

PALMERSTON NORTH CITY COUNCIL

Minutes of the Economic Growth Committee Meeting Part I Public, held in the Council Chamber, First Floor, Civic Administration Building, 32 The Square, Palmerston North on 21 June 2023, commencing at 9.00am.

Members Present: Councillor William Wood (in the Chair), The Mayor (Grant Smith) and Councillors Mark Amott, Brent Barrett, Rachel Bowen, Vaughan Dennison, Roly Fitzgerald, Debi Marshall-Lobb, and Orphée Mickalad.

Non Members: Councillors Patrick Handcock, Karen Naylor and Kaydee Zabelin.

Apologies: Councillors Leonie Hapeta, Lorna Johnson and Billy Meehan, Orphée Mickalad (early departure on Council Business) and Rachel Bowen (late arrival)

Councillor Lew Findlay entered the meeting at 9.05am during consideration of clause 20. He was not present for clauses 18 and 19 inclusive.

Councillor Rachel Bowen entered the meeting at 9.30am during consideration of clause 20. She was not present for clauses 18 and 19 inclusive.

Councillor Orphée Mickalad left the meeting at 10.30am after consideration of clause 21. He entered the meeting again at 1.25pm before the consideration of clause 24. He was not present for clauses 22 and 23 inclusive.

The Mayor (Grant Smith) left the meeting at 12.20pm after consideration of clause 23. He entered the meeting again at 1.47pm before the consideration of clause 27. He was not present for clauses 24 to 26 inclusive.

Karakia Timatanga

Councillor William Wood opened the meeting with a karakia

Declarations of Interest

Councillor Vaughan Dennison declared an interest in item 13 Tamakuku Terrace Six Monthly Update (clause 26) but would consider the item with an open mind.

ECONOMIC GROWTH COMMITTEE - PART I - 21 JUNE 2023

18-23 **Apologies**

Moved William Wood, seconded Grant Smith.

The **COMMITTEE RESOLVED**

1. That the Committee receive the apologies.

Clause 18-23 above was carried 11 votes to 0, the voting being as follows:

For:

The Mayor (Grant Smith) and Councillors William Wood, Mark Arnott, Brent Barrett, Vaughan Dennison, Roly Fitzgerald, Debi Marshall-Lobb, Orphée Mickalad, Patrick Handcock, Karen Naylor and Kaydee Zabelin.

19-23 **Confirmation of Minutes**

Moved William Wood, seconded Grant Smith.

The **COMMITTEE RESOLVED**

1. That the minutes of the Economic Growth Committee meeting of 12 April 2023 Part I Public be confirmed as a true and correct record.

Clause 19-23 above was carried 11 votes to 0, the voting being as follows:

For:

The Mayor (Grant Smith) and Councillors William Wood, Mark Arnott, Brent Barrett, Vaughan Dennison, Roly Fitzgerald, Debi Marshall-Lobb, Orphée Mickalad, Patrick Handcock, Karen Naylor and Kaydee Zabelin.

20-23 **Palmerston North Airport Limited - Final Statement of Intent for 2023/24 to 2025/26**

Memorandum, presented by Steve Paterson, Strategy Manager – Finance, Shelly Mitchell-Jenkins (Director), David Lanham (Chief Executive) & Jonathon Baker (Chief Finance Officer) from Palmerston North Airport Limited.

Councillor Lew Findlay entered the meeting at 9:05am.

Councillor Rachel Bowen entered the meeting at 9:30am.

The Mayor moved a motion seeking additional information on investment options to enable the Airport to complete its masterplan and unlock future growth.

Moved Grant Smith, seconded Mark Arnott.

The **COMMITTEE RESOLVED**

1. That the Committee agree the Statement of Intent for Palmerston

ECONOMIC GROWTH COMMITTEE - PART I - 21 JUNE 2023

North Airport Limited for 2023/24 to 2025/26 (Attachment 2).

Clause 20.1-23 above was carried 11 votes to 2, the voting being as follows:

For:

The Mayor (Grant Smith) and Councillors William Wood, Mark Arnott, Rachel Bowen, Vaughan Dennison, Roly Fitzgerald, Debi Marshall-Lobb, Orphée Mickalad, Lew Findlay, Patrick Handcock and Kaydee Zabelin.

Against:

Councillors Brent Barrett and Karen Naylor.

Moved Grant Smith, seconded Mark Arnott.

The **COMMITTEE RECOMMENDS**

2. That Council instruct the Chief Executive to prepare options/ business case for extra investment or shareholding to Palmerston North Airport Limited and present back to Council.

Clause 20.2-23 above was carried 13 votes to 0, the voting being as follows:

For:

The Mayor (Grant Smith) and Councillors William Wood, Mark Arnott, Brent Barrett, Rachel Bowen, Vaughan Dennison, Roly Fitzgerald, Debi Marshall-Lobb, Orphée Mickalad, Lew Findlay, Patrick Handcock, Karen Naylor and Kaydee Zabelin.

