Council's State of the Environment (SoE) monitoring (Appendix B), however historically, others have not been. There has been a lack of specific guidance from MfE on how the NPSFM is to be applied, so there is some discretion in how it is interpreted and applied to meet those national values in a particular context. For example, ORC has historically monitored phytoplankton biomass, TP and TN at the outlets or shoreline of the lakes we monitor. There is an absence of guidance on whether this was an appropriate approach. In addition, guidance from MfE is that monitoring reflects specific decisions on the appropriateness of the compulsory attributes.

ORC has changed how it monitors periphyton biomass (rivers) and planktonic cyanobacteria biovolume (lakes) to ensure that monitoring is consistent with the NOF. ORC has started monitoring both of these attributes, but in the case of periphyton, it requires monthly monitoring throughout the year (the monitoring undertaken to date has been October-April). Cyanobacteria biomass is monitored at Waihola, Tomahawk and Falls Dam during the contact recreation season as that is consistent with the values associated with those water bodies.

For the large lakes, Lake Onslow and Lake Hayes, the compulsory attributes (chlorophyll *a*, TN, TP) are currently being monitored as part of the trophic lake monitoring and this will continue until at least 2019. This will give sufficient cover of these attributes in these lakes until the SoE review is completed.

One purpose of the SoE review [Annual Plan W2 Water Quality & Quantity SoE project] is to ensure that ORC's SoE monitoring fully (and defensibly) complies with the NPSFM, particularly for lake attributes (TN, TP, phytoplankton biomass (chlorophyll *a*)), cyanobacteria biomass) and periphyton.



In order to complete implementation of the NPSFM 2014 by 2025, the following actions are being undertaken to more transparently align the Water Plan with new policies, and deliver on freshwater accounting requirements.

Ma	atter	Action	Time
a)	Policy CA1	Plan change to align terminology used in	2017-18 year
	Freshwater	managing water [Annual Plan W1: Regional	
	management units	Plan Water project].	
	(FMUs)		
b)	Policy CA2	Re-present current Water Plan to more	
	Freshwater	transparently show how the national values	
	objectives for all	and uses for fresh water apply in Otago [as	
	FMUs	part of above Policy CA1 plan change].	
		Assess national values transparently, as part	Ongoing
		of each new relevant plan change. Alter	
		operative plan provisions as necessary using	
		the plan change and review process [Annual	
		Plan W1 and W6: Minimum Flows and	
		Allocation Limits projects].	
c)	Policy CA3	Re-present operative Water Plan to more	2017-18 year
	Bottom lines for	transparently show how the national value	
	FMUs	bottom lines for fresh water apply in Otago	
		[as part of above Policy CA1 plan change].	
d)	Policy CB1	Review SoE monitoring activity to include	2016-17 year
	Monitoring plan	required attribute analysis. Some monitoring	
		practices have already been changed to	
		become more compliant [Annual Plan W2	
	R H G G H	Water Quality & Quantity SoE project].	2016 2010
e)	Policy CC1	Review monitoring and reporting systems to	2016-2018
	Freshwater	ensure that national reporting requirements	years
	accounting systems	are met and best use can be made of data	
	for quality and	collected to inform decision making	
	quantity	regionally. [Annual Plan Z4 Information	
	management	Systems project].	

6. Recommendation

- 1) That the report is received.
- 2) That ORC's compliance with the objectives of the NPSFM 2014 is noted.

Fraser McRae Director Policy, Planning and Resource Management

Gavin Palmer Director Engineering, Hazards, and Science



NPSFM Reference	Water Plan Reference	Comment Water Plan requirements and
		implementation
A. Water Quality		
Objective A1	Objective 7.A.2	Enables discharges in a way that maintains
[Safeguards in		water quality and supports natural and human
managing use &		use values, including Kai Tahu values
development of	Objective 5.3.1	Maintain or enhance natural and human use
land, &		values in Schedule 1A-1C
discharges of	Objective 9.3.3	Maintain groundwater quality
contaminants]	Objective 10.3.1	Maintain or enhance wetlands and their
		individual and collective values
Objective A2	Chapter 4	Kai Tahu ki Otago: water perspective sets out
[Overall quality		their approach to resource management and
maintained or		identifies issues of significance to Kai Tahu in
improved]		managing water resources.
	Objective 5.3.1	Maintain or enhance natural and human use
		values in Schedule 1A-1C
	Objective 5.3.2	Maintain or enhance the spiritual and cultural
		beliefs, values and uses of significance to Kai
		Tahu, in Schedule 1D
	Objective 5.3.3	Protect the natural character of lakes and rivers
		and their margins
	Objective 5.3.4	Maintain or enhance amenity values associated
		with lakes, rivers and their margins
	Objective 5.3.5	Maintain or enhance public access to or along
		the margins of lakes and rivers
	Objective 5.3.7	Maintain heritage values associated with lakes,
		rivers and their margins
	Objective 6.3.5	Minimise adverse effects on the quality of
		receiving water, including its ecology and
		mauri, where such water is subject to any new inter catchment transfer.
	Objective 7.A.1	Maintain water quality and enhance where
	Objective 7.A.1	quality is degraded.
	Objective 8.3.2	Minimise reduction in water clarity caused by
	00jective 0.5.2	bed disturbance.
	Objective 9.3.3	Maintain the quality of Otago's ground water.
	Objective 10.3.1	Maintain or enhance wetlands and their
		individual and collective values
	Policy 10.4.1	Identifies Otago's regionally significant
		wetland values
Policy A1	Policy 7.B.1	Management of water quality on lakes, rivers,
[Establish		wetlands and groundwater
freshwater	Policy 7.B.2	Avoid objectionable discharges of
quality objectives	· · ·	contaminants to maintain natural and human

