



# Annual Report

Manawatū-Whanganui LASS Ltd.  
For the year ended 30 June 2019

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# Entity Information

## Manawatū-Whanganui LASS Ltd. For the year ended 30 June 2019

### Legal Name of Entity

Manawatū-Whanganui LASS Ltd. (MW LASS Ltd.)

### Entity Type and Legal Basis

MW LASS Ltd is a Public Limited Liability Company Incorporated and registered under the Companies Act 1993 and is a Council-Controlled Organisation as defined in section 6 of the Local Government Act 2002. MW LASS Ltd. is an exempt Council Controlled Organisation.

### Entity's Purpose or Mission

The primary objective is to provide benefit to Councils and their staff through improved levels of service, reduced costs, improved efficiency and/or increased value through innovation. The vision is to:

- Promote collaboration between Councils in the Manawatu-Wanganui Region in delivery of all services but particularly support services.
- Recognise that collaborative services can only be provided with the support and involvement of staff.
- That staff involved in the delivery of services have expert knowledge which can benefit the process.
- Capitalise on the the opportunities provided by technology to improve service delivery.
- To aspire to excellence and best practice in all services provided.

### Entity Structure

The Company comprises of a Board of eight directors. The Board oversee the governance of MW LASS Ltd.

### Main Sources of Entity's Cash and Resources

Funds are received by way of levies from each Council. These levies are set annually in the Operational Plan. MW LASS Ltd. also has user-pays services.

## Outputs

MW LASS Ltd.'s outputs are to enable the provision of shared services to any or all local authorities within the Manawatu-Wanganui Region.

MW LASS Ltd. may also sell 'shared' processes and systems as set up under individual agreements to local authorities outside the Region.

Pursue all opportunities to procure shared services that will benefit the community in the widest sense, through enhanced back office services and/or reduced costs for Councils.

For the 2018-19 year MW LASS continued to offer the following shared services of:

Debt collection and archiving for the region and we are currently exploring a new collaborative approach to health and safety across the region.

The debt collection unit has continued to grow and this year has collected \$4.2 million of debt. Five new non-member councils enlisted their debt with the unit this year, taking the total council membership to 21.

Shared procurement has continued, the key areas being insurance, ERoads, shared valuation database, a collaboration portal and the internal auditor role. In addition two member councils have commenced a shared procurement of an automated accounts payable system.

MW LASS will continue to look for ways to create efficiencies in either shared procurement and/or services.

# Directors Report

## Manawatū-Whanganui LASS Ltd. For the year ended 30 June 2019

### State of Affairs

The year ended 30 June 2019 was the tenth full year of operations. The net result for the company was a surplus of \$31,700 after tax for the year.

### Financial Statements

The financial statements required by Section 67 of the Local Government Act 2002 (LGA (2002)), together with the audit report required by Section 69 of the LGA (2002), are attached hereto.

### Directors

The following directors were in office at the end of the year. Numbers in brackets refer to board meetings attended, compared to the numbers of meetings available.

B.P.King	(2/6)	(Taranua District Council)
M.J.McCartney	(5/6)	(Horizons Regional Council)
A.R.McNeil	(5/6)	(Rangitikei District Council)
D.Clapperton	(3/6)	(Horowhenua District Council)
K.A.Fell	(4/6)	(Whanganui District Council)
C.A.Manley	(6/6)	(Ruapehu District Council)
C.N.O'Connell	(6/6)	(Independent)
R.G.Templer	(6/6)	(Manawatu District Council)

Mr C.N. O'Connell, an independent Director, received remuneration of \$7,900 during the year (last year \$8,500). No other Director received any remuneration or other benefits in their capacity as Directors of the company during the financial year.

### Registered Office

C/- Horizons Regional Council, 11-15 Victoria Avenue, Palmerston North, 4410.

### Auditors

Audit New Zealand on behalf of the Controller and Auditor General

### Directors Insurance

The company has arranged Directors' and Officers' liability insurance cover for \$5 million with AON NZ Insurance to indemnify the Directors against a loss as a result of actions undertaken by them as Directors provided they operate within the law.

### Interest Register

No entries were made in the interest register during the year. With the exception of Mr C. N O'Connell, all of the Directors are Chief Executives of their respective Councils. Mr O'Connell has no dealings with MW LASS Ltd., other than in his capacity as a Director.

### Statement of Compliance and Responsibility

In terms of the Local Government Act 2002 and the Companies Act 1993, the Board of Directors is responsible for the preparation of Manawatū-Whanganui LASS Limited's financial statements and to assist the company to meet its objectives.

The Board of Directors of Manawatū-Whanganui LASS Limited has the responsibility for establishing and has established a system of internal control designed to provide reasonable assurance as to the integrity and reliability of financial reporting.

