

MINUTES

MINUTES OF A MEETING OF THE CHRISTCHURCH CITY COUNCIL HELD AT 2PM ON THURSDAY 27 MAY 1999, AND (MEANTIME HAVING BEEN ADJOURNED) RECONVENED AT 4PM ON FRIDAY 28 MAY 1999 AND 11AM ON MONDAY 31 MAY 1999

PRESENT: 27 MAY 1999

The Mayor, Garry Moore (Chairperson).
Councillors Paddy Austin, Erin Baker, Sally Buck, David Buist,
David Close, Graham Condon, Barry Corbett, Anna Crighton,
Carole Evans, Morgan Fahey, Ishwar Ganda, Ian Howell, Alister James,
Lesley Keast, Charles Manning, Denis O'Rourke, Gail Sheriff,
Barbara Stewart, Sally Thompson, Sue Wells and Ron Wright.

APOLOGIES: Apologies for absence were received and accepted from Councillors
Carole Anderton, Robin Booth and Pat Harrow.

PRESENT: 28 MAY 1999

The Mayor, Garry Moore (Chairperson).
Councillors Paddy Austin, Erin Baker, Sally Buck, David Buist,
David Close, Barry Corbett, Carole Evans, Ishwar Ganda, Ian Howell,
Alister James, Lesley Keast, Charles Manning, Denis O'Rourke,
Gail Sheriff, Barbara Stewart, Sally Thompson, Sue Wells and
Ron Wright.

APOLOGIES: Apologies for absence were received and accepted from Councillors
Carole Anderton, Robin Booth, Graham Condon, Anna Crighton,
Morgan Fahey and Pat Harrow.

PRESENT: 31 MAY 1999

The Mayor, Garry Moore (Chairperson).
Councillors Paddy Austin, Erin Baker, Sally Buck (from 11.48am),
David Buist, David Close, Graham Condon, Carole Evans,
Morgan Fahey, Ishwar Ganda, Ian Howell, Alister James, Lesley Keast,
Charles Manning, Denis O'Rourke, Gail Sheriff, Barbara Stewart,
Sally Thompson, Sue Wells and Ron Wright.

APOLOGIES: Apologies for absence were received and accepted from Councillors
Carole Anderton, Robin Booth, Barry Corbett, Anna Crighton and
Pat Harrow.

1. SUPPLEMENTARY ITEMS

The Mayor referred to the following supplementary items which had been separately circulated or tabled for consideration at the present meeting:

- City Manager's report on Christchurch City Council submission on proposed amalgamation with Christchurch City and Banks Peninsula District Council.
- City Manager's report on FAMIS project.
- Report of special meeting of Strategy and Resources Committee held on 24 May to consider Jade Stadium redevelopment project and report of Works Operations/Plant and Building Services Working Party.
- Supplementary report by the Chairman of the Strategy and Resources Committee regarding economic development, and proposed Powershop.
- Report by the Chairperson of the Joint Christchurch City Council/Canterbury Regional Council Committee regarding the proposed central city bus interchange.
- Supplementary public excluded report by Chairman of Strategy and Resources Committee on agreement for electricity supply.
- Supplementary public excluded report by the Chairman of the Projects and Property Committee, regarding the reallocation of QEII capital funding for buyout of lease of Mini Golf and Fun Boats at QEII Fun Park.
- Supplementary public excluded report by Principal Policy Analyst and Property Projects Manager on central city bus interchange.

The Mayor advised that the foregoing items had not been included in the agenda for the reason that they were not available at that time, but that in each case it was essential that the reports be dealt with at the present meeting, rather than being deferred to a subsequent meeting.

It was **resolved** that all the foregoing reports be received and considered at the present meeting.

2. CONFIRMATION OF MINUTES

ORDINARY COUNCIL MEETING OF 22 APRIL 1999

Resolved: That the minutes of the ordinary Council meeting held on Thursday 22 April 1999 be confirmed.

