

Quarterly Review – Wellington Regional Stadium Trust

Wellington Regional Stadium Trust has presented its report for the quarter ended 31 December 2004 for review. A summary of key findings is presented below and the full report is attached.

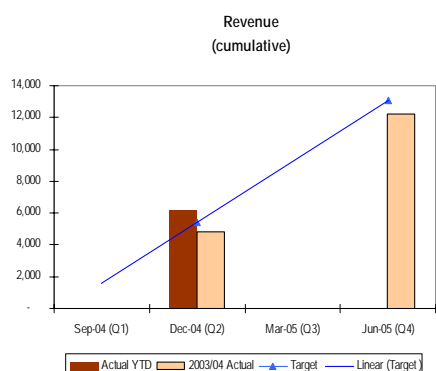
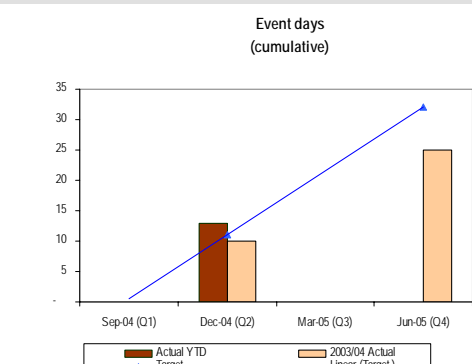
Highlights: achievements

- The first six months has been very successful for the Trust, recording a \$240k profit compared to a \$252k loss for the same period the previous year.
- The Stadium hosted 13 events compared to a budget of 11, including a Bledisloe Cup test, home semi and NPC final. Carols by Candlelight was held for the second time at the Stadium.

Activities during the quarter

- The management of the Basin Reserve has been transferred to the Basin Reserve Trust (this Trust has now been settled), with the Trust providing turf management services.
- The tax status of the Trust is being appealed by the IRD following a High Court decision that the Trust is not classed as a CCTO and therefore Part 5 of the Local Government Act 2002 does not apply to the Trust.
- The Trust is continuing to work closely with the Council on its events strategy to establish events at the Stadium.

Performance



Macro Key Performance Indicators

Measure	Annual Target	Quarter Target	Quarter Actual
Events related days in use	171	86	90
Number of Attendees			241,118
Event revenue	5,227	1,906	2,462
Total revenue	13,059	5,422	6,212
Net Surplus/Deficit	1,262	(474)	240
Bank Borrowing to total assets	24.70%	26.14%	25.21%

Financial Commentary

- The favourable position for the six months is expected to be maintained for the full year. The Trust remains in a position to service debt, make loan repayments and undertake capital expenditure.
- Operating costs reflect the increased use of the stadium during the period.
- A plan for the development of additional food and beverage outlets has been concluded and will be implemented over the next two years.

Statement of Financial Performance

For the six months ended 31 December 2004

\$'000			YTD		FY
	Actual	Budget	Actual	Budget	Budget
Income			6,212	5,422	13,059
Expenditure			5,972	5,896	11,797
Operating surplus	-	-	240	(474)	1,262

Operating margin

Statement of Financial Position

As at 31 December 2004

\$'000	YTD	2003/04	FY
	Actual	Actual	Budget
Current assets	4,916	3,015	
Non-current assets	112,718	114,272	
Current liabilities	4,843	3,484	
Non-current liabilities	60,100	61,352	
Equity	52,691	52,451	

Current ratio 1.02:1 0.86:1
Equity ratio 51% 52%

NB: Equity includes limited recourse loans to the Regional and City Councils.

Statement of Cash Flows

For the six months ended 31 December 2004

\$'000	YTD	2003/04	FY
	Actual	Actual	Budget
Operating	577	1,534	
Investing	(745)	(109)	
Financing	73	(596)	
Net	(96)	829	
Closing balance	2,103	2,199	

Note: FY Budgets are as approved in the Business Plan.

Contact officer: Wayne Maxwell

Profile – Wellington Regional Stadium Trust

Wellington Regional Stadium Trust (WRST) is a charitable trust, established on 19 November 1997 with Wellington City Council and Wellington Regional Council as joint settlors.



The Trust is responsible for the ownership, operation and maintenance of the Stadium as a multi-purpose sporting and cultural venue. The operation is to be administered on a prudent commercial basis, so that it is a successful, financially autonomous community asset.

From 1 July 1999 the Trust assumed responsibility for the management and operation of the Basin Reserve. The land and buildings at the Basin Reserve remain under Wellington City Council ownership.

Entity Data

Established	19 November 1997	
Board	Paul Collins (Chair) Dame Margaret Bazley Cr Robert Armstrong (WCC) David Bale Peter Biggs Mike Egan John Hunn Cr Chris Laidlaw (GWRC)	<i>Term expires:</i> 30 June 06 30 June 05 Oct 2007 30 June 07 30 June 07 30 June 05 30 June 06 Oct 2007
CE	David Gray	
Balance date	30 June	
Number of FTE staff	13	
Website	www.westpacstadium.co.nz	
Type of entity	Charitable Trust	
LGA designation	<i>To be determined</i>	
By reason of		
Council interest	\$15 million (<i>book value</i>)	
Type of interest	Limited recourse interest-free loan	