In the Board of Directors' opinion, these financial statements fairly reflect the financial position and operations of Manawatū-Whanganui LASS Limited for the year ended 30 June 2019.

Signed on behalf of the Board of Directors:

\_\_\_\_\_ M.J. McCartney

\_\_\_\_\_ R.G.Templer

Date : 9 September 2019

# Statement of Financial Performance

## Manawatū-Whanganui LASS Ltd. For the year ended 30 June 2019

	NOTES	2019	2018
<b>Revenue</b>			
<b>Administrative Revenue</b>			
Interest Income		14	61
<b>Total Administrative Revenue</b>		<b>14</b>	<b>61</b>
<b>Project Revenue</b>			
Archives Central	1	396,190	392,421
Debt Management Central	2	429,629	302,059
Health & Safety	3	64,056	132,973
Internal Audit	4	2,538	48,240
Shared Services	5	311,615	269,195
<b>Total Project Revenue</b>		<b>1,204,028</b>	<b>1,144,888</b>
<b>Total Revenue</b>		<b>1,204,042</b>	<b>1,144,949</b>
<b>Expenses</b>			
<b>Administrative Expenditure</b>			
Accounting & Audit		25,829	18,459
Administration, Accomodation & Travel National		479	4,244
Advertising		350	180
Bank Fees		636	150
Board Expenses		9,372	12,217
Executive Officer & Secretary		15,000	15,000
Insurance		6,493	6,652
Legal expenses		7,955	-
Motor Vehicle Expenses		513	417
Office Expenses		-	794
Other Staff Costs		55,275	24,254
Printing & Stationery		-	686
Recruitment Expenses		613	-
Repairs and Maintenance		261	-
Sundry Expenses		465	-
<b>Total Administrative Expenditure</b>		<b>123,241</b>	<b>83,053</b>
<b>Project Expenditure</b>			
Archives Central	1	433,607	360,926
Debt Management Central	2	273,035	247,222
Health and Safety	3	60,367	114,360
Internal Audit	4	2,538	68,662
Shared Services	5	259,726	230,026
<b>Total Project Expenditure</b>		<b>1,029,273</b>	<b>1,021,196</b>
<b>Total Expenses</b>		<b>1,152,514</b>	<b>1,104,249</b>
<b>Surplus/(Deficit) before Taxation</b>		<b>51,528</b>	<b>40,700</b>

The accompanying notes form part of these financial statements; all figures are exclusive of GST unless otherwise stated

	NOTES	2019	2018
<b>Taxation</b>			
Taxation	6	14,428	5,126
<b>Surplus/(Deficit) after Taxation</b>		<b>37,100</b>	<b>35,574</b>

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The accompanying notes form part of these financial statements; all figures are exclusive of GST unless otherwise stated



# Statement of Financial Position

Manawatū-Whanganui LASS Ltd.

As at 30 June 2019

	NOTES	30 JUN 2019	30 JUN 2018
<b>Assets</b>			
<b>Current Assets</b>			
Bank Accounts and Cash	7	261,472	174,522
Debtors	8	91,816	43,457
Prepayments		70,534	61,764
Goods and Services Tax		15,307	20,517
Resident Withholding Tax Paid		21	17
<b>Total Current Assets</b>		<b>439,149</b>	<b>300,277</b>
<b>Non-Current Assets</b>			
Property, Plant and Equipment	9	119,922	127,411
<b>Total Non-Current Assets</b>		<b>119,922</b>	<b>127,411</b>
<b>Total Assets</b>		<b>559,071</b>	<b>427,688</b>
<b>Liabilities</b>			
<b>Current Liabilities</b>			
Creditors and Accrued Expenses	10	234,803	189,612
Employee Entitlements		16,001	12,330
Income in Advance		49,266	49,267
Debt Holding Account	11	45,734	4,520
Income Tax	6	9,334	5,126
<b>Total Current Liabilities</b>		<b>355,138</b>	<b>260,855</b>
<b>Total Liabilities</b>		<b>355,138</b>	<b>260,855</b>
<b>Total Assets less Total Liabilities (Net Assets)</b>		<b>203,933</b>	<b>166,833</b>
<b>Accumulated Funds</b>			
Capital Contributed by Owners or Members	12	112,000	112,000
Accumulated Surpluses or (Deficits)	12	91,933	54,833
<b>Total Accumulated Funds</b>		<b>203,933</b>	<b>166,833</b>

The accompanying notes form part of these financial statements; all figures are exclusive of GST unless otherwise stated

