

**MINUTES OF A MEETING OF THE CHRISTCHURCH CITY COUNCIL  
HELD AT 1.45PM ON THURSDAY 25 FEBRUARY 2010  
AND AT 9.30AM ON FRIDAY 26 FEBRUARY 2010**

**PRESENT:** The Mayor, Bob Parker (Chairperson).  
Councillors Helen Broughton, Sally Buck, Ngaire Button, Barry Corbett, David Cox,  
Yani Johanson, Claudia Reid, Bob Shearing, Gail Sheriff, Mike Wall, Sue Wells,  
Chrissie Williams and Norm Withers.

**1. APOLOGIES**

Nil.

**SUSPENSION OF STANDING ORDERS**

Pursuant to Standing Order 2.1.3, it was **resolved** on the motion of the Mayor, seconded by Councillor Withers, to temporarily suspend those Standing Orders relating to debate, discussion and order of agenda items for the purpose of allowing across the table discussion of the Council.

**5. DRAFT ANNUAL PLAN 2010/11**

This item was taken at this stage of the meeting.

The Mayor moved, seconded by Councillor Withers that the Council resolves to:

- (a) Approve the rate requirement of \$269,253,956 (net of GST) for the year 2010/11.
- (b) Approve the draft Annual Plan 2010/11.
- (c) Approve in principle the amendment of the LTCCP 2009-19 to include the proposed change in the ownership and control of Christchurch City Networks Ltd.
- (d) Approve for distribution and consultation the statements of proposal for:
  - (i) the draft Annual Plan 2010/11
  - (ii) the establishment of three Council controlled organisations
  - (iii) the Council's approval of a proposed change in the ownership and control of Christchurch City Networks Ltd.
- (e) Receive the auditor's report in respect of the proposed amendment of the LTCCP 2009-19.
- (f) Adopt the following timetable for consultation:
  - public notification ("The Star", "The Press" and the Council's website) by 10 March 2010.
  - closing date for submissions is 5pm on Thursday 15 April 2010.
  - hearing of submissions will be held between Monday 10 May 2010 and Wednesday 12 May 2010.
  - council meeting to formally adopt the Annual Plan 2010/11 and other proposals being consulted on will be held on Monday 21 June and Tuesday 22 June 2010.
- (g) Authorise the General Manager Corporate Services to make any necessary amendments to the documents referred to in this resolution.

The Draft Annual Plan was then considered page by page as scheduled in the agenda:

**Schedule 1**

**Christchurch and Canterbury Tourism – Australia Campaign**

Councillor Buck moved by way of amendment:

*That the Christchurch and Canterbury Tourism funding of \$350,000 is on the basis of \$650,000 from local industry partners and \$1,000,000 from the Government. If funding from other sources is less than these amounts, the Council's contribution will be on a pro rata basis accordingly.*

The amendment was seconded by Councillor Button, and on being put to the meeting was declared **carried**.

Councillor Norm Withers declared an interest in this item and took no part in the discussion or voting thereon.

**Schedule 2**

**Bus Priority Routes (Hornby)**

Councillor Broughton moved by way of amendment:

*That the Riccarton Road - Hornby bus lane project commence in 2012/13 and be completed in 2013/14.*

The amendment was seconded by Councillor Withers, and on being put to the meeting was declared **lost** on Division No. 1 by 2 votes to 12, the voting being as follows:

**For (2):** Councillors Broughton and Withers

**Against (12):** Councillors Buck, Button, Corbett, Cox, Johanson, Reid, Shearing, Sheriff, Wall, Wells, Williams and the Mayor.

**Suburban Interchanges**

Councillor Williams moved by way of amendment:

*That the Suburban Interchange programme, as planned, be retained.*

The amendment was seconded by Councillor Johanson, and on being put to the meeting was declared **lost** on Division No. 2 by 3 votes to 11, the voting being as follows:

**For (3):** Councillors Johanson, Sheriff and Williams.

**Against (11):** Councillors Broughton, Buck, Button, Corbett, Cox, Reid, Shearing, Wall, Wells, Withers and the Mayor.

It was **resolved** that the meeting stand adjourned. The meeting recommenced at 9.35am, Friday 26 February 2010.

