

## Governing Body OPEN MINUTES

Minutes of an extraordinary meeting of the Governing Body held in the Reception Lounge, Auckland Town Hall, 301-305 Queen Street, Auckland on Tuesday, 9 December 2014 at 1.30pm.

### PRESENT

<b>Mayor</b>	Len Brown, JP	
<b>Deputy Mayor</b>	Penny Hulse	From 1.38pm, Item 4
<b>Councillors</b>	Cr Anae Arthur Anae	From 1.42pm, Item 4
	Cr Cameron Brewer	
	Cr Dr Cathy Casey	
	Cr Bill Cashmore	
	Cr Ross Clow	From 1.37pm, Item 4
	Cr Linda Cooper, JP	
	Cr Chris Darby	
	Cr Hon Christine Fletcher, QSO	
	Cr Denise Krum	
	Cr Mike Lee	
	Cr Calum Penrose	
	Cr Dick Quax	From 1.33pm, Item 4
	Cr Sharon Stewart, QSM	
	Cr Sir John Walker, KNZM, CBE	
	Cr Wayne Walker	
	Cr John Watson	
	Cr Penny Webster	
	Cr George Wood, CNZM	

### APOLOGIES

Cr Alf Filipaina	For absence
Deputy Mayor PA Hulse	For lateness



**1 Affirmation**

There was no affirmation.

**2 Apologies**

Resolution number GB/2014/149

MOVED by Mayor LCM Brown, seconded by Cr GS Wood:

**That the Governing Body:**

- a) **accept the apologies from Cr AM Filipaina for absence and from Deputy Mayor PA Hulse for lateness.**

**CARRIED**

**3 Declaration of Interest**

There were no declarations of interest.

**4 Draft Long-term Plan 2015 - 2025 Amended CRL assumption**

A PowerPoint presentation was provided. A copy has been placed on the official minutes and is available on the Auckland Council website as a minutes attachment.

*Cr D Quax entered the meeting at 1.33 pm.*

*Cr RI Clow entered the meeting at 1.37 pm.*

*Deputy Mayor PA Hulse entered the meeting at 1.38 pm.*

*Cr AJ Anae entered the meeting at 1.42 pm.*

*Deputy Mayor PA Hulse left the meeting at 2.44 pm.*

*Deputy Mayor PA Hulse returned to the meeting at 3.00 pm.*

Secretarial note: Changes to the original motion were incorporated as a Chair's recommendation a) and with the agreement of the meeting under recommendation b).

MOVED by Mayor LCM Brown, seconded by Cr CE Fletcher:

That the Governing Body:

- a) approve the financial data for the Long-Term Plan 2015-2025 being updated to reflect the City Rail Link Option 2 scenario of council-funded enabling works only in years one to three of the Long-Term Plan 2015-2025 and construction commencing in 2018/19 with commensurate government funding for the following reasons:
- The City Rail Link is the key piece of infrastructure that will unlock the growth of Auckland and needs to be delivered as soon as possible
  - The private sector is now making significant commitment tied to the success of the project and the council needs to maintain momentum
  - Government is now committed to the project, unlike in the Long-Term Plan 2012-22 – timing is subject to negotiation and achievement of targets

- Rail patronage growth, if maintained, will achieve the government's target by 2017/18
  - Employment growth is also tracking well but final targets will be subject to further negotiation in light of the PWC report
  - Should council be unsuccessful in convincing government to bring funding forward – this does not affect the first three years of the Long-Term Plan 2015-2025 and the Long-Term Plan 2018-28 process would provide an opportunity to accommodate any change in timing
  - The financial impact of Government funding being delayed until 2020 is easily accommodated – Council would be required to carry \$416 million of additional debt in 2019/20, reducing to an additional \$65 million in 2024/25.
- b) commit to ongoing collaboration with Government at both a political and executive level.

