

**QLDC Council
23 March 2018****Report for Agenda Item 1****Department: Finance, Legal and Regulatory****Queenstown Airport Corporation: Six Month Report****Purpose**

- 1 The purpose of this report is to present the financial and management report for Queenstown Airport Corporation (QAC) for the half year to 31 December 2017.

Recommendation

- 2 That Council:
 1. **Note** the contents of this report and receive the half yearly report of the Queenstown Airport Corporation.

Prepared by:



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8 March 2018

Reviewed and Authorised by:



Mike Theelen
Chief Executive
8 March 2018

Background and Comment

- 3 The QAC is a Council Controlled Trading Organisations (CCTO) as per Section 6 of the Local Government Act 2002 (the Act). Section 64 of the Act requires all CCTOs to have a Statement of Intent.
- 4 The Statement of Intent for 2017/18 requires QAC to provide an unaudited half yearly report to the shareholder (Council) within two months of the end of the first half of each financial year.
- 5 The attached Interim Report includes a full set of financial statements for the six month period ended 31 December 2017.

Options

- 6 This report identifies and assesses the following reasonably practicable options for assessing the matter as required by section 77 of the Local Government Act 2002.
- 7 Option 1 Consider the report.

Advantages:

- 8 The Council receives regular and up-to-date information about the performance of the QAC in accordance with the Local Government Act 2002.

Disadvantages:

- 9 None

- 10 Option 2 Don't consider the report.

Advantages:

- 11 None

Disadvantages:

- 12 The Council will not receive an update on the performance of the QAC and will be acting contrary to the Local Government Act 2002.

- 13 This report recommends **Option 1** for addressing the matter.

Significance and Engagement

- 14 This matter is of low significance, as determined by reference to the Council's Significance and Engagement Policy because the information is being provided for the Council's information.

Risk

- 15 This matter does not have significant risk.

Financial Implications

- 16 There are no financial implications of the decision sought by this report.

Council Policies, Strategies and Bylaws

- 17 The following Council policies, strategies and bylaws were considered:

- Queenstown Airport – Future Management, Operation and Development Policy

Local Government Act 2002 Purpose Provisions

- 18 The recommended option:

- Will help meet the current and future needs of communities for good-quality local infrastructure, local public services, and performance of regulatory functions in a way that is most cost-effective for households and businesses;
- Can be implemented through current funding under the 10-Year Plan and Annual Plan;
- Is consistent with the Council's plans and policies; and

- Would not alter significantly the intended level of service provision for any significant activity undertaken by or on behalf of the Council, or transfer the ownership or control of a strategic asset to or from the Council.

Consultation: Community Views and Preferences

19 The report provides a basis for communication between the company and the shareholder, and as such no wider consultation is required.

Legal Considerations and Statutory Responsibilities

20 The Council is required by the Local Government Act 2002 to consider a six monthly performance report of a CCTO.

Attachments

A QAC Interim Report for the 6 months ending 31 December 2017