



NOTICE OF MEETING

**Notice is hereby given of the Meeting of the
Invercargill City Council
to be held in the Council Chamber,
First Floor, Civic Administration Building,
101 Esk Street, Invercargill on
Monday 29 June 2020 at 3.00 pm**

Sir T R Shadbolt, KNZM JP
Cr T M Biddle (Deputy Mayor)
Cr R R Amundsen
Cr R L Abbott
Cr A J Arnold
Cr W S Clark
Cr A H Crackett
Cr P W Kett
Cr G D Lewis
Cr D J Ludlow
Cr I R Pottinger
Cr N D Skelt
Cr L F Soper

CLARE HADLEY
CHIEF EXECUTIVE

AGENDA

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2. **APOLOGIES**

3. **PUBLIC FORUM**

4. **INTEREST REGISTER**

A2279220

5. **MINUTES OF THE MEETING OF COUNCIL HELD ON 3 MARCH 2020**

A2940873

To be moved:

That the minutes of the Council Meeting held 3 March 2020 be confirmed.

6. **MINUTES OF THE MEETING OF COUNCIL HELD ON 9 JUNE 2020**

A3036247

To be moved:

That the minutes of the Council Meeting held 9 June 2020 be confirmed.

7. **MINUTES OF THE MEETING OF THE INFRASTRUCTURAL SERVICES COMMITTEE HELD ON 15 JUNE 2020**

A3045713

To be moved:

That the minutes of the Infrastructural Services Committee held 15 June 2020 be received.

8. **MINUTES OF THE MEETING OF COUNCIL HELD ON 17 JUNE 2020**

A3049437

To be moved:

That the minutes of the Council Meeting held 17 June 2020 be confirmed.

10. **MINUTES OF THE MEETING OF THE BLUFF COMMUNITY BOARD HELD ON 22 JUNE 2020**

A3056035

To be moved:

That the minutes of the Bluff Community Board held 22 June 2020 be received.

A3059056

12. **MINUTES OF THE PERFORMANCE, POLICY AND PARTNERSHIPS COMMITTEE HELD ON 22 JUNE 2020**
A3056260

To be moved:

That the minutes of the Performance, Policy and Partnerships Committee held 22 June 2020 be received.

13. **MINUTES OF THE RISK AND ASSURANCE COMMITTEE HELD ON 23 JUNE 2020**
A3056273

To be moved:

That the minutes of the Risk and Assurance Committee held 23 June 2020 be received.

Recommendation to Council:

1. That Council approach Iwi to provide a representative on the committee; and
2. That Council consider broader representation on all committees; and
3. That this position be remunerated.

9. **MINUTES OF THE MEETING OF COUNCIL HELD ON 23 JUNE 2020**
A3057961

To be moved:

That the minutes of the Council Meeting held 23 June 2020 be confirmed.

14. **DECISION ON CITY BLOCK**
A3041603

15. **MAYOR'S REPORT**
A3059047

16. **URGENT BUSINESS**

17. **PUBLIC EXCLUDED SESSION**

Moved, seconded that the public be excluded from the following parts of the proceedings of this meeting; namely

- (a) *Confirming of Minutes of the Public Excluded Session of Council held on 30 March 2020.*
- (b) *Confirming of Minutes of the Public Excluded Session of Council held on 9 June 2020.*
- (c) *Confirming of Minutes of the Public Excluded Session of Council of*

Council held on 23 June 2020.

- (d) *Receiving of Minutes of the Public Excluded Session of Infrastructural Services Committee held on 15 June 2020.*
- (e) *Receiving of Minutes of the Public Excluded Session of Audit and Assurance Committee held on 23 June 2020.*

The general subject of each matter to be considered while the public is excluded, the reason for passing this resolution in relation to each matter, and the specific grounds under Section 48(1) of the Local Government Official Information and Meetings Act 1987 for the passing of this resolution are as follows:

General subject of each matter to be considered	Reason for passing this resolution in relation to each matter	Ground(s) under Section 48(1) for the passing of this resolution
(a) Confirming of Minutes – Council 3 March 2020	Section 7(2)(h) Enable any local authority holding the information to carry on, without prejudice or disadvantage, commercial activities	Section 48(1)(a) That the public conduct of this item would be likely to result in the disclosure of information for which good reason for withholding would exist under Section 7
(b) Confirming of Minutes – Council 9 June 2020	Section 7(2)(h) Enable any local authority holding the information to carry on, without prejudice or disadvantage, commercial activities	Section 48(1)(a) That the public conduct of this item would be likely to result in the disclosure of information for which good reason for withholding would exist under Section 7
(c) Receiving of Minutes – Infrastructural Services Committee 15 June 2020	Section 7(2)(h) Enable any local authority holding the information to carry on, without prejudice or disadvantage, commercial activities	Section 48(1)(a) That the public conduct of this item would be likely to result in the disclosure of information for which good reason for withholding would exist under Section 7
(d) Confirming of Minutes – Council 23 June 2020	Section 7(2)(h) Enable any local authority holding the information to carry on, without prejudice or disadvantage, commercial activities	Section 48(1)(a) That the public conduct of this item would be likely to result in the disclosure of information for which good reason for withholding would

			exist under Section 7
(e)	Receiving of Minutes – Risk and Assurance Committee 23 June 2020	Section 7(2)(h) Enable any local authority holding the information to carry on, without prejudice or disadvantage, commercial activities	Section 48(1)(a) That the public conduct of this item would be likely to result in the disclosure of information for which good reason for withholding would exist under Section 7

**INVERCARGILL CITY COUNCIL ELECTED MEMBERS
INTEREST REGISTER**

A2279220

ELECTED MEMBERS			
NAME	ENTITY	INTERESTS	PROPERTY
RONALD LINDSAY ABBOTT	Invercargill City Council	Councillor	
	Kiwi-Pie Radio 88FM Invercargill	Director / Broadcaster	
REBECCA RAE AMUNDSEN	Invercargill City Council	Councillor	
	Arch Draught Ltd	Director	
	BP Orr Ltd	Director	
	Task Ltd	Director	
	Arts Murihiku	Trustee	
	Dan Davin Literary Foundation	Trustee/Chair	
	Heritage South	Contractor	
	Glengarry Community Action Group	Events Co-ordinator (Volunteer)	
SMAG Board	Council Representative		

**INVERCARGILL CITY COUNCIL ELECTED MEMBERS
INTEREST REGISTER**

A2279220

ALLAN JAMES ARNOLD	Invercargill City Council Ziff's Café Bar Ltd Buster Crabb Ltd Ziff's HR Ltd Ziff's Trust Southland Aero Club Invercargill Club Invercargill East Rotary	Councillor Executive Director Executive Director Executive Director Trustee Administrator Member Member Member	
TONI MARIE BIDDLE	Invercargill City Council Southland Museum and Art Gallery Trust Board McIntyre and Dick	Councillor Trustee Husband (Kris MacLellan) – Chief Executive Officer	
WILLIAM STUART CLARK	Invercargill City Council Invercargill Ratepayers Advocacy Group	Councillor Member	

**INVERCARGILL CITY COUNCIL ELECTED MEMBERS
INTEREST REGISTER**

A2279220

ALEX HOLLY CRACKETT	Invercargill City Council Ride Southland Southland Youth Futures Advisory Board Sport Southland McIntyre Dick	Councillor Chair Chair Trustee Marketing Manager	High Street Invercargill
PETER WARREN KETT	Invercargill City Council Age Concern Southland Kite Investments Limited Invercargill Harness Racing Club Board Member Ascot Consortium	Councillor Board Member Director Vice President and Life Member Member	
GRAHAM DAVID LEWIS	Invercargill City Council Bluff 2024 Rejuvenation Hospice Southland City Centre Heritage Steering Group	Councillor Officer Trustee Member	
DARREN JAMES LUDLOW	Invercargill City Council Radio Southland Healthy Families Invercargill Murihiku Maori Wardens Southland Community Law Centre Thrive Community Trust Environment Southland	Councillor Manager Board Member Board Member Board Member Trustee Lyndal Ludlow (wife) – Councillor	770 Queens Drive Invercargill

**INVERCARGILL CITY COUNCIL ELECTED MEMBERS
INTEREST REGISTER**

A2279220

IAN REAY POTTINGER	Invercargill City Council Southland Electronics Limited Santa Parade Organiser	Councillor Director Alice Pottinger (Wife)	171 Terrace Street Invercargill 9810
TIMOTHY RICHARD SHADBOLT	Invercargill City Council Kiwi Speakers Limited SIT Ambassador	Mayor Director Member	
NIGEL DEAN SKELT	Invercargill City Council Badminton New Zealand Badminton Oceania Badminton World Federation ILT Stadium Southland	Councillor Board Member Vice President Council Member (Chair of Communications and Media) General Manager	
LESLEY FRANCES SOPER	Invercargill City Council Breathing Space Southland Trust (Emergency Housing) Omaui Tracks Trust National Council of Women (NCW) Citizens Advice Bureau Southland ACC Advocacy Trust Southern District Health Board Southland Warm Homes Trust	Councillor Chair Director Secretary / Treasurer Member Board Member Employee Member Member	137 Morton Street Strathern Invercargill 24 Margaret Street Glengarry Invercargill

**INVERCARGILL CITY COUNCIL ELECTED MEMBERS
INTEREST REGISTER**

A2279220

EXECUTIVE STAFF			
NAME	ENTITY	INTERESTS	PROPERTY
CLARE HADLEY	Invercargill City Council Hadley Family Trust	Chief Executive Trustee	
CAMERON MCINTOSH	Invercargill City Council	Group Manager - Works and Services	
DAVID FOSTER	Invercargill City Council	Acting Group Manager - Finance and Corporate Services Executive Director Foster and Associates Ltd	
DARREN EDWARDS	Invercargill City Council	Group Manager - Environmental and Planning Services	
JANE PARFITT	Invercargill City Council Dementia Canterbury Charitable Trust	Interim Group Manager – Infrastructure Board Member	

MINUTES OF THE MEETING OF THE INVERCARGILL CITY COUNCIL HELD IN THE COUNCIL CHAMBER, FIRST FLOOR, CIVIC ADMINISTRATION BUILDING, 101 ESK STREET, INVERCARGILL, ON TUESDAY 3 MARCH 2020 AT 3.00 PM

PRESENT: Sir T R Shadbolt, KNZM JP
Cr R L Abbott
Cr R R Amundsen
Cr A J Arnold
Cr T M Biddle
Cr W S Clark
Cr A H Crackett
Cr P W Kett
Cr G D Lewis
Cr D J Ludlow
Cr I R Pottinger
Cr N D Skelt
Cr L F Soper

IN ATTENDANCE: Mrs G Henderson – Bluff Community Board
Mrs C Hadley – Chief Executive
Mr C A McIntosh – Group Manager - Works and Services
Mr D Edwards – Group Manager – Environmental and Planning Services
Mr D Foster – Interim Group Manager – Finance and Corporate Services
Mr A Cameron – Strategic Advisor
Ms J Conway – Manager Governance and Administration
Ms R Suter – Manager Strategy and Policy
Mr M Morris – Environmental Legal / Technical
Ms M Napper – Manager Community Development
Mrs T Amarasingha – Governance Advisor
Ms H McLeod – Interim Team Leader – Communication Services
Ms L Kuresa – Governance Officer

2. **APOLOGIES**

Nil.