ANNUAL PLAN COUNCIL MEETING OF 26 APRIL 1999

Resolved: That the minutes of the Annual Plan Council meeting held on Monday 26 April 1999 be confirmed, subject to the reference to the 1998 edition of the draft Plan under clause 19 being corrected to refer to the 1999 edition.

3. DEPUTATIONS BY APPOINTMENT

Nil.

4. PRESENTATION OF PETITIONS

Councillor Wells tabled a petition from local residents regarding road humps and other roading issues in Riverlaw Terrace.

It was **resolved** that the petition be referred to the Spreydon/Heathcote Community Board and the appropriate Standing Committees.

5. CORRESPONDENCE

Nil.

6. REPORT OF THE CITY MANAGER ON CHRISTCHURCH CITY COUNCIL SUBMISSION ON PROPOSED AMALGAMATION OF CHRISTCHURCH CITY AND BANKS PENINSULA DISTRICT

Moved: That the two recommendations contained in the City Manager's report be adopted.

Councillor O'Rourke moved by way of amendment "*That a submission be made to the Local Government Commission recommending that the one additional Councillor proposed should represent the whole of Banks Peninsula, including Lyttelton and Akaroa*". The amendment was seconded by Councillor Evans and when put to the meeting was declared **carried** on division no 1 by 11 votes to 10, the voting being as follows:

For (11): Councillors Buck, Condon, Corbett, Crighton, Evans, Howell, James, Manning, O'Rourke, Thompson and Wells.

Against (10): Councillors Austin, Baker, Buist, Close, Fahey, Ganda, Keast, Stewart, Wright and the Mayor.

Temporarily Absent: Councillor Sheriff.

It was further **resolved** that the Commission also be advised that, while this Council favours the creation of one single ward for the election of one Councillor representing the whole of the Peninsula, it favours the creation of two separate Community Boards within the Peninsula.

The draft submission set out in the City Manager's report was then approved, subject to the incorporation of the alterations required to reflect the foregoing resolutions.

**7. REPORT OF THE STRATEGY AND RESOURCES COMMITTEE
OF 17 MAY 1999**

Moved: That the Committee's report be adopted.

**(1) Christchurch Art Gallery
Concept Design Report**

Councillor Austin moved by way of amendment *"That a decision on the second level of car parking be deferred until the Annual Plan consultation process has been completed"*. The amendment was seconded by Councillor Condon and when put to the meeting was declared **lost** on division no 2 by 5 votes to 17, the voting being as follows:

Against (17): Councillors Buck, Buist, Close, Corbett, Crighton, Fahey, Ganda, Howell, James, Keast, Manning, O'Rourke, Sheriff, Thompson, Wells, Wright and the Mayor.

For (5): Councillors Austin, Baker, Condon, Evans and Stewart.

Councillor James moved by way of further amendment *"That recommendation 1 be amended by the deletion of all the words following the word 'programme' in the third line of the recommendation"*. The amendment was seconded by Councillor Buist and when put to the meeting was declared **lost**.

The four recommendations made by the Committee were then adopted, without amendment.

(2) Power Shop Deal

In view of the Government's recent announcement of its intention to provide a similar service, it was **resolved** that this clause be held over until precise details of the Government's proposals were available.

(3) Drivers' Licensing

Adopted.

It was **resolved** further that the Council write to the Minister of Transport expressing its disappointment at the Government's decision to exclude local authorities from the delivery of drivers licensing services.

**(11) Canterbury Development Corporation
Nomination of Councillor Directors**

Councillor Close moved:

"1. That the Council confirm its preference for a Board comprising 10 directors."

2. *That, in addition to the Mayor and Councillor Stewart, the Council also nominate Councillors Anderton, Austin and Howell for appointment as directors."*

The motion was seconded by Councillor Wright.

Councillor Buist moved by way of amendment "*That Councillor Corbett be nominated as a director in place of Councillor Anderton*". The amendment was seconded by Councillor Fahey and when put to the meeting was declared **lost**.

