

CITY CARE LIMITED

Cost of Proposed Services

2000/01 BUDGET		2001/02 BUDGET
\$		\$
37,240,000	Revenue	43,707,000
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33,840,000	Operating, Financing and Depreciation Costs	39,616,000
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33,840,000	Total Expenditure	39,616,000
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3,400,000	Net Profit before Taxation	4,091,000
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Net Profit Before Taxation

Projected Net Profit before Taxation 2002/03 \$4,926,000
 Projected Net Profit before Taxation 2003/04 \$4,365,000
 (Subject to Board ratification.)

Nature and Scope

The company provides construction, maintenance and mechanical services for Waste and Water, Parks and Waterways, Roading, Housing and other CCC owned facilities and assets. In addition the company also provides a full range of construction and maintenance services to external customers.

Relationship to the Council

City Care Limited is a Local Authority Trading Enterprise, 100% owned by the Christchurch City Council. The Council retains control over the activities of the company through approval of the Company's Annual Statement of Corporate Intent.

For a list of the Company directors see page 115.

The Council's interest in this Company is in accordance with its Strategic Objective: F4 (as printed in the Strategic Statement).

Overall Service Objective

1. To operate a profitable, sustainable and innovative business which maintains a strong market presence in all areas of construction and maintenance of the infrastructure assets owned by the shareholder.

The company shall ensure that:

- It will continue to compete in Christchurch markets and aggressively target a significant share of work offered for tender by the shareholder where this offers outcomes of value to the shareholder.
- It will maximise the success of its business in terms of sustainable market share, growth into new markets and new market areas (in and beyond the Christchurch region).

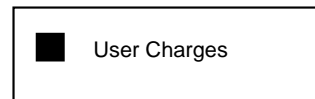
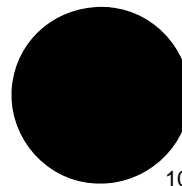
Objectives for 2001/02

2. To yield a projected return by way of dividend.

Performance Indicators

2. Minimum projected dividend to shareholders of \$1,100,000.

Sources of Funding



CHRISTCHURCH CITY FACILITIES LIMITED

Cost of Service

Budget for 2001/02 is yet to be finalised. Depreciation charges mean that there will be losses in the short term but the company has a positive cash flow.

Nature and Scope

Christchurch City Facilities Limited is a property holding and operating company which was set up to maintain the Convention Centre, the WestpacTrust Centre and the Town Hall.

Relationship to the Council

This Company was established as a Local Authority Trading Enterprise which is 100% owned by the Christchurch City Council. The Company was incorporated in June 1997. The Council retains control over the activities of the Company through approval of the Company's annual Statement of Corporate Intent.

For a list of the Company directors see page 115.

The Council's interest in this Company is in accordance with its Strategic Objective: F4 (as printed in the Strategic Statement).

Overall Service Objective

1. To ensure that the Council's specialist facilities (the

Convention Centre, the WestpacTrust Centre and the Town Hall) are maintained and operated to a high standard which meets the expectations of the Council, major sponsors and partners.

Objectives for 2001/02

2. To manage cash inflows and outflows to best advantage.
3. To ensure financial accountability of the three venues which are under contract management.

Performance Indicators

2. To achieve projected financial performance.
3. The Company to report on its operations by way of an Annual Statement of Corporate Intent, a half yearly report and an Annual Report.

Sources of Funding

