Attachment 1 – extract from NZKS board of inquiry transcript, 20 September 2012



# **BOARD OF INQUIRY**

New Zealand King Salmon Proposal

# TRANSCRIPT OF PROCEEDINGS

## **BOARD OF INQUIRY**

**New Zealand King Salmon Proposal** 

**HEARING at BLENHEIM on 20 SEPTEMBER 2012** 

## BOARD OF INQUIRY:

Judge Gordon Whiting (Chairperson)
Environment Commissioner Helen Beaumont (Board Member)
Mr Mark Farnsworth (Board Member)
Mr Edward Ellison (Board Member)
Mr Michael Briggs (Board Member)

## LIST OF WITNESSES

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JUDGE WHITING: I have no questions, Doctor, thank you very much for your assistance.

5 DR KRKOSEK: Thank you for having me.

#### <THE WITNESS WITHDREW

[10.04 am]

MR NOLAN: I will leave you to your economics.

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MR GARDNER-HOPKINS: Sir, I think that brings us to Dr Kaye-Blake. His evidence, he only has one brief, it is found in the grey series, folder 1, tab 9.

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[10.05 am]

JUDGE WHITING: Thank you.

< WILLIAM HENRY KAYE-BLAKE, sworn

[10.06 am]

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#### < EXAMINATION BY MR GARDNER-HOPKINS

[10.06 am]

MR GARDNER-HOPKINS: Dr Kaye-Blake, is your full name William Henry Kaye-Blake.

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DR KAYE-BLAKE: It is.

MR GARDNER-HOPKINS: And have you produced a brief-of-evidence in these proceedings dated August 2012?

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DR KAYE-BLAKE: Yes I have.

MR GARDNER-HOPKINS: And do you have the qualifications and experience that you have set out in that brief-of-evidence?

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DR KAYE-BLAKE: Yes I do.

MR GARDNER-HOPKINS: Are there any corrections that you wish to make to that evidence?

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DR KAYE-BLAKE: I would like to make two please. The first one is on the front page, the title of the statement, it is not in relation to tourism and recreational effects, instead it is to economic effects.

- MR GARDNER-HOPKINS: So that is just on the front intituling page, there is just an error there, and you would like to delete 'tourism and recreational' and replace that with 'economics'?
- 5 DR KAYE-BLAKE: Yes, that's true. And then the second change is in paragraph 4.5, on the sixth line, it should read, "Result of market power with a product within elastic".
- MR GARDNER-HOPKINS: So that is page 6, paragraph 4.5, in the sixth line down, replacing the word 'elastic' with 'in elastic'?

DR KAYE-BLAKE: That's correct.

MR GARDNER-HOPKINS: And with those corrections in place, is your evidence true and correct to the best of your knowledge and belief?

DR KAYE-BLAKE: It is.

MR GARDNER-HOPKINS: And have you read the code of conduct and do you agree to comply with it?

DR KAYE-BLAKE: Yes, I do.

MR GARDNER-HOPKINS: And just by way of background, can you confirm that earlier in this process, you provided some advice to the EPA in respect of this proposal?

DR KAYE-BLAKE: Yes, I did.

- 30 MR GARDNER-HOPKINS: And can you confirm, or just very briefly summarise, the nature of that advice and that instruction that you had from the EPA?
- DR KAYE-BLAKE: Yes. The EPA asked me to review the report that

  Dr Fairgray produced. I am not sure for whom he produced it, whether
  it was King Salmon or the EPA, but I was given the results of the
  modelling that he had done and the associated report, and asked to
  review it. The report is attached as appendix A to my statement. I had
  a conversation with Dr Fairgray, we discussed the issues and then
  appendix B is the letter that I then sent to EPA essentially saying that
  Dr Fairgray had listened to my concerns and had modified his report as
  a result.
- MR GARDNER-HOPKINS: Thank you, and can you just confirm approximately when you were engaged for King Salmon for producing your evidence?

- DR KAYE-BLAKE: It was in the middle of this year, I couldn't tell you exactly when, no, sorry, in the middle of this year.
- MR GARDNER-HOPKINS: And I just have one supplementary question arising out of the discussion yesterday. You were here, Dr Kaye-Blake, for the cross-examination of Dr Fairgray and Professor Hazledine?
- 10 DR KAYE-BLAKE: Yes, I was.