Councillor O'Rourke moved by way of further amendment "*That, in addition to Councillor Anderton, Councillors Buck and Thompson be nominated for appointment as additional directors*". The amendment was seconded by Councillor Sheriff and when put to the meeting was declared **lost**.

The original motion moved by Councillor Close and seconded by Councillor Wright was then put to the meeting and declared **carried**.

(14) 1999 Local Government New Zealand Conference

Adopted, subject to Councillor Wells attending the conference in place of Councillor Wright.

Report adopted as amended.

8. SUPPLEMENTARY REPORT OF THE CITY MANAGER ON NEW FINANCIAL AND MANAGEMENT INFORMATION SOLUTION (FAMIS)

Resolved: That the recommendation contained in the City Manager's report be adopted.

9. REPORT OF THE SPECIAL MEETING OF THE STRATEGY AND RESOURCES COMMITTEE OF 24 MAY 1999

Moved: That the Committee's report be adopted.

(1) Jade Stadium Redevelopment Project

Councillor O'Rourke moved by way of amendment "*That recommendation 2(b) be amended to provide:*

'Confirmation that the key assumptions relating to revenue streams identified in the business case supporting the physical development (major users, grants, naming rights etc) are acceptable to the Council, prior to a decision being made to commence the redevelopment.'"

The amendment was seconded by Councillor Stewart and when put to the meeting was declared **carried**.

The four recommendations made by the Committee were then adopted, subject to incorporation of the foregoing amendment.

(2) Report of the Works Operations/Plant and Building Services Working Party

Councillor O'Rourke moved by way of amendment *"That the words 'option A with' in the penultimate line of recommendation 2(a) be deleted so that this recommendation instead indicates a preference for one LATE to be set up"*. The amendment was seconded by Councillor Ganda and when put to the meeting was declared **lost**.

Councillor Close moved by way of further amendment *"That the final sentence in recommendation 6 be amended to provide for the appointment of Mr Bernie O'Brien, with up to two or three other external members to be co-opted if required by decision of the Chairmen of CCHL, Strategy and Resources and Projects and Property Committees"*. The amendment was seconded by Councillor Wright and when put to the meeting was declared **carried**.

The six recommendations made by the Committee were then adopted, subject to incorporation of the foregoing amendment relating to recommendation 6.

Report adopted as amended.

10. SUPPLEMENTARY REPORT BY THE CHAIRMAN OF THE STRATEGY AND RESOURCES COMMITTEE ON PROPOSED ECONOMIC DEVELOPMENT FUND AND POWER DEAL SHOP

Moved: That the Chairman's report be adopted.

(1) Proposed Economic Development Fund

It was **resolved**:

1. That the consultation process outlined in the report be approved.
2. That the Council consult a wide range of interest groups as part of the Annual Plan process, including the Canterbury Manufacturers' Association, Employers' Chamber of Commerce, financial service providers, Community Employment Initiatives Group and the Council of Christian Social Services, to ensure that the criteria and governance issues are developed in conjunction with those groups which are interested and can help in ensuring a sound structure.

(2) Power Deal Shop

Received (the Council having previously resolved to defer this issue pending receipt of further details of the Government's recently announced initiative in this area).

Report adopted as amended.

11. PROPOSED REDEVELOPMENT OF JADE STADIUM

Mr Campbell Prentice presented plans of the proposed redevelopment of Jade Stadium, and answered several associated questions.

It was **resolved** that the information be received.

12. REPORT BY THE CHAIRMAN OF THE STRATEGY AND RESOURCES COMMITTEE ON APPOINTMENT OF CHAIRMAN OF CANTERBURY DEVELOPMENT CORPORATION TRUST

Resolved: That the Council appoint Councillor Alister James as Chairman of the Canterbury Development Corporation Trust.

13. REPORT OF THE PROJECTS AND PROPERTY COMMITTEE OF 14 MAY 1999

Resolved: That the Committee's report be adopted.

