

8.1.0

*CONVENTION &
ENTERTAINMENT FACILITIES*

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RESPONSIBLE COMMITTEE:	STRATEGY & RESOURCES COMMITTEE
BUSINESS UNIT:	CONVENTION CENTRE & ENTERTAINMENT FACILITIES
ACTIVITY:	BUSINESS UNIT SUMMARY

Key Changes***Committed Costs (Operating)***

- Nil.

Items Committed by Council during the year (Operating)

- Nil.

Increased Costs due to Increased Demand

- Nil.

New Operating Initiatives

- Nil.

Fee Changes

- Nil.

Efficiency Gains

- Nil

New Capital Initiatives

- Nil

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RESPONSIBLE COMMITTEE:	STRATEGY & RESOURCES COMMITTEE
BUSINESS UNIT:	CONVENTION CENTRE & ENTERTAINMENT FACILITIES
ACTIVITY:	BUSINESS UNIT SUMMARY

Capital Cost Increase > 2%

- Nil

Capital Cost Increases > 2% Committed by Council during the year

- Nil.

Restructuring of Budgets

- Nil.

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RESPONSIBLE COMMITTEE:	STRATEGY & RESOURCES COMMITTEE
BUSINESS UNIT:	CONVENTION CENTRE & ENTERTAINMENT FACILITIES
OUTPUT CLASS:	CONVENTION & ENTERTAINMENT VENUES

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RESPONSIBLE COMMITTEE:	STRATEGY & RESOURCES COMMITTEE
BUSINESS UNIT:	CONVENTION CENTRE & ENTERTAINMENT FACILITIES
OUTPUT CLASS:	CONVENTION AND ENTERTAINMENT VENUES

OUTPUT : VENUE OPERATIONS

Description

This output class involves the provision of venues for staging a wide range of events and includes:

- The Christchurch Town Hall
- The Christchurch Convention Centre
- The WestpacTrust Sport and Entertainment Centre

The 2001/02 budget provision is the projected net cost to the Council of operating grants and management fees covering:

- Operation of the Town Hall complex of venues
- Operation of the Convention Centre
- Operation of the WestpacTrust Sport and Entertainment Centre

NCC New Zealand Ltd has been contracted to manages these facilities on the Council's behalf. The company is paid a venue management fee and each year the Council and Company meet and agree on a Statement of Corporate Intent. The Statement of Corporate Intent sets out the overall intentions and objectives for the forthcoming year.

Objectives for 2001/02

1. To provide cultural, social and economic benefits to the Christchurch community by promoting the facilities as pre-eminent venues for presenting the performing arts, conventions, trade exhibitions, sports and entertainment.
2. Wide-ranging community use of Town Hall facilities.
3. Project an image to venue users of the highest possible quality.

Operational Performance Indicators

Included as part of the SCI negotiated with venue managers annually.

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RESPONSIBLE COMMITTEE:	STRATEGY & RESOURCES COMMITTEE
ACTIVITY UNIT:	CONVENTION CENTRE & ENTERTAINMENT FACILITIES
OUTPUT CLASS:	CONVENTION & ENTERTAINMENT VENUES

	2000/2001 BUDGET \$	2001/2002 BUDGET \$
OUTPUT : VENUE OPERATIONS		
DIRECT COSTS	0	0
ALLOCATED COSTS		
Corporate Overhead	61,772	56,002
Allocated Overhead-Director of Business Projects	10,000	10,000
Depreciation	480,000	472,392
Debt Servicing	3,772,878	3,877,309
TOTAL ALLOCATED COSTS	4,324,650	4,415,703
TOTAL COSTS	4,324,650	4,415,703
EXTERNAL REVENUE		
Facilities Revenue	100,000	100,000
	100,000	100,000
	4,224,650	4,315,703
Cost of Capital Employed	2,460,076	2,451,668
FIXED ASSETS	650,000	380,000

RESPONSIBLE COMMITTEE:	STRATEGY & RESOURCES COMMITTEE
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OUTPUT CLASS:	CONVENTION & ENTERTAINMENT VENUES

OUTPUT: VENUE OPERATIONS

Description Council contribution to the operation of the Convention Centre, the Town Hall and the Sport and Entertainment Centre

Benefits Christchurch benefits from economic activity generated by visitors from outside the region and employment and business growth by providing support services and people. Local community also benefits from attractions and events.

Strategic Objectives A2, A3, B1-4, F7 **CCC Policy** Business policy, Employment and Economic Development strategies

Allocation of Costs of Benefits Pursuant to Section 122E(1)(a)**General Benefits (Section 112F(b))**

The whole community benefits from enhanced economic strength, social interaction and enhanced employment opportunities. No one sector can be seen to benefit more than others.

*Nature and Distribution of General Benefits***Direct Benefits (Section 112F(c))**

All Direct benefits have been allocated as part of the user charges already made through the charges.

