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Report 05.428

Policy, Finance and Strategy Committee

Minute extract from meeting held on 30 August 2005

Contract with Toll New Zealand for the Supply of Wairarapa Passenger Cars

Resolved

That the Committee recommends that Council

- (1) Receive the report.**
- (2) Note the content of the report.**
- (3) Note that the two options which are currently being considered for the purchase of the carriages and other rolling stock are:**
 - (a) Option A: the purchase and refurbishment by Toll Holdings Limited in Dunedin of second-hand/used carriages and rolling stock for an aggregate amount of \$25.4 million; or**
 - (b) Option B: the purchase of new carriages and rolling stock from a manufacturer in China for an aggregate amount of \$25.9 million**
- (4) Consent to the Board of WRC Holdings Limited resolving to pass a special shareholders resolution of Pringle House Limited approving either Option A or Option B, as the case may be, on advice from the Passenger Transport Committee, on such additional terms and conditions as the Board of WRC Holdings Limited may determine.**
- (5) Note, in approving as shareholder this transaction, that this will require the Council to subscribe to additional shares in WRC Holdings Ltd, sufficient to purchase the carriages.**