Appendix A: Water Plan provisions giving effect to the NPSFM 2014



1		
and over		use values, including Kai Tahu values
allocation]	Policy 7.B.4	When considering any discharge have regard
		to any potential adverse effects on use of
		any proximate coastal marine area for contact
		recreation and seafood gathering.
	Policy 7.B.5	When considering any discharge of water from
		one catchment to another, have regard to Kai
		Tahu values.
	Policy 7.B.6	When assessing any consent to discharge
		contaminants to water, consider the need for
		and extent of any zone for physical mixing,
		within which water will not meet the
		characteristics and limits described in Schedule
		15, by taking account of, amongst other
		matters:
		• sensitivity of the receiving environment
		• natural and human use values, including
		Kai Tahu values
		• natural character of the water body.
	Rules 12.A	Discharge of human sewage.
		Discharges are either permitted or
		discretionary, and consent conditions may
		address any relevant matter.
	Rules 12.B	Discharge of hazardous substances, hazardous
		wastes, specified contaminants; and discharges
		from industrial or trade premises and
		consented dams.
		For restricted discretionary consents,
		discretions listed under Rule 12.B.3 address
		the particular matters listed in NPSFM Policy
		A1, including through control over the nature,
		volume, rate, method, and location of
		contaminant discharge.
	Rules 12.C	Other discharges – includes rules relating to
		Schedule 16 Discharge Thresholds and the use
		of OVERSEER.
		For restricted discretionary consents,
		discretions listed under Rule 12.C.2.4 address
		the particular matters listed in NPSFM Policy
		A1, including through control over the nature,
		type, volume, frequency, location,
		concentration and loading of contaminant
		discharge.

	concentration and loading of contaminant
	discharge.
Schedule 15	Good water quality is defined by qualitative
	description and in metrics within Schedule 15,
	which apply across water bodies in Otago. The
	metrics set relate to a contact recreation water
	standard, and include regard for the
	compulsory national values of the health and



[mouri of water and of scenes. These are well
		mauri of water and of people. These are well above the national bottom lines set in Appendix 2 of the NPSFM. The timeframes relate to matters listed under Policy CA2(f).
		In practical effect, Schedule 15 sets out Otago specifications for meeting the NPSFM by fresh water management unit. These terms are not used, but the outcome has the same effect.
		Over-allocation occurs when a catchment exceeds the numerical limits and targets specified in Table 15.2 (lakes and rivers) and Table 15.3 (aquifers).
		Table 15.2 is derived from median samples collected over a rolling 5-year period, so has the potential to recognise reasonably foreseeable impacts of climate change. Further, discharge consents are of maximum 35 years duration. ORC has determined that climate change impacts over the next 50 years are likely to be within the already known extremes of climate events.
		This schedule, which was introduced through Plan Change 6A (Water Quality), was made operative on 1 May 2014 [prior to the revised NPSFM 2014 coming into effect on 4 July
		2014].
Policy A2 [targets and	Policy 5.4.2	Prefer avoidance of adverse effects on natural and human use values
methods to	Policy 7.B.1	Management of water quality on lakes, rivers,
achieve		wetlands and groundwater
compliance]	Policy 7.B.5	When considering any discharge of water from one catchment to another, have regard to Kai Tahu values.
	Rules 12.A	Rules for discharge of human sewage, including permitted and discretionary activities.
	Rules 12.B	Rules for discharge of hazardous substances, hazardous wastes, specified contaminants, and stormwater; discharges from industrial or trade premises and consented dams, including permitted, controlled, restricted discretionary and discretionary activities.
	Rules 12.C	Rules for other discharges, including prohibited, permitted, restricted discretionary or discretionary activities.



Rules 13.5	Rules for alteration of the bed of a lake or
	river, or of a regionally significant wetland.
Method 15.2.3	Liaison with water users
Method 15.3.2	Provision of information relating to the results
	of monitoring water bodies
Method 15.4.2	Advocacy and promotion to landholders and
	industry groups
Method 15.5.1	Development and implementation of codes of
	practice and environmental management
	systems
Schedule 1	Schedule of natural and human use values
Selledule 1	covering:
	•
	• 1A: Natural values [by water body]
	• 1AA: Otago resident native fish – threat
	status
	• 1B: Water supply values
	• 1C: Registered historic places
	• 1D: Spiritual and cultural beliefs, values
	and uses of significance to Kai Tahu
Schedule 2D.1	Schedule of matters to be considered when
	setting minimum flows in Schedule 2A,
	including :
	 ecological values and the need for flow
	variability
	-
	• existing water uses
	• environmental, social, cultural, recreational
	and economic costs and benefits of taking
~	and using water
Schedule 3	Schedule of human uses of Otago's aquifers:
	• 3A: Human uses of particular aquifers
	• 3B: Ground water takes for the purpose of
	community water supply
Schedule 4C.1	Schedule of matters to be considered when
	setting maximum allocation limits for aquifers,
	including:
	e
	• Interaction with surface water bodies and
	• Interaction with surface water bodies and their values
Schedule 4C 2	their values
Schedule 4C.2	their values Schedule of matters to be considered when
Schedule 4C.2	their valuesSchedule of matters to be considered when setting restriction levels for aquifers, including
Schedule 4C.2	their valuesSchedule of matters to be considered when setting restriction levels for aquifers, including• Interaction with surface water and their
	their values Schedule of matters to be considered when setting restriction levels for aquifers, including • Interaction with surface water and their values.
Schedule 4C.2 Schedule 6	their valuesSchedule of matters to be considered when setting restriction levels for aquifers, including• Interaction with surface water and their
	their values Schedule of matters to be considered when setting restriction levels for aquifers, including • Interaction with surface water and their values. Water bodies where damming is prohibited
Schedule 6	their values Schedule of matters to be considered when setting restriction levels for aquifers, including • Interaction with surface water and their values.
Schedule 6	their values Schedule of matters to be considered when setting restriction levels for aquifers, including • Interaction with surface water and their values. Water bodies where damming is prohibited Water bodies sensitive to suction dredge