3. **PUBLIC FORUM**

3.1 **ILT Stadium Southland Funding**
A28937518 & A2937519

Mel Montgomery was in attendance to speak to this item. Ms Montgomery tabled a copy of Southland Indoor Leisure Centre Charitable Trust – Summary of Financials (A2944654), and took the meeting through it.

In response to a question, Ms Montgomery explained that the Trust had recently received a letter from Council identifying that the Indoor Stadium was the only building in Invercargill suitable for emergency relief. The Trust was talking with Emergency Management to understand how that could be progressed, but there was no budget allocated at this stage.

A2940873

In response to a question, it was explained that if funding was declined by Council, the Trust would need to look closely at the repairs and maintenance already scheduled, as that would be where the first savings could be made, but it would mean that the venue would slip back in that area.

In response to a question, it was explained that the loan that was initially with Holdco was around \$1.5 million, but in 2018 the loan was taken over by ILT. The agreement at the time was that the loan would be fully repaid by March 2022.

In response to a question, it was explained that she was not sure where the \$3.1 million came from, but the debt repayment since 2018 was \$750,000. The reserves does not make up the difference to that amount.

His Worship the Mayor thanked Ms Montgomery for taking the time to present to Council.

3.2 **Assistance for Purchase of Property with Significant Natural Features in Oatara**
A2937517 & A2937755

Tim Oliver, Chairman, Geoff Davidson, Trustee of the NZ native Forests Restoration Trust and Dallas Bradley were in attendance to speak to this item. A copy of their submission had been circulated and Mr Oliver and Mr Davidson took the meeting through it.

In response to a question, it was explained that if the land was subdivided in the future, the proceeds would stay with reserves. They were not a profit making organisation.

His Worship the Mayor thanked Mr Oliver, Mr Davidson and Mr Bradley for taking the time to present to Council

4. **INTEREST REGISTER**
A2279220

Nil.

5. **REPORT OF THE INVERCARGILL YOUTH COUNCIL**
A2919994

Invercargill Youth Council 2020 Co-Chairpersons, Madison Flannery and Wilson Ludlow (Overs Group), Dominic Buckby and Brooke Brown-Ogilvy (Unders Group) introduced themselves to Council and informed of the projects they would be working on this year.

His Worship the Mayor thanked the Co-Chairperson for presenting to Council.

Moved Cr Crackett, seconded Cr Ludlow and **RESOLVED** that the report be received.

A2940873

6. **MINUTES OF THE MEETING OF COUNCIL HELD ON 28 JANUARY 2020**

A2906649

Moved Cr Soper, seconded Cr Lewis and **RESOLVED** that the minutes be approved.

7. **MINUTES OF THE EXTRAORDINARY MEETING OF COUNCIL HELD ON 11 FEBRUARY 2020**

A29020373

Moved Cr Abbott, seconded Cr Biddle and **RESOLVED** that the minutes be approved.

8. **MINUTES OF THE EXTRAORDINARY MEETING OF COUNCIL HELD ON 17 FEBRUARY 2020**

A2926479

Moved Cr Crackett, seconded Cr Biddle and **RESOLVED** that the minutes be received.

9. **MINUTES OF THE MEETING OF THE BLUFF COMMUNITY BOARD HELD ON 3 FEBRUARY 2020**

A2913084

Moved Cr Arnold, seconded Cr Lewis and **RESOLVED** that the minutes be received.

10. **MINUTES OF THE COMMUNITY SERVICES COMMITTEE HELD 10 FEBRUARY 2020**

A2918498

Moved Cr Abbott, seconded Cr Soper and **RESOLVED** that the minutes be received; and that Item 10.1 be adopted by Council.

11. **MINUTES OF THE REGULATORY SERVICES COMMITTEE HELD 11 FEBRUARY 2020**

A2920363

Moved Cr Arnold, seconded Cr Crackett and **RESOLVED** that the minutes be received; with the amendment that Cr Amundsen was in attendance at this meeting, and that the recommendation set out in Item 11.1 be adopted by Council.

12. **MINUTES OF THE INFRASTRUCTURE AND SERVICES COMMITTEE HELD 17 FEBRUARY 2020**

A2926485

Moved Cr Pottinger, seconded Cr Biddle and **RESOLVED** that the minutes be received; and that the recommendations set out in Item 12.1 be adopted by Council.

A2940873

13. **MINUTES OF THE FINANCE AND POLICY COMMITTEE HELD
18 FEBRUARY 2020**
A2927845

Moved Cr Clark, seconded Cr Biddle and **RESOLVED** that the minutes be received.

Southland Indoor Leisure Centre Charitable Trust – Request for Funding

Note: Cr Skelt declared a conflict of interest and left the room.

Cr Clark moved an amendment to replace Option 1 as set out in the minutes to Option 2.

Note: Cr Soper raised a Point of Order and said that the Committee had passed a resolution as set out in the Committee minutes. She asked for clarification as to whether Council needed to vote on that resolution and if it was voted down, then a new resolution could be voted on.

Mrs Hadley explained that a recommendation from Committee sat on the agenda in the same way as a recommendation from a staff member. If it was moved by a member at the table, in the form it was written, it became a motion. If it was moved in a slightly different manner, i.e. Cr Clark was moving the Committee's preferred option as Option 2, then Cr Clark could not speak to the Committee's preferred option. Cr Clark could move the Committee's recommendation 1, 2, 3, 4 and replace his preferred option and see if it was seconded for Council to vote on.

Cr Clark explained that Option 2 did not determine that Council goes through the Long Term Plan 2020-2021. The recommendations from the Committee was from Option 1, 2, 3 and 5 but not 4. Option 2 stated it would be a service level agreement for three years.

Mr Foster explained that it would not be unusual for Council to enter into a three year contract but given where Council was in terms of planning cycle, and in terms of such a significant item, which was an increase of 0.5% of rates. Council was a month prior to commencing public consultation when the implementation of the decision was not required until 1 July, so this was significant in terms of the sum of money that the ratepayers would need to pay.

Cr Clark said that the Indoor Stadium was a major part of infrastructure that required ongoing commitments. He had referred to the issue of not investing in repair and maintenance and Council should not be put off by the 0.5% increase in rates. He wanted to see \$300,000 funding for a three year period for the Indoor Stadium.

In response to a question, Mr Foster explained that the 0.5% increase for three years was not included in the Long Term Plan, which contained a range of costs.

Moved Cr Clark, seconded Cr Abbott that:

1. Notes that this matter was consulted on as part of the 2018 – 2028 Long-term Plan process. Council's preferred option in the Long-term Plan consultation was not to increase funding. At this time 52% of the public were opposed to any additional funding. Following deliberation Council determined to provide a one off funding amount of \$300,000 at an extraordinary meeting of Council held on 15 May 2018; and

A2940873

2. Notes that to provide the additional \$300,000 funding requested by SILCCT in their letter dated 17 January 2020 would require a 0.5% increase in general rates.
3. The increased grant be paid for three years.

Cr Ludlow supported the increase being continued for 12 months. It was close in public opinion when this matter was put out for consultation for the current Long Term Plan, so Council was safe in ensuring that funding would be available for the next 12 months with Council asking if the Trust wanted funding to be ongoing for three years or four as a permanent arrangement. Council did not have the information it had now, so it would be interesting to see what effect that would have on public feedback.

The motion, now being put, was **RESOLVED** in the **affirmative**.

Note: Cr Soper voted against the motion.

Moved Cr Biddle, seconded Cr Lewis that recommendations set out in Items 13.2 and 13.4 be adopted by Council.

14. **MINUTES OF THE WASTE ADVISORY GROUP COMMITTEE HELD 27 JANUARY 2020**
A2905087

Moved Cr Crackett, seconded Cr Soper and **RESOLVED** that the minutes be received.

15. **LOCAL ALCOHOL POLICY OPERATIONAL**
A2896905

Mr Morris took the meeting through the report.

Moved Cr Ludlow, seconded Cr Biddle and **RESOLVED** that:

1. The report "*Local Alcohol Policy Operational*" be received; and
2. That Council make the Local Alcohol Policy operative on 31 March 2020.

16. **FUTURE GOVERNANCE – SOUTHLAND MUSEUM AND ART GALLERY**
A2925326

In response to a question, Mrs Hadley explained that the proposal was to transfer the activity and the governance of the Museum, but the guardianship of the collection was proposed to be transferred to a regional trust. The most elegant solution was to re-purpose the Southland Museum and Art Gallery Trust Deed for the purposes of not running or governing the Museum, but for owning and caring for the assets of the Museum. The report identified that there were pieces that were owned by the Museum and pieces held on loan in the Museum, and it was that skill for ensuring that they were cared for appropriately.

In response to a question, Mrs Hadley explained that Southland was blessed with a unique funding mechanism through the Regional Heritage Rate. Whilst Invercargill City Council was the majority funder of the Southland Museum and Art Gallery, it received a considerable amount of funding from that Regional Heritage Rate. The discussions with Gore District Council and Southland District Council suggested that the Southland Regional Funding Rate would continue.

Moved Cr Biddle, seconded Cr Soper and **RESOLVED** that:

1. The report *Future Governance – Southland Museum and Art Gallery* be received; and
2. That discussions on future arrangements for the tuatara, involving a licence from Department of Conservation and an Memorandum of Understanding between iwi be noted; and
3. That with support from Southland and Gore District Councils, the proposal to bring the governance of the Southland Museum into the core of Invercargill City Council be included in the draft Annual Plan 2020/21 as Council's preferred option; and
4. That an intention to seek the repurposing of the Museum's Trust Deed to provide for it to be the owner/guardian of the regional collection be noted.

17. **ADMINISTRATIVE MATTERS**
A2925326

Note: His Worship the Mayor declared a conflict of interest and left the room. Cr Biddle assumed the Chair.

Ms Conway took the meeting through the report.

Moved Cr Soper, seconded Cr Amundsen and **RESOLVED** that:

1. The report "Administrative Matters" be received; and
2. That Council note that His Worship the Mayor has lodged legal proceedings against Council seeking indemnity under s43 Local Government Act 2002 for costs of his defamation proceedings, and that an extraordinary meeting be held on Tuesday 17 March to deal with this matter; and
3. That the memorandum '2020 LGNZ Annual General Meeting Remits' be received; and
4. That Council receives the information timeline outlining the '2020 key dates for the Annual Plan'; and
5. That Council receives the information outlining the actions that Council staff are working towards for the updating of the Council Chambers.

Cr Biddle confirmed that the Extraordinary Council Meeting would be held on Tuesday 17 March 2020 under public excluded session.

Note: His Worship the Mayor returned to the meeting and assumed the Chair.

18. **ENGAGEMENT – ANNUAL PLAN AND LONG TERM PLAN PROCESS**
A2936339

Ms Suter took the meeting through the report.

Moved Cr Amundsen, seconded Cr Ludlow and **RESOLVED** that:

1. The report "Engagement – Annual Plan and Long Term Plan Process", be received; and

A2940873

2. That Council note the recommended issues and indicative options for the Annual Plan consultation document; and
3. That Council note the dates for the Annual Plan consultation process, which have been revised following the report to the Finance and Policy committee to allow inclusion of consultation regarding City Block; and
4. That Council note the dates for strategic workshops for the Long Term Plan process.