14. REPORT OF THE ENVIRONMENT COMMITTEE OF 13 MAY 1999

Moved: That the Committee's report be adopted.

(1) Cathedral Square – Additional Planting

Councillor Stewart moved by way of amendment "*That the following trees be retained in their present positions:*

1. *The two trees in front of the Cathedral.*
2. *The lime tree outside the Press building."*

The amendment was seconded by Councillor Baker and when put to the meeting was declared **carried**.

The recommendations made by the Committee were then adopted, subject to incorporation of the foregoing amendment.

(5) The Natural Step: A New Framework for Old Ideas

It was reported that the combined seminar for the City Services and Environment Committees regarding the application of the Natural Step framework would be held at 10am on Tuesday 15 June, in the No 2 Committee Room.

Report adopted as amended.

**15. REPORT OF THE CITY SERVICES COMMITTEE
OF 11 MAY 1999**

Resolved: That the Committee's report be adopted.

**16. REPORT OF THE SPECIAL MEETING OF THE CITY SERVICES
COMMITTEE OF 14 MAY 1999**

Resolved: That the Committee's report be received.

**17. REPORT OF THE COMMUNITY SERVICES COMMITTEE
OF 10 MAY 1999**

Moved: That the Committee's report be adopted.

(1) Community Wage Programme

It was **resolved** that this clause be referred back to the Committee.

(2) Race Relations

It was **resolved** that this clause also be referred back to the Committee, for further consultation with the other parties involved.

(3) Library Membership Review

On being put to the meeting, the recommendations contained in this clause were declared **lost** on division no 3 by 11 votes to 9, the voting being as follows:

Against (11): Councillors Buck, Close, Condon, Fahey, Ganda, James, Keast, Manning, O'Rourke, Thompson and Wells.

For (9): Councillors Baker, Buist, Corbett, Crighton, Evans, Howell, Stewart, Wright and the Mayor.

Temporarily Absent: Councillor Sheriff.

Following a further debate, it was **resolved** by the necessary three quarters of the members present pursuant to Standing Order 2.18.16 that the recommendations made by the Committee be adopted, with the exception of the proposed changes relating to residents living outside the Christchurch City boundaries.

(6.20pm Councillor Fahey retired)

Report adopted as amended.

**18. REPORT OF THE PARKS AND RECREATION COMMITTEE
OF 12 MAY 1999**

Moved: That the Committee's report be adopted.

(6) Events Noise in North Hagley Park

Councillor O'Rourke moved by way of amendment:

- "1. That some of the free access public events likely to generate noise complaints from residents be held at Queen Elizabeth II Park stadium, as well as North Hagley Park.*
- 2. That the Council include an additional policy criterion for the use of North Hagley Park in respect of events incorporating bands with a loud base beat, which will limit the number and frequency of such events; and that the Environment Committee make suitable recommendations for this purpose to the Council after comprehensive consultation with residents living near North Hagley Park."*

The amendment was seconded by Councillor Sheriff and when put to the meeting was declared **lost**.

The recommendation made by the Committee was then adopted without amendment.

Report adopted.

**19. REPORT OF THE RESOURCE MANAGEMENT COMMITTEE
OF 6 MAY 1999**

Moved: That the Committee's report be adopted.

(1) Reserve Contributions Policy Report

Adopted, subject to the item in the first bullet-point on page 190 of the agenda being amended to provide:

- *Whether any provision is to be made for public pedestrian links and/or cycleways through the site.*

Report adopted as amended.

20. REPORT BY THE CHAIRMAN OF THE RESOURCE MANAGEMENT COMMITTEE REGARDING ERRATA IN THE PROPOSED CITY PLAN

Resolved: That the Chairman's report be adopted.

21. REPORT OF THE JOINT CHRISTCHURCH CITY COUNCIL/CANTERBURY REGIONAL COUNCIL COMMITTEE OF 19 MAY 1999

Resolved: That the Committee's report be adopted.

