

Wellington Waterfront Limited 2014/15 Statement of Intent

Presented to the Wellington City Council pursuant to Schedule 8 of the Local Government Act (2002)

1. Introduction

Wellington Waterfront Limited (WWL) is the registered proprietor of the land titles in the Waterfront as bare trustee for Council under a Land Trust deed dated 28 September 1987.

On 19 December 2013, the Council resolved that the Board of Wellington Waterfront Limited be disestablished on 1 April 2014, and that the Chief Executive of Wellington Waterfront Limited report directly to Council through the Chief Executive.

From 1 July 2014, the management services carried out by WWL under the overview agreement, including aspects of planning, management of day-to-day operations and property development in respect of the Waterfront, will be carried out within Council. The company, however, will remain in order to function as a holding company for Waterfront assets as a bare Trustee.

2. Strategic Direction

Core Purpose

The WWL company structure is required to be retained to hold the assets of the Waterfront in trust for Council with respect to the Marine and Coastal Area Act 2011. As at 1 July 2014, Wellington Waterfront Limited will function as a holding company for Waterfront assets.

From 1 July 2014 the day to day operations formerly delivered by WWL have been transferred to Council, with the activities for 2014/15 detailed within the Waterfront Development Plan.

3. Operating Environment Update

Nature and Scope of Activities

From 1 July 2014 WWL will be the registered proprietor of the land titles in the Waterfront as bare trustee for Council in accordance with the Land Trust.

Performance Measurements

Because the operations of WWL will return to Council on 1 July 2014, there will be no performance measures ascribed to the organisation. The Waterfront Development Plan for 2014/15 will be delivered directly through Council.

4. Board's Approach to Governance

The Council is the 100% shareholder in this company and appoints all of the directors.

Board Membership (as at 1 July 2014)

- Kevin Lavery (Chair)
- Derek Fry
- Andy Matthews
- Greg Orchard

Board Operations

The Board meets as required.

Performance Management

The performance of the Board is monitored by the CEO Wellington City Council, Kevin Lavery. From 1 July 2014 the company is effectively a holding company carrying out no trading activities.

5. Additional Information

Ratio of shareholder's funds to total assets

A statement of the ratio of shareholders' funds to assets is not considered appropriate given the nature of the company.

Estimate of amount intended for distribution

There is no intention to pay out reserves to stakeholders.

Acquisition procedures

There is no intention to make any acquisitions.

Activities for which the board seeks compensation from a local authority

None.

Estimate of commercial value of shareholders investment

The net value of the Stakeholder's investment in the Company is estimated to be valued at \$1 as at 30 June 2014.

Section 7 Exemption

An exemption is being sought in accordance with the provisions of Section 7 of the Local Government Act (2002) to treat Wellington Waterfront Limited as an exempted organisation for the purpose of compliance with Section 6(4)(i) of the same Act.

Appendix 1: Forecast Financial Statements

Appendix I: Wellington Waterfront Ltd Financial Budgets

INCOME STATEMENT FOR THE YEARS ENDING

	30 June 2015	30 June 2016	30 June 2017
Income	0	0	0
Expenditure	0	0	0
Net Surplus/(Deficit) for the Year	<u>0</u>	<u>0</u>	<u>0</u>

BALANCE SHEET AS AT

	30 June 2015	30 June 2016	30 June 2017
Current liabilities	0	0	0
Non-current liabilities	0	0	0
Shareholder Equity	1	1	1
Total equity and liabilities	<u>1</u>	<u>1</u>	<u>1</u>
Non-current assets	1	1	1
Current assets	0	0	0
Total assets	<u>1</u>	<u>1</u>	<u>1</u>

CASH FLOW STATEMENT FOR THE YEARS ENDING

	30 June 2015	30 June 2016	30 June 2017
Cash flows from operating activities	0	0	0
Cash flows from investing activities	0	0	0
Cash flows from financing activities	0	0	0
Net increase (decrease) in cash held	<u>0</u>	<u>0</u>	<u>0</u>
Cash at the beginning of year	0	0	0
Cash at the end of year	<u>0</u>	<u>0</u>	<u>0</u>

These financial budgets have been prepared using accounting policies that comply with NZIFRS