19. **REPORT OF HIS WORSHIP THE MAYOR**
A2776450

The report was tabled.

Cr Biddle said there needed to be a strategy plan in place for the community in relation to the coronavirus. She suggested that Public Health South be invited to the next Council meeting to update Councillors on this very important matter.

Moved His Worship the Mayor, seconded Cr Abbott and **RESOLVED** that the, "Mayor's Report", be received.

20. **NOTICE OF MAJOR LATE ITEM IN PUBLIC EXCLUDED SESSION**
A2941435

Moved HWM, seconded Cr Abbott and **RESOLVED** that the late report in public excluded, entitled: "ICL Update" be received at this meeting as a major late item, in order that matters can be progressed in a timely manner.

Reason for Exclusion: - Local Government Information and Meetings Act 1987 –

(7) Other reasons for withholding official information:

- (i) Enable any local authority holding the information to carry on, without prejudice or disadvantage, negotiations (including commercial and industrial negotiations).*

21. **URGENT BUSINESS**

Nil.

22. **COUNCIL IN PUBLIC EXCLUDED SESSION**

Moved Cr Abbott, seconded His Worship the Mayor and **RESOLVED** that the public be excluded from the following parts of the proceedings of this meeting, namely:

- (a) Confirming of Minutes of the Public Excluded Session of Council held 28 January 2020.*
- (b) Receiving of Minutes of the Public Excluded Session of the Extraordinary Council held 11 February 2020.*
- (c) Confirming of Minutes of the Public Excluded Session of the Bluff Community Board held 3 February 2020.*
- (d) Confirming of Minutes of the Public Excluded Session of the Finance and Policy Committee held 18 February 2020.*
- (e) Receiving of the Waste Advisory Group held 27 January 2020.*
- (f) Appointment of Independent Member to Risk and Assurance Committee.*

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- (g) *Regional Recyclables Acceptance Services.*
- (h) *Possible Sale of Land at Awarua.*
- (i) *Invercargill Central Limited Investments – Design.*

The general subject of each matter to be considered while the public is excluded, the reason for passing this resolution in relation to each matter, and the specific grounds under Section 48(1)(d) of the Local Government Official Information and Meetings Act 1987 for the passing of this resolution are as follows:

General subject of each matter to be considered	Reason for passing this resolution in relation to each matter	Ground(s) under Section 48(1) for the passing of this resolution
(a) Confirming of Minutes – Council 28 January 2020	Section 7(2)(i) Enable any local authority holding the information to carry on, without prejudice or disadvantage, negotiations (including commercial and industrial negotiations)	Section 48(i)(a) That the public conduct of this item would be likely to result in the disclosure of information for which good reason for withholding would exist Under Section 7
(b) Confirming of Extraordinary Council Minutes 11 February 2020	Section 7(2)(i) Enable any local authority holding the information to carry on, without prejudice or disadvantage, negotiations (including commercial and industrial negotiations)	Section 48(i)(a) That the public conduct of this item would be likely to result in the disclosure of information for which good reason for withholding would exist Under Section 7
(c) Receiving of the Bluff Community Board Minutes 3 February 2020	Section 7(2)(i) Enable any local authority holding the information to carry on, without prejudice or disadvantage, negotiations (including commercial and industrial negotiations)	Section 48(i)(a) That the public conduct of this item would be likely to result in the disclosure of information for which good reason for withholding would exist Under Section 7
(d) Receiving of the Finance and Policy Minutes 18 February 2020	Section 7(2)(i) Enable any local authority holding the information to carry on, without prejudice or disadvantage, negotiations (including commercial and industrial negotiations)	Section 48(i)(a) That the public conduct of this item would be likely to result in the disclosure of information for which good reason for withholding would exist Under Section 7
(e) Receiving of the Waste	Section 7(2)(i) Enable any local	Section 48(i)(a) That the public conduct

A2940873

General subject of each matter to be considered	Reason for passing this resolution in relation to each matter	Ground(s) under Section 48(1) for the passing of this resolution
Advisory Group Minutes 27 January 2020	authority holding the information to carry on, without prejudice or disadvantage, negotiations (including commercial and industrial negotiations)	of this item would be likely to result in the disclosure of information for which good reason for withholding would exist Under Section 7
(f) Appointment of Independent Member to Risk and Assurance Committee	Section 7(2)(a) To protect the privacy of natural persons, including that of deceased natural persons	Section 48(i)(a) That the public conduct of this item would be likely to result in the disclosure of information for which good reason for withholding would exist Under Section 7
(g) Regional Recyclables Acceptance Services	Section 7(2)(i) Enable any local authority holding the information to carry on, without prejudice or disadvantage, negotiations (including commercial and industrial negotiations)	Section 48(i)(a) That the public conduct of this item would be likely to result in the disclosure of information for which good reason for withholding would exist Under Section 7
(h) Possible Sale of Land at Awarua	Section 7(2)(i) Enable any local authority holding the information to carry on, without prejudice or disadvantage, negotiations (including commercial and industrial negotiations)	Section 48(i)(a) That the public conduct of this item would be likely to result in the disclosure of information for which good reason for withholding would exist Under Section 7
(i) Invercargill Central Limited Investments – Design	Section 7(2)(i) Enable any local authority holding the information to carry on, without prejudice or disadvantage, negotiations (including commercial and industrial negotiations)	Section 48(i)(a) That the public conduct of this item would be likely to result in the disclosure of information for which good reason for withholding would exist Under Section 7

There being no further business, the meeting finished at 5.30 pm.

MINUTES OF THE MEETING OF THE INVERCARGILL CITY COUNCIL HELD IN THE VICTORIA ROOM, CIVIC THEATRE, 88 TAY STREET, INVERCARGILL, ON TUESDAY 9 JUNE 2020 AT 3.00 PM

PRESENT: Sir T R Shadbolt, KNZM JP (Chair)
Cr T M Biddle
Cr R L Abbott (via Zoom)
Cr R R Amundsen
Cr A J Arnold
Cr W S Clark
Cr A H Crackett
Cr P W Kett
Cr G D Lewis
Cr D J Ludlow
Cr I R Pottinger
Cr N D Skelt
Cr L F Soper

IN ATTENDANCE: Mrs C Hadley – Chief Executive
Mr D Edwards – Group Manager – Environmental and Planning
Mr D Foster – Interim Group Manager – Finance
Ms J Conway – Manager Governance and Administration
Ms R Suter – Manager Strategy and Policy
Mr J Cunningham – Senior Revenue Officer
Ms L Kuresa – Governance Officer

2. APOLOGIES

Nil.

3. PUBLIC FORUM

Nil.

4. INTEREST REGISTER

Nil.

5. MINUTES OF THE INAUGURAL COUNCIL MEETING HELD ON 29 OCTOBER 2019

Moved Cr Abbott, seconded Cr Soper and **RESOLVED** that the minutes of the Inaugural Council Meeting held on 29 October 2019 be confirmed.

6. MINUTES OF THE MEETING OF THE BLUFF COMMUNITY BOARD HELD ON 9 MARCH 2020

Moved Cr Arnold, seconded Cr Soper and **RESOLVED** that the minutes of the Bluff Community Board held on 9 March 2020 be received.

7. **MINUTES OF THE EXTRAORDINARY COUNCIL MEETING HELD ON 17 MARCH 2020**

Moved Cr Lewis, seconded Cr Kett and **RESOLVED** that the minutes of the Extraordinary Council Meeting held on 17 March 2020 be confirmed.

8. **MINUTES OF THE REGULATORY SERVICES COMMITTEE MEETING HELD ON 17 MARCH 2020**

Moved Cr Arnold, seconded Cr Biddle and **RESOLVED** that the minutes of the Regulatory Services Committee meeting held on 17 March 2020 be received; and note that the recommendations within these minutes were confirmed at the Committee of Council meeting on 25 May 2020.

9. **MINUTES OF THE RISK AND ASSURANCE COMMITTEE MEETING HELD ON 20 MARCH 2020**

Moved Cr Pottinger, seconded Cr Biddle and **RESOLVED** that the minutes of the Risk and Assurance Committee meeting held on 20 March 2020 be received.

10. **MINUTES OF THE INFRASTRUCTURE AND SERVICES COMMITTEE MEETING HELD ON 23 MARCH 2020**

Moved Cr Pottinger, seconded Cr Amundsen and **RESOLVED** that the minutes of the Infrastructure and Services Committee meeting held on 23 March 2020 be received; and note that the recommendations within these minutes were confirmed at the Committee of Council meeting on 28 April 2020.

11. **MINUTES OF THE EXTRAORDINARY COUNCIL MEETING HELD ON 24 MARCH 2020**

Moved Cr Biddle, seconded Cr Lewis and **RESOLVED** that the minutes of the Extraordinary Council Meeting held on 24 March 2020 be confirmed.

12. **MINUTES OF THE FINANCE AND POLICY COMMITTEE MEETING HELD ON 24 MARCH 2020**

Moved Cr Clark, seconded Cr Pottinger and **RESOLVED** that the minutes of the Finance and Policy Committee Meeting held on 24 March 2020 be received.

13. **MINUTES OF THE MEETING OF THE COMMITTEE OF COUNCIL HELD ON 28 APRIL 2020**

Moved Cr Biddle, seconded Cr Soper and **RESOLVED** that the minutes of the Committee of Council meeting held on 28 April 2020 be confirmed.

14. **MINUTES OF THE MEETING OF THE COMMITTEE OF COUNCIL HELD ON 4 MAY 2020**

Moved Cr Biddle, seconded Cr Soper and **RESOLVED** that the minutes of the Committee of Council meeting held on 4 May 2020 be confirmed.

15. **MINUTES OF THE MEETING OF THE COMMITTEE OF COUNCIL HELD ON 5 MAY 2020**

Moved Cr Biddle, seconded Cr Ludlow and **RESOLVED** that the minutes of the Committee of Council meeting held on 5 May 2020 be confirmed with the amendment that the day should be Tuesday 5 May.

16. **MINUTES OF THE MEETING OF THE WASTE ADVISORY GROUP HELD ON 13 MAY 2020**

Moved Cr Crackett, seconded Cr Ludlow and **RESOLVED** that the minutes of the Waste Advisory Group held on 13 May 2020 be received.

17. **MINUTES OF THE MEETING OF THE COMMITTEE OF COUNCIL HELD ON 18 MAY 2020**

Moved Cr Biddle, seconded Cr Lewis and **RESOLVED** that the minutes of the Committee of Council meeting held on 18 May 2020 be confirmed.

18. **MINUTES OF THE MEETING OF THE BLUFF COMMUNITY BOARD HELD ON 18 MAY 2020**

Moved Cr Arnold, seconded Cr Biddle and **RESOLVED** that the minutes of the Bluff Community Board held on 18 May 2020 be received.

19. **MINUTES OF THE MEETING OF THE COMMITTEE OF COUNCIL HELD ON 25 MAY 2020**

Moved Cr Biddle, seconded Cr Soper and **RESOLVED** that the minutes of the Committee of Council meeting held on 25 May 2020 be confirmed.

20. **MINUTES OF THE EXTRAORDINARY COUNCIL MEETING HELD ON 28 MAY 2020**

Moved Cr Kett, seconded Cr Pottinger and **RESOLVED** that the minutes of the Extraordinary Council meeting held on 28 May 2020 be confirmed.