22. REPORT OF THE HEARINGS PANEL APPOINTED TO CONSIDER PROPOSAL FOR ERECTION OF FIVE BUS SHELTERS IN CATHEDRAL SQUARE

Resolved: That the Hearings Panel's report be adopted.

23. REPORT OF THE BURWOOD/PEGASUS COMMUNITY BOARD OF 3 MAY 1999

Moved: That the Board's report be adopted.

(6) New Brighton Mall

Received.

It was **resolved** further that the Burwood/Pegasus Community Board work with the Environment Committee and the City Services Committee towards achieving a solution for the New Brighton Mall.

Report adopted as amended.

24. REPORT OF THE FENDALTON/WAIMAIRI COMMUNITY BOARD OF 4 MAY 1999

Resolved: That the Board's report be adopted.

**25. REPORT OF THE HAGLEY/FERRYMEAD COMMUNITY BOARD
OF 5 MAY 1999**

Resolved: That the Board's report be adopted.

**26. REPORT OF THE RICCARTON/WIGRAM COMMUNITY BOARD
OF 5 MAY 1999**

Resolved: That the Board's report be adopted.

**27. REPORT OF THE SHIRLEY/PAPANUI COMMUNITY BOARD
OF 5 MAY 1999**

Resolved: That the Board's report be adopted.

**28. REPORT OF THE SPREYDON/HEATHCOTE COMMUNITY BOARD
OF 4 MAY 1999**

Resolved: That the Board's report be adopted.

(Note: Councillor Stewart retired from consideration of clause 1 of the Board's report, and took no part in the discussion or voting thereon.)

29. NOTICES OF MOTION

**(1) Commencement of Proceedings to Make the Christchurch City Traffic and
Parking Alteration (No 2) Bylaw 1999**

Adopted.

**30. REPORT OF THE CANTERBURY WASTE SUBCOMMITTEE
OF 18 MAY 1999**

Resolved: That the Subcommittee's report be received.

31. RESOLUTION TO EXCLUDE THE PUBLIC (27 MAY 1999)

It was **resolved** that the resolution to exclude the public set out on pages 315-317 inclusive of the agenda be adopted, subject to the inclusion therein of reference to:

1. The report of the Canterbury Waste Subcommittee covering the following topics, such report to be considered with the public excluded pursuant to sections 7(2)(h) (Commercial Activities) and 7(2)(a) (Protection of Privacy of Natural Persons) of the Local Government Official Information and Meetings Act 1987:
 - Regional Landfill Progress Report
 - Cost report
 - Confirmation of minutes of meeting of 16 March 1999
 - Final approval of Fifth Schedule costs
 - Directors' Remuneration
 - Alternate Directors
 - Environment Canterbury Ltd: Statement of Corporate Intent
 - Environment Canterbury Ltd: Payment of Calls on Capital
2. The report of the Principal Policy Analyst and Property Projects Manager on the proposed central city bus interchange, such report to be considered pursuant to section 7(2)(i) (Conduct of Negotiations) of the Local Government Official Information and Meetings Act 1987.

It was further **resolved** that Mark Bachels and Ian McChesney of the Canterbury Regional Council staff be permitted to remain at the meeting following the exclusion of the public, because of the special knowledge possessed by them regarding the proposed central city bus interchange.

32. RESOLUTION TO EXCLUDE THE PUBLIC (31 MAY 1999)

At the reconvened meeting on 31 May 1999 it was further **resolved** that Mr Denis Sheard, Buddle Findlay, remain at the meeting while the public were excluded, in view of the assistance to be provided by him to the Council in its deliberations regarding the proposed central city bus interchange.

