

Finance and Performance Committee of the Whole

OPEN MINUTES

Date: Thursday 6 June 2019
Time: 9.34am
Venue: Council Chambers, Civic Offices,
53 Hereford Street, Christchurch

Present

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 David East
	Councillor Anne Galloway
	Councillor James Gough
	Councillor Yani Johanson – Via audio conference
	Councillor Aaron Keown
	Councillor Glenn Livingstone
	Councillor Tim Scandrett
	Councillor Deon Swiggs
	Councillor Sara Templeton

6 June 2019

Principal Advisor

Carol Bellette
General Manager Finance and
Commercial

Samantha Kelly
Committee and Hearings Advisor
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- Part A Matters Requiring a Council Decision**
Part B Reports for Information
Part C Decisions Under Delegation
-

The agenda was dealt with in the following order.

1. Apologies

Part C Committee Resolved FPCO/2019/00046

That the apology from Councillor Johanson for partial absence and the apology from Councillor Gough for early departure be received.

Councillor Cotter/Councillor Templeton

Carried

The Mayor and Deputy Mayor Turner joined the meeting at 9.35am during consideration of item 2.

2. Declarations of Interest

Part B

Deputy Mayor Turner and Councillor Scandrett declared an interest in Item 18.

Councillor Scandrett declared an interest in Public Excluded Items 23 and 31.

The Mayor, Deputy Mayor Turner and Councillors Buck and Gough declared an interest in Public Excluded Items 24 and 25.

Councillor Chen declared an interest in Public Excluded Item 26.

3. Confirmation of Previous Minutes

Part C Committee Resolved FPCO/2019/00047

That the minutes of the Finance and Performance Committee of the Whole meeting held on Thursday, 2 May 2019 be confirmed.

Councillor Manji/Councillor Templeton

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.

30. Resolution to Include Supplementary Reports

Committee Resolved FPCO/2019/00048

That the reports be received and considered at the Finance and Performance Committee of the Whole meeting on Thursday, 6 June 2019.

Public Excluded Items

31. Update on companies

Councillor Templeton/Councillor Davidson

Carried

Councillor Gough left the meeting at 9.57am during consideration of item 7.

7. Performance Exceptions Report April 2019

Committee Resolved FPCO/2019/00049

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 April 2019.

Councillor Templeton/Councillor Davidson

Carried

Councillor Gough returned to the meeting at 10am during consideration of item 8.

Deputy Mayor Turner left the meeting at 10.06am during consideration of item 8.

8. Capital Programme Performance Report

Committee Resolved FPCO/2019/00050

Original Staff Recommendation 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. Receive the information in the Watchlist Reports.
3. Request further information on specific projects or portfolios.

Councillor Swiggs/Councillor Cotter

Carried

Deputy Mayor Turner returned to the meeting at 10.14am during consideration of item 9.

9. Residents Survey Report 2018-2019

Committee Resolved FPCO/2019/00051

Original Staff Recommendation Accepted Without Change

Part B

That the Finance and Performance Committee of the Whole:

1. Receives the information in the Residents Survey Reports.

Councillor Templeton/Councillor Davidson

Carried

10. Terms of reference and governance structure for a section 17A review of the 3 Waters

Staff Recommendations

That the Finance and Performance Committee of the Whole:

1. Approve the terms of reference for the section 17A review of three waters services.
2. Approve the membership of the external governance group: Councillor James Gough, Councillor Pauline Cotter, Elena Trout, Leigh Auton and Martin Matthews.
3. Approve the appointment of the Peer Reviewer: Malcolm Morrison

Committee Resolved FPCO/2019/00052

Part C

That the Finance and Performance Committee of the Whole:

1. Approve the terms of reference for the section 17A review of three waters services.
2. Approve the membership of the external governance group: Deputy Mayor Andrew Turner, Councillor Pauline Cotter, Elena Trout, Leigh Auton and Martin Matthews.
3. Approve the appointment of the Peer Reviewer: Malcolm Morrison

Councillor Manji/Mayor

Carried

Councillors Davidson, Swiggs and Templeton requested their votes against resolution 2. be recorded.

11. Christchurch Town Hall Project Monthly Update

Committee Resolved FPCO/2019/00053

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 Manji/Councillor Swiggs

Carried

12. Capital Delivery Major Facilities Elected Members Update

Committee Resolved FPCO/2019/00054

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 Investment Case.