**Schedule 4**

**Changes to Fees and Charges**

Councillor Williams moved by way of amendment:

*That childcare facilities fees are maintained at the 2009/2010 levels.*

The amendment was seconded by Councillor Johanson, and on being put to the meeting was declared **lost** on Division No. 3 by 2 votes to 12, the voting being as follows:

**For (2):** Councillors Johanson and Williams.

**Against (12):** Councillors Broughton, Buck, Button, Corbett, Cox, Reid, Shearing, Sheriff, Wall, Wells, Withers and the Mayor.

Councillor Williams moved by way of amendment:

*That the subsidy through the Energy Strategy be increased to retain the Solar Water Heating charge at \$350.*

The amendment was seconded by Councillor Wells, and on being put to the meeting was declared **carried**.

It was **resolved** on the motion of the Mayor, seconded by Councillor Withers that Schedule 4 - Changes to Fees and Charges, as amended, be adopted.

#### **Budgets – Changes to levels of service**

The Mayor moved, by way of amendment that the Council:

- (a) *Accept changes to levels of service for the Graham Condon Recreation and Sports Centre project and the Road Safety and Cycle Safe Programme as detailed.*
- (b) *Continue to lobby NZTA for increased funding for Road Safety and Cycle Safe Programmes.*

The amendment was seconded by Councillor Withers, and on being put to the meeting was declared **carried**.

Councillor Johanson requested that his vote against the changes to the Road Safety and Cycle Safe Programme be recorded.

(The remainder of item 5 was then deferred until consideration of items 4, 3 and 2. Refer page 6 of minutes).

#### **4. OMNIBUS REPORT IN SUPPORT OF DRAFT ANNUAL PLAN 2010/11**

This item was taken at this stage of the meeting.

##### **Liability Management Policy**

It was **resolved** on the motion of Councillor Williams, seconded by Councillor Withers that the Council consider, as part of this Annual Plan, the specific conditions of borrowing for capital grants made to Trusts and Community Organisations.

##### **City Mission**

Councillor Corbett moved:

- (a) *That the Council grant \$2 million to the City Mission towards their building project and that this grant be funded by debt.*
- (b) *That it be noted that the Council, as part of this Annual Plan process, will be developing conditions around possible covenants and conditions in relation to Capital Grants made to Trusts and Community Organisations.*
- (c) *Any grant to the City Mission will be made in accordance with the specific conditions adopted by the Council.*
- (d) *This grant is also subject to confirmation that no fund raising commission or fee is payable on the Council's grant.*

The motion was seconded by the Mayor, and on being put to the meeting was declared **carried** on Division No. 4 by 13 votes to 1, the voting being as follows:

**For (13):** Councillors Buck, Button, Corbett, Cox, Johanson, Reid, Shearing, Sheriff, Wall, Wells, Williams, Withers and the Mayor.

**Against (1):** Councillor Broughton.

### Central City Business Association

Councillor Withers moved:

- (a) *That an operating grant of \$150,000 be made to the Central City Business Association to assist with the funding of their operating costs which includes the central city ambassadors for the 2010/11 and 2011/12 financial years (noting that there will be a formal review of performance before committing to the second year's funding).*
- (b) *That ongoing funding/target rate be considered during the 2012/22 LTCCP deliberations.*

The motion was seconded by the Mayor, and on being put to the meeting was declared **carried** on Division No. 5 by 10 votes to 3, the voting being as follows:

**For (10):** Councillors Broughton, Buck, Button, Corbett, Reid, Shearing, Wall, Wells, Withers and the Mayor.

**Against (3):** Councillor Johanson, Sheriff and Williams.

Councillor Cox was absent for the discussion and voting on this item.

Councillor Broughton moved:

*That the funding for public space investigation be \$150,000 in 2010/11 and \$450,000 in 2011/12.*

The motion was seconded by Councillor Button, and on being put to the meeting was declared **carried** on Division No. 6 by 11 votes to 2, the voting being as follows:

**For (11):** Councillors Broughton, Buck, Button, Corbett, Reid, Shearing, Sheriff, Wall, Wells, Withers and the Mayor.

**Against (2):** Councillors Johanson and Williams.

Councillor Cox was absent for the discussion and voting on this item.

### Purau Eastern Headland Land Purchase

Councillor Reid moved:

- (a) *That the Council make financial provision of \$1.2 million in 2010/11 to fund the purchase of a 31 hectare portion of 165 Camp Bay Road – Lot 1 DP 81018 and that this purchase be funded by debt.*
- (b) *That the Council endeavour to negotiate a conditional sale and purchase for this property, with settlement being 1 July 2010.*

The amendment was seconded by Councillor Williams, and on being put to the meeting was declared **carried** on Division No. 7 by 9 votes to 5, the voting being as follows:

**For (9):** Councillors Broughton, Button, Corbett, Johanson, Reid, Wells, Williams, Withers and the Mayor.

**Against (5):** Councillors Buck, Cox, Shearing, Sheriff and Wall.

### 3. CITY HOUSING RENT REVIEW 2010

This item was taken at this stage of the meeting.

