

File: B/06/08/03

Report 08.740

Parks, Forests and Utilities Committee

Minute extract from meeting held on 23 October 2008

Wholesale Water Infrastructure Assets – Review of Insurance Policy

Resolved

That the Committee

1. *Receives the report.*
2. *Notes the content of the report.*
3. *Approves the insurance of the Water pipeline, lake and tunnel assets for earthquake damage to the maximum probable loss, with an excess of \$10M.*
4. *Notes that the total annual contribution to mitigating the risk of seismic damage to pipeline, lake and tunnel assets remain at \$750,000 adjusted annually at the forecast rate of inflation used in compiling the LTCCP.*
5. *Agrees that the balance between the annual insurance premium and the total amount budgeted for damage mitigation is added to the Earthquake Damage Repair Fund.*
6. *Notes that these provisions be reviewed every five years or if the insurance premium increases significantly more than the rate of inflation.*
7. *Notes that recommendations 3, 4, 5 and 6 are subject to the approval of the Finance, Evaluation and Risk committee meeting on 21 October.*