# Statement of Cash Flows

## Manawatū-Whanganui LASS Ltd. For the year ended 30 June 2019

	2019	2018
<b>Cash Flows from Operating Activities</b>		
Receipts from providing goods or services	1,201,383	1,409,303
Interest, dividends and other investment receipts	14	61
GST	7,610	(20,106)
Payments to suppliers and employees	(1,117,170)	(1,205,345)
Sundry Revenue	5,336	3,224
Income Tax	(10,219)	49
Interest Withholding Tax Paid	(4)	(17)
<b>Total Cash Flows from Operating Activities</b>	<b>86,949</b>	<b>187,169</b>
<b>Cash Flows from Investing and Financing Activities</b>		
Payments to acquire property, plant and equipment	-	(73,721)
<b>Total Cash Flows from Investing and Financing Activities</b>	<b>-</b>	<b>(73,721)</b>
<b>Net Increase/ (Decrease) in Cash</b>	<b>86,949</b>	<b>113,448</b>
<b>Cash Balances</b>		
Cash and cash equivalents at beginning of period	174,522	61,074
Cash and cash equivalents at end of period	261,472	174,522
Net change in cash for period	86,949	113,448

The accompanying notes form part of these financial statements; all figures are exclusive of GST unless otherwise stated

# Statement of Accounting Policies

## Manawatū-Whanganui LASS Ltd. For the year ended 30 June 2019

### Reporting Entity

Manawatū-Whanganui LASS Ltd. (MW LASS Ltd.) is an exempt Council Controlled Organisation (CCO), owned equally by six District Councils and one Regional Council in the Manawatu-Wanganui Region. MW LASS Ltd. was incorporated on 21 October 2008, and commenced trading after 30 June 2009. MW LASS Ltd. was primarily incorporated for the purposes of a local authority shared services facility, and has designated itself a Public Benefit Entity (PBE), in keeping with the designations of member shareholders.

The Financial Statements are those of MW LASS Ltd., for the year ended 30 June 2019 and were authorised for issue by the Board of Directors on 9 September 2019.

### Public Benefit Entity Simple Format reporting

MW LASS Ltd. qualifies for Public Benefit simple Format Reporting - Accrual (PBE-SFR-A) on the basis that the Company is not publicly accountable (as defined) and has total annual expenses of less than \$2 million.

### Basis of Preparation

The Financial Statements have been prepared on the going concern basis, and the accounting policies have been applied consistently throughout the period. The Financial Statements have been prepared on a historical cost basis. All transactions in the Financial Statements are reported using the accrual basis of accounting.

### Statement of Compliance

The financial Statements of MW LASS Ltd. have been prepared in accordance with the requirements of the Local Government Act 2002 and the Companies Act 1993, which include the requirement to comply with the New Zealand Generally Accepted Accounting Practice (NZGAAP).

The Financial Statements comply with Tier 3 PBE Standards.

### Presentation Currency and Rounding

The Financial Statements have been prepared in New Zealand dollars and there will be rounding in the numbers in the financial statements, as the financial model used calculates to the cent but the annual report is rounded to the nearest dollar.

The functional currency of MW LASS Ltd. is New Zealand Dollars (NZD).

### Changes in Accounting Policies

The accounting policies set out below have been applied consistently to all periods presented in these financial statements.

There have been no significant changes in accounting policies.

## Capital Management

MW LASS Ltd.'s capital is its equity (or member Councils' Funds), which comprise retained earnings. This is represented by MW LASS Ltd's. net assets.

The activities of MW LASS Ltd. are governed by its Board of Directors which requires MW LASS Ltd. to manage its revenues, expenses, assets, liabilities, investments, and general financial dealings, prudently, and in a manner that promotes the current and future interests of the members councils. This approach is confirmed through the Operational Plan.

MW LASS Ltd's Operational Plan also identifies the accounting principles, activities and annual budgets, and sets out the sources and level of funding necessary to achieve these.

There are no imposed capital requirements that MW LASS Ltd. is subject to.

## Summary of Significant Accounting Policies

### Revenue

Revenue is measured at the fair value of consideration received or receivable.

Members Contributions and Other forms of Revenue (excluding investment revenue), including fees, charges, and other revenues are recognised on an accrual basis, in proportion to the stage of completion at balance date.

Interest Revenue is recorded as it is earned.

### Expenditure

Expenditure is recognised on an accrual basis when the service was provided, or the goods received.

### Bank Accounts and Cash

Bank accounts and cash include; cash on hand, on demand or call deposits, other short-term deposits with original maturities of three months or less, and bank overdrafts.

### Debtors

Debtors are initially recorded at the amount owed. When it is likely the amount owed (or some portion) will not be collected, a provision for impairment is recognised and the loss is recorded as a bad debt expense.

### Goods and Services Tax (GST)

MW LASS Ltd. is registered for GST; these financial statements are presented net of GST, except for receivables and payables which are inclusive of GST. Where GST paid is not recoverable, due to it relating to exempt items, the GST inclusive amount is recognised as part of the related asset or expense including the GST relating to investing and financing activities.

The net amount of GST recoverable from, or payable to, the IRD is included as part of receivables or payables in the statement of financial position.

