

Finance and Performance Committee of the Whole

OPEN MINUTES

Date: Thursday 4 April 2019
Time: 9.36am
Venue: Council Chambers, Civic Offices,
53 Hereford Street, Christchurch

Present

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| Chairperson | Councillor Raf Manji |
| Deputy Chairperson | Deputy Mayor Andrew Turner |
| Members | Mayor Lianne Dalziel |
| | Councillor Vicki Buck |
| | Councillor Jimmy Chen |
| | Councillor Phil Clearwater |
| | Councillor Pauline Cotter |
| | Councillor Mike Davidson |
| | Councillor Jamie Gough |
| | Councillor Yani Johanson |
| | Councillor Aaron Keown |
| | Councillor Glenn Livingstone |
| | Councillor Tim Scandrett |
| | Councillor Deon Swiggs |
| | Councillor Sara Templeton |

4 April 2019

Principal Advisor

Carol Bellette
General Manager Finance and
Commercial

Samantha Kelly
Committee and Hearings Advisor
941 6227
samantha.kelly@ccc.govt.nz
www.ccc.govt.nz

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- Part A Matters Requiring a Council Decision**
Part B Reports for Information
Part C Decisions Under Delegation
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The agenda was dealt with in the following order.

1. Apologies

Part C

Committee Resolved FPCO/2019/00017

Committee Decision

That the apologies from Councillors East and Galloway for absence and the Mayor for lateness and early departure be accepted.

Councillor Cotter/Councillor Davidson

Carried

2. Declarations of Interest

Part B

Councillor Chen declared an interest in sections of Item 13 relating to the Riccarton Bush Trust.

Councillors Cotter and Livingstone declared an interest in the sections of Item 13 relating to the Christchurch Agency for Energy Trust.

Councillors Davidson and Gough declared an interest in the sections of Item 13 relating to Civic Building Limited.

Deputy Mayor Turner declared an interest in the sections of Item 13 relating to the Road Donald Banks Peninsula Trust.

Councillor Scandrett declared an interest in Public Excluded Item 19.

Deputy Mayor Turner and Councillor Scandrett declared an interest in Public Excluded Item 20.

The Mayor, Deputy Mayor Turner and Councillors Buck and Gough declared an interest in Public Excluded Items 25 and 26.

3. Confirmation of Previous Minutes

Part C

Committee Resolved FPCO/2019/00018

Committee Decision

That the minutes of the Finance and Performance Committee of the Whole meeting held on Thursday, 7 March 2019 be confirmed.

Councillor Manji/Deputy Mayor

Carried

4. Public Forum

Part B

There were no public forum presentations.

5. Deputations by Appointment

Part B

There were no deputations by appointment.

6. Presentation of Petitions

Part B

There was no presentation of petitions.

24. Resolution to Include Supplementary Reports

Committee Resolved FPCO/2019/00019

That the reports be received and considered at the Finance and Performance Committee of the Whole meeting on Thursday, 4 April 2019.

Public Excluded Items

25. Christchurch City Holdings Ltd – Draft Statements of Intent for the CCHL Group
26. Christchurch City Holdings Ltd - Establishment of Appointments Committee for new CCHL director

Councillor Manji/Councillor Chen

Carried

7. Capital Programme Performance Report

Committee Resolved FPCO/2019/00020

Original Staff Recommendations Accepted Without Change

Part B

That the Finance and Performance Committee of the Whole:

1. Receive the information in the Capital Programme Performance report.
2. Note that the report has now been aligned to end of month financial and delivery information, bringing it into alignment with Performance Management and Corporate Finance reporting periods.

Councillor Manji/Councillor Chen

Carried

Councillor Cotter left the meeting at 10.15am and returned at 10.18am during consideration of item 8.

Councillor Cotter left the meeting at 10.36am during consideration of item 8.

8. Performance Exceptions Reports for February 2019

Committee Resolved FPCO/2019/00021

Original Staff Recommendation Accepted Without Change

Part B

That the Finance and Performance Committee of the Whole:

1. Receives the information in the monthly Corporate Performance Exceptions Report, Level of Service Exceptions, Commentary and Performance by Activity reports for February 2019.

Councillor Gough/Councillor Templeton

Carried

Councillor Cotter returned to the meeting at 10.38am during consideration of item 10.

Councillor Gough left the meeting at 10.38am during consideration of item 10.

