JADE STADIUM LIMITED

Cost of Service

The Jade Stadium Ltd operational budget has still to be finalised and will be influenced by the planned changes to the current governance structure. This will incorporate the operational and asset management component of the Victory Park Board.

The 2001/02 capital contribution from the Council is nil. A $4M equity contribution has been spread over the last 3 financial years.

The Council is providing loan finance to the project which will reach up to $43M on completion of the project this financial year. This loan will be fully serviced from the revenues of the company.

Nature and Scope

Jade Stadium Ltd has been established to redevelop Jade Stadium. The company also has an interim management contract to manage the Stadium operations on behalf of the Victory Park Board. This arrangement is until the existing assets are transferred to the company as part of the redevelopment project.

The redevelopment includes the replacement of the existing 18,500 standing capacity with 22,000 seated capacity, which will increase total seating capacity to 36,500.

Relationship to the Council

Jade Stadium Ltd is a Local Authority Trading Enterprise 100% owned by the Christchurch City Council. The company was formed in June 1998. The Council retains control over the activities of the Company through approval of the Company's Annual Statement of Corporate Intent.

For a list of the Company directors see page 115.

The Council interests in this Company is in accordance with its Strategic Objective: F4 (as printed in the Strategic Statement).

Overall Service Objective

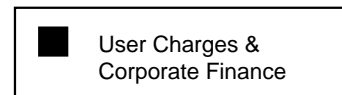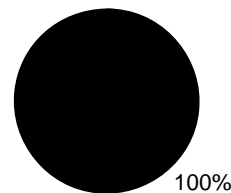1. To undertake the development and management of Jade Stadium.

Objectives for 2001/02

2. Manage the redevelopment contract.

3. Manage the stadium business.

Performance Indicators

2. The West Stand is completed within budget estimates.

3. Business operating successfully and within budget.

Sources of Funding

■ User Charges & Corporate Finance

100%

An artist's impression of the completed Jade Stadium