CONFIRMED THIS 24TH DAY OF JUNE 1999

MAYOR

**MINUTES OF A MEETING OF THE CHRISTCHURCH CITY COUNCIL
HELD AT 2PM ON THURSDAY 27 MAY 1999,
AND (MEANTIME HAVING BEEN ADJOURNED)
RECONVENED AT 4PM ON FRIDAY 28 MAY 1999
AND 11AM ON MONDAY 31 MAY 1999**

- PRESENT:** **27 MAY 1999**
The Mayor, Garry Moore (Chairperson).
Councillors Paddy Austin, Erin Baker, Sally Buck, David Buist,
David Close, Graham Condon, Barry Corbett, Anna Crighton,
Carole Evans, Morgan Fahey, Ishwar Ganda, Ian Howell, Alister James,
Lesley Keast, Charles Manning, Denis O'Rourke, Gail Sheriff,
Barbara Stewart, Sally Thompson, Sue Wells and Ron Wright.
- APOLOGIES:** Apologies for absence were received and accepted from Councillors
Carole Anderton, Robin Booth and Pat Harrow.
- PRESENT:** **28 MAY 1999**
The Mayor, Garry Moore (Chairperson).
Councillors Paddy Austin, Erin Baker, Sally Buck, David Buist,
David Close, Barry Corbett, Carole Evans, Ishwar Ganda, Ian Howell,
Alister James, Lesley Keast, Charles Manning, Denis O'Rourke,
Gail Sheriff, Barbara Stewart, Sally Thompson, Sue Wells and
Ron Wright.
- APOLOGIES:** Apologies for absence were received and accepted from Councillors
Carole Anderton, Robin Booth, Graham Condon, Anna Crighton,
Morgan Fahey and Pat Harrow.
- PRESENT:** **31 MAY 1999**
The Mayor, Garry Moore (Chairperson).
Councillors Paddy Austin, Erin Baker, Sally Buck (from 11.48am),
David Buist, David Close, Graham Condon, Carole Evans,
Morgan Fahey, Ishwar Ganda, Ian Howell, Alister James, Lesley Keast,
Charles Manning, Denis O'Rourke, Gail Sheriff, Barbara Stewart,
Sally Thompson, Sue Wells and Ron Wright.
- APOLOGIES:** Apologies for absence were received and accepted from Councillors
Carole Anderton, Robin Booth, Barry Corbett, Anna Crighton and
Pat Harrow.

33. REPORT ON PROPOSED CENTRAL CITY BUS INTERCHANGE

Consideration was given to the tabled report by the Principal Policy Analyst and Property Projects Manager on the Cashel Mall bus interchange proposal.

It was **resolved** that, following the completion of the other remaining items of business, the present meeting stand adjourned until 4pm the following day, Friday 28 May 1999, for further consideration of this report.

(8.25pm It was **resolved** that the present meeting continue until 9.08 pm)

(8.27pm Councillor Keast retired)

(8.30pm Councillor Ganda retired)

**34. REPORT OF THE STRATEGY AND RESOURCES COMMITTEE
OF 17 MAY 1999**

Moved: That the Committee's report be adopted.

(22) Agreement for Electricity Supply

Also considered in conjunction with this clause was supplementary report no 2 by the Chairman of the Strategy and Resources Committee.

In accordance with the recommendations contained in the latter report, it was **resolved**:

1. That the current agreement for electricity supply not be renewed and the Corporate Services Manager be authorised to call new tenders for the supply of electricity.
2. That the report and recommendations as to the outcome of the tenders be reported direct to the Council at its meeting on Thursday 22 July 1999.
3. That the Chairman of the Strategy and Resources Committee be authorised to make a statement to the media regarding this decision, by way of a media release.

Report adopted as amended.

**35. REPORT BY THE CHAIRMAN OF THE STRATEGY AND RESOURCES
COMMITTEE ON APPOINTMENT OF REDBUS LTD DIRECTOR**

Resolved: That the Council approve the appointment of Mr Barry McFedries to the Redbus Ltd Board.

**36. REPORT OF THE PROJECTS AND PROPERTY COMMITTEE
OF 14 MAY 1999**

Moved: That the Committee's report be adopted.