10. Christchurch Town Hall Project Monthly Update

Committee Resolved FPCO/2019/00022

Original Staff Recommendation Accepted Without Change

Part B

That the Finance and Performance Committee of the Whole:

1. Receives the Christchurch Town Hall Project Monthly Update.

Councillor Templeton/Councillor Davidson

Carried

Councillor Gough returned to the meeting at 10.51am during consideration of item 12.

12. Tūranga, Central Library Financial Close-out Report

Committee Resolved FPCO/2019/00023

Original Staff Recommendation Accepted Without Change

Part B

That the Finance and Performance Committee of the Whole:

1. Receive the specific information contained in the Tūranga, Central Library Financial Close-out Report.

Councillor Manji/Councillor Clearwater

Carried

Councillor Templeton left the meeting at 11.03am during consideration of item 11.

11. Capital Delivery Major Facilities Elected Member Updates

Committee Resolved FPCO/2019/00024

Original Staff Recommendation Accepted Without Change

Part B

That the Finance and Performance Committee of the Whole:

1. Receives the information within the Elected Member Updates of Capital Delivery Major Facilities projects:
 - a. Christchurch Town Hall
 - b. CSO Rehearsal Space (included in Town Hall update)
 - c. Metro Sports Facility (Joint Venture with Ōtākaro Ltd)
 - d. Lancaster Park Demolition
 - e. Linwood Pool
 - f. Hornby Library, Service Centre and South West Leisure Pool
 - g. Cathedral Square Public Realm Improvements
 - h. Old Municipal Chambers Roof Repairs
 - i. Performing Arts Precinct
 - j. Canterbury Multi-Use Arena

Councillor Manji/Deputy Mayor

Carried

The meeting adjourned at 11.04am and reconvened at 11.18am. Councillors Davidson, Gough, Johanson and Livingstone were not present at this time.

The Mayor and Councillor Gough joined the meeting at 11.19am during consideration of item 14.

14. Local Government Funding Agency - Half year report to 31 December 2018 and Draft Statement of Intent 2019/20

Committee Resolved FPCO/2019/00025

Original Staff Recommendation Accepted Without Change

Part C

That the Finance and Performance Committee of the Whole:

1. Notes the content of this report.
2. Agrees to advise the Local Government Funding Authority to finalise its Statement of Intent for the three years 2019/20, 2020/21 and 2021/22.

Councillor Manji/Deputy Mayor

Carried

Councillors Johanson and Livingstone returned to the meeting at 11.23am during consideration of item 9.

Councillor Davidson returned to the meeting at 11.25am during consideration of item 9.

9. Process for an independent review of 3 Waters delivery (as per a s17A review)

Committee Comment

1. The staff recommendations were moved and seconded with a change to resolution 1 and 4. Following further discussion a procedural motion was resolved to let the item lie on the table and the Committee requested staff provide further advice as noted below.

Staff Recommendations

That the Finance and Performance Committee of the Whole recommend to Council:

1. That a section 17A review for the 3 Waters should commence in 2019.
2. To approve option 1 as the preferred way of delivering the review, which is an independent preparation lead and process governance with internal staff support and peer-review.
3. To identify how the 3 Waters section 17A review should be funded.

4. Note that the scope of the section 17A review has to include cost-effectiveness for the Canterbury region as per the legislation and this will enable the Council to be prepared to respond to potential outcomes of the central government 3 Waters work programme.

Committee Recommendation

Part A

That the Finance and Performance Committee of the Whole recommend to Council:

1. That a section 17A review for the 3 Waters should commence immediately.
2. To approve option 1 as the preferred way of delivering the review, which is an independent preparation lead and process governance with internal staff support and peer-review.
3. Note the 3 Waters section 17A review is unbudgeted and would therefore require reprioritisation within the 3 Waters budget.
4. Note that the scope of the section 17A review should include cost-effectiveness for the Canterbury region. This will enable the Council to be prepared to respond to potential outcomes of the central government 3 Waters work programme.

Councillor Manji/Councillor Keown

Carried/Lost

Committee Decided FPCO/2019/00026

That the Finance and Performance Committee of the Whole leave the report to lie on the table until the next Finance and Performance Committee of the Whole meeting (2 May 2019) and request staff to provide additional advice on, the advantages and disadvantages of an exemption, a Draft Terms of Reference of the review, a recommendation for funding the review and information on the Mayoral Forum.

