



PALMERSTON NORTH CITY COUNCIL

AGENDA

MINUTES ATTACHMENTS COMMUNITY COMMITTEE

9AM, WEDNESDAY 27 SEPTEMBER 2023

COUNCIL CHAMBER, FIRST FLOOR CIVIC ADMINISTRATION BUILDING 32 THE SQUARE, PALMERSTON NORTH



4

COMMUNITY COMMITTEE MEETING

27 September 2023

9 Draft Gambling Venue Policies - Deliberations Report

1. Draft Gambling Venue Policies - Deliberations Report

GAMBLING POLICIES REVIEW

COMMUNITY COMMITTEE SEPTEMBER 2023



PURPOSE OF THE POLICIES

The **Class 4 Gambling Venue Policy** relates to pokies (class 4 gaming machines) in pubs and clubs

It is used to decide whether Council will give consent to any
new class 4 venue in Palmerston North

The **TAB Venue Policy** relates to stand-alone TAB venues, not TAB terminals or kiosks inside pubs

• It is used to decide whether Council will give consent to any new TAB venue in Palmerston North



ITEM 9 - ATTACHMENT 1

BACKGROUND

- Council is required to have these policies
- Council gives consent for class 4 venues
- The DIA issues *licences* to operate class 4 machines



PROCESS SO FAR

pre-March Early engagement

March Workshop with Elected Members

May Approve draft policies for consultation

June – July Consultation

August Hearing of submissions

September Deliberation

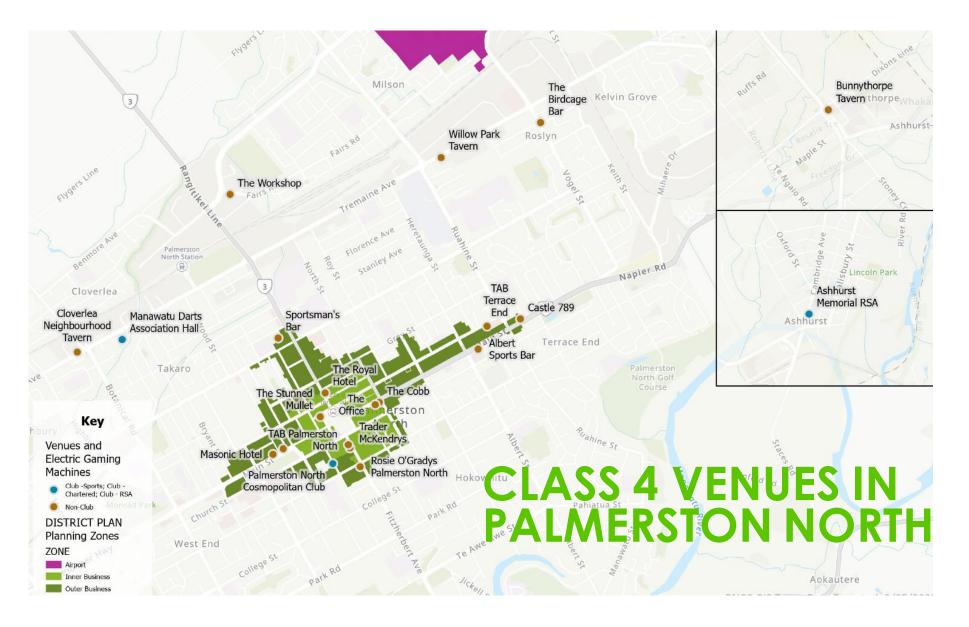
October Adoption of policies



SCOPE – WHAT IS CONSIDERED

- The social impact of gambling
- Specify if, and where, venues may be located
- Specify restrictions on maximum numbers of gaming machines
- May include a relocation policy
- May include restrictions on proximity to sensitive sites
- May specify the primary activity of the venue





\$

CLASS 4 GAMBLING IN PALMERSTON NORTH

2022: gaming machine proceeds of \$22,173,761 (\$75,165 per machine)

• The highest amount ever for Palmerston North

2022: grants of \$5,751,753 were distributed to the community

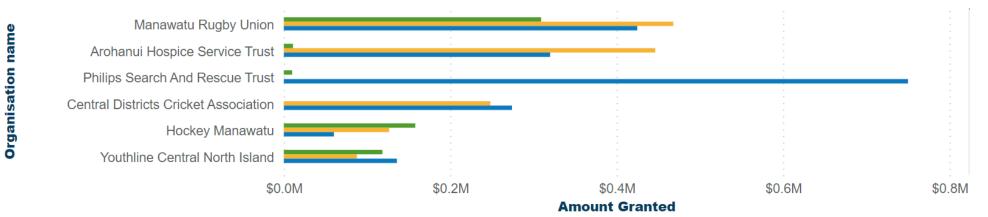
- This is 25.9% of the money gambled locally returned through grants
- Main recipients were sports organisations (49.2%), and community organisations / health and welfare services (38.1%) - this follows the national trend of grant distribution favoring sports organisations at this time



GRANTS DISTRIBUTION IN PALMERSTON NORTH

Amount Granted by Organisation

Year of Acceptance 2020 2021 2022





POLICY OBJECTIVES

- To ensure Palmerston North City Council and the community have influence over the location of new Class 4 gambling venues in the city
- To allow existing class 4 gambling venues to continue operating at their current premises
- To have regard to the social impact of gambling within Palmerston North, and to minimise the harm to our communities caused by problem gambling
- To prevent the growth of class 4 gambling venues or the number of gaming machines in existing venues



WHAT THE COUNCIL PROPOSED

Change from a cap to 'sinking lid' for the number of class 4 gambling machines

• Sinking lid: no new machine licences will be consented

Clarifying that Class 4 venues may relocate in specific circumstances

• Through events beyond their control



CHANGE PROPOSED FOLLOWING CONSULTATION

Add to clause 4.3 wording so that it reads:

4.3 "For the purpose of providing clarity, examples of "circumstances beyond the control of the operator or the lessee of the premises" include, but not be limited to, the following situations:

- Acquisition of property under the Public Works Act 1981; or
- "The premises are sold or the property lease expires and the license holder is not able to renew that lease"; or
- Natural disaster"



THE REASON FOR THE CHANGE

To provide additional clarity to the clause

- The policy already permits relocation of class 4 venues where relocation is necessary because of <u>events beyond the control of the licence holder</u>
- The change provides guidance for the application of the policy by staff
- Any relocation would still have to align with the objectives of the policy, and all other criteria specified in the policy, before a consent would be given



LIKELY IMPACT OF THE POLICY IF ADOPTED

- Longterm decline in class 4 machines/venues
- Gambling proceeds (and therefore grants to the community) are unlikely to change significantly
- It is unlikely that there will be a rise in problem gambling as a result of alternative forms of gambling (eg:online)
- The instances where relocation will be permitted, and will not be permitted, are clearly understood