The net GST paid to, or recovered from, the Inland Revenue Department is recognised as an item in operating cash flow in statement of cash flows.

Commitments and contingencies are disclosed exclusive of GST.

### Income Tax

Income tax expenses calculated using the taxes payable method. As a result no allowance is made for deferred tax. Tax expenses includes the current tax liability and adjustments to prior year tax liabilities.

### Creditors and Accrued Expenses

Creditors and accrued expenses are measured at the amount owed.

## Property, Plant and Equipment

### *Additions*

The cost of an item of property, plant and equipment is recognised as an asset if, and only if, it is probably that future economic benefits or service potential associated with the item will flow to MW LASS Ltd., and the cost of the item can be measured reliably. In most instances, such items are recognised at cost. Where an asset is acquired at no, or nominal cost, it is recognised at fair value as at the date of acquisition.

If the value of the asset is under \$2,000; this is not recognised as an asset and instead is treated as an operating expense.

### *Disposals*

Gains and losses on disposals are determined by comparing the proceeds with the carrying value of the asset. Gains and losses on disposals are included in the statement of financial performance. Where revalued assets are sold, the amounts included in asset revaluation reserves in respect of those assets, are transferred to retained earnings.

### *Depreciation*

Operation assets as listed below are depreciated on the straight-line basis at rates that will write off the cost (or valuation) less their estimated residual values, over their useful lives, as follows;

Communication, computer and heating equipment	5-20 years
Furniture, fittings and leasehold improvements	6-15 years
Other Assets - Plant & Machinery	10 years
Other Assets - Equipment and Electronics (other)	8-12.5 years

## Leases

### *Operating leases*

An operating lease is a lease that does not transfer automatically all the risks and rewards incidental to ownership of an asset. Where MW LASS Ltd. is the lessee, lease payments under an operating lease are recognised as an expense on a straight line basis over the lease term.

## Impairment of Non-Financial Assets

Assets that have a finite life are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. Where there is an indicator of impairment, the asset's recoverable amount is estimated. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value, less costs to sell, and its value in use.

# Notes to the Performance Report

## Manawatū-Whanganui LASS Ltd. For the year ended 30 June 2019

2019 2018

### 1. Archives Central Project Revenue and Expenditure

#### Revenue

Copying Revenue	178	88
Levies Revenue	363,923	370,265
Rent Revenue	26,753	18,844
Sundry Revenue	5,336	3,224
<b>Total Revenue</b>	<b>396,190</b>	<b>392,421</b>

#### Expenditure

Conferences & Workshops	2,235	751
Consultants Expenses	1,585	2,425
Depreciation	10,662	11,889
IT	24,898	19,415
Other Staff Costs	28,783	7,446
Packaging & Storage Items	-	13,939
Printing And Stationery	16,308	4,762
Property Expenses	168,476	162,526
Staff Costs	148,640	135,565
Subscriptions	940	513
Supplies	2,423	1,660
Temporary Contract Staff	22,617	-
Tools & Equipment (Non Capital)	4,885	-
Vehicle Running Costs	1,155	35
<b>Total Expenditure</b>	<b>433,607</b>	<b>360,926</b>

2019 2018

### 2. Debt Management Central Revenue and Expenditure

#### Revenue

Commission	395,482	273,751
Sundry Income	34,147	28,308
<b>Total Revenue</b>	<b>429,629</b>	<b>302,059</b>

#### Expenditure

Bank Fees	1,774	1,626
Building Overhead	9,439	6,685
Cleaning, Consumables	128	-
Consulting & Agency Fees	3,775	13,849
Depreciation Expense	4,269	4,145
Furniture & Equipment	1,131	-
Information/Subscriptions Expense	591	2,013
IT/Computing Costs	512	1,225
IT Software	7,218	3,895

Management Overhead	5,000	1,785
Legal Proceedings Expense	30,412	30,269
Photocopying & Stationery	3,194	9,193
Staff Expenses	200,158	170,098
Sundry Expenses	1,131	16
Telecommunications	1,347	739
Travel Costs	2,241	794
Vehicle Running	717	890
<b>Total Expenditure</b>	<b>273,035</b>	<b>247,222</b>
	<b>2019</b>	<b>2018</b>

### 3. Health and Safety Revenue and Expenditure

#### Revenue

Levies Income	64,056	123,128
Health & Safety Sundry Revenue	-	9,845
<b>Total Revenue</b>	<b>64,056</b>	<b>132,973</b>

#### Expenditure

Consultancy Expense	45,870	16,387
Leave Expense	(1,732)	-
Overheads	-	3,133
Printing And Stationery	-	20
Salary	16,119	94,820
Sundry Expenses	110	-
<b>Total Expenditure</b>	<b>60,367</b>	<b>114,360</b>

**2019**                      **2018**

### 4. Internal Audit

#### Revenue

Service Fees	2,538	48,240
<b>