21. **MINUTES OF THE MEETING OF THE COMMITTEE OF COUNCIL HELD ON 3 JUNE 2020**

Moved Cr Soper, seconded Cr Lewis and **RESOLVED** that the minutes of the Committee of Council meeting held on 3 June 2020 be confirmed.

Moved Cr Soper, seconded Cr Biddle and **RESOLVED** that the Rates Postponement and Remissions Policy with the recommended change to reduce the interest rate applied as part of the rates postponement for pandemic, epidemic or natural disaster from 3.5% to 2.5%.

22. **FEES AND CHARGES 2020/21**

Moved Cr Ludlow, seconded Cr Soper and **RESOLVED** that Council:

1. Receive the report "Fees and Charges 2020/2021"
2. Agree the following changes in response to the feedback received as part of this process:
 - a. introduce the increase in corporate and professional fees over a three year period in equal portions
 - b. reduce the building consent fee for construction projects with an estimated construction value greater than \$3,000,000 from a flat rate of 0.8% to 0.5% of the construction value.
 - c. introduce a no penalty period of three months for dog registrations
3. Adopt the Fees and Charges for the period July 2020 – June 2021 as set out in document A3032544 and incorporating the changes above.

23. **ANNUAL PLAN 2020/21**

Moved Cr Ludlow, seconded Cr Soper that Council:

1. Receive the report "Annual Plan 2020/2021",
2. Adopts the Annual Plan for the period July 2020 – June 2021, document Appendix 1 A3032995).

Cr Clark spoke and set out the reasons why he was against this motion.

The issues were discussed and it was confirmed that they did not affect the Annual Plan being adopted, as the document needed to be adopted before the end of June, so that the rates could be set.

The motion now being put, was **RESOLVED** in the **affirmative**.

Note: Cr Clark voted against the motion.

24. **RATES RESOLUTION 2020/21**

Mr Cunningham took the meeting through the report along with the tabled paper.

Moved Cr Soper, seconded Cr Ludlow and **RESOLVED** that Council:

1. Receive the report "Resolution to Set Rates for 2020/2021", including the tabled paper;
2. Resolves to set the rates, due dates and rates penalties as detailed in Appendix 1 (A3029593).

25. **COMPOSITION OF RISK AND ASSURANCE COMMITTEE**

Moved Cr Pottinger, seconded Cr Crackett that Council:

1. Receive the report "Risk and Assurance Committee Composition"
2. That the membership be altered to Cr Biddle, Cr Pottinger, Cr Crackett, Cr Ludlow, Cr Amundsen and Cr Clark, along with the independent chair and member.

The question was asked as to why full Council participation orders could not be applied to the Risk and Assurance Committee. Cr Abbott moved an amendment as follows:

Moved Cr Abbott, seconded Cr Kett that all Councillors be members of the Risk and Assurance Committee with voting rights; and that the Risk and Assurance Committee be amalgamated into the newly formed Performance Policy and Partnerships Committee.

Councillors spoke and set out the reasons why they were for and against this amendment. It was agreed that the second part of the amended recommendation was not workable as there were two independent members of the Risk and Assurance Committee with one of them being the Chair.

The amended recommendation now read:

Moved Cr Abbott, seconded Cr Kett that all Councillors be members of the Risk and Assurance Committee with voting rights.

The motion, now being put for the report to be received was **RESOLVED** in the **affirmative**.

The amended recommendation now being put, was **LOST**.

The original motion now being put, was **RESOLVED** in the **affirmative**.

Note: Cr Abbott voted against the motion.

26. **REPORT OF HIS WORSHIP THE MAYOR**

Nil

27. **COUNCIL IN PUBLIC EXCLUDED SESSION**

Moved Cr Biddle, seconded Cr Soper and **RESOLVED** that the public be excluded from the following parts of the proceedings of this meeting, namely:

- (a) *Confirming of Minutes of the Public Excluded Session of the Bluff Community Board held on 9 March 2020*
- (b) *Confirming of Minutes of the Public Excluded Session of the Extraordinary Council Meeting held on 17 March 2020*
- (c) *Confirming of Minutes of the Public Excluded Session of the Risk and Assurance Committee Meeting held on 20 March 2020*
- (d) *Confirming of Minutes of the Public Excluded Session of the Infrastructure and Services Committee Meeting held on 23 March 2020*

- (e) *Confirming of Minutes of the Public Excluded Session of the Finance and Policy Committee Meeting held on 24 March 2020*
- (f) *Confirming of Minutes of the Public Excluded Session of Committee of Council Held on 28 April 2020*
- (g) *Confirming of Minutes of the Public Excluded Session of Committee of Council Held on 4 May 2020*
- (h) *Confirming of Emergency Minutes of the Public Excluded Session of Committee of Council Held on 5 May 2020*
- (i) *Confirming of Minutes of the Public Excluded Session of Committee of Council Held on 18 May 2020*
- (j) *Confirming of Minutes of the Public Excluded Session of Committee of Council Held on 25 May 2020*

The general subject of each matter to be considered while the public is excluded, the reason for passing this resolution in relation to each matter, and the specific grounds under Section 48(1) of the Local Government Official Information and Meetings Act 1987 for the passing of this resolution are as follows:

General subject of each matter to be considered	Reason for passing this resolution in relation to each matter	Ground(s) under Section 48(1) for the passing of this resolution
(a) <i>Confirming of Minutes of the Public Excluded Session of the Bluff Community Board held on 9 March 2020</i>	Section 7(2)(i) Enable any local authority holding the information to carry on, without prejudice or disadvantage, negotiations (including commercial and industrial negotiations)	Section 48(1)(a) That the public conduct of this item would be likely to result in the disclosure of information for which good reason for withholding would exist under Section 7
(b) <i>confirming of minutes of the public excluded session of the extraordinary council meeting held on 17 march 2020</i>	Section 7(2)(g) Maintain legal professional privilege	Section 48(1)(a) That the public conduct of this item would be likely to result in the disclosure of information for which good reason for withholding would exist under Section 7
(c) <i>confirming of minutes of the public excluded session of the risk and assurance committee meeting held on 20 march 2020</i>	Section 7(2)(i) Enable any local authority holding the information to carry on, without prejudice or disadvantage, negotiations (including commercial and industrial negotiations)	Section 48(1)(a) That the public conduct of this item would be likely to result in the disclosure of information for which good reason for withholding would exist under Section 7

- | | | | |
|-----|--|--|--|
| (d) | <i>confirming of minutes of the public excluded session of the infrastructure and services committee meeting held on 23 march 2020</i> | Section 7(2)(i)
Enable any local authority holding the information to carry on, without prejudice or disadvantage, negotiations (including commercial and industrial negotiations) | Section 48(1)(a)
That the public conduct of this item would be likely to result in the disclosure of information for which good reason for withholding would exist under Section 7 |
| (e) | <i>Confirming of Minutes of the Public Excluded Session of the Finance and Policy Committee Meeting held on 24 March 2020</i> | Section 7(2)(i)
Enable any local authority holding the information to carry on, without prejudice or disadvantage, negotiations (including commercial and industrial negotiations) | Section 48(1)(a)
That the public conduct of this item would be likely to result in the disclosure of information for which good reason for withholding would exist under Section 7 |
| (f) | <i>Confirming of Minutes of the Public Excluded Session of Committee of Council Held on 28 April 2020</i> | Section 7(2)(i)
Enable any local authority holding the information to carry on, without prejudice or disadvantage, negotiations (including commercial and industrial negotiations) | Section 48(1)(a)
That the public conduct of this item would be likely to result in the disclosure of information for which good reason for withholding would exist under Section 7 |
| (g) | <i>Confirming of Minutes of the Public Excluded Session of Committee of Council Held on 4 May 2020</i> | Section 7(2)(i)
Enable any local authority holding the information to carry on, without prejudice or disadvantage, negotiations (including commercial and industrial negotiations) | Section 48(1)(a)
That the public conduct of this item would be likely to result in the disclosure of information for which good reason for withholding would exist under Section 7 |
| (h) | <i>Confirming of Emergency Minutes of the Public Excluded Session of Committee of Council Held on 5 May 2020</i> | Section 7(2)(g)
Maintain legal professional privilege | Section 48(1)(a)
That the public conduct of this item would be likely to result in the disclosure of information for which good reason for withholding would exist under Section 7 |

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|--|--|--|
| <p>(i) <i>Confirming of Minutes of the Public Excluded Session of Committee of Council Held on 18 May 2020</i></p> | <p>Section 7(2)(i)
Enable any local authority holding the information to carry on, without prejudice or disadvantage, negotiations (including commercial and industrial negotiations)</p> | <p>Section 48(1)(a)
That the public conduct of this item would be likely to result in the disclosure of information for which good reason for withholding would exist under Section 7</p> |
| <p>(j) <i>Confirming of Minutes of the Public Excluded Session of Committee of Council Held on 25 May 2020</i></p> | <p>Section 7(2)(i)
Enable any local authority holding the information to carry on, without prejudice or disadvantage, negotiations (including commercial and industrial negotiations)</p> | <p>Section 48(1)(a)
That the public conduct of this item would be likely to result in the disclosure of information for which good reason for withholding would exist under Section 7</p> |

There being no further business, the meeting finished at 4.33 pm

**MINUTES OF A MEETING OF THE INFRASTRUCTURAL SERVICES COMMITTEE HELD
IN THE COUNCIL CHAMBER, FIRST FLOOR, CIVIC ADMINISTRATION BUILDING, 101
ESK STREET, INVERCARGILL ON MONDAY 15 JUNE 2020 AT 3.00 PM**

PRESENT: Sir T R Shadbolt, KNZM JP
Cr I R Pottinger – Chairperson
Cr A H Crackett – Deputy Chairperson
Cr R L Abbott (via Zoom)
Cr R R Amundsen
Cr T M Biddle (via Zoom)
Cr A J Arnold
Cr W S Clark
Cr P W Kett
Cr G D Lewis
Cr D J Ludlow
Cr N D Skelt
Cr L F Soper

IN ATTENDANCE: Mrs J Parfitt – Interim Group Manager – Infrastructure
Mr D Edwards – Group Manager – Environmental and Planning
Services
Ms J Conway – Manager Governance and Administration
Ms R Suter – Manager Strategy and Policy
Mr P Horner – Building Assets Manager
Ms M Frey – Interim Parks and Reserves Manager
Miss A Bremer - Policy Advisor
Ms L Kuresa – Governance Officer

2. **APOLOGIES**

Nil.

3. **PUBLIC FORUM**

Nil.

4. **INTEREST REGISTER**

A2279220

Nil.

Note: Cr Abbott joined the meeting at 3.20 pm.

5. **DEREK GOSTELOW'S LEGACY – PETITION RESPONSE (\$90,000
BEQUEST TO INVERCARGILL CITY COUNCIL)**

A3039105

Ms Frey took the meeting through the draft Concept Plan.

Moved Cr Pottinger, seconded Cr Soper and **RESOLVED** that:

1. The report “Derek Gostelow’s Legacy – Petition Response (\$90,000 Bequest to Invercargill City Council)” be received; and

2. Council reaffirm the criteria:
 - Alignment to the interests and aspirations of Mr Gostelow (based on the information known about him)
 - Impact
 - Community need
 - Community desires
 - Cost (construction costs and ongoing maintenance costs)
 - Alignment with development plans for Otatara (this is limited to site by site Reserve Management Plan guidance, noting that there is no Otatara-wide Masterplan for what has been, and will be developed in the future)As guiding the appropriate use of Derek Gostelow's legacy funds.

