

6. **CHRISTCHURCH CITY HOLDINGS LTD - DRAFT STATEMENT OF INTENT FOR YEAR ENDING 30 JUNE 2010, SUBSIDIARY STATEMENTS OF INTENT FOR YEAR ENDING 30 JUNE 2010 AND COUNCIL OWNED SUBSIDIARY STATEMENTS OF INTENT FOR YEAR ENDING 30 JUNE 2010**

<b>General Manager responsible:</b>	General Manager Regulation and Democracy Services DDI 941-8462
<b>Officer responsible:</b>	Peter Mitchell
<b>Author:</b>	Peter Mitchell

**PURPOSE OF REPORT**

1. The purpose of this report is to:
  - present the Christchurch City Holdings Ltd (CCHL) Statement of Intent (Sol) for the year ending 30 June 2010.
  - receive the draft Statements of Intent for the CCHL subsidiary and associate companies.
  - receive the draft Statement of Intents for the Council owned subsidiaries.
  - decide whether or not to make any informal comments to CCHL regarding its draft Statements of Intent.
  - decide whether or not to make any informal comments to CCHL regarding the draft Statements of Intent for the CCHL subsidiary and associate companies.
  - decide whether or not to make any formal comment on the Statement of Intent for the three Council owned subsidiary companies.
  - if the Council does not wish to make any formal comment, then the Council agree to the Statements of Intent.
2. The Council has received a number of documents from the Chief Executive of Christchurch City Holdings Ltd which are listed below:
  - (a) Christchurch City Holdings Ltd (CCHL) Statement of Intent for the year ending 30 June 2010 (Attachment A - separately circulated).
  - (b) Draft Statements of Intent, for the year ending 30 June 2010, for the CCHL subsidiaries and associated companies (Attachment B - separately circulated). CCHL is the shareholder of these companies. Those companies are:
    - Orion Group Limited
    - Christchurch International Airport Limited
    - Lyttelton Port Company Limited
    - Red Bus Limited
    - City Care Limited
    - Christchurch City Networks Limited
    - Selwyn Plantation Board Limited
  - (c) Draft Statements of Intent, for the year ending 30 June 2010, for the Council owned subsidiaries (Attachment C - separately circulated), of which CCHL has a monitoring role on behalf of the Council:
    - VBase Limited
    - Civic Building Limited
    - Tuam Limited
3. The Local Government Act provides that the Council, as 100% shareholder of CCHL, must make any comments on the Sol to CCHL by 30 April 2009. CCHL must then consider these comments and deliver its completed Statement of Intent to the Council by 30 June 2009.
4. With regard to the statement of intent for CCHL subsidiaries and associate companies the Council has been asked to provide comment to CCHL which has the statutory role under the Local Government Act 2002 of providing comments, or not as the case may be, to those subsidiary and associate companies by 30 April 2009. The Council's role with those companies is in the nature of providing informal comment to CCHL.

5. With regard to the three Council owned subsidiaries the Council itself as the shareholder is entitled to formally make comments on the draft statements of intent for those three companies by 30 April 2009 and those companies must deliver the completed statement of intent to the Council by 30 June 2009.
6. The CEO of Christchurch City Holdings Limited will be at the meeting to answer questions. Further background information is attached (Appendix 1).

#### **STAFF RECOMMENDATION**

It is recommended that the Council:

1.
  - (a) Receive the Christchurch City Holdings Ltd (CCHL) Statement of Intent (Sol) for the year ending 30 June 2010.
  - (b) Receive the draft Statements of Intent for the CCHL subsidiary and associate companies.
  - (c) Receive the draft Statements of Intent for the Council owned subsidiaries.
2.
  - (a) Decide whether or not to make any formal comments to CCHL regarding its draft Statement of Intent.
  - (b) Decide whether or not to make any informal comments to CCHL regarding the draft Statements of Intent for the CCHL subsidiary and associate companies.
  - (c) Decide whether or not to make any formal comment on the Statement of Intent for the three Council owned subsidiary companies.
3. Agree to the Statements of Intent if it does not wish to make any formal comment.