

# Submission to Christchurch City Council on Draft Annual Plan, April 2008

## Proposed 24% increase in rent for Council tenants

1. At its meeting on March 27<sup>th</sup> the City Council resolved to increase rents for tenants in Council housing by 24%. I object strongly to an increase of this size.
2. **I consider that the Council's recent decision should be set aside and that the rental income from housing should be that set out in the Draft Annual Plan 2008-09, page 29, where the budgeted total rents are stated as \$12.924m.**
3. I understand that total rents of \$12.924m are an increase of about 2.5%. I do not object to such an increase because I recognise that costs for maintenance are increasing.
4. **I object very strongly to the proposed increase of 24% because:**
  - (i) Tenants, residents and ratepayers had no warning that the Council was considering an unprecedented rent increase until a day or two before the Council meeting on 27<sup>th</sup> March.
  - (ii) The Council's Social Housing Strategy (June 2007) did not indicate that the condition of the housing stock would require a huge rent increase within a year.
  - (iii) The Council's Long Term Community Plan 2006-2016 indicated rent increases of only about 2.5% a year.
  - (iv) Using rent from tenants to build a fund of \$34m by 2015 is a new policy on which people should be consulted, in accordance with the Local Government Act and the City Council's own policy.
5. **I urge the Council to rescind its decision of March 27<sup>th</sup> to increase rents by 24% and to keep to the rental income set out in the Draft Annual Plan with a rent increase of about 2.5%.**
6. **Tick one:**  \* I wish to speak to my submission at the hearing. ✓  
\* Please inform me of the time of the hearing so that I can attend.

Signature *M. O'Loughlin*

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P.S. *I wish to speak on my submission at the hearing M.O.L.*