	0 1 1 1 1 -	
	Schedule 15:	Table 15.2 specifies receiving water numerical
	• Table 15.2	limits and targets for surface water bodies, and
	• Table 15.3	Table 15.3 will specify aquifer contaminant
		concentration limits
Policy A3	Policies 7.B –	Policies that set up the discharge rule
[consents and	7.D	framework and guide consent decision making
rules]	Rules 12.A –	All discharge rules, including for permitted and
, mesj	12.C	consented discharge activities.
	12.0	Rule 12.B.3.1 reserves discretion on treatment
		options, which enables best practicable options
		to be considered.
	Method 15.5	Codes of practice and environmental
		management systems.
Policy A4	Not applicable.	This interim direction was added by
[interim		Amendment 1 in 2011, and deleted when Plan
direction]		Change 6A (Water Quality) became operative
,		on 1 May 2014.
B. Water Quantit	V	
Objective B1	Chapter 4	Kai Tahu ki Otago: water perspective sets out
[Safeguards in		their approach to resource management and
managing taking,		identifies issues of significance to Kai Tahu in
		-
using, damming	01 \cdot \cdot $5.2.1$	managing water resources.
or diverting	Objective 5.3.1	Maintain or enhance natural and human use
water]		values of lakes and rivers
	Objective 6.3.1	River flows to maintain life supporting
		capacity and natural character for rivers
	Objective 6.3.2A	Maintain long term groundwater levels and
		storage for aquifers
	Objective 6.3.6	Minimise any adverse downstream effects of
	0	managed flows.
	Objective 6.3.7	Minimise adverse effects from fluctuations in
		levels of controlled lakes
	Objective 10.3.1	Maintain or enhance wetlands and their
		individual and collective values
Objective D2	Objective 622	
Objective B2	Objective 6.3.3	Minimise conflict among those taking water.
[Avoiding over		Also addressed through Policies for NPSFM
allocation]		Policies B4, B5 and B6, below
Objective B3	Objective 6.3.4	Maximise opportunity for diverse consumptive
[efficient		uses of water which is available for taking.
allocation and		
use]		
Objective B4	Objective 5.3.1	Maintain or enhance natural and human use
[significant	, ·-·	values of lakes and rivers
wetland values	Objective 10.3.1	Maintain or enhance wetlands and their
and outstanding		individual and collective values
freshwater bodies	Objective 10.2.2	
resummer Doules	Objective 10.3.2	Recognise and sustain regionally significant
	e e	wetlands



	Policy 10.4.1	Identifies Otago's regionally significant wetland values
	Schedule 9	Identified regionally significant wetlands and wetland management areas
Policy B1 [freshwater	Policy 5.4.2	Prefer avoidance of adverse effects on natural and human use values
quantity objectives]	Policy 6.4.0	Integrated resource management: understanding hydrological characteristics when managing water taking, including interrelationships between adjoining bodies of water.
	Policy 6.4.0A	Ensure the quantity of water granted is no more than that required for the purpose of use, taking into account matters including local climate and efficiencies.
	Rules 12.1	Rules for take and use of surface water.
	Rules 12.2	Rules for take and use of ground water
	Rules 12.3	Rules for damming and diversion
	Schedule 2	The schedules identify that 'any other relevant
		matter' to give effect to Part 2 of the Resource
		Management Act will be considered. This
		includes detail provided in the NPSFM under
	~	CA. National Objectives Framework.
	Schedule 4	The schedules identify that 'any other relevant matter' to give effect to Part 2 of the Resource Management Act will be considered. This includes detail provided in the NPSFM under
Dalian D2	Delieu 6 4 1 A	CA. National Objectives Framework.
Policy B2 [efficient	Policy 6.4.1A	Management of groundwater connected to surface water
allocation and	Policy 6.4.2	Primary allocation and primary allocation
limits]	Foncy 0.4.2	limits
unusj	Policy 6.4.3	Primary allocation minimum flow
	Policy 6.4.4	Minimum flows
	Policy 6.4.5	When minimum flows will apply
	Policy 6.4.6	Exceptions for primary allocation and
	1 oney 0.1.0	minimum flows
	Policy 6.4.7	Residual flow
	Policy 6.4.8	Specified community water supplies exempt
		from minimum flow requirements.
	Policy 6.4.9	Supplementary allocation and supplementary minimum flow
	Policy 6.4.10	Further supplementary taking
	Policy 6.4.10A1	Groundwater allocation system
	Policy 6.4.10A2	Maximum allocation limit
	Policy 6.4.10A3	Avoiding allocation beyond limit
	Policy 6.4.10A4	When a ground water take will be no more



