

8.1.0

*CONVENTION &  
ENTERTAINMENT FACILITIES*

8.1.i

RESPONSIBLE COMMITTEE:	<b>STRATEGY &amp; FINANCE COMMITTEE</b>
BUSINESS UNIT:	<b>CONVENTION CENTRE &amp; ENTERTAINMENT FACILITIES</b>
ACTIVITY:	<b>BUSINESS UNIT SUMMARY</b>

**Key Changes**

There is nothing of significance to disclose for the 2002/03 year.

8.1.0

RESPONSIBLE COMMITTEE:	<b>STRATEGY &amp; FINANCE COMMITTEE</b>
BUSINESS UNIT:	<b>CONVENTION CENTRE &amp; ENTERTAINMENT FACILITIES</b>
OUTPUT CLASS:	<b>CONVENTION AND ENTERTAINMENT VENUES</b>

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RESPONSIBLE COMMITTEE:	<b>STRATEGY &amp; FINANCE COMMITTEE</b>
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OUTPUT CLASS:	<b>CONVENTION AND ENTERTAINMENT VENUES</b>

## **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 2002/03**

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.

## 8.1.1

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

<b>OUTPUT : VENUE OPERATIONS</b>	<b>2001/2002 BUDGET \$</b>	<b>2002/2003 BUDGET \$</b>
DIRECT COSTS		
Operating Grants & Fees	0	0
<b>TOTAL DIRECT COSTS</b>	<b>0</b>	<b>0</b>
ALLOCATED COSTS		
Corporate Overhead	56,002	115,041
Allocated Overhead-Director of Business Projects	10,000	10,000
Depreciation	472,392	611,156
Debt Servicing	3,877,309	2,568,062
<b>TOTAL ALLOCATED COSTS</b>	<b>4,415,703</b>	<b>3,304,259</b>
<b>TOTAL COSTS</b>	<b>4,415,703</b>	<b>3,304,259</b>
EXTERNAL REVENUE		
Facilities Revenue	100,000	100,000
	100,000	100,000
	<b>4,315,703</b>	<b>3,204,259</b>
Cost of Capital Employed	2,451,668	2,397,691
<b>FIXED ASSETS</b>	<b>380,000</b>	<b>430,000</b>

## 8.1.funding.text.1

RESPONSIBLE COMMITTEE:	<b>STRATEGY &amp; FINANCE COMMITTEE</b>
BUSINESS UNIT:	<b>CONVENTION CENTRE &amp; ENTERTAINMENT FACILITIES</b>
OUTPUT CLASS:	<b>CONVENTION AND ENTERTAINMENT VENUES</b>

### **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***

## 8.1.funding.1

RESPONSIBLE COMMITTEE:	<b>STRATEGY &amp; FINANCE COMMITTEE</b>
BUSINESS UNIT:	<b>CONVENTION CENTRE &amp; ENTERTAINMENT FACILITIES</b>
OUTPUT CLASS:	<b>CONVENTION AND ENTERTAINMENT VENUES</b>

**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>
<b>Costs and Modifications</b>							
<i>Costs</i>							
100.00% General Benefits	-	2,395,079	662,591	87,066	159,524		3,304,259 CapValAll
0.00% Direct Benefits	-	-	-	-	-		- 0
0.00% Negative Effects	-	-	-	-	-		- 0
<i>Total Costs</i>	-	2,395,079	662,591	87,066	159,524	-	3,304,259
<i>Modifications</i>							
Transfer User Costs to Rating	100,000	(72,485)	(20,053)	(2,635)	(4,828)		- CapValAll
Non-Rateable	-	117,819	32,594	4,283	(154,696)		- CapValGen
<i>Total Modifications</i>	100,000	45,334	12,542	1,648	(159,524)	-	-
Total Costs and Modifications	100,000	2,440,413	675,132	88,714	-	-	3,304,259

**Funded By**

3.03% User Charges	100,000						100,000
0.00% Grants and Subsidies		-	-	-	-		- 0
0.00% Net Corporate Revenues		-	-	-	-		- 0
96.97% Capital Value Rating	-	2,440,413	675,132	88,714	-	-	3,204,259
0.00% Uniform Annual Charge		-	-	-			-
Total Funded By	100,000	2,440,413	675,132	88,714	-	-	3,304,259

## 8.1.2

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

	2001/2002 BUDGET \$	2002/2003 BUDGET \$
<b>RENEWALS &amp; REPLACEMENTS</b>		
<b>ASSET IMPROVEMENTS</b>		
CCC Equity Contribution to CCFL Ltd	400,000	450,000
<b>NEW ASSETS</b>		
 TOTAL CAPITAL EXPENDITURE	 400,000	 450,000
CAPITAL CONTRIBUTIONS		
Convention Centre Naming Rights	11,700	11,700
WestpacTrust Centre Naming Rights	8,300	8,300
	380,000	430,000
	=====	=====



## 8.1.3

RESPONSIBLE COMMITTEE:	<b>STRATEGY &amp; FINANCE COMMITTEE</b>
BUSINESS UNIT:	<b>CONVENTION CENTRE &amp; ENTERTAINMENT FACILITIES</b>
ACTIVITY:	<b>CAPITAL EXPENDITURE</b>

DESCRIPTION	2002/2003	2003/2004	2004/2005	2005/2006	2006/2007
<b>RENEWALS &amp; REPLACEMENTS</b>					
Unspecified All Venues					
<b>TOTAL RENEWALS &amp; REPLACEMENTS</b>	0	0	0	0	0
<b>ASSET IMPROVEMENTS</b>					
CCC Equity Contribution to CCFL Ltd	450,000	450,000	450,000	450,000	450,000
<b>TOTAL ASSET IMPROVEMENTS</b>	450,000	450,000	450,000	450,000	450,000
<b>NEW ASSETS</b>					
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
<b>TOTAL NEW ASSETS</b>	-20,000	-20,000	-20,000	-20,000	-20,000
<b>TOTAL CAPITAL EXPENDITURE</b>	\$430,000	\$430,000	\$430,000	\$430,000	\$430,000
<b>Annual Plan 2001/2002</b>	<b>\$380,000</b>	\$430,000	\$430,000	\$430,000	\$430,000

## 8.1.4

RESPONSIBLE COMMITTEE:	<b>STRATEGY &amp; FINANCE COMMITTEE</b>
BUSINESS UNIT:	<b>CONVENTION CENTRE &amp; ENTERTAINMENT FACILITIES</b>
ACTIVITY:	<b>CAPITAL EXPENDITURE</b>

	<b>YEAR 6</b>	<b>YEAR 7</b>	<b>YEAR 8</b>	<b>YEAR 9</b>	<b>YEAR 10</b>
<b>RENEWALS &amp; REPLACEMENTS</b>	0	0	0	0	
<b>ASSET IMPROVEMENTS</b>	450,000	450,000	450,000	450,000	450,000
<b>NEW ASSETS</b>	-20,000			0	
	<u>\$430,000</u>	<u>\$450,000</u>	<u>\$450,000</u>	<u>\$450,000</u>	<u>\$450,000</u>
 <b>Annual Plan 2001/2002</b>	 \$430,000	 \$450,000	 \$450,000	 \$450,000	