21-23

Central Economic Development Agency (CEDA) - Final Statement of Intent 2023/24

Memorandum, presented by David Murphy, Chief Planning Officer. Bobbie McFee, (Chair) and Jerry Shearman, (Chief Executive) from CEDA.

Moved William Wood, seconded Grant Smith.

The **COMMITTEE RESOLVED**

1. That the Committee agree the final Statement of Intent 2023/24 submitted by the Central Economic Development Agency (Attachment 1).

Clause 21-23 above was carried 13 votes to 0, the voting being as follows:

For:

The Mayor (Grant Smith) and Councillors William Wood, Mark Arnott, Brent Barrett, Rachel Bowen, Vaughan Dennison, Roly Fitzgerald, Debi Marshall-Lobb, Orphée Mickalad, Lew Findlay, Patrick Handcock, Karen Naylor and Kaydee Zabelin.

Meeting adjourned at 10.30am.
Meeting resumed at 10.46am.

ECONOMIC GROWTH COMMITTEE - PART I - 21 JUNE 2023

Councillor Orphée Mickalad was not present when the meeting resumed.

22-23 Palmerston North Strategic Networks 2023

Memorandum, presented by James Miguel, Senior Transport Planner and David Murphy, Chief Planning Officer.

Moved Grant Smith, seconded Patrick Handcock.

The **COMMITTEE RESOLVED**

1. That the Committee lift the report "Palmerston North Strategic Networks 2023" from the table.

The **COMMITTEE RECOMMENDS**

2. That Council endorse the Palmerston North Strategic Networks 2023 (Attachments 1 & 2) to inform future Council decision-making on transport matters, including the 2024-2034 Long Term Plan and supporting documents

Clause 22-23 above was carried 9 votes to 3, the voting being as follows:

For:

The Mayor (Grant Smith) and Councillors Brent Barrett, Rachel Bowen, Vaughan Dennison, Roly Fitzgerald, Debi Marshall-Lobb, Patrick Handcock, Karen Naylor and Kaydee Zabelin.

Against:

Councillors William Wood, Mark Arnott and Lew Findlay.

23-23 Central City Transformation - Streets for People Project

Report, presented by Geoff Sneddon, Senior Project Manager and Hamish Featonby, Group Manager - Transport & Development.

Officers raised an error in the Steering group's Terms of Reference – Under Accountability – the Steering group will report to the Economic Growth Committee not the Strategy & Finance Committee.

Moved Brent Barrett, seconded Rachel Bowen.

The **COMMITTEE RECOMMENDS**

1. That Council adopt the Terms of Reference (as amended) for the Central City Transformation Project Steering Group (Attachment 1).
2. That Council approve the Mayor's recommendation for membership of the Central City Transformation Project Steering Group: The Mayor, Councillors Hapeta, Bowen, Dennison, and Handcock.

ECONOMIC GROWTH COMMITTEE - PART I - 21 JUNE 2023

Clauses 23.1 and 23.2-23 above were carried 9 votes to 3, the voting being as follows:

For:

The Mayor (Grant Smith) and Councillors Brent Barrett, Rachel Bowen, Vaughan Dennison, Roly Fitzgerald, Debi Marshall-Lobb, Patrick Handcock, Karen Naylor and Kaydee Zabelin.

Against:

Councillors William Wood, Mark Arnott and Lew Findlay.

Moved Brent Barrett, seconded Rachel Bowen.

The **COMMITTEE RECOMMENDS**

3. That Council receive the 60% Detail Design Plans (developed design) for the entire Central City Transformation (streets for people) project area (Attachment 2).
4. That Council delegate authority to the Chief Executive to vary the GST exclusive contract sum of Contract 3923 (Professional Services Design for City Centre Streetscape Upgrade) by \$254,000. Noting that this will increase the contingency of the project from \$96,000 to \$350,000 and that this increase can be accommodated within the existing budget within Programme 2122.

Clauses 23.3 and 23.4-23 above were carried 7 votes to 5, the voting being as follows:

For:

The Mayor (Grant Smith) and Councillors Brent Barrett, Rachel Bowen, Vaughan Dennison, Roly Fitzgerald, Debi Marshall-Lobb and Patrick Handcock.

Against:

Councillors William Wood, Mark Arnott, Lew Findlay, Karen Naylor and Kaydee Zabelin.

The meeting adjourned at 12.20pm.

The meeting resumed at 1.25pm.

The Mayor (Grant Smith) was not present when the meeting resumed.

Councillor Orphée Mickalad was present when the meeting resumed.

24-23

Update on Infill Lighting Required to Achieve Compliance in P and V Categories

Memorandum, presented by Hamish Featonby, Group Manager - Transport & Development.

Moved William Wood, seconded Debi Marshall-Lobb.

The **COMMITTEE RESOLVED**

1. That the Committee receive the report titled 'Update on Infill Lighting Required to Achieve Compliance in P and V Categories' presented on 21 June 2023.

