

Submission to Christchurch City Council on Draft Annual Plan, April 20

Knox Church is a congregation within the Presbyterian Church of Aotearoa New Zealand. The church is within the inner city and believes in justice and social well being for all the community

Proposed 24% increase in rent for Council tenants

- 1. At its meeting on March 27th the City Council resolved to increase rents for tenants in Council housing by 24%. We object strongly to an increase of this size given the Churches' belief in community justice.
- 2. We consider that the Council's recent decision should be set aside and that the rental income from housing should be that set out in the Draft Annual Plan 2008-09, page 29, where the budgeted total rents are stated as \$12.924m.
- 3. We understand that total rents of \$12.924m are an increase of about 2.5%. We do not object to such an increase because we recognise that costs for maintenance are increasing.
- 4. We object very strongly to the proposed increase of 24% because:
 - (i) Tenants, residents and ratepayers had no warning that the Council was considering an unprecedented rent increase until a day or two before the Council meeting on 27th March.
 - (ii) The Council's Social Housing Strategy (June 2007) did not indicate that the condition of the housing stock would require a huge rent increase within a year.
 - (iii) The Council's Long Term Community Plan 2006-2016 indicated rent increases of only about 2.5% a year.
 - (iv) Using rent from tenants to build a fund of \$34m by 2015 is a new policy on which people should be consulted, in accordance with the Local Government Act and the City Council own policy.

- (v) Christchurch City Council is a signatory to the Healthy Cities Charter that commits the city "to promote and improve the health and well being of the people of Christchurch". Has the Council forgotten this commitment?
- 5. We urge the Council to rescind its decision of March 27th to increase rents by 24% and to keep to the rental income set out in the Draft Annual Plan with a rent increase of about 2.5%.
- 6. We do not wish to speak to my submission at the hearing.
- 7. Please acknowledge this submission by sending correspondence to the address above.

Signature Mary E McGiven ONZM Justice Committee Convener

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