	1	
		than under an existing consent
	Rules 12.0	Applications for taking water - prohibited
		activity
	Rules 12.1	Taking and use of surface water
	Rules 12.2	Taking and use of ground water
	Rules 12.3	Damming or diversion of water
	Methods 15.8	Calculating allocation and applying minimum
		flows
	Methods 15.9	Resource investigations, including for
		determining minimum flows.
	Schedule 2	This schedule covers specified restrictions on
		the exercise of permits to take surface water,
		including:
		• 2A Primary allocation minimum flows and
		primary allocation
		• 2B Supplementary allocation and flows
		• 2C Aquifers where groundwater takes are
		considered as primary allocation
		• 2D Matters considered when setting
		minimum flows and allocation limits
	Schedule 4	This schedule covers the allocation and
	Selledule 1	restriction regime for groundwater
Policy B3	RMA S136	Transfer of takes are addressed initially
[transfer of take	10,012,010,0	through RMA Sections 136 and 413 [for
criteria, including		deemed permits].
efficiency]		Where the terms of Section 136(2) are not met,
- 55 5 - 5 - 5 - 5 - 5 - 5 - 5 -		a consent application is required, at which
		efficiency criteria will be applied, as for any
		consent application. Note allocation status is
		retained on transfer.
	Policy 6.4.17	Consent transfers retaining allocation status
Policy B4	Policy 6.4.0A	Allocation for the purpose of use
[efficient use	Policy 6.4.0B	Promotion of shared use and management of
methods]	roncy 0.4.0D	water
	Policy 6.4.0C	Nearest practicable source
	-	
	Policy 6.4.2A	When a primary allocation take will be no
		more than under an existing consent
	Policy 6.4.2AA	When actual taking reflects supplementary
		taking
	Policy 6.4.10A4	When a ground water take will be no more
		than under an existing consent
	Policy 6.4.11	Suspension of takes – by allocation type or
		aquifer level
	Policy 6.4.12	Water allocation committees
	Policy 6.4.12A	Water management groups
	Policy 6.4.13	Restriction of takes by Council-approved
	,	rationing regime
	1	rationing regime





	Policy 6.6.0	Promotion of shared water infrastructure
	Policy 6.6.1	Promotion of water conservation practices
	Policy 6.6.2	Promotion of water storage
	Policy 6.6.3	Promotion of co-operation
	Rules 12.1	Taking and use of surface water
	Rules 12.2	Taking and use of ground water
	Method 15.2.1-3	Liaison
	Method 15.3.1	Information about effective water utilisation
	Method 15.3.2	Information about results of monitoring water bodies
	Method 15.4.2	Advocacy and promotion to landholders and industry groups
	Method 15.5.1	Codes of practice and environmental management systems
	Methods 15.7	Deemed permits
Policy B5	Policy 6.4.1	Surface water allocation system
[no over allocation]	Policy 6.4.2	The limit set for surface water primary allocation includes surface and connected ground water takes. It was set to ensure that 'no-one is left dry' [i.e. existing consented water takes are within primary allocation, regardless of any more stringent measure set in Schedule 2A] and that water users have security regarding the allocation status of water taken, important for both economic and community wellbeing. The allocation clawback provisions in this policy enable a better alignment between allocated water and water actually taken, with limit being reduced over time to the Schedule 2A or 50% default figure, as consents are surrendered, expire, replaced, cancelled or lapsed. Catchments are therefore fully allocated. Method 15.8.1.1 sets out how the assessment is undertaken to better align paper allocation with
	Policy 6.4.2A	actual taking.When a primary allocation take will be no more than under an existing consent
	Policy 6.4.2AA	When actual taking reflects supplementary taking
	Policy 6.4.10A2	Maximum allocation limit
	Policy 6.4.10A3	Avoiding allocation beyond limit
	Policy 6.4.10A4	When a groundwater take will be no more than under an existing consent
	Rules 12.0	Applications for taking water - prohibited



		optivity		
	Rules 12.1	activity		
	Rules 12.1 Rules 12.2	Taking and use of surface water		
	Method 15.8.1	Taking and use of ground waterThese methods set out how allocation is		
	Method 15.6.1			
Dollary D6	Doliou 6 1 1	calculated, for surface and ground water.		
Policy B6	Policy 6.4.4	Determining minimum flows.		
[Phasing out over allocation]	Policy 6.4.5	 When minimum flows are applied. 'Over allocation' in Otago relates to the second concept of the NPSFM definition: a point where a freshwater objective is no longer being met. With respect to surface water, when all deemed permits (mining privileges) are replaced by RMA resource consents, by 1 October 2021 or as soon thereafter as any decision is made or appeal resolved for consent applications lodged at least 6 months prior, then the current situation where consented water taking can continue until a river dries, or a water shortage direction is issued, will cease. At that time, the Objective B1 freshwater objectives should be achieved. 		
	Method 15.8	These methods set out how allocation is		
		calculated, for surface and ground water.		
	Appendix 2	Mining privileges in respect of water (deemed permits)		
Policy B7 [interim direction]	Not applicable	This appendix shows how the operative plan provisions achieve NPSFM 2014 objectives, so interim policy direction is not needed.		
C. Integrated man	agement			
Objective C1 [Integrated management] Policy C1 [integrated management]	Proposed RPS Objective 1.1 Proposed RPS Policy 1.1.1	Recognise and provide for the integrated management of natural and physical resources to support the wellbeing of people and communities in Otago Integrated resource management		
παπαζεπιεπι j	Proposed RPS Objective 3.1 policy suite	Recognise, maintain and enhance the values of Otago's natural resources.		
	Proposed RPS Objective 3.2 policy suite	Identify, protect or enhance Otago's significant and highly valued resources.		
	Proposed RPS Objective 5.4 and Policy 5.4.5	Adverse effects of use and enjoyment of Otago's natural and physical resources are minimised.		
	Proposed RPS Methods	Various methods give effect to the above proposed objectives and policies.		



