

## CANROAD CONSTRUCTION LIMITED

### Cost of Proposed Services

1996/97 BUDGET		1997/98 BUDGET
\$		\$
(4,660,000)	Revenue	(5,164,000)
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4,610,000	Operating, Financing and Depreciation Costs	5,112,000
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4,610,000	Total Expenditure	5,112,000
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(50,000)	Net Profit before Taxation	(52,000)
=====		=====

Projected Net Profit before Taxation 1998/99	(50,000)
Projected Net Profit before Taxation 1999/00	(50,000)

The 1997/98 budget objectives and performance indicator are all subject to Board review.

### Planned Services

1. Provision of roading construction and maintenance work.
2. Manufacture and sale of bitumen based roading products.
3. Provision of laboratory services to the roading industry.

### Relationship to the Council

Canroad Construction Limited is a Local Authority Trading Enterprise, 100% owned by the Christchurch City Council. The

Company was incorporated on 14 May 1996. 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: C11 and D8 (see pages 21-27).

### Overall Service Objective

1. To operate a successful business providing maintenance and construction work in roading, bitumen products, laboratory services and other related activities in an efficient and economical manner for the maximum benefit of the shareholders.

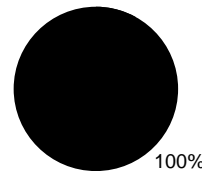
### Objectives for 1997/98

2. To yield projected return on investment.

### Performance Indicator

- 2.1 Minimum after tax return on shareholders' funds of 10%.

### Sources of Funding



■ User Charges

## WINDSOR CENTRAL LTD

### Cost of Service

Estimated Net Profit Before Tax	\$31,500
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### Planned Services

The Company owns a site bounded by Gloucester, Worcester and Montreal Streets intended for use as a future Art Gallery site. In the meantime the land is leased to the Council for use as a car park.

### Relationship to the Council

This company was established as a Local Authority Trading Enterprise when the Council purchased the shares in the company in July 1996. It is 100% owned by the Christchurch City Council.

The Council's interest in the company is in accordance with its Strategic Objective: D8 (see pages 21-27).

### Overall Objective

Ownership of land intended for a future Art Gallery site and associated reserve for the benefit of the Christchurch Community.

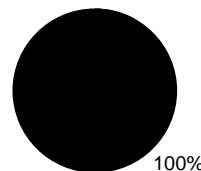
### Objectives for 1997/98

2. To achieve projected financial performance.

### Performance Indicators

- 2.1 Achieve projected financial performance

### Sources of Funding



■ User Charges