Councillor Corbett moved:

*That the Council resolves to reduce the planned 2010 rental increase for City Housing tenants (except Whakahoia Village tenancies) from 5.7 per cent to 4.3 per cent and thereafter continue with an annual increase of 2.8 per cent plus CGPI for the years 2011, 2012, 2013 and 2014.*

The motion was seconded by the Mayor.

Councillor Button moved by way of amendment:

*That the Council maintain rents at the levels specified in paragraph 2 of the report and invest the net FMM contract savings of \$211,000 in the Housing Fund for future development, accelerated maintenance or earlier replacement.*

The amendment was seconded by Councillor Sheriff, on being put to the meeting was declared **lost** on Division No. 8 by 3 votes to 11, the voting being as follows:

**For (3):** Councillors Button, Cox and Sheriff.

**Against (11):** Councillors Broughton, Buck, Corbett, Johanson, Reid, Shearing, Wall, Wells, Williams, Withers and the Mayor.

The original motion was then put to the meeting and declared **carried** on Division No. 9 by 11 votes to 3, the voting being as follows:

**For (11):** Councillors Broughton, Buck, Button, Corbett, Johanson, Reid, Shearing, Wall, Wells, Withers and the Mayor.

**Against (3):** Councillors Cox, Sheriff and Williams.

### 2. ESTABLISHMENT OF COUNCIL CONTROLLED ORGANISATIONS

The Mayor moved that the Council resolves to:

(a) *Approve in principle the establishment of three Council-controlled organisations to be activated when appropriate opportunities arise with further Council resolution.*

(b) *Undertake consultation in respect of the proposal as part of the special consultative procedure required for the draft Annual Plan 2010/11.*

The motion was seconded by Councillor Withers, and on being put to the meeting was declared **carried** on Division No. 10 by 10 votes to 3, the voting being as follows:

**For (10):** Councillors Buck, Button, Corbett, Cox, Reid, Shearing, Wall, Wells, Withers and the Mayor.

**Against (3):** Councillors Broughton, Johanson and Williams.

Councillor Sheriff was absent for voting on this item.

**5. DRAFT ANNUAL PLAN 2010/11 (Continued)**

It was **resolved** on the motion of the Mayor, seconded by Councillor Withers, that the Council:

- (a) Approve the rate requirement of \$269,333,956 (net of GST) for the year 2010/11.
- (b) Approve the draft Annual Plan 2010/11 as amended.
- (c) Approve for distribution and consultation the statements of proposal for:
  - (i) the draft Annual Plan 2010/11
  - (ii) the establishment of three Council controlled organisations
- (d) Adopt the following timetable for consultation:
  - public notification ("The Star", "The Press" and the Council's website) to commence on 12 March 2010.
  - closing date for submissions is 5pm on Monday 19 April 2010.
  - hearing of submissions will be held between Monday 10 May 2010 and Wednesday 12 May 2010.
  - Council meeting to formally adopt the Annual Plan 2010/11 and other proposals being consulted on will be held on Monday 21 June and Tuesday 22 June 2010.
- (e) Authorise the General Manager Corporate Services to make any necessary amendments to the documents referred to in this resolution.

It was **resolved** on the motion of Councillor Shearing, seconded by the Mayor that the Council notes the changes to Revenue and Financing Policy funding sources as outlined by the General Manager Corporate Services.

Councillors Williams and Johanson asked that their votes against the motion be recorded.

**RESUMPTION OF STANDING ORDERS**

Pursuant to Standing Order 2.1.3 the Council **resolved** to lift the temporary suspension of Standing Orders.

**6. RESOLUTION TO EXCLUDE THE PUBLIC**

It was **resolved** at 2.57pm on the motion of the Mayor, seconded by Councillor Withers:

- (a) That the resolution to exclude the public set out on page 101 of the agenda be adopted.
- (b) That Bob Blythe from BECA Consultants, be allowed to remain for this item because of his specialist knowledge.

The meeting concluded at 3.16pm.

**CONFIRMED THIS 25TH DAY OF MARCH 2010**

**MAYOR**