ECONOMIC GROWTH COMMITTEE - PART I - 21 JUNE 2023

Clause 24-23 above was carried 12 votes to 0, the voting being as follows:

For:

Councillors William Wood, Mark Arnott, Brent Barrett, Rachel Bowen, Vaughan Dennison, Roly Fitzgerald, Debi Marshall-Lobb, Orphée Mickalad, Lew Findlay, Patrick Handcock, Karen Naylor and Kaydee Zabelin.

25-23

Palmerston North Quarterly Economic Update - June 2023

Memorandum, presented by Stacey Bell City Economist.

The Officer corrected two errors in Attachment 1 (page 178 of the agenda). In the graph Palmerston North Gross domestic product growth:

- the label in the chart should read Palmerston North not Manawatū Region, and
- The paragraph under the graph should read March 2023 not 2022.

Moved William Wood, seconded Debi Marshall-Lobb.

The **COMMITTEE RESOLVED**

1. That the Committee receive the following reports for information:
 - a. Palmerston North Quarterly Economic Update – June 2023
 - b. Palmerston North electronic card spending report–March quarter 2023

Clause 25-23 above was carried 12 votes to 0, the voting being as follows:

For:

Councillors William Wood, Mark Arnott, Brent Barrett, Rachel Bowen, Vaughan Dennison, Roly Fitzgerald, Debi Marshall-Lobb, Orphée Mickalad, Lew Findlay, Patrick Handcock, Karen Naylor and Kaydee Zabelin.

26-23

Tamakuku Terrace Six Monthly Update

Memorandum, presented by Bryce Hosking, Group Manager - Property and Resource Recovery.

Moved William Wood, seconded Debi Marshall-Lobb.

The **COMMITTEE RESOLVED**

1. That the Committee receive the memorandum titled 'Tamakuku Terrace Six Monthly Update', presented on 21 June 2023.

Clause 26-23 above was carried 12 votes to 0, the voting being as follows:

For:

Councillors William Wood, Mark Arnott, Brent Barrett, Rachel Bowen, Vaughan Dennison, Roly Fitzgerald, Debi Marshall-Lobb, Orphée Mickalad, Lew Findlay,

ECONOMIC GROWTH COMMITTEE - PART I - 21 JUNE 2023

Patrick Handcock, Karen Naylor and Kaydee Zabelin.

NOTE:

Councillor Vaughan Dennison declared an interest in this item and stated he would consider the item with an open mind.

The Mayor (Grant Smith) entered the meeting at 1:47pm.

27-23 Work Schedule - June 2023

Moved William Wood, seconded Debi Marshall-Lobb.

The **COMMITTEE RESOLVED**

1. That the Committee receive its Work Schedule dated June 2023.

Clause 27-23 above was carried 13 votes to 0, the voting being as follows:

For:

The Mayor (Grant Smith) and Councillors William Wood, Mark Arnott, Brent Barrett, Rachel Bowen, Vaughan Dennison, Roly Fitzgerald, Debi Marshall-Lobb, Orphée Mickalad, Lew Findlay, Patrick Handcock, Karen Naylor and Kaydee Zabelin.

EXCLUSION OF PUBLIC

28-23 Recommendation to Exclude Public

Moved William Wood, seconded Debi Marshall-Lobb.

The **COMMITTEE RESOLVED**

That the public be excluded from the following parts of the proceedings of this meeting listed in the table below.

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 passing this resolution
17.	Te Utanganui Central New Zealand Distribution Hub - Master Plan	Privacy, Third Party Commercial and Prevent Improper Gain or Advantage	s7(2)(a), s7(2)(b)(ii) and s7(2)(j)

ECONOMIC GROWTH COMMITTEE - PART I - 21 JUNE 2023

This resolution is made in reliance on Section 48(1)(a) of the Local Government Official Information and Meetings Act 1987 and the particular interest or interests protected by Section 6 or Section 7 of that Act which would be prejudiced by the holding of the whole or the relevant part of the proceedings of the meeting in public as stated in the above table.

Also that the persons listed below be permitted to remain after the public has been excluded for the reasons stated.

David Norman and Sarah Jenkin (GHD consultants) and Jerry Shearman (Chief Executive – CEDA) because of their knowledge and ability to assist the meeting in speaking to the report and answering questions, noting that such persons will be present at the meeting only for the item that relate to their respective report.

Clause 28-23 above was carried 13 votes to 0, the voting being as follows:

For:

The Mayor (Grant Smith) and Councillors William Wood, Mark Arnott, Brent Barrett, Rachel Bowen, Vaughan Dennison, Roly Fitzgerald, Debi Marshall-Lobb, Orphée Mickalad, Lew Findlay, Patrick Handcock, Karen Naylor and Kaydee Zabelin.

The public part of the meeting finished at 1.57pm

Confirmed 30 August 2023

Deputy Chair