Control Negative Effects (Section 112F(d))**Modifications Pursuant to Section 12****Funding of Expenditure Needs Pursuant to Section 122E(1)(c)****General Benefits**

General benefits shall be funded by capital value rating on properties liable for general rates, as capital value best represents stakeholder interest in the City.

Direct Benefits**Control Negative Effects**

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RESPONSIBLE COMMITTEE:	STRATEGY & RESOURCES COMMITTEE
BUSINESS UNIT:	CONVENTION CENTRE & ENTERTAINMENT FACILITIES
OUTPUT CLASS:	CONVENTION & ENTERTAINMENT VENUES

OUTPUT : VENUE OPERATIONS

	<i>Customer</i>	<i>Residential</i>	<i>Commercial</i>	<i>Rural</i>	<i>Institutions</i>	<i>Grants</i>	<i>Total Method</i>
Costs and Modifications							
<i>Costs</i>							
100.00% General Benefits	-	3,232,741	855,596	113,782	213,584		4,415,703 CapValAll
0.00% Direct Benefits	-	-	-	-	-		-
0.00% Negative Effects	-	-	-	-	-		-
<i>Total Costs</i>	-	3,232,741	855,596	113,782	213,584	-	4,415,703
<i>Modifications</i>							
Transfer User Costs to Rating	100,000	(73,210)	(19,376)	(2,577)	(4,837)		- CapValAll
Non-Rateable	-	160,591	42,503	5,652	(208,747)		- CapValGen
<i>Total Modifications</i>	100,000	87,381	23,127	3,076	(213,584)	-	-
Total Costs and Modifications	100,000	3,320,122	878,723	116,858	-	-	4,415,703

Funded By

2.26% User Charges	100,000						100,000
0.00% Grants and Subsidies		-	-	-	-		-
0.00% Net Corporate Revenues		-	-	-	-		-
97.74% Capital Value Rating	-	3,320,122	878,723	116,858	-	-	4,315,703
0.00% Uniform Annual Charge		-	-	-			-
Total Funded By	100,000	3,320,122	878,723	116,858	-	-	4,415,703

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RESPONSIBLE COMMITTEE	STRATEGY & RESOURCES COMMITTEE
ACTIVITY UNIT:	CONVENTION CENTRE & ENTERTAINMENT FACILITIES
OUTPUT CLASS:	CAPITAL OUTPUTS

	2000/2001 BUDGET \$	2001/2002 BUDGET \$
RENEWALS & REPLACEMENTS		
Town Hall	0	0
ASSET IMPROVEMENTS		
Town Hall	650,000	400,000
NEW ASSETS	0	0
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TOTAL CAPITAL EXPENDITURE	650,000	400,000
CAPITAL CONTRIBUTIONS		
Convention Centre Naming Rights	0	11,700
WestpacTrust Centre Naming Rights	0	8,300
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	650,000	380,000
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RESPONSIBLE COMMITTEE:	STRATEGY & RESOURCES
BUSINESS UNIT:	CONVENTION CENTRE & ENTERTAINMENT FACILITIES
ACTIVITY:	CAPITAL EXPENDITURE

DESCRIPTION	2001/2002	2002/2003	2003/2004	2004/2005	2005/2006
RENEWALS & REPLACEMENTS					
Unspecified All Venues					
TOTAL RENEWALS & REPLACEMENTS	0	0	0	0	0
ASSET IMPROVEMENTS					
CCC Equity Contribution to CCFL Ltd	400,000	450,000	450,000	450,000	450,000
TOTAL ASSET IMPROVEMENTS	400,000	450,000	450,000	450,000	450,000
NEW ASSETS					
Convention Centre					
Convention Centre Equipment					
Contributions - Convention Centre	-11,700	-11,700	-11,700	-11,700	-11,700
WestpacTrust Centre					
Contributions - WestpacTrust Centre	-8,300	-8,300	-8,300	-8,300	-8,300
TOTAL NEW ASSETS	-20,000	-20,000	-20,000	-20,000	-20,000
TOTAL CAPITAL EXPENDITURE	\$380,000	\$430,000	\$430,000	\$430,000	\$430,000
Annual Plan 2000/2001	\$650,000	\$380,000	\$430,000	\$430,000	\$430,000

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RESPONSIBLE COMMITTEE:	STRATEGY & RESOURCES
BUSINESS UNIT:	CONVENTION CENTRE & ENTERTAINMENT FACILITIES
ACTIVITY:	CAPITAL EXPENDITURE

	YEAR 6	YEAR 7	YEAR 8	YEAR 9	YEAR 10
RENEWALS & REPLACEMENTS	0	0	0	0	
ASSET IMPROVEMENTS	450,000	450,000	450,000	450,000	450,000
NEW ASSETS	-20,000	-20,000		0	
	<u>\$430,000</u>	<u>\$430,000</u>	<u>\$450,000</u>	<u>\$450,000</u>	<u>\$450,000</u>
 Annual Plan 2000/2001	 \$430,000	 \$430,000	 \$450,000	 \$450,000	