Policy C2	Proposed RPS:	Recognise and provide for the integrated
[RPS and	Objective 1.1	management of natural and physical resources
integrated		to support the wellbeing of people and
management]		communities in Otago
	Policy 1.1.1	Integrated resource management
	Objective 4.5	Urban growth and development
	Policy 4.5.1	Managing for urban growth and development, including with respect to demand for natural resources and maintenance or enhancement of significant biological diversity
	Policy 4.5.7	Integrating infrastructure with land use, including with respect to effects on the values of natural and physical resources.
	Policy 5.3.2	Plantation forestry in dry catchments
	Policy 5.4.1	Avoiding objectionable discharges
	Schedule 5	Good urban design principles, including with
	Selledule 5	respect to
CA National Ob	jectives Framework	
Objective CA1	jectives Frame work	The NOF specified approach to establish
[National and		freshwater objectives for Otago will be
other values]		incorporated as part of any relevant plan
		change.
Policy CA1		Plan change required [Annual Plan W1
[Freshwater		Regional Plan Water project].
management units]		
Policy CA2		Undertaken through plan changes, including
[Fmu process]		Annual Plan W1 Regional Plan Water project.
Policy CA3		Plan change required [Annual Plan W1
[Compulsory		Regional Plan Water project].
values]		Regional I fail Water projectj.
Policy CA4		Likely to not apply, as Otago freshwater
Bottom line		objectives do not fall into this category.
transition]		
CB. Monitoring	plans	
Objective CB1	Annual Plan W2	SoE monitoring projects.
[Monitoring]		see monitoring projects.
Policy CB1	Annual Plan W2	SoE monitoring projects.
[Monitoring		see monitoring projects.
plan]		
	for freshwater takes	s and contaminants
Objective CC1	Chapter 19	Monitoring and review.
[Information]	Method 15.3	Information channels
Policy CC1	Annual Plan W2	SoE related projects.
[Accounting		
[Accounting system]		
system		



Dalian CC2	Mathed 15 2 2	Council's Woton Info mahaita manidas links to
Policy CC2	Method 15.3.2	Council's Water Info website provides links to
[Publicising		a range of monitoring data.
information]		NOF monitoring data collected by Council is
		shared with LAWA (Land and Water
		Aotearoa). State of the Environment reports are
		also prepared for water users and the wider
		public.
	a roles & interests	
Objective D1	Chapter 4	Kai Tahu ki Otago: water perspective sets out
[Tangata whenua		their approach to resource management and
roles and		identifies issues of significance to Kai Tahu in
interests]		managing water resources.
	Objective 5.3.1	Maintain or enhance natural and human use
	5	values, identified in Schedule 1D, supported by
		lakes and rivers.
	Objective 5.3.2	Maintain or enhance spiritual and cultural
		beliefs, values and uses of significance to Kai
		Tahu, identified in Schedule 1D, supported by
		lakes and rivers
	Objective 6.3.5	Minimise adverse effects on the quality of
	Objective 0.5.5	
		receiving water, including its ecology and
		mauri, where such water is subject to any new
		inter catchment transfer.
	Objective 7.A.2	Enables discharges in a way that maintains
		water quality and supports natural and human
		use values, including Kai Tahu values
Policy D1	Policy 5.4.4	Promotes opportunities for involvement by Kai
[Working with iwi		Tahu in resource consent processing.
and hapu]		Ongoing involvement in fresh water
		management is addressed through the leaders
		level forum Te Roopu Taiao, and at the plan
		development and consenting levels through
		Memoranda, contracts and ongoing liaison.
	Policy 7.B.2	Avoid objectionable discharges of
		contaminants to maintain natural and human
		use values, including Kai Tahu values
	Policy 7.B.4	When considering any discharge have regard
		to any potential adverse effects on use of
		any proximate coastal marine area for contact
		recreation and seafood gathering.
	Policy 7.B.5	When considering any discharge of water from
		one catchment to another, have regard to Kai
		Tahu values.
	Policy 7.B.6	When assessing any consent to discharge
	-	contaminants to water, consider the need for
		and extent of any zone for physical mixing,
		within which water will not meet the
		characteristics and limits described in Schedule
	1	characteristics and mints described in Schedule





	Rules in Chapters 12 and 13 Restricted discretionary activity discretions	 15, by taking account of, amongst other matters: sensitivity of the receiving environment natural and human use values, including Kai Tahu values natural character of the water body. Throughout the rules, discretions are typically phrased as: Any adverse effects of the activity on any natural and human use value identified in Schedule 1 for any affected water body; or Any adverse effect of the discharge on any natural or human use value, including Kai Tahu values and use of the coastal marine area for contact recreation and seafood gathering
	Method 15.2.9	Liaison: Consultation with Kai Tahu
	Schedule 1D	 Schedule of natural and human use values: 1D: Spiritual and cultural beliefs, values and uses of significance to Kai Tahu
E. Progressive im	plementation progr	amme
Policy E1 [progressive implementation plan]	Not applicable	Council will fully implement the NPSFM before 31 December 2025, based on its current annual plan work programme.

