

CHRISTCHURCH TRANSPORT LIMITED

Cost of Service

1995/96 BUDGET		1996/97 BUDGET
\$		\$
(10,395,000)	Revenue	(9,709,000)
8,844,000	Maintenance and Operating Costs	8,338,000
767,000	Depreciation	853,000
9,611,000	Total Expenditure	9,191,000
(784,000)	Net Profit Before Taxation and Extraordinaries	(518,000)

Net Profit Before Taxation

Projected Net Profit Before Taxation 1997/98	(367,000)
Projected Net Profit Before Taxation 1998/99	(381,000)

Capital Expenditure

Projected Capital Expenditure 1996/97	500,000
Projected Capital Expenditure 1997/98	855,000
Projected Capital Expenditure 1998/99	225,000

Planned Services

- Providing scheduled urban public passenger transport (PPT) services. The company continues to be the principal provider of such services in the Canterbury region in terms of kilometres run.
- Operating ancillary services which profitably complement the above services, including specialist bus and coach engineering servicing facilities and bus charter services which promote regional interests.
- Research of actual and potential customer needs and development of services in Canterbury and other regions where it is perceived that the company will have a profitable and competitive advantage.
- The company maintains a fleet of 102 buses and coaches.

Relationship to the Council

Christchurch Transport Limited is a Local Authority Trading Enterprise, 100% owned by Christchurch City Holdings Ltd. The company commenced trading on 1 July 1991. The Council retains control over the activities of the company through approval of the company's annual Statement of Corporate Intent.

The Council's interest in the company is in accordance with its Strategic Objectives: C10, C11 and D8 (see pp 19-23).

Overall Service Objective

1. To provide safe, reliable and price competitive services for moving people and goods by operating a successful business supplying public passenger transport and ancillary services to domestic and commercial users within New Zealand.

Objectives for 1996/97

2. Achieve targeted return on investment.
3. Achieve projected net after tax profit.

Performance Indicators

- 2.1 Pre-tax return on total assets of 5%.
- 3.1 Net after tax profit of \$347,000.

Sources of Funding