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MR GARDNER-HOPKINS: And you heard the discussion about the extent to which New Zealand King Salmon, this proposal might lead to new jobs in the region?

DR KAYE-BLAKE: Yes, I did.

- MR GARDNER-HOPKINS: And you heard the differing views of Professor Hazledine and Dr Fairgray on the matter?
- DR KAYE-BLAKE: I did.
- MR GARDNER-HOPKINS: And did you hear some of the discussion and the issue raised by Professor Hazledine, I think, it doesn't appear, at least explicitly, in his written evidence, that micro business activity has no impact at the macro level. Do you recall discussion around those issues?
  - DR KAYE-BLAKE: I do recall that discussion.
- MR GARDNER-HOPKINS: Can you assist the Board with any comments you might have on this issue of micro business activity as compared to macro level activity?
- DR KAYE-BLAKE: I think what Professor Hazledine was referring to, was a 35 known problem in economics which is that there is a bit of a divide macroeconomics and microeconomics, and at the between macroeconomic level we accept that employment in the economy is really a factor of demographics. We have a certain population, a certain number of those people are between the ages - or a prime working age 40 between 15 - and I probably shouldn't put a cap on it in this room - but let's say, 55 or 65 is sort of prime working age, and those are the people who form the labour pool. And then we assume that the macro economy employs those people. So in that model, you have sort of an economy in equilibrium in which there is no spare capacity, the number 45 of people you have available is simply driven by demographics.

Attachment 2 – extract from Advisory Panel transcript, 19 April 2017

## TRANSCRIPT OF PROCEEDINGS

# MARLBOROUGH SALMON RELOCATION ADVISORY PANEL PUBLIC HEARING

HELD AT MARLBOROUGH CONVENTION CENTRE, 42A ALFRED ST, BLENHEIM, ON 19 APRIL 2017

Appointed Panel Members: Professor Peter Skelton, CNZM (Chairperson) Mr Ron Crosby Mr Alan Dormer, MNZM MR CHALMERS: Mark Pengelly owns Te Kopi, which is the Shands are still at Port Ligar

I believe, we've got Cannon Hill and Danger Point on the other side.

5 MR CROSBY: So do you still hold land in that area?

MR CHALMERS: Yes.

MR CROSBY: And do you reside there?

MR CHALMERS: No.

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MR CROSBY: All right. So are you able to assist me as to whether the pine trees that

have been shown, the pine plantations near the Blowhole Point north

and south sites, who owns those?

MR CHALMERS: Mark Pengelly.

MR CROSBY: Was that land that was acquired from Pelorus Wildlife Sanctuary Ltd?

MR CHALMERS: It was, yes.

MR CROSBY: So how old are those trees?

25 MR CHALMERS: About 40 years. They were pruned to 6 metres I think, maybe 7 metres.

MR CROSBY: So are they getting near harvest?

MR CHALMERS: They will never be harvested, there's no way that we could, we looked

at everything to try and remove them. The only way of doing it was with a whole bunch of new roads and things, which would have been destructive beyond belief, so I don't think there's any economic way of

getting them off.

35 MR CROSBY: Did you have them pruned?

MR CHALMERS: No, they were pruned right at the very beginning but it was Martin John

Shand.

40 MR CROSBY: Thank you.

CHAIRPERSON: Right, thank you, gentlemen.

MR CHALMERS: Thank you very much.

CHAIRPERSON: Thank you all for coming.

Alistair Boyle.

Attachment 3 - Mark Pengelly email, 4 May 2017

#### Julian Ironside

From:

Mark Pengelly

Sent:

Thursday, 4 May 2017 9:11 PM

To:

julian@jcironside.nz

Subject:

**Blowhole Point** 

#### Dear Julian,

I would like to inform you of the current work program at Te Kopi.

We have started the eradication of wilding pines over the entire the peninsula of Te Kopi. This has involved ground based contractors poisoning individual pine trees and some stands of pine trees. The work was started in the summer of this year and will continue again in the spring once tree growth occurs.

The two plantation blocks of pines at Paparoa Point and Blowhole Point will be aerially poisoned in November/December.

The eradication of pine trees on Te Kopi is critical step for the establishment of a nationally important wildlife sanctuary on the Te Kopi peninsula.

The eradication has been funded by the Department of Conservation and has been managed by the Sounds Restoration Trust.

Regards Mark Pengelly

Sent from my iPhone

Sent from my iPhone