Appendix B: Number of monitoring sites for State of the Environment Monitoring of compulsory attributes in the National Objectives Framework

				Freshwate	er Managem	nent Unit (re	eceiving wat	er group) ¹
Compulsory national value	Compulsory attribute	Measure	Freshwater body type	Receivin g Water Group 1 (Rivers)	Receivin g Water Group 2 (Rivers)	Receivin g Water Group 3 (Rivers)	Receivin g Water Group 4 (Lakes)	Receivin g Water Group 5 (Lakes)
Ecosystem health	Phytoplankton	Biomass (chlorophyll <i>a</i>)	Lakes	-	-	-	8	8
Ecosystem health	Total nitrogen	Concentration	Lakes	-	-	-	8	8
Ecosystem health	Total phosphorus	Concentration	Lakes	-	-	-	8	8
Ecosystem health	Periphyton	Biomass (chlorophyll <i>a</i>)	Rivers	2	5	1	-	-
Ecosystem health	Nitrate (toxicity)	Concentration	Rivers	$\begin{array}{c} 20\\ (1\\ \text{NIWA})^2 \end{array}$	47 (5 NIWA)	4 (2 NIWA)	-	-
Ecosystem health	Ammonia (toxicity)	Concentration	Lakes & rivers	20 (1 NIWA)	47 (5 NIWA)	4 (2 NIWA)	8	8
Ecosystem health	Dissolved oxygen	Concentration	Rivers (below point sources)	0	0	0	-	-
Human health for recreation	E. coli	Concentration	Lakes & rivers	20 (1 NIWA)	47 (5 NIWA)	4 (2 NIWA)	8	8
Human health for recreation	Cyanobacteria - planktonic	Biovolume	Lakes and lake- fed rivers	-	-	-	3	0

1 Schedule 15 Table 15.2 Regional Plan: Water for Otago, refer to Map 1, following page 2

Site monitored by NIWA





Map 1: Receiving Water Groups [Map 15.1 Water Plan]





REPORT

Subject:	Plan Change 1D: Flow Requirements for Water Takes
Date:	1 February 2017
Prepared By:	Fraser McRae
Prepared For:	Policy Committee
Report Number:	2017/0621
Document ID:	A976978

1. Précis

The Annual Plan sets out ORC's work programme for developing plan provisions managing water quantity including setting minimum flows and other flows that give effect to the National Policy Statement for Freshwater Management 2014 (NPSFM). This report discusses the project addressing setting other flows, referred to as residual flows.

2. Requirement to manage water quantity

The National Policy Statement for Freshwater Management requires ORC to set environmental flows and/or levels for all freshwater management units. This includes an allocation limit and a minimum flow (or other flow) for rivers.

The Regional Plan: Water for Otago (Water Plan) has included provisions relating to default and catchment specific minimum flows, water levels and allocation limits, and provisions for consent specific residual flows, since it became operative on 1 January 2004.

Updating the water management regime involves the plan change process, being:

- 1. Initial consultation with the community to exchange knowledge and define values, including issues and opportunities.
- 2. Development of options with assessment of effects.
- 3. Assessment of costs and benefits of options as part of final decision for preferred option.
- 4. Further consultation with community on preferred option.
- 5. Undertake plan change process, RMA First Schedule.

3. Water Plan work programme

The purpose of the various projects in this program is to undertake a series of plan changes to ensure that the Water Plan continues to meet community expectations and statutory requirements for water management.

The use of minimum flows within the water plan is necessary for those rivers where a tailored water quantity management regime is more appropriate than any default provisions in the Water Plan. In other rivers and tributaries consent specific residual flow limits to manage those takes are more appropriate.



These are most often needed when water is taken from a tributary. The water take may still meet the minimum flow for the wider catchment, but without a condition of consent requiring a flow of water to remain in the tributary downstream, the tributary could run dry. This can adversely affect other water users, and can have adverse environmental, cultural, and social effects.

The Water Plan currently includes residual flows to protect in stream ecological values and natural character, and can also require other flows to take into account downstream permitted and consented water users.

The purpose of the plan change is to improve the parts of the plan relating to these flow requirements. In particular, how flow requirements are assessed in water permit applications and when flow requirements may be needed.

The priority is to have the full water quantity management regime for all rivers and tributaries affected by deemed permits operative by 2018. This will provide certainty regarding the relevant regime for those needing to replace deemed water permits with resource consents, before October 2021, will know what information is required.

3.1 Plan Change 1D: Flow Requirements for Water Takes

This plan change was discussed in an earlier workshop, along with other changes setting minimum flows in the Manuherikia, Cardrona, Arrow and Upper Clutha/Mata-Au. The conclusion of this discussion sought the acceleration of this change as part of ensuring those seeking to replace deemed permits were well informed prior to 2021.

Consequently, the work program was adjusted with Plan Change 1D being proceeded with. As noted, elsewhere [Item 3.3 Director's report on Policy Progress January 2017] the schedule for public consultation has been notified to all holders of consents to take water and other interested parties.

4. Recommendation

That the report is received.