Councillor Davidson/Councillor Chen

Carried

13. LTP 2021-31 Programme Plan - Update May 2019

Committee Resolved FPCO/2019/00055

Original Staff Recommendation Accepted Without Change

Part B

That the Finance and Performance Committee of the Whole:

1. Note that the Long Term Plan Programme Plan approved on 2 May 2019 is being implemented by staff.
2. Note that a further report will be tabled at the July meeting of the Finance and Performance Committee of the Whole as part of the regular monthly update.

Councillor Manji/Councillor Davidson

Carried

The meeting adjourned at 11.13am and reconvened at 11.33am.

14. Central City Residential Development: Mechanisms and Incentives

Committee Comment

The staff recommendations were moved and seconded and following this an amendment was put forward. The mover and seconder of the original motion were both in agreement with the amendment which became the substantive motion and recommendation to the Council.

The Committee's recommendation was considered by the Council at its Annual Plan meeting on 25 June 2019.

Staff Recommendations

That the Finance and Performance Committee of the Whole recommends that the Council:

1. Considers providing an allocation of \$100,000 for a one year trial in its deliberations on the 2019/2020 Annual Plan meeting on 25 June 2019, to extend the current provision of advice for Central City development projects to facilitate discussions with developers and land owners on residential development opportunities and concepts.
2. Endorses a review of the Rates Remission Policy in the 2019/2020 financial year that will consider how a rates remission may be used to encourage demand for and supply of new homes in the Central City.
3. Notes that a further report will be brought to Council for discussion and to make recommendations on a wider package of mechanisms and incentives to address the barriers to residential development in the Central City.

Motion moved

That the Finance and Performance Committee of the Whole recommends that the Council:

1. Considers providing an allocation of \$100,000 for a one year trial in its deliberations on the 2019/2020 Annual Plan meeting on 25 June 2019, to extend the current provision of advice for Central City development projects to facilitate discussions with developers and land owners on residential development opportunities and concepts.
2. Agrees to a review of the Rates Remission Policy in the 2019/2020 financial year that will consider a range of options in relation to a rates remission that may be used to encourage demand for and supply of new homes in the Central City.
3. Notes that a further report will be brought to Council for discussion and to make recommendations on a wider package of mechanisms and incentives to address the barriers to residential development in the Central City.

Councillor Gough/Councillor Templeton

Carried/Lost

Amendment

That the Finance and Performance Committee of the Whole recommends that the Council:

1. Considers providing an allocation of \$100,000 for a one year trial in its deliberations on the 2019/2020 Annual Plan meeting on 25 June 2019, to extend the current provision of advice for Central City development projects to facilitate discussions with developers and land owners on residential development opportunities and concepts.

2. Request a report be brought to Council by the end of July 2019 for discussion and to make recommendations on a wider package of mechanisms and incentives to address the barriers to residential development in the Central City including consideration of the rates remission policy.

Deputy Mayor/Councillor Scandrett

Carried/Lost

Substantive Motion Committee Resolved FPCO/2019/00056

Part A

That the Finance and Performance Committee of the Whole recommends that the Council:

1. Considers providing an allocation of \$100,000 for a one year trial in its deliberations on the 2019/2020 Annual Plan meeting on 25 June 2019, to extend the current provision of advice for Central City development projects to facilitate discussions with developers and land owners on residential development opportunities and concepts.

*A division was called for resolution 1. and was declared **carried** by 12 votes to 4 votes the voting being as follows:*

For: Deputy Mayor Turner, Councillor Buck, Councillor Chen, Councillor Clearwater, Councillor Cotter, Councillor Davidson, Councillor East, Councillor Galloway, Councillor Gough, Councillor Keown, Councillor Swiggs and Councillor Templeton

Against: Councillor Manji, Mayor Dalziel, Councillor Livingstone and Councillor Scandrett

2. Request a report be brought to Council by the end of July 2019 for discussion and to make recommendations on a wider package of mechanisms and incentives to address the barriers to residential development in the Central City including consideration of the rates remission policy.

Councillor Gough/Councillor Templeton

Carried

Councillor Livingstone requested that his vote against resolution 2. be recorded.

Councillor Gough left the meeting at 12.35pm and returned at 12.45pm during consideration of item 15.

15. Closeout Report Little River Cycleway

Committee Resolved FPCO/2019/00057

Original Staff Recommendation Accepted Without Change

Part B

That the Finance and Performance Committee of the Whole:

1. Receive the information in the Project Closeout Summary for the Little River Cycleway.

Councillor Clearwater/Councillor Cotter

Carried

16. Local Government Funding Agency - Performance report for Quarter 3 - 1 January - 31 March 2019

Committee Resolved FPCO/2019/00058

Original Staff Recommendation Accepted Without Change

Part B

That the Finance and Performance Committee of the Whole:

1. Note the Quarter 3 Performance Report for the Local Government Funding Agency for the period 1 January – 31 March 2019.

