

### **30. Christchurch Red Zones Transformative Land Use Group - Community Member Appointments**

#### **Council Resolved CNCL/2020/00001**

That the Council:

1. Endorse the community membership of Te Tira Kāhikuhiku / the Christchurch Red Zones Transformative Land Use Consultation Group as recommended by the appointment panel as follows: Ashley Campbell, Adam Parker, Hannah Watkinson, Bill Simpson, and Jazmynn Hodder-Swain.
2. Note that the names of the Community Representatives will be released as part of planned community communication once Council has endorsed the appointments.
3. Note that this report will be immediately released, with appropriate redaction, following the confirmation of the community member appointments.

Councillor Templeton/Councillor Davidson

**Carried**

### **32. Terms and Conditions of a Proposed Loan to The Canterbury Cricket Trust**

The public excluded report with redactions was released from the public excluded agenda and considered in open meeting.

The Council commenced discussion on the released report. The considered a motion to go into Public Excluded session for consideration of part of the report. The motion was lost and the Council continued consideration of this item in open meeting.

Lee Robinson, Trustee of the Canterbury Cricket Trust joined the table for discussion on this item.

#### **Staff Recommendations**

That the Council:

1. Notes the previous decision of the Finance and Performance Committee of the Council, on 5 March 2020, granting a conditional Council loan of up to \$1,500,000 to the Canterbury Cricket Trust.
2. Resolves that the granting of the Loan to the Canterbury Cricket Trust is conditional upon:
  - a. Christchurch securing a leading role in hosting the 2021 Women's Cricket World Cup through the provision of Floodlights at the Hagley Oval.
  - b. The Canterbury Cricket Trust demonstrating that it has already secured a minimum of \$1,000,000 towards the cost of installing floodlights at the Hagley Oval.
  - c. The Canterbury Cricket Trust prepaying the equivalent of two years interest, \$40,000, upon the drawdown of the loan.

- d. The Canterbury Cricket Trust agreeing to the repayment of subsequent year's interest, \$40,000, no later than 30 March 2023, from reserves, operating surplus.
  - e. The Canterbury Cricket Trust providing a charge by way of a General Security Agreement or a Specific Security Agreement over the pavilion and lights for \$1.5 million in favour of the Council, (or equivalent instrument).
  - f. The Trust providing Council details of their fundraising strategy and an annual report on progress.
  - g. The Trust providing a letter to Council explicitly stating that the Trust will not subsequently seek that any portion of the loan be converted to a grant or written off.
3. Delegates authority to the Head of Community Support, Governance & Partnerships to make the necessary arrangements to implement this resolution noting that all loan documentation will be reviewed by Council's Financial Management and Legal Services Units.

### **Motion Moved**

That the Council:

1. Receives the report.
2. Notes the decision of the Finance and Performance Committee, on 5 March 2020 was:

*The granting of a Council loan of up to \$1,500,000 for up to four years, to the Canterbury Cricket Trust, for the installation of floodlights at the Hagley Oval, in order to secure Christchurch a leading role in the 2021 Women's Cricket World Cup, including the following terms:*

- 1.a. *Loan repayments include the principal of the loan as well as interest at a rate of Council's cost of borrowing plus 20 basis points.*
- 1.b. *The interest will be repaid at regular intervals during the term of the loan.*
- 1.c. *The principal will be repaid at the end of the term of the loan, a maximum of four years, or earlier if possible.*

*Including that the loan is conditional upon:*

- 2.a. *The loan being secured or guaranteed, on terms and conditions acceptable to the Council, so that the loan will be repaid on, or before, the term of the loan expires.*
- 2.b. *The Canterbury Cricket Trust demonstrating that it has already secured a minimum of \$1,000,000 towards the cost of installing floodlights at the Hagley Oval.*
- 2.c. *Christchurch securing a leading role in hosting the 2021 Women's Cricket World Cup.*

*Including the delegation of authority to the Head of Community Support, Governance & Partnerships to make the necessary arrangements to implement this resolution noting that all loan documentation will be reviewed by Council's Financial Management and Legal Services Units to ensure the terms and conditions are acceptable to Council, except in respect of Clause 2a which was delegated to the Chair and Deputy Chair of the Finance and Performance Committee.*

3. Resolves that the granting of the loan to the Canterbury Cricket Trust is also conditional on:

- a. The Canterbury Cricket Trust prepaying the equivalent of two years interest, \$40,000, upon the drawdown of the loan.
  - b. The Canterbury Cricket Trust agreeing to the repayment of subsequent year's interest, \$40,000, no later than 30 March 2023, from reserves, operating surplus.
  - c. The Canterbury Cricket Trust providing a charge by way of a *first ranking* General Security Agreement *and* a *first ranking* Specific Security Agreement over the pavilion and lights for \$1.5 million in favour of the Council, (or equivalent instrument).
  - d. Trust providing Council details of their fundraising strategy and an annual report on progress.
  - e. The Trust providing a letter to Council explicitly stating that the Trust will not subsequently seek that any portion of the loan be converted to a grant or written off.
4. Delegates authority to the Head of Community Support, Governance and Partnerships to make the necessary arrangements to implement this resolution noting that all loan documentation will be reviewed by Council's Financial Management and Legal Services Units.

Mayor/Councillor Templeton

**Lost**

*A division was called, and the motion was declared **lost** by 5 votes to 6 votes the voting being as follows:*

**For:** *Mayor Dalziel, Deputy Mayor Turner, Councillor Davidson, Councillor Mauger and Councillor Templeton.*

**Against:** *Councillor Chen, Councillor Chu, Councillor Coker, Councillor Gough, Councillor MacDonald and Councillor McLellan.*

## Council Resolved CNCL/2020/00002

That the Council:

1. Notes the decision of the Finance and Performance Committee, on 5 March 2020 was:

*The granting of a Council loan of up to \$1,500,000 for up to four years, to the Canterbury Cricket Trust, for the installation of floodlights at the Hagley Oval, in order to secure Christchurch a leading role in the 2021 Women's Cricket World Cup, including the following terms:*

- 1.a. *Loan repayments include the principal of the loan as well as interest at a rate of Council's cost of borrowing plus 20 basis points.*
- 1.b. *The interest will be repaid at regular intervals during the term of the loan.*
- 1.c. *The principal will be repaid at the end of the term of the loan, a maximum of four years, or earlier if possible.*

*Including that the loan is conditional upon:*

- 2.a. *The loan being secured or guaranteed, on terms and conditions acceptable to the Council, so that the loan will be repaid on, or before, the term of the loan expires.*
- 2.b. *The Canterbury Cricket Trust demonstrating that it has already secured a minimum of \$1,000,000 towards the cost of installing floodlights at the Hagley Oval.*
- 2.c. *Christchurch securing a leading role in hosting the 2021 Women's Cricket World Cup.*

*Including the delegation of authority to the Head of Community Support, Governance & Partnerships to make the necessary arrangements to implement this resolution noting that all loan documentation will be reviewed by Council's Financial Management and Legal Services Units to ensure the terms and conditions are acceptable to Council, except in respect of Clause 2a which was delegated to the Chair and Deputy Chair of the Finance and Performance Committee.*

2. Amends the delegation in respect of 2.a. to include the Mayor and that the delegation is to the Chair and Deputy Chair of the Finance and Performance Committee and the Mayor.

Councillor Davidson/Councillor MacDonald

**Carried**

Councillors Galloway and Scandrett declared an interest and took no part in the discussion or voting on this item.