Cr Clark moved that the rest of the recommendations be changed as follows:

That the legacy be used for two sets of recommendations from the Otatara Community meeting of 11 February 2020:

1. That the Bush Haven Native Bird Rehabilitation Trust, Otatara Nursery Trust and Southland Community Nursery Trust each receive \$7,000, and
2. The remaining part of the legacy be used to develop the ICC reserve at the corner of Taiepa and Grant Roads, to be renamed Gostelow Reserve.

Councillors spoke and set out their reasons why they were for or against this motion. After discussion, it was agreed that this item be left on the table for legal advice to be brought back to the next Committee meeting.

Moved Cr Pottinger, seconded Cr Soper and **RESOLVED** that this item be left on the table.

Note: Cr Clark and Cr Crackett voted against the recommendation.
Cr Biddle abstained from voting.

6. **ESK STREET WEST – FUTURE OF COUNCIL OWNED BUILDINGS**
A2938801

Mr Horner took the meeting through the report.

Moved Cr Kett, seconded Cr Crackett and **RESOLVED** that the report "Esk Street West – Future of Council Owned Building"; and

1. Further work is required to ascertain the cost of demolition of the Council owned buildings at 6–18 Esk Street West; and
2. This work will be completed during July 2020; and
3. This will enable resolution about the future of the buildings to be made in August 2020.

7. **COUNCIL CHAMBERS UPGRADE – PART ONE**
A3039862

It was suggested that the cost for straight tables also be investigated and be brought back to the next meeting, which was agreed to.

The question was discussed as to whether this was the right time to carry out this work when there were concerns about the loss of jobs here at Council and within the community, due to Covid-19 pandemic.

Moved Cr Amundsen, seconded Cr Ludlow and **RESOLVED** that:

1. The report 'Council Chambers Refurbishment' be received; and
2. That the upgrade of the Council Chamber to make the room more flexible be confirmed, noting a total cost of around \$45,000 for this part; and
3. That a report be presented to the next Committee on the cost associated with sound/audio upgrade for livestreaming/video conferencing facilities.

Note: Cr Abbott and Cr Lewis voted against the motion.

8. **MINOR LATE ITEM – STEAD STREET WHARF**

Moved Cr Pottinger, seconded Cr Crackett and **RESOLVED** that the minor late item, Stead Street Wharf be discussed at this meeting.

Ms Frey took the meeting through a verbal report and said that Council instructed the staff in 2019 to continue with the proposed temporary fence and associated landscaping around that area. A design concept was prepared to a budget of \$60,000. It had taken some time to obtain the archaeological authority for that work, which was provisionally received on 18 May 2020. It had 15 day notice for acceptance, so all contractor and the Archaeologist were programmed to commence work on site on 17 June. The work was projected to be completed by 10 July subject to weather and site conditions.

Moved Cr Ludlow, seconded Cr Soper and **RESOLVED** that the verbal report be received.

9. **PUBLIC EXCLUDED SESSION**

Moved Cr Pottinger, seconded Cr Abbott and **RESOLVED** that the public be excluded from the following parts of the proceedings of this meeting, namely:

(a) *Three Waters Reform.*

General subject of each matter to be considered	Reason for passing this resolution in relation to each matter	Ground(s) under Section 48(1) for the passing of this resolution
(a) Three Waters Reform	Section 7(2)(i) Enable any local authority holding the information to carry on, without prejudice or disadvantage, negotiations (including commercial and industrial negotiations)	Section 48(i)(a)

There being no further business, the meeting finished at 4.30 pm.

MINUTES OF THE MEETING OF THE INVERCARGILL CITY COUNCIL HELD IN THE VICTORIA ROOMS, CIVIC THEATRE, TAY STREET, INVERCARGILL, ON WEDNESDAY 17 JUNE 2020 AT 9.00 AM

PRESENT: Sir T R Shadbolt, KNZM JP
Cr R L Abbott (via Zoom)
Cr R R Amundsen
Cr A J Arnold
Cr W S Clark
Cr A H Crackett
Cr P W Kett
Cr G D Lewis
Cr D J Ludlow
Cr I R Pottinger
Cr N D Skelt
Cr L F Soper

IN ATTENDANCE: Mrs C Hadley – Chief Executive
Mr D Edwards – Group Manager – Environmental and Planning Services
Mrs J Parfitt – Group Manager – Infrastructure
Ms R Suter – Manager Strategy and Policy
Ms J Conway – Manager Governance and Administration
Mr T Holiday – Policy Analyst
Ms A Bremer – Policy Advisor
Ms L Kuresa – Governance Officer

2. **APOLOGIES**

Cr T M Biddle and Cr A H Crackett for lateness.

Moved Cr Lewis, seconded Cr Soper and **RESOLVED** that the apologies be accepted.

3. **INTEREST REGISTER**

Nil.

4. **SUBMISSIONS TO THE PROPOSAL TO INVEST EXTRA MONEY IN THE CITY BLOCK DEVELOPMENT REPORT**

4.1 **Submissions to be Heard**

Moved His Worship the Mayor, seconded Cr Kett and **RESOLVED** that Council:

1. Receive the report “Extra Money For City Block Consultation – Additional Submissions”; and
2. Receive the appended submissions received after the Agenda was circulated; and
3. Agree to hear from Neil McAra on behalf of Chamber of Commerce, Bridget Forsyth on behalf of the Cancer Society and Bob Simpson who have requested to speak to their submission.

4.1.1 **Kate Hays**

In addition to her written submission, the submitter said that the last thing Invercargill needed were more shops because a lot more people shop online. Invercargill needed more inner city flats and apartments, which would bring more foot traffic to the city to liven up the city.

His Worship the Mayor thanked the submitter for taking the time to present to Council.

Note: Cr Crackett joined the meeting at 9.09 am.

4.1.2 **Don Moir**

In addition to his written submission, the submitter encouraged Council to borrow the additional money needed for this project, so it could be undertaken and to also borrow money for other projects in the city. He was not sure how Council got into this situation of having to borrow more money for this project but it needed better leadership going forward.

His Worship the Mayor thanked the submitter for taking the time to present to Council.

Note: Cr Arnold joined the meeting at 9.15 am.

4.1.3 **Allan Blackley**

In addition to his written submission, the submitter took the meeting through the concerns he had about the extra money needed for this project. He was not happy about the process and had questions he wanted answers to, which he was told that those questions were answered in the summary section within the agenda.

His Worship the Mayor thanked the submitter for taking the time to present to Council.

Moved Cr Soper, seconded His Worship the Mayor and **RESOLVED** that the meeting be adjourned.

NOTE: The meeting adjourned at 9.25 am and resumed at 9.47 am.

4.1.4 **Alexander (Lex) Perkins**

In addition to his written submission, the submitter tabled an additional paper to his submission (A3053772), and took the meeting through it.

In response to a question, Mr Perkins explained that compared to online shopping, he liked to walk around the streets of Invercargill every day to see what was going on and shop locally.

His Worship the Mayor thanked the submitter for taking the time to present to Council.

4.1.5 **Wayne Harpur**

In addition to his written submission, the submitter tabled an additional paper to his submission (A3053790), and took the meeting through it.

In response to a question, Mr Harpur explained that the regional rate should be applied for this development. All councils should be governed as one and he fully support a one Southland and one Regional Authority for the whole region.

His Worship the Mayor thanked the submitter for taking the time to present to Council.

4.1.6 **John Vercoe**

In addition to his written submission, the submitter tabled an additional paper to his submission (A3053816), and took the meeting through it.

In response to a question, Mr Vercoe explained that shopping needed to be a leisurely and pleasant experience, which included the surroundings, presentation of goods and availability of cafes and restaurants.

His Worship the Mayor thanked the submitter for taking the time to present to Council.

4.1.7 **Ben Fokkens C/- Neighbourhood Retailers Group**

In addition to his written submission, the submitter said that this development should not be about money but the opportunity to create a vibrant CBD, more jobs and to future proof the CBD. It would be something that our children and grandchildren would enjoy for years to come. Invercargill had spent considerable time and money in order to attract tourism to the town through major events and it would be devastating to lose interest in these events due to lack of attraction in the CBD. It was vital that this development continue in a timely fashion without any further delays and he encouraged Council to invest the extra money, and create a vibrant city centre that Invercargill needed for years to come.

His Worship the Mayor thanked the submitter for taking the time to present to Council.

Moved Cr Soper, seconded His Worship the Mayor and **RESOLVED** that the meeting be adjourned.

NOTE: The meeting adjourned at 10.30 am and resumed at 10.50 am.

4.1.8 **Selwyn Steedman**

In addition to his written submission, the submitter said he was not against the development going ahead but he was concerned about Council's involvement in this development. It was a commercial operation and it should be run as such.

In response to a question, Mr Steedman explained that the \$16 million should come from private investors. Council had done its part and put money into the development and he was sure that Council would be asked to contribute more in future.

His Worship the Mayor thanked the submitter for taking the time to present to Council.

4.1.9 Neil McAra on behalf of Chamber of Commerce

In addition to his written submission, the submitter said that more than ever there was a need to invest for the future of Invercargill by ensuring the completion of this project. He informed Council of the results on the survey that was undertaken within the retail sector in relation to Council contributing a further \$16 million towards the block development.

In response to questions, Mr McAra gave the following answers:

1. There is no question that online shopping is becoming popular, but social interaction is a strong desire for human beings and that needs to be great experience for it to succeed.
2. We surveyed 435 member businesses, which is around 2,900 people including staff, and of that number 78% were positive about Council contributing the \$16 million towards this project.

His Worship the Mayor thanked the submitter for taking the time to present to Council.

4.1.10 Bridget Forsyth on behalf of Cancer Society

In addition to her written submission, the submitter tabled an additional paper to her submission (A3054037), and took the meeting through it.

In response to a question, Ms Forsyth explained that the Cancer Society was on board with Council contributing \$16 million towards the development, but there needed to be smokefree signage and play areas available for the children.

His Worship the Mayor thanked the submitter for taking the time to present to Council.

Note: Council Free Time from 11.30 am and resumed at 12.00 pm.

4.1.11 Hugh McGaveston

In addition to his written submission, the submitter congratulated Council on the work undertaken so far and said that to delay the project for up to three years would be detrimental to Invercargill. The CBD was the front door and the brand, so it was more than a repaint but a rebuild.

In response to questions, Mr McGaveston gave the following answers:

1. There have been trades who had moved away from Invercargill and this is an opportunity for them to return home if they can see an opportunity for more work, but it also gives the opportunity for local traders to get work. A project of this size and scale has a big spin off in terms of other investors coming to Invercargill for another five years and beyond that.

2. All companies need to be realistic that in the current age the margins will be squeezed and the tender waiting process should be in favour of companies that support locals. At the same time Southland companies need to realise that the work tendered needed to be competitive on a national scale to give the Council and city value for money.
3. It's a lifestyle choice with regards to having inner city apartments. It would be beneficial to young professions who are familiar with the lifestyle of working and living in the inner city. It shouldn't be discouraged but the question needs to be asked if that is what Invercargill wants in the CBD.
4. There are landlords who want to invest in a property to rent but we need to look at the dynamic of where we live and the clientele we get.