Councillor Manji/Councillor Davidson

Carried

17. Civic Financial Services Annual General Meeting 2019

Committee Resolved FPCO/2019/00059

Original Staff Recommendation Accepted Without Change

Part C

That the Finance and Performance Committee of the Whole:

1. Approves the appointment of Carol Bellette, General Manager Finance and Commercial as the Council's first proxy for the Civic Financial Services Ltd Annual General Meeting to be held on 21 June 2019.
2. Approves the appointment of the Chair of the Civic Financial Services Ltd board as the Council's second proxy should the first proxy be unable to attend the Annual General Meeting.
3. Agrees that the Council's proxy votes in favour of all decisions put to a shareholder vote at the Annual General Meeting.
4. Directs Council staff to engage with Christchurch City Holdings Ltd to identify potential candidates for nomination to the Civic Financial Services Ltd board in 2020 and thereafter if appropriate and to report back to the Finance and Performance Committee of the Whole in early 2020 to seek its endorsement of nominations.

Councillor Manji/Councillor Chen

Carried

20 Resolution to Exclude the Public Committee Decided FPCO/2019/00060

Part C

That at 12.47pm the resolution to exclude the public set out on pages 590 to 593 of the agenda and pages 5 to 6 of the supplementary agenda be adopted.

Councillor Manji/Deputy Mayor

Carried

Councillor Gough left for the remainder of the meeting at 1.08pm.

The meeting adjourned at 1.09pm and reconvened at 2.02pm. The Mayor was not present at this time.

Councillor Johanson joined the meeting via audio conference at 2.02pm.

The Mayor returned to the meeting at 2.14pm during consideration of item 18.

18. ChristchurchNZ Ltd - Quarter 3 performance report for period 1 January - 31 March 2019

Committee Comment

Joanna Norris, Chief Executive and Therese Arseneau of ChristchurchNZ Limited joined the table for this item.

Committee Resolved FPCO/2019/00061

Part B

That the Finance and Performance Committee of the Whole:

1. Note ChristchurchNZ Holdings Ltd's Quarter 3 Performance Report for the period 1 January to 31 March 2019.

Councillor Chen/Councillor Swiggs

Carried

Deputy Mayor Turner and Councillor Scandrett declared an interest and took no part in consideration of this item.

19. Development Christchurch Ltd - Quarterly Status Update to June 2019

Committee Comment

1. Rob Hall, Chief Executive and Joel Lieschke of Development Christchurch Limited joined the table for this item.

Committee Resolved FPCO/2019/00062

Part B

That the Finance and Performance Committee of the Whole:

1. Notes Development Christchurch Ltd's Quarterly Status Update for June 2019.

Councillor Manji/Councillor East

Carried

20 Resolution to Exclude the Public

Committee Resolved FPCO/2019/00063

Part C

That Rob Hall, Chief Executive and Joel Lieschke of Development Christchurch Ltd, remain after the public have been excluded for Item 22. of the public excluded agenda as they have knowledge that is relevant to that item and will assist the Council.

AND

That Chris Mintern, Acting General Manager of Vbase Ltd, remain after the public have been excluded for Item 23. of the public excluded agenda as he has knowledge that is relevant to that item and will assist the Council.

AND

That Paul Munro, Chief Executive and Leah Scales of Christchurch City Holdings Ltd, remain after the public have been excluded for Items 24. and 25. of the public excluded agenda as they have knowledge that is relevant to those items and will assist the Council.

AND

That Paul Munro, Chief Executive of Christchurch City Holdings Ltd and Chris Mintern, Acting General Manager of Vbase Ltd, remain after the public have been excluded for Item 31. of the public excluded agenda as they have knowledge that is relevant to that item and will assist the Council.

AND

That at 2.51pm the resolution to exclude the public set out on pages 590 to 593 of the agenda and pages 5 to 6 of the supplementary agenda be adopted.

Councillor Manji/Councillor Davidson

Carried

The public were re-admitted to the meeting at 5pm.

Meeting concluded at 5pm.

CONFIRMED THIS 4TH DAY OF JULY 2019.

COUNCILLOR RAF MANJI
CHAIRPERSON