**(8) Sale of Coachman Inn and Proposals for McFarlane Properties:
North-East Quadrant, Cathedral Square**

On being put to the meeting, recommendations 1 and 2 made by the Committee were adopted without amendment. Recommendation 3 providing for the continuation of negotiations regarding the retention of the Warners and Lyttelton Times buildings was declared **lost**.

(Note: The Mayor requested that his vote against the adoption of recommendation 2 be recorded.)

Report adopted as amended.

**37. SUPPLEMENTARY REPORT BY THE CHAIRMAN OF THE PROJECTS AND
PROPERTY COMMITTEE ON REALLOCATION OF QEII CAPITAL
FUNDING FOR LEASE BUYOUT**

Adopted.

**38. REPORT OF THE CITY SERVICES COMMITTEE
OF 11 MAY 1999**

Resolved: That the Committee's report be adopted.

**39. REPORT OF THE PARKS AND RECREATION COMMITTEE
OF 12 MAY 1999**

Resolved: That the Committee's report be adopted.

**40. REPORT OF THE CANTERBURY WASTE SUBCOMMITTEE
OF 18 MAY 1999**

Resolved: That the Subcommittee's report be received.

**41. REPORT OF THE HAGLEY/FERRYMEAD COMMUNITY BOARD
OF 5 MAY 1999**

Resolved: That the Board's report be received.

**42. REPORT OF THE RICCARTON/WIGRAM COMMUNITY BOARD
OF 5 MAY 1999**

Resolved: That the Board's report be adopted.

**43. REPORT OF THE SPREYDON/HEATHCOTE COMMUNITY BOARD
OF 4 MAY 1999**

Resolved: That the Board's report be adopted.

**44. REPORT OF THE JOINT CHRISTCHURCH CITY COUNCIL/CANTERBURY
REGIONAL COUNCIL COMMITTEE OF 19 MAY 1999**

Resolved: That the Committee's report be adopted.

45. ADJOURNMENT OF MEETING

It was **resolved** that the present meeting stand adjourned until 4pm the following day, Friday 28 May 1999, for further consideration of the report on the proposed central city bus interchange.

The meeting then adjourned at 9.08pm and reconvened at 4.12pm on Friday 28 May 1999.

RECONVENED MEETING OF FRIDAY 28 MAY 1999

46. CENTRAL CITY BUS INTERCHANGE (Continued)

The report of the Officer Group Study Team on this proposal was tabled.

Members of the study team then replied to the 16 questions asked at the previous day's meeting.

Councillor O'Rourke moved "*That the Council commit to the Cashel Mall hybrid off street/on street bus interchange proposal subject to the developer agreeing to sell the site to the Council to enable the Council to build and own the development*". The motion was seconded by Councillor Thompson.

Councillor Wright moved by way of amendment "*That the officers be requested to further evaluate alternatives and possible sites and report back with detailed costings, plus details of the land area, proposed lease/purchase, source of funds and estimated total cost, with such report being submitted to the 12 October meeting of the City Services Committee*". The amendment was seconded by Councillor Wright.

Councillor James then moved that the motion be put. The motion was seconded by Councillor O'Rourke and when put to the meeting was declared **lost** on division no 4 by 9 votes to 10, the voting being as follows:

Against (10): Councillors Buist, Corbett, Evans, Howell, Manning, Sheriff, Stewart, Wells, Wright and the Mayor.

For (9): Councillors Austin, Baker, Buck, Close, Condon, Ganda, James, O'Rourke and Thompson.

The amendment moved by Councillor Wright and seconded by Councillor Howell was then put to the meeting and declared **lost** on division no 5 by 13 votes to 6, the voting being as follows:

Against (13): Councillors Austin, Baker, Buck, Close, Condon, Evans, Ganda, James, Manning, O'Rourke, Sheriff, Thompson and the Mayor.

For (6): Councillors Buist, Corbett, Howell, Stewart, Wells and Wright.