His Worship the Mayor thanked the submitter for taking the time to present to Council.

4.1.12 Noel J Peterson

In addition to his written submission, the submitter took the meeting through the main points in his submission.

His Worship the Mayor thanked the submitter for taking the time to present to Council.

4.1.13 Leo and Anna Groszewski

In addition to their written submission, the submitters tabled an additional paper to their submission (A3054319), and took the meeting through it.

In response to questions, Mr and Mrs Groszewski gave the following answers:

1. As a Council it should be trying to find ways to support businesses that are struggling due to the Covid-19 pandemic.
2. We prefer not to spend any money on this project until we see how everything is going to pan out over the next ten years.
3. In the 12 years we have lived in Invercargill, Council takes a conservative "business as usual" approach. The sky is not going to fall due to the Covid-19 pandemic but we will face an economic depression, which is what has been predicted around the world. A precautionary approach needs to be taken in the development and particularly in the spending of large amounts of money.

His Worship the Mayor thanked the submitters for taking the time to present to Council.

Note: The meeting adjourned at 12.42 pm and resumed at 1.30 pm.

Note Cr Crackett left the meeting at this time.

4.1.14 Suzie Smith

In addition to her written submission, the submitter took the meeting through the main points in her submission.

His Worship the Mayor thanked the submitter for taking the time to present to Council.

4.1.15 **Bob Simpson**

In addition to his written submission, the submitter tabled an additional paper to his submission (A3054038), and took the meeting through it.

His Worship the Mayor thanked the submitter for taking the time to present to Council.

4.1.16 **Gregory Blackstock**

In addition to his written submission, the submitter said the plan lacked a lot of imagination and foresight with a lot of disregard for the needs of the future.

In response to questions, Mr Blackstock gave the following answers:

1. The elderly have a lot to offer in the town here. With having an apartment situation there are people who want to live in the inner city where the action is, so having apartments in the inner city would be ideal for the city.
2. A lot of shops are closing down in Invercargill and if they were connected in some way they would work, if we had the foot traffic. Invercargill does not have the foot traffic, we do have a lot of money in the province. I would rather have something other than shops in the city.

His Worship the Mayor thanked the submitter for taking the time to present to Council.

Moved Cr Soper, seconded Cr Lewis and **RESOLVED** that the meeting be adjourned at 2.00 pm for a Council workshop.

Note: Councillor Presentation

Note: The Hearing resumed at 4.25 pm.

4.1.17 **Ian Calvert**

In addition to his written submission, the submitter took the meeting through the main points in his submission.

His Worship the Mayor thanked the submitter for taking the time to present to Council.

4.1.18 **Stephen Aldridge**

In addition to his written submission, the submitter took the meeting through a power point presentation.

His Worship the Mayor thanked the submitter for taking the time to present to Council.

4.1.19 **Cherie Chapman**

In addition to her written submission, the submitter took the meeting through the main points of her submission.

In response to a question, Ms Chapman explained that she would like some of the Invercargill story within the city centre. If she was leading this she would bring it to the inner city and do a "Te Papa" on it to get the vibrancy in the CBD.

His Worship the Mayor thanked the submitter for taking the time to present to Council.

4.1.20 **Invercargill Youth Council – Madison and Ashleigh**

In addition to their written submission, the submitters took the meeting through the main points of their submission.

In response to a question, the submitter explained that going out of Invercargill to shop was the experience for most people. There was a centre in Dunedin that had a variety of shops to choose from, but here in Invercargill, people go to one shop to do their shopping and then home because there was nothing in the inner city to keep them there. There needs to be a range of activities are available to the youth as well as stores that sells branded clothing.

His Worship the Mayor thanked the submitter for taking the time to present to Council.

There being no further business, the meeting finished at 5.00 pm.

MINUTES OF A MEETING OF THE BLUFF COMMUNITY BOARD HELD IN THE BLUFF MUNICIPAL CHAMBERS, GORE STREET, BLUFF ON MONDAY 22 JUNE 2020 AT 7.00 PM

PRESENT: Mr R Fife (Chair)
Mrs G Henderson (Deputy Chair)
Mr G Laidlaw
Mr N Peterson
Miss T Topi
Cr A J Arnold

IN ATTENDANCE: Cr L F Soper
Mrs N Allan – Service Centre Manager
Mr L Beer – Bluff Publicity/Promotions Officer
Ms M Sievwright – Committee Secretary

2. **APOLOGY**

Nil.

3. **PUBLIC FORUM**

3.1 **New Ferry Service Proposal Incorporated into the Bluff Maritime Museum**

Mr Manfred Herzhoff and Mr David Ryder were in attendance to speak to this item.

Mr Herzhoff tabled a proposal summary, (A3059358). Essential services, such as ferries and buses, needed to be with and for the community. He said this should be a Trust where the trustees were elected members of community boards and councils, which was owned, governed and adhered to the community first. Any profit could be redistributed to the community. This community based entity would benefit both Bluff and Stewart Island. All councils and communities supported this proposal.

Mr Ryder said it would be very easy to include a small terminal at the Bluff Museum. It was not possible to share the terminal with Real Journeys.

Cr Arnold asked if there was a business plan with costings. Mr Ryder said this was prepared and if there was enough interest then the next step would be to provide the details. At this stage there was no request for funding.

Mr Fife said the Community Board supported this proposal and would provide a letter of support.

Moved Mr Peterson, seconded Mrs Henderson and **RESOLVED**, that the Board support this in principal pending approval from other organisations.

4. **INTEREST REGISTER**

Moved G Henderson, seconded N Peterson and **RESOLVED** that the Interest Register be received.

5. **MINUTES OF MEETING HELD 18 MAY 2020**

Moved T Topi, seconded G Henderson and **RESOLVED** that the minutes be accepted as a true and correct record.

6. **REPORT OF THE BLUFF PUBLICITY / PROMOTIONS OFFICER**

Moved N Peterson, seconded G Laidlaw that the report be received.

Mr Beer took the meeting through his report.

A draft copy of the website would be provided to the Community Board before it went live so it accurately representative the community.

T Topi asked where things were at in relation to the kiosk and it was reported that collaboration with other groups for funding was being undertaken. A letter of support had been provided but because of lockdown, some funding providers had pushed out their funding dates. The kiosk could not proceed until more funding opportunities were found.

The motion now put was **RESOLVED** in the **affirmative**.

7. **ACTION SHEET**

Moved R Fife, seconded Cr Arnold that the report be received.

- A significant number of boats and trailers were parking on the footpath and this needed to be addressed.
- The second page of the spreadsheet needed to not be included. Note this for future.
- It was requested the time of day the street sweeper went along Bluff streets needed to be addressed so there were less cars parked that the trucks needed to go around.

The motion now put was **RESOLVED** in the **affirmative**.

8. **CHAIRMAN'S REPORT**

- *Tour of Inspection* – It was agreed to hold this in the next couple of weeks, to discuss any urgent issues.
- *Blackwater / Shannon Street Intersection* – T Topi tabled a lack of pedestrian friendly crossing points on Blackwater and Shannon Street intersection (A3059352). This would be included on the Tour of Inspection.
- *Dog Park* – G Henderson had spoken with council staff regarding the dog park and was waiting on more information.
- *Meeting Times* – A request had come through for the Board to consider starting their meetings start earlier in the day. It was agreed the current time of 7.00 pm suited Board members and would stay.
- *Bluff Cemetery* – Gates would be erected and a comment would be made in the Southland Express. A key would be made available at the Bluff Service Centre if people needed to drive in.
- *Wilding Pines* – The forum had not been arranged yet.

- *GJ Ward Reserve* – A letter would be sent to the residents of the GJ Ward Reserve that vehicles had been damaging the reserve and Council would infringe or enforce laws to stop further damage.
- *NZAS Visit* – It was agreed that a visit would be arranged. Mr Fife would email suggested dates for this.
- *Renaming of Foveaux Strait* – Mr Peterson said this was taking away the history of a place and it was agreed there would be no renaming at this time.

Moved R Fife, seconded T Topi and **RESOLVED** that the report be received.

9. **GENERAL BUSINESS**

It was agreed that the financial report needed to be included next month.

There being no further business, the meeting finished at 8.12 pm.

**MINUTES OF THE MEETING OF THE PERFORMANCE, POLICY AND PARTNERSHIPS
COMMITTEE, HELD IN THE COUNCIL CHAMBER, FIRST FLOOR, CIVIC
ADMINISTRATION BUILDING, 101 ESK STREET, INVERCARGILL, ON MONDAY
22 JUNE 2020 AT 3.00 PM**

PRESENT: Sir T R Shadbolt, KNZM JP
Cr D J Ludlow (Chair)
Cr R R Amundsen (Deputy Chair)
Cr R L Abbott (via Zoom)
Cr A J Arnold
Cr T M Biddle
Cr W S Clark
Cr A H Crackett
Cr G D Lewis
Cr I R Pottinger
Cr N D Skelt
Cr L F Soper

IN ATTENDANCE: Mrs C Hadley – Chief Executive
Mr D Edwards – Group Manager – Environmental and Planning
Services
Mr D Foster – Group Manager – Finance and Corporate Services
Ms J Conway – Manager Governance and Administration
Ms J Suter – Manager Strategy and Policy
Mr M Morris – Environmental Legal / Technical
Ms M Napper – Manger Community Development
Ms H McLeod – Interim Team Leader – Communication Services
Ms L Kuresa – Governance Officer

2. **APOLOGIES**

Cr P W Kett.

Moved Cr Pottinger, seconded Cr Biddle and **RESOLVED** that the apology be accepted.

3. **PUBLIC FORUM**

Nil.

4. **INTEREST REGISTER**

A2279220

Nil.

5. **REPORT OF THE INVERCARGILL YOUTH COUNCIL**
A304304

Haley and Madison took the meeting through the report.

Moved Cr Lewis, seconded Cr Soper and **RESOLVED** that the report be received.

6. **GREAT SOUTH STATEMENT OF INTENT**
A3044860

Ms Suter took the meeting through the report.

Cr Biddle congratulated Ms Suter and her staff for the work undertaken to complete this document, especially during the Covid-19 situation.

Moved Cr Biddle, seconded Cr Crackett and **RESOLVED** that the report "Great South Statement of Intent".

7. **FIRST DRAFT OF FINANCIAL STRATEGY**
A3050519

Mr Foster took the meeting through the report.

In response to a question, Mr Foster explained that the critical issues that came out of the strategy would be implemented into the consultation document and that would be going out for consultation around February 2021. Council would need to ensure that the Long-term Plan was adopted before 30 June 2021.

In response to a question, Mr Foster explained that normal borrowing time would be carried out to protect Council's position with regard to interest costs. It would be around six to twelve month, but it depended on the view as to what interest rates were at the time as to whether Council wanted to lock in some good median interest rates rather than taking the risk of interest rates rising.

In response to a question, Mr Foster explained that Council needed to remember that it had \$100 million of uncalled capital into Invercargill City Holdings Limited, so that was 100% of the borrowing capacity, and with the core factored in it would be 150% so in total it would be 250%.

Moved Cr Pottinger, seconded Cr Soper and **RESOLVED** that the report, First Draft of Financial Strategy, be received.

8. **ENFORCEMENT POLICY**
A3043743

Mr Morris took the meeting through the report.