An amendment was MOVED by Cr DA Krum, seconded by Cr CE Brewer:

That the Governing Body:

- a) approve the financial data for the Long-Term Plan 2015-2025 being updated to reflect the City Rail Link Option 4 scenario of:
- i. council proceeding with investigation and design, land purchases and enablement works for the next three years (total \$400 million)
  - ii. construction on main works commencing in 2020/21, commensurate with government funding, and after a binding funding agreement has been concluded.
- b) support continued negotiations with the government to achieve an earlier start date for main works construction and a minimum 50% contribution by government to the entire cost of the City Rail Link project, including the cost of investigation and design, land purchases and enablement works to be incurred by Auckland Council over the next three years of the Long-Term Plan 2015-2025 .
- c) delegate authority for these negotiations to both the political and executive level.

A division was called for, voting on which was as follows:

**For**

Cr CE Brewer  
Cr LA Cooper  
Cr DA Krum

**Against**

Cr AJ Anae  
Mayor LCM Brown  
Cr CM Casey  
Cr WB Cashmore  
Cr RI Clow  
Cr C Darby  
Cr CE Fletcher  
Deputy Mayor PA Hulse  
Cr ME Lee  
Cr CM Penrose  
Cr D Quax  
Cr SL Stewart

**Abstained**

Cr JG Walker  
Cr WD Walker  
Cr J Watson  
Cr MP Webster  
Cr GS Wood

The amendment was declared LOST by 3 votes to 17.

The substantive motion was put.

Resolution number GB/2014/150

MOVED by Mayor LCM Brown, seconded by Cr CE Fletcher:

**That the Governing Body:**

- a) **approve the financial data for the Long-Term Plan 2015-2025 being updated to reflect the City Rail Link Option 2 scenario of council-funded enabling works only in years one to three of the Long-Term Plan 2015-2025 and construction commencing in 2018/19 with commensurate government funding for the following reasons:**
- **The City Rail Link is the key piece of infrastructure that will unlock the growth of Auckland and needs to be delivered as soon as possible**
  - **The private sector is now making significant commitment tied to the success of the project and the council needs to maintain momentum**
  - **Government is now committed to the project, unlike in the Long-Term Plan 2012-22 – timing is subject to negotiation and achievement of targets**
  - **Rail patronage growth, if maintained, will achieve the government’s target by 2017/18**
  - **Employment growth is also tracking well but final targets will be subject to further negotiation in light of the PWC report**
  - **Should council be unsuccessful in convincing government to bring funding forward – this does not affect the first three years of the Long-Term Plan 2015-2025 and the Long-Term Plan 2018-28 process would provide an opportunity to accommodate any change in timing**
  - **The financial impact of Government funding being delayed until 2020 is easily accommodated – Council would be required to carry \$416 million of additional debt in 2019/20, reducing to an additional \$65 million in 2024/25.**
- b) **commit to ongoing collaboration with Government at both a political and executive level.**

A division was called for, voting on which was as follows:

**For**

Cr AJ Anae  
Mayor LCM Brown  
Cr CM Casey  
Cr WB Cashmore

**Against**

Cr CE Brewer  
Cr LA Cooper  
Cr DA Krum  
Cr D Quax

**Abstained**

Cr RI Clow  
Cr C Darby  
Cr CE Fletcher  
Deputy Mayor PA Hulse  
Cr ME Lee  
Cr CM Penrose  
Cr JG Walker  
Cr WD Walker  
Cr J Watson  
Cr MP Webster

Cr SL Stewart  
Cr GS Wood

The motion was declared CARRIED by 14 votes to 6.

**CARRIED**

**Attachments**

- A 9 December 2014 - Extraordinary Governing Body - Item 4 - City Rail Link Funding Options PowerPoint

3.58 pm

The Chairperson thanked Members for their attendance and attention to business and declared the meeting closed.

CONFIRMED AS A TRUE AND CORRECT RECORD  
AT A MEETING OF THE GOVERNING BODY HELD  
ON

**DATE:**.....

**CHAIRPERSON:**.....