Mayor/Councillor Cotter

Carried

Councillor Clearwater requested his vote against the resolution be recorded.

16 Resolution to Exclude the Public

Committee Resolved FPCO/2019/00027

That Rob Hall, Chief Executive of Development Christchurch Limited, Joanna Norris, Chief Executive of Christchurch NZ Holdings Limited and Paul Munro, Chief Executive of Christchurch City Holdings Limited, remain after the public have been excluded for Item 23 of the public excluded agenda as they have knowledge that is relevant to that item and will assist the Council.

AND

That at 12.30pm the resolution to exclude the public set out on pages 213 to 216 of the agenda be adopted.

Councillor Manji/Mayor

Carried

Councillor Buck left for the remainder of the meeting at 1.12pm.

The meeting adjourned at 1.12pm and reconvened at 2.03pm. The Mayor and Councillors Cotter, Gough and Livingstone were not present at this time.

Councillors Gough and Livingstone returned to the meeting at 2.04pm during consideration of item 13.

Councillor Livingstone left the meeting at 2.07pm and returned at 2.08pm during consideration of item 13.

13. Council-controlled organisations: Draft Statements of Intent 2019/20 **Committee Resolved FPCO/2019/00028**

Original Staff Recommendations Accepted Without Change

Part C

That the Finance and Performance Committee of the Whole:

1. Notes that the draft Statements of Intent for 2019/20, 2020/21 and 2021/22 for Central Plains Water Trust, Christchurch Agency for Energy Trust, Civic Building Ltd, Riccarton Bush Trust and Rod Donald Banks Peninsula Trust were all received by 1 March 2019 in accordance with clause 2 of schedule 8 of the Local Government Act 2002, and all comply with the minimum content requirements of clauses 9 and 10 of schedule 8 of the Local Government Act 2002.
2. Requests that Riccarton Bush Trust includes performance targets for the annual number of visitors to Riccarton House and Bush, and for third party revenue in its final Statement of Intent.
3. Agrees that the draft Statements of Intent for Central Plains Water Trust, Christchurch Agency for Energy Trust, Civic Building Ltd, and Rod Donald Banks Peninsula Trust are acceptable to the Council in their current forms and can accordingly be finalised.

Councillor Keown/Councillor Templeton

Carried

The Deputy Mayor and Councillors Cotter, Chen, Davidson, Gough, and Livingstone declared an interest and took no part in consideration of the reports for the Council Controlled organisations they are appointed to.

Councillor Cotter returned to the meeting at 2.17pm during consideration of item 15.

15. Development Christchurch Ltd - Performance report for period December 2018 - February 2019

Committee Comment

Rob Hall, Chief Executive and Joel Lieschke of Development Christchurch limited joined the table for item 15.

Committee Resolved FPCO/2019/00029

Original Staff Recommendation Accepted Without Change

Part B

That the Finance and Performance Committee of the Whole:

1. Note the content of Development Christchurch Limited's performance report for December 2018 to February 2019.

Councillor Chen/Deputy Mayor

Carried

16 Resolution to Exclude the Public

Committee Resolved FPCO/2019/00030

Part C

That Rob Hall, Chief Executive and Joel Lieschke of Development Christchurch Limited, remain after the public have been excluded for Item 18 of the public excluded agenda as they have knowledge that is relevant to that item and will assist the Council.

AND

That Chris Mintern, of VBase Limited, remain after the public have been excluded for Item 19 of the public excluded agenda as they have knowledge that is relevant to that item and will assist the Council.

AND

That Joanna Norris, Chief Executive, Anna Elphick, Laura Dawson and Jane Carr of ChristchurchNZ Holdings Limited, remain after the public have been excluded for Item 20 of the public excluded agenda as they have knowledge that is relevant to that item and will assist the Council.

AND

That Leah Scales of Christchurch City Holdings Limited, remain after the public have been excluded for Items 25 and 26 of the public excluded agenda as she has knowledge that is relevant to those items and will assist the Council.

AND

That at 2.22pm the resolution to exclude the public set out on pages 213 to 216 of the agenda and pages 5 to 6 of the supplementary agenda number 1 and 2 be adopted.

Councillor Manji/Councillor Templeton

Carried

The public were re-admitted to the meeting at 4.54pm.

Meeting concluded at 4.54pm.

CONFIRMED THIS 2ND DAY OF MAY 2019.

**COUNCILLOR RAF MANJI
CHAIRPERSON**