Fraser McRae Director Policy Planning and Resource Management



REPORT

34

Subject:	Director's report on Policy Progress January 2017
Date:	20 January 2017
Prepared By:	Director Policy, Planning and Resource Management
Prepared For:	Policy
Report Number:	2017/0575
Document ID:	A969844

This directorate report contributes towards:

Strategic Plan Goals:

- 1. Active resource stewardship
- 2. Active regional partnerships
- 3. Realisation of new opportunities

Annual Plan Projects

G: Governance & Community

- L: Land
- P: Policy Development
- T: Transport
- W: Water

Proposed Regional Policy Statement:

- 1. Resource management is integrated
- 2. Kai Tahu values and interests are recognised and kaitiakitaka is expressed
- 3. The values of Otago's natural resources are recognised, maintained and enhanced
- 4. Communities in Otago are resilient, safe and healthy
- 5. People are able to use and enjoy Otago's natural and built environment

1. POLICY RESPONSES

1.1 National Policies, Strategies and Plans

The following were received over the eleven week period to 20 January 2017:

Agency	Number	Document
Ministry for Business,		MBIE - Draft New Zealand Energy
Innovation and	1	Efficiency and Conservation Strategy
Employment		2017-2022



The following responses were made over the eleven week period:

The following responses Proposal	Response Type	Issues
How Climate Change	Feedback	ORC's feedback noted incorporating
Affects Local	recublick	climate change implication in to urban
Government		design and land use decisions, and the
document (Local		need for better regulatory alignment and
Government New		flexibility for responding to natural
Zealand)		hazards risk and climate change,
		particularly between key tools such as
		the RMA and the Building Act.
Proposed Marine	Submission	ORC supports the appropriate
Protected Areas for	Submission	protection of the coastal marine area.
New Zealand's South		The submission outlined the three ORC
Island South-East		documents which relate to the use and
Coast – public		protection of the coastal marine area,
consultation document		that being the operative and proposed
2016 (Department of		regional policy statements and the
Conservation)		Regional Plan: Coast for Otago. The
		submission also provided information of current ORC authorised activities within
		the coastal marine area which may be
		located within the proposed marine
		protected areas. ORC submitted the
		strategy must differentiate between
		acceptable and authorised activities that
		may occur within they proposed marine
	T 11 1	protected areas.
Consultation for	Feedback	ORC's feedback supported the draft
Revised Policy for		generic permission. It noted that with
managing the		the proposed marine protected areas for
commercial use of		the Otago coast, it will be important to
Undaria pinnatifida		ensure the draft generic permission and
(exotic Asian seaweed		the proposed marine protected areas,
– classified an		should they become operative, do not
unwanted organism		created any inconsistencies in how they
under the Biosecurity		are administered.
Act 1993). (Ministry		
for Primary		
Industries)		
Block Offer for	Feedback	ORC's feedback outlined the policies of
Petroleum Exploration		the proposed Regional Policy Statement
(Ministry Business,		for enabling petroleum exploration as
Innovation and		well as managing adverse effects. It
Employment)		also noted the proposed marine
		protected areas strategy being
		considered for coastal Otago and that
		any permits should be mindful of this.



1.2 Territorial Authority and Regional Authority Plan Changes and Resource Consent Applications

The following were received over the eleven week period to 20 January 2017:

Agency	Number Received	Document
CODC	1	Resource Consent
QLDC	8	Resource Consent
DCC	2	Resource Consent
QLDC	1	Resource Consent - Special Housing Area

The following responses were made over the eleven week period:

Proposal	Response Type	Issues
Nil.		

1.3 Other Proposals

Proposal	Response Type	Issues
DCC Park and	Submission	ORC supports the strategy and
Recreation Strategy		expressed where the aims of the strategy
2016-2026		are reflected in the proposed Regional
		Policy Statement. ORC endorsed the
		integrated strategy approach between
		this strategy and 7 other DCC strategies,
		noting overlaps and opportunities
		presented. In this case, it is that non-
		motorised transport corridors can
		achieve not only transport needs but
		also economic and health outcomes.

1.4 National Policy Statement on Urban Development Capacity

The National Policy Statement on Urban Development Capacity (NPS - UDC) came into effect on 1 December 2016. It provides direction on planning for urban environments, and addresses the issue of land supply for urban growth.

As a consequence of Queenstown being a high growth area, Council must, for Queenstown:

- Monitor specified indicators for housing and business development capacity within 6 months (June 2017)
- Monitor indicators of price inefficiency by the end of December 2017
- Assess housing and business development capacity by the end of December 2017
- Produce a future development strategy by the end of December 2018
- Set minimum targets for sufficient, feasible development capacity and incorporate these into the regional policy statement, to be reviewed every 3 years
- Amend the proposed and operative regional policy statements without using the process in Schedule 1 of the RMA accordingly by the end of December 2018.



In December 2016, a paper was prepared for the region's Chief Executives, setting out four high level possible roles, ranging from doing the bare minimum to comply with the NPS - UDC to developing a region-wide response involving this Council. Queenstown Lakes, Central Otago and Dunedin indicated an interest in Council assuming a greater role, while Clutha and Waitaki did not see need for their participation.

Accordingly, Council will investigate and report back on how we can meet these new requirements efficiently and effectively, while adding value to the regional economy through greater involvement in urban growth management.

2. ORC: POLICY, PLANS AND STRATEGIES

2.1 Review of Regional Policy Statement

Twenty six appeals have been received on the Proposed Regional Policy Statement (RPS). In addition to most of these parties lodging an interest in becoming party to another appellant's appeal, a further 17 new parties have joined in, as provided for under Section 274 of the RMA.

The Environment Court has issued a timeline for managing appeals. The court envisages a parallel process for mediation and the sequential service of evidence. Initial mediation is to be completed by the end of February 2017. Remaining issues will continue to be mediated, as possible, while working towards commencing court proceedings in the week commencing 12 June 2017. This is a tight timeline and will require resourcing beyond that provided for in the Annual Plan.

Appeals have been lodged against almost all provisions of the Proposed RPS. These relate to the direction, content and level of detail of provisions, rather than the overall outcomes-based structure or ease of use of the document. Where possible, Council will look to resolve appeals through mediation.