In response to a question, Mr Morris explained that there was a lot of information on this and some information was significantly more helpful than others. Some of the information had been redeveloped because it used language from the olden days.

Moved Cr Lewis, seconded Cr Abbott and **RESOLVED** that:

1. the report, "Enforcement Policy" be received; and
2. the proposed approach to enforcement (VADE) be endorsed.

9. **URGENT BUSINESS**

Nil.

There being no further business, the meeting finished at 3.24 pm.

**MINUTES OF THE MEETING OF THE RISK AND ASSURANCE COMMITTEE HELD IN
THE COUNCIL CHAMBER, CIVIC ADMINISTRATION BUILDING, 101 ESK STREET,
INVERCARGILL, ON TUESDAY 23 JUNE 2020 AT 8.30AM**

PRESENT: His Worship the Mayor, Sir T Shadbolt
Mr B Robertson (Chair)
Cr R Amundsen
Cr T M Biddle
Cr N Clark
Cr I R Pottinger
Mr R Jackson
Cr D Ludlow

IN ATTENDANCE: Cr L Soper
Mr A Burn – Audit New Zealand (via Zoom)
Mrs C Hadley – Chief Executive
Mr D Foster – Group Manager of Finance
Mr D Edwards – Group Manager of Environment and Planning
Mrs J Parfitt – Interim Group Manager of Infrastructure
Mr A Cameron – Strategic Advisor
Mr J Botting – Finance
Mr T O’Connor – Finance
Ms M Sievwright – Governance Administrator

2. APOLOGY

Cr A Crackett

Moved Mr Robertson, seconded Cr Ludlow and **RESOLVED** that the apology be accepted.

3. INTEREST REGISTER

Nil.

4. UPDATE FROM THE AUDITORS

Mr Robertson brought forward the report “Update from the Auditors” in the public excluded agenda.

Mr Burns took the meeting through his report. He said it would be a challenging year because of Covid-19, particularly for the Airport. The audit was behind time because of Covid-19 and he was trying to bring this back in line with the timeframe. A full disclosure of how Covid-19 affected Council should be included in the Annual Plan.

The extra workload for Auditors due to Covid-19 would be reflected in the fees charged to Council, however this had been capped at 1.5%.

Mr Robertson was concerned about the delay on the audit of the Annual Plan as Council was working towards the Long Term Plan.

Moved Mr Robertson, seconded Cr Pottinger and **RESOLVED** that the report "Update from the Auditors" be received.

4. **CONFIRMATION OF MINUTES OF MEETING HELD 20 MARCH 2020**

Moved Mr Robertson, seconded Cr Pottinger and **RESOLVED** that the minutes be taken as a true and correct record.

5. **TERMS OF REFERENCE**

The Terms of Reference had been updated and would be recommended to Council.

Moved Cr Clark, seconded Mr Jackson and **RESOLVED** that the report "Terms of Reference" be received. It was noted these Terms of Reference would need to be presented to Council.

Cr Biddle asked that an iwi advisor be asked to be included. Mr Robertson said he wanted to be consistent with what Council were doing.

Moved Cr Biddle, seconded Cr Ludlow and **RESOLVED** that the committee recommend to Council:

1. that Council approach Iwi to provide a representative on the committee; and
2. that Council consider broader representation on all committees; and
3. that this position be remunerated.

6. **FINANCIAL UPDATE**

Mr Jackson asked if the capex could be deferred and Mr Foster said this would be more difficult for next year if it was deferred.

Moved Cr Biddle, seconded Cr Pottinger and **RESOLVED** that the report "Financial Update" be received.

7. **ANNUAL REPORT UPDATE**

Because the audit was being undertaken remotely, it was putting more pressure on staff and an administrator had been engaged part time to help with this.

Cr Pottinger asked for clarification on carbon credits and Mr Foster said this had not yet been explored. A report would be brought back to the next meeting.

Moved Cr Amundsen, seconded His Worship the Mayor and **RESOLVED** that

1. the report "Annual Report Update" be received; and
2. the draft Accounting Policies for the Annual Report to 30 June 2020 be noted; and
3. the Annual Report preparation programme be noted.

8. **TREASURY UPDATE**

Note: Mr Myles O'Connor joined the meeting via Zoom at 9.30 am.

Mr O'Connor spoke of the seriousness of the country being in a depression due to Covid-19, particularly on the corporate market, and how the banks were dealing with this.

Moved Cr Pottinger, seconded Mr Jackson and **RESOLVED** that the report "Treasury Management Update" be received; and that Council's compliance with this Treasury Management policy be noted.

9. **LONG TERM PLAN UPDATE**

Mr Foster took the meeting through this report. The asset management plans and infrastructure strategy were underway, and the financial strategy was almost complete. The revenue and finance policy would be quite large, and the rating structure needed to be addressed.

Moved Mr Robertson, seconded Cr Amundsen and **RESOLVED** that the report "Long-term Plan 2020-2031" be received.

10. **UPDATE ON OUTSTANDING AUDIT ISSUES**

The new financial system should address many of the outstanding issues. The asset management system did not hold any financial information so the reconciliation could not be done.

Moved Cr Pottinger, seconded Cr Ludlow and **RESOLVED** that the report "Update on Outstanding Audit Items" be received.

11. **INTERNAL AUDIT PROGRAMME**

Mr Foster took the meeting through the spreadsheet which detailed the timetable for work to be completed. The finance system was being updated but this did not include the rating system. This was being reviewed internally but external resource was also being investigated.

Moved Cr Pottinger, seconded Mr Jackson and **RESOLVED** that the report "Internal Audit Programme" be received.

12. **PUBLIC EXCLUDED SESSION**

Moved Mr Robertson, seconded Cr Pottinger and **RESOLVED** that the public be excluded from the following parts of the proceedings of this meeting, namely:

- (a) *Confirmation of Public Excluded Session Minutes – 20 March 2020*
- (b) *Update on Litigation*
- (c) *Risk Update*

The general subject of each matter to be considered while the public is excluded, the reason for passing this resolution in relation to each matter,

and the specific grounds under Section 48(1)(d) of the Local Government Official Information and Meetings Act 1987 for the passing of this resolution are as follows:

General subject of each matter to be considered	Reason for passing this resolution in relation to each matter	Ground(s) under Section 48(1) for the passing of this resolution
(a) Confirmation of Public Excluded Session Minutes – 20 March 2020	<i>To enable any Local Authority holding the information to carry on, without prejudice or disadvantage, negotiations (including commercial and industrial negotiations).</i>	7(2)(i)
(b) Update on Litigation	<i>To enable any Local Authority holding the information to carry on, without prejudice or disadvantage, negotiations (including commercial and industrial negotiations).</i>	7(2)(i)
(c) Risk Update	<i>To enable any Local Authority holding the information to carry on, without prejudice or disadvantage, negotiations (including commercial and industrial negotiations).</i>	7(2)(i)

There being no further business the meeting closed at 10.42 am.

MINUTES OF THE MEETING OF THE INVERCARGILL CITY COUNCIL HELD IN THE COUNCIL CHAMBER, FIRST FLOOR, CIVIC ADMINISTRATION BUILDING, 101 ESK STREET, INVERCARGILL, ON TUESDAY 23 JUNE 2020 AT 3.00 PM

PRESENT: Sir T R Shadbolt, KNZM JP
Cr R L Abbott (via Zoom)
Cr R R Amundsen
Cr A J Arnold
Cr T M Biddle
Cr W S Clark
Cr A H Crackett
Cr G D Lewis
Cr D J Ludlow
Cr I R Pottinger
Cr N D Skelt
Cr L F Soper

IN ATTENDANCE: Mrs C Hadley – Chief Executive
Mr D Edwards – Group Manager – Environmental and Planning
Mr D Foster – Interim Group Manager – Finance and Corporate Services
Mrs J Parfitt – Group Manager – Infrastructure
Mr A Cameron – General Manager Invercargill City Holdings Limited
Ms J Conway – Manager Governance and Administration
Ms R Suter – Manager Strategy and Policy
Ms H McLeod – Interim Team Leader – Communication Services
Mr D Tobin – Communications Advisor – Digital
Mrs M Colyer – Executive Assistant
Ms L Kuresa – Governance Officer

2. **APOLOGIES**

Cr P W Kett.

Moved Cr Biddle, seconded Cr Lewis and **RESOLVED** that the apology be accepted.

3. **PUBLIC FORUM**

3.1 **Submission – Extra Money for City Block Consultation**

Moved Cr Soper, seconded Cr Biddle and **RESOLVED** that Mr Gaire Thompson speak to his submission, previously received by Council.

Mr Thompson said that the consultation should have been undertaken when HWCP asked for a change to the original consent, which required guaranteed finance, as that was where the issues had arisen. He believed that the Richardson Group should be covering half of the \$16 million rather than asking the Council to provide the extra funding. Council was remiss and should not have proceeded any further after Geoff Thompson withdrew his \$21 million from the project. He took the meeting through the main points in his written submission with regard to the costs around running a mall.

In response to questions, Mr Thompson explained gave the following answers:

1. We have a mall here in Nelson where Farmers is the major tenant and the others have Countdown and The Warehouse as the major tenants and they are good at driving a good deal that suits them, particularly the Australian owned stores who are over the top in trying to dictate the terms. It's unfortunate that the minimum wage has not helped the current situation because some of the retailers are reducing their hours and staff, which was not beneficial to staff as a general tightening up on their cost structure.
2. There has to be an element of social good but from past experience there was an area development by the ACC as a shopping centre and they started off with the high rentals but the tenants waited until the rent review came down and then they left. It was known as "fashion island" and then it became known as "desert island" because there was a lot of public sentiment. If it was full and lively, people would want to go there, it was half empty with "for lease" signage everywhere. The Johnsonville mall was the same and it was difficult job to get them up and running again if they don't have that right vibe about them.
3. The Nelson Mall I mentioned was not a real mall; it was like an open shopping courtyard arrangement with good brands. It was well designed and looked nice, but it was not on the heart of town, it was on the peripheral of Nelson.

His Worship the Mayor thanked Mr Thompson for taking the time to present to Council.

4. **INTEREST REGISTER**
A2279220

Nil.

5. **DELIBERATION – EXTRA MONEY FOR CITY BLOCK CONSULTATION**
A3058988

Cr Biddle informed Council that she had listened to all of the submissions today from the hearings held 17 June 2020.

Ms Suter took the meeting through the report and recommendations.

Moved Cr Ludlow, seconded Cr Crackett and **RESOLVED** that the report, "Deliberation – Extra Money for City Block? Consultation" be received; and that Council:

1. The community wellbeing outcomes outweigh the identified risks in investing in the proposal; and
2. That Council's total investment in Invercargill Central Limited be increased to \$46 million.

Councillors spoke and set out their reasons why Council should support the investment in Invercargill City Central Limited increase to \$46 million.

The motion, now being put, was **RESOLVED** in the **affirmative**.

6. **URGENT BUSINESS**

Moved Cr Biddle, seconded Cr Amundsen and **RESOLVED** that the major late item report to be discussed under Public Excluded Session, Invercargill City Forests Limited Sale of Forest Estate”, be received in order that this matter can be progressed in a timely manner.

