

6. DRAFT STATEMENT OF INTENT FOR THE COUNCIL'S SUBSIDIARY AND ASSOCIATED COMPANIES FOR YEAR ENDING 30 JUNE 2011 AND CHRISTCHURCH CITY HOLDINGS HALF YEAR REPORT TO DECEMBER 2009

General Manager responsible:	General Manager Regulation and Democracy Services DDI 941-8462
Officer responsible:	General Manager Regulation and Democracy Services
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PURPOSE OF REPORT

1. The purpose of this report is to present to Council:
 - (a) A report on the draft Statement of Intent for Council's subsidiary and associated companies for review and comment. **(Attachment A)**
 - (b) The half year financial statements of the Christchurch City Holdings Limited (CCHL) parent company and group to 31 December 2009. **(Attachment B)**
2. Sols from the following companies are attached for information:
 - Christchurch City Holdings Ltd;
 - Orion New Zealand Ltd;
 - Christchurch International Airport Ltd;
 - Lyttelton Port Company Ltd;
 - Christchurch City Networks Ltd;
 - Red Bus Ltd;
 - City Care Ltd;
 - Selwyn Plantation Board Ltd,

and Council-owned subsidiaries:

 - Vbase Ltd
 - Tuam Ltd
 - Civic Building Ltd.
3. The CCHL board has reviewed the Sols of the subsidiary, associated and monitored companies, and will relay its comments (summarised in this report under the appropriate company heading) to the companies, together with any from the Council, following the Council's review.
4. The Local Government Act provides that the Council, as 100 per cent shareholder of CCHL, must make any comments on the Sol to CCHL by 1 May 2010. CCHL must then consider these comments and deliver its completed Statement of Intent to the Council by 30 June 2010.
5. 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 1 May 2010. The Council's role with those companies is in the nature of providing informal comment to CCHL.
6. 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 1 May 2010 and those companies must deliver the completed statement of intent to the Council by 30 June 2009.
7. The CEO of Christchurch City Holdings Limited will be at the meeting to answer questions.

STAFF RECOMMENDATION

It is recommended that the Council:

1. (a) Receive the draft Statements of Intent for Christchurch City Holdings Limited and the subsidiary and associate companies.

- (b) Receive the draft Statement of Intent for the Council owned subsidiaries.
- 2. (a) Decide whether or not to make any formal comments to Christchurch City Holdings Limited and associated companies regarding the draft Statements of Intent.
(b) Decide whether or not to make any formal comment on the Statement of Intent for the Council owned subsidiary companies.
- 3. Agree to the Statements of Intent if it does not wish to make any formal comment.
- 4. Receive, for information, the half year report and financial statements of the Christchurch City Holdings Limited parent company and group to 31 December 2009.