

QLDC Council
18 March 2021

Report for Agenda Item | Rīpoata moto e Rāraki take : 2

Department: Corporate Services

Title | Taitara Queenstown Airport Corporation Statement of Intent

PURPOSE OF THE REPORT | TE TAKE MŌ TE PŪRONGO

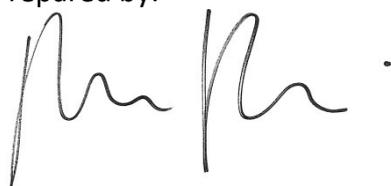
The purpose of this report is to receive the Queenstown Airport Corporation (QAC) draft Statement of Intent (SOI) year ending 30 June 2022.

RECOMMENDATION | NGĀ TŪTOHUNGA

That Council:

1. **Note** the contents of this report;
2. **Note** the QAC is a Council Controlled Trading Organisation (CCTO) as per Section 6 of the Local Government Act 2002 (the Act) and must therefore comply with Section 64 of the Act that requires all CCOs to have a Statement of Intent that meets with the requirements of Schedule 8. This is a statutory requirement.
3. **Receive** the Draft Queenstown Airport Statement of Intent Year ending 30 June 2022 prior to being asked to agree the final SOI on 30 June 2021.
4. **Authorise** the Chief Executive to provide Council comment to the QAC Board and Executive on or before 1 May 2021 in accordance with the Act.

Prepared by:



Name: Meaghan Miller
Title: GM Corporate Services

2/03/2021

Reviewed and Authorised by:



Name: Mike Theelen
Title: Chief Executive

2/03/2021

CONTEXT | HOROPAKI

- 1 This report deals with receiving the QAC draft SOI for comment in accordance with the Local Government Act 2002 [‘LGA’] before being asked to agree the final SOI on 30 June 2021. Although this document is not a matter for public consultation, the Council has chosen to undertake a transparent process.

ANALYSIS AND ADVICE | TATĀRITANGA ME NGĀ TOHUTOHU

- 2 Section 64B of the LGA provides that shareholders in a CCO may prepare a SOE. Council chose to prepare a SOE in relation to the preparation of the QAC draft SOI Year ending 30 June 2022 and approved the document on 28 January 2021. A copy of the SOE is attached to this report as Appendix A.
- 3 QAC has now provided Council with the draft SOI as required by the LGA. Council must receive the document and has chosen to do that in a public setting.
- 4 The resolution to receive the document is not an endorsement of its content. It is simply the start of a process working towards agreeing an SOI for the current year. Council will need to further consider the content.
- 5 Council will have the opportunity to review the SOI in detail and provide comments to QAC on the draft by 1 May through the Chief Executive.

CONSULTATION PROCESS | HĀTEPE MATAPAKI:

> SIGNIFICANCE AND ENGAGEMENT | TE WHAKAMAHI I KĀ WHAKAARO HIRAKA

- 6 The resolutions sought are of low significance, although it is recognised the future intent of QAC is of high interest for some parties.

RISK AND MITIGATIONS | NGĀ RARU TŪPONO ME NGĀ WHAKAMAURUTANGA

- 7 This matter relates to the financial risk category. It is associated with RISK00037 ‘Lack of Alignment - Key relationships’ within the QLDC Risk Register. This risk has been assessed as having a moderate inherent risk rating.
- 8 The approval of the recommended option will support the Council by allowing implementation of additional controls for this risk. This shall be achieved by ensuring there is a clear SOI process and ensuring that QAC interactions and relationships are consistent with shareholder expectations.

FINANCIAL IMPLICATIONS | NGĀ RITENGA Ā-PŪTEA

- 9 None.

LOCAL GOVERNMENT ACT 2002 PURPOSE PROVISIONS | TE WHAKATURETURE 2002 O TE KĀWANATAKA Ā-KĀIKA

- 10 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 by setting out clear intent by QAC;
- Can be implemented through current funding under the Ten 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.

ATTACHMENTS | NGĀ TĀPIRIHANGA

A	QAC Chair letter to Mayor dated 1 March 2021
B	Draft Statement of Intent Year ending 30 June 2022