7. **COUNCIL IN PUBLIC EXCLUDED SESSION**

Moved Cr Biddle, seconded Cr Soper and **RESOLVED** that the public be excluded from the following parts of the proceedings of this meeting, namely:

(a) *Invercargill City Forests Limited Sale of Forest Estate.*

The general subject of each matter to be considered while the public is excluded, the reason for passing this resolution in relation to each matter, and the specific grounds under Section 48(1) of the Local Government Official Information and Meetings Act 1987 for the passing of this resolution are as follows:

General subject of each matter to be considered	Reason for passing this resolution in relation to each matter	Ground(s) under Section 48(1) for the passing of this resolution
(a) Invercargill City Forests Limited Sale of Forest Estate	Section 7(2)(h) Enable any local authority holding the information to carry on, without prejudice or disadvantage, commercial activities	Section 48(1)(a) That the public conduct of this item would be likely to result in the disclosure of information for which good reason for withholding would exist under Section 7

There being no further business, the meeting finished at 4.12 pm.

TO: COUNCIL

FROM: RHIANNON SUTER, MANAGER – STRATEGY AND POLICY

MEETING DATE: 29 JUNE 2020

DECISION – EXTRA MONEY FOR CITY BLOCK? CONSULTATION

SUMMARY

Following Council deliberations, this report outlines recommendations as Council makes a decision on whether to invest extra money into City Block.

RECOMMENDATIONS

That Council

- 1. Receive the Report “Decision – Extra Money for City Block? Consultation.”**
- 2. Determine that the community wellbeing outcomes outweigh the risk in investing in the proposal.**
- 3. Determine to invest a total of \$46 million in City Block incorporating**
 - a. the initial \$20 million investment and \$5 million for contingency**
 - b. a repurpose of the \$5 million initially allocated for design changes**
 - c. an additional \$16 million investment.**
- 4. Notes that in the circumstances that Central Government invests directly to ICL in the City Block project through the Shovel Ready Fund Council will invest a lower amount.**
- 5. Determines to advise ICHL of Council’s preference that, unless the Council has received funds for investment in the City Block from the Shovel Ready Fund the investment in ICL be:**
 - a. treated as equity, on an equal standing with all other shareholders; and**
 - b. that in any event the shareholding will rank equally with all other shares in the event that there are dividends paid and/or sale of the shares.**
- 6. On the basis of the recommendations above, delegates authority to the Chief Executive to purchase \$21 million worth of additional shares in Invercargill City Holdings Limited.**
- 7. This approval gives authority to the Chief Executive and Deputy Chair of the Invercargill City Holdings Ltd to enter into binding agreements on behalf of Council**
- 8. All matters to be reported to Council once completed.**

IMPLICATIONS

1.	<i>Has this been provided for in the Long Term Plan/Annual Plan?</i> No – It is not included in the Long-term Plan. The original investment of \$25 million which has already been made was included in the 2019/2020 Annual Plan. The investment of the additional funds is not expected to be made until the period of the 2021 – 2031 Long-term.
2.	<i>Is a budget amendment required?</i> No
3.	<i>Is this matter significant in terms of Council's Policy on Significance?</i> Yes
4.	<i>Implications in terms of other Council Strategic Documents or Council Policy?</i> The project aligns with SoRDs and a number of Council community outcomes.
5.	<i>Have the views of affected or interested persons been obtained and is any further public consultation required?</i> Yes, the public have been consulted and submissions received and deliberated on at a Council meeting on 23 June 2020.
6.	<i>Has the Child, Youth and Family Friendly Policy been considered?</i> Yes

FINANCIAL IMPLICATIONS

The financial implications of this decision have been included within earlier reports.

Council's investment in City Block will be loan funded, with the cost of borrowing funded through rates. The cost of borrowing on the initial investment of up to \$30million was estimated at \$900,000. Since then the expected interest rate has dropped from around 2.5% per annum to around 1.5%. Changes to interest rates have resulted in a lower cost of borrowing. Our initial assessment was that \$900,000 from rates would allow the interest (\$750,000) to be funded and also provide for some loan repayment. Overtime returns from the investment would enable more money for the repayment of debt.

As a result of the costs of borrowing falling, the higher level of investment, \$46 million is forecast to have an interest cost of \$690,000 per annum. However as the additional investment will use a larger portion of the debt capacity, further provision would need to be made to ensure that the other major planned projects are able to be undertaken. For this reason it is proposed that a further \$300,000 rates per annum would be required to maintain borrowing capacity for future capital.

No further rates increase beyond the 1.2% forecast during the initial consultation is anticipated due to changes in the costs of borrowing.

LEGISLATIVE CONSIDERATIONS

The Local Government Act 2002 (the Act) provides that the purpose of local government is to enable democratic local decision-making and action by, and on behalf of, communities and to

promote the social, economic, environmental, and cultural wellbeing of communities in the present and for the future.

When making decisions, Council must have regard to the principles relating to local authorities established in section 14 of the Act. Council should be particularly aware of subsections (f) and (fa) which provide:

- A local authority should undertake any commercial transactions in accordance with sound business practices; and
- A local authority should periodically –
 - o Assess the expected returns to the authority from investing in, or undertaking, a commercial activity; and
 - o Satisfy itself that the expected returns are likely to outweigh the risks inherent in the investment or activity.

Council held hearings on the submissions at its meeting of 17 June 2020. The views of the community are important to help Council to determine whether the expected returns to the social, economic and cultural wellbeing of the community from the proposed investment, outweigh the risks of being involved in a commercial venture of this nature and were considered as part of the deliberations on 23 June 2020.

BACKGROUND

In August 2019 Council determined to invest \$25 million (including \$5 million contingency) into City Block through Invercargill City Holdings Limited. A further \$ 5 million was set aside for design changes. Negotiations with other development partners did not result in design changes.

Following withdrawal by an investor, there was a funding shortfall and Council was requested by the developer Invercargill Central Limited to make a further investment to meet this shortfall. The developer indicated to Council that without further investment from Council the project was unlikely to proceed.

On 18 May 2020 Council determined to consult on whether to make a further investment of \$16 million, in addition to repurposing of the \$5 million set aside for design changes resulting in a total investment in Invercargill Central Limited of \$46 million.

Consultation was undertaken between 19 May and 12 June 2020. 462 submissions were received during this consultation, in comparison with 673 submissions received during the previous consultation in 2019.

Council held hearings on the submissions at the meeting of 17 June 2020. Due to a technological error Council was not aware that Mr Gaire Thompson wished to speak at the time of the hearings on 17 June 2020. It is therefore recommended that Council hear his submission at the time of deliberations.

The views of the community are important to help Council to determine whether the expected returns to the social, economic and cultural wellbeing of the community from the proposed investment, outweigh the risks of being involved in a commercial venture of this nature.

On 23 June 2020 Council deliberated on whether to invest in City Block and the outcomes of that deliberation are included in the recommendations for decision in this report.

THE STRUCTURE OF THE INVESTMENT

As part of making this investment, it is important that Council determine the principles on which it will make the investment. These are reflected in the recommendations.

Transparency is an important principle of Local Government and should be reflected in the reporting and governance processes of the investment.

Options for further investment made by Council on behalf of ratepayers

Any investment funded by ICC will rank equally in terms of dividend and value of shares in the event that a purchaser is found for ICL.

It is recommended that Council indicate its preference to other shareholders that any additional equity from Council will have equal standing to other shareholders.

Options for further investment which may be made through the Shovel Ready Fund

The outcome of the application to the Crown Infrastructure Partners Shovel Ready Fund is not known at this stage. In the event that Council is not required to invest further funds, as the shovel ready fund provides the further investment to ICL, there will not be an increase in equity for Council.

Other permutations related to the provision of funds from the shovel ready fund will have to be worked through once the obligations and terms of that grant are known.

CONCLUSION

It is recommended that Council determine to invest on the basis of the financial and legal positions outlined in the recommendations.

TO: COUNCIL
FROM: HIS WORSHIP THE MAYOR, SIR T SHADBOLT
MEETING DATE: MONDAY, 29 June 2020

MAYOR'S REPORT

SUMMARY

List of engagements and current issues.

RECOMMENDATION

That the report be received.

IMPLICATIONS

1.	<i>Has this been provided for in the Long Term Plan/Annual Plan?</i> N/A.
2.	<i>Is a budget amendment required?</i> N/A.
3.	<i>Is this matter significant in terms of Council's Policy on Significance?</i> N/A.
4.	<i>Implications in terms of other Council Strategic Documents or Council Policy?</i> N/A.
5.	<i>Have the views of affected or interested persons been obtained and is any further public consultation required?</i> N/A.

FINANCIAL IMPLICATIONS

N/A.

ENGAGEMENTS – 3 MARCH 2020 TO 24 JUNE 2020

- Workshop – Tim Walker
- Workshop – Long Term Plan
- Rural and Provincial
- Surf to City
- Invercargill North Rotary – Dictionaries in Schools
- Ullrich Aluminium Opening
- More FM Promotion
- Chairs Meeting
- NZAS Socioeconomic Impact Study
- Walter Jehne Presentation
- 2022 New Zealand Pipe Band Championships

- Multicultural Food Festival
- Southland Multicultural Council - Christchurch Remembrance Service
- Workshop – Annual Plan
- Extraordinary Council Meeting
- Workshop – WasteNet
- Southland Mayoral Forum
- Extraordinary Council Meeting
- Interview with More FM
- Interview with Pacific Breakfast Show
- Combined Joint Committee Meeting
- Chairs Meeting
- Southland Mayoral Forum
- Interview with Southland Times
- Meeting with National Emergency Management Agency
- Interview with Radio Hauraki
- Civil Defence Emergency Management
- Council Workshop
- Meeting with Minister Twyford
- Teleconference with Superintendent Paul Basham
- Committee of Council Meeting
- Meeting with Dr Liz Craig – Invercargill Airport
- Southland Mayoral Forum
- Meeting to discuss Queenstown Housing Project
- Teleconference with Air NZ CEO – Mr Greg Foran
- Podcast with The College Project
- Committee of Council Meeting
- Emergency Committee of Council Meeting
- Strategic Projects Meeting
- Infrastructure Meeting
- Health and Safety Briefing
- Workshop – Steve Bramley
- Meeting with Dr Liz Craig – Invercargill Airport
- Interview with More FM
- Committee of Council Meeting
- Chinese Garden Walkthrough
- Extraordinary Council Meeting
- Southland Mayoral Forum
- Committee of Council Meeting
- Interview with Jono and Ben
- Zone 6 Mayors and Chairs Meeting
- Strategic Framework Meeting
- Council Meeting
- Interview with Jono and Ben
- Meeting with Rugby Southland
- Infrastructural Services Meeting
- City Block Consultation Hearings
- City Block Consultation – Update
- City Centre Master Plan drop in session
- Otago Mayors/Chairs Meeting – 3 Waters
- Performance, Policy and Partnerships Meeting
- Risk and Assurance Committee Meeting
- Deliberation on City Block

REPORT

This has been a transformational three months. The city block is the biggest event or project that most Councillors have experienced if we don't include the smelter, ouvea removal, recycling and Covid-19. Many of these activities cross Local Government boundaries which begs the question – are we ready to examine the challenge of “One Southland”? Just one example is the review of aquaculture. This exciting proposal will require the co-operation of several Central Government and Local Government sectors. Previous attempts have ended up in the ‘too hard’ basket but that no reason to give up. With the demise of the tourist sector and the uncertainty of the smelter we desperately need to increase commercial opportunities.