



DIRECTOR SHIRE SERVICES REPORT

13th June 2006

DSS8 HAT HEAD SEWERAGE
FILE: 217 AMB { Folio No. * }

SUMMARY:

Reporting on the Hat Head Sewerage System.



DESCRIPTION:

This report updates the previous reports on the Hat Head Sewerage Scheme.

Sewerage Treatment Plant

On 14th June 2006, 17 weeks of the 26-week Defects Liability Period (DLP) will have been completed. The eleven items on the DLP schedule are slowly being addressed in conjunction with the contract manager Geoff Gorton of Department of Commerce. For example, the chlorine tank was to be replaced under the DLP. The downsizing of the Chlorine tank has been negotiated instead of same size replacement. The existing size of the tank meant that the chlorine shelf life would have expired before it could be used leaving the potential to fail the EPA licence because of poor disinfection. This risk management step was taken after careful DLP negotiation and with discussions on feasibility with the chlorine suppliers. Other issues are still being addressed.

Sewerage Pumping Station

The Defects Liability Period on the Pump Station has been concluded and an extension of the period is currently being assessed on the basis of the report by Flyght on the life cycle costing of the transfer pumps.

In respect to both the Sewerage Treatment Plant and Sewerage Pumping Station, discussions are continuing to resolve the outstanding issues under the Defects Liability Period arrangements. An assessment of the EPA licence will be undertaken in July.

REPORT IMPLICATIONS:

- *Environmental*

When running efficiently and when all customer connections are complete the sewerage system will improve the environment of Hat Head.

- *Social*

The moratorium on the future development in Hat Head under DCP37 continues through the period of the DLP and the post-DLP analysis. This is likely to be complete by October 2006.

- *Economic (Financial)*

There are no economic implications from the recommendations.

- *Policy or Statutory*

There are no policy implications from the recommendations.

RECOMMENDATION:

That the information be noted.

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A P Vermeulen
DIRECTOR SHIRE SERVICES