Councillor O'Rourke moved by way of further amendment "*That the Council commit to the Cashel Mall hybrid off street/on street bus interchange proposal subject to:*

1. *The developer agreeing to sell the site to the Council to enable the Council to build and own the development.*
2. *The project being funded through a combination of savings in capital and operating expenses, from City Streets budget, car parking and a contribution from the capital repayment reserve.*
3. *On the understanding that the Regional Council will meet with the City and give consideration to active measures in fares and frequency to increase patronage.*
4. *A lease to buy option being considered only if it is demonstrably more beneficial to the Council.*
5. *That the above conditions 1 to 4 be confirmed as conditions precedent after discussions with the developer at the reconvened Council meeting."*

The amendment was seconded by Councillor Thompson and when put to the meeting was declared **carried** on division no 6 by 12 votes to 6, the voting being as follows:

For (12): Councillors Austin, Baker, Close, Condon, Evans, Ganda, James, Manning, O'Rourke, Sheriff, Thompson and the Mayor.

Against (6): Councillors Buist, Corbett, Howell, Stewart, Wells and Wright.

47. FURTHER ADJOURNMENT OF MEETING

It was **resolved** that the present meeting stand further adjourned until 11am on Monday 31 May 1999, for further consideration of the proposed central city bus interchange.

The meeting than adjourned at 7.48pm, and reconvened at 11am on Monday 31 May 1999.

RECONVENED MEETING OF MONDAY 31 MAY 1999

48. CENTRAL CITY BUS INTERCHANGE (Continued)

The Mayor invited the City Manager to present further information to the Council in response to the Council's resolution of 28 May 1999. Four options were outlined to the Council:

1. That the Council lease the development.
2. That the Council purchase the land and then develop it.
3. That the Council purchase the completed development.
4. That the Council do nothing.

The City Manager outlined the financial implications of each of the options noting that option 3 (the purchase of the development) was the option favoured. The total project cost to the City Council was estimated in the region of \$19.2 million gross to \$19.6 million gross subject to the fitout being undertaken by the Council. It was noted that to assist the continuing negotiations the appointment of a special committee with power to act would be required.

Councillors sought details of the design and further financial data which was provided by the officers present and Mr Denis Sheard, Buddle Findlay.

Councillor Close moved:

"1. That the Council commit to the Cashel Mall hybrid off street/on street bus interchange proposal subject to:

(i) The developer entering into a contract to develop the bus interchange and car park and to sell the same to the Council on completion.

(ii) The contract to ensure, among other elements:

- *A total project cost to the City Council targeted at \$19.2m gross but not to exceed \$19.6m gross, that is, \$9.2m and \$9.6m net of savings in lease costs (at a 6% cost of capital).*

- *A developer's margin of 7.5% of the cost of land plus construction plus holding costs.*
 - *Fitout to be undertaken by the City Council within the overall project cost.*
 - *The Council to approve design and construction costs at appropriate stages.*
- (iii) *The project being funded through a combination of savings in capital and operating expenses from City Streets budget, car parking and a contribution from the capital repayment reserve.*
- (iv) *An understanding that the Canterbury Regional Council will meet with the City Council and give consideration to active measures in fares and frequency to increase patronage.*
2. *That a special committee be appointed with power to act in finalising the contract and to recommend to the Council a rates neutral way of funding the proposed development. The Special Committee to be Councillors Close, O'Rourke, Howell and Sheriff."*

The motion was seconded by Councillor Fahey and when put to the meeting was declared **carried** on division no 7 by 16 votes to 4, the voting being as follows:

For (16): Councillors Austin, Baker, Buck, Close, Condon, Evans, Fahey, Ganda, Howell, James, Keast, Manning, O'Rourke, Sheriff, Thompson and the Mayor.

Against (4): Councillors Buist, Stewart, Wells and Wright.

It was further agreed that this project be a supplementary proposal submitted as an addition to the Annual Plan process and that a statement to this effect be issued once the contract had been signed.

49. CONCLUSION

The meeting concluded at 12.45 pm on 31 May 1999.

CONFIRMED THIS 24TH DAY OF JUNE 1999

MAYOR