Any amendment to the Proposed RPS, required to meet the new NPS-UDC, will be made without using the consultation requirements of Schedule 1 RMA. It is envisaged this will occur through mediation, or made at the time the RPS becomes operative following resolution of all appeals.

2.2 Comprehensive Water Quality Strategy

The two reports Council has commissioned (a literature review on the effects and risks from urban discharges; and a community survey on resident's interactions and expectations on water). The literature review is in its final stage of development, and will be delivered by the end of the month. The final report on the community survey has been completed, and should be received by Council and made available on Council's website:

'Waterways Research: Qualitative and Quantitative Findings', a report prepared by Versus Research for the Otago Regional Council, December 2016.

A preliminary strategic framework is being prepared, for discussion with Council and a wide range of stakeholders.





In that context, a councillor workshop on urban water quality is proposed for February 2017. It will be followed by meetings with city and district councils (councillors and staff) and with Kai Tahu, in Feb-March 2017, and an Urban Water Quality Forum, bringing together councillors, key stakeholders and technical experts, on 26 and 27 April 2017.

2.3 Biodiversity Strategy

Council is currently tendering for work to develop a Biodiversity Strategy (under Annual Plan Project L1 Biodiversity). It is envisaged that the consultant undertaking the project will assess what activities and organisations are working in the ecosystem and biological diversity field within Otago, present options for the Biodiversity Reference Group and Council to consider and then draft the strategy. Any work programme proposed will then be included with Council's review of the Long Term Plan and consulted with the community in early 2018.

2.4 Coastal Strategy

As part of Annual Plan Project W5 Coastal Strategy, an inventory of coastal information held by Council has now been completed. Some relevant background reports on coastal values, prepared as input to the review of the RPS and coastal local authority district plans, should be received by Council before being made publicly available on Council's website:

- Coastal Environment of Otago Natural Character and Outstanding Natural Features and Landscapes Assessments for:
 - o Clutha District
 - o Dunedin City
 - Waitaki District

2015 reports prepared for Otago Regional Council and each council by Mike Moore, Ryder Consulting and Read Landscapes

The background assessments to these reports also warrant placement on the website as they assess all coastal areas, from which the above reports were derived:

- *Natural Features and Natural Landscapes Assessments* for Otago Regional Council and:
 - Clutha District Council
 - Dunedin City Council
 - Waitaki District Council
 - 2015 reports prepared by Mike Moore, Ryder Consulting and Read Landscapes
- Natural Character Assessment Sheets for Otago Regional Council and:
 - Clutha District Council
 - Dunedin City Council
 - Waitaki District Council

2015 reports prepared by Mike Moore, Ryder Consulting and Read Landscapes

Copies of these reports may be made available to councillors, on request.

A review of legal responsibilities relating to coastal resource management is now being undertaken.



3 WATER QUANTITY PLANNING

3.1 Proposed Plan Change 5A Lindis: Integrated water management

Council received 1 appeal on Proposed Plan Change 5A (Lindis: integrated water management), while a further 15 Section 274 party to the proceedings notices have been lodged.

Environment Court-assisted mediation was held on 8 and 9 December 2016, with some 25 people attending. Further hydrological, cultural and ecological investigations are being undertaken as a result of this mediation:

The parties have agreed to report back to the Court by 28 April 2017 on progress and potential dates for a reconvened mediation.

3.2 Proposed Plan Change 5C: Manuherikia Catchment: Integrated water management

The science report Management Flows for Aquatic Ecosystems in the Manuherikia River and Dunstan Creek has been finalised. The summary of feedback from consultation number 1 has been completed. Consultation number 2 will take place from the 21st-23rd of March in Oturehua, Omakau and Alexandra. Option identification is being progressed. Preparation for consultation number 2 is underway. This includes background work required for option generation. KTKO has been supplied with an information package to inform their report on cultural values.

3.3 Proposed Plan Change 1D: Flow Requirements for Water Takes

The first stage of consultation for Plan Change 1D will commence at the end of February. Letters to invite permit holders of surface and connected groundwater takes and other stakeholders have just gone out.

The purpose of the plan change is to review the provisions in the Water Plan that relate to the setting of flow conditions on water takes. At the moment, conditions of consent can be placed on a water permit to ensure a flow of water remains for natural character or ecological purposes (known as a residual flow) or to ensure there is enough water for downstream permitted and consented takes.

In addition to the public drop-ins in February, the public will have the opportunity to have their say again in April and June as the plan change is developed. The plan change is anticipated to be notified July/August.

4 **REGIONAL TRANSPORT**

Regional Transport Committees

The Otago and Southland Regional Transport Committees undertook an intervention logic workshop on 20 January, to help set investment priorities for the regional land transport plans.

The next meeting of the South Island Regional Transport Committee Chairs is scheduled for 20 March.



The Government has delayed the release of its draft Government Policy Statement on Land Transport. The decision (made after the Kaikoura Earthquake) has the potential to cause extra churn and costs because the Committees need to keep to their timeline for reviewing their Regional Land Transport Plans, to meet the NZ Transport Agency's deadlines.

Queenstown Transport business case planning

Development of the integrated transport programme business case continues. This transport planning work will need to be integrated with planning aiming to give effect to the National Policy Statement on Urban Development Capacity.

5 RECOMMENDATION

- a) That the reports on the waterways research and coastal values assessments are received.
- b) That this report is noted.

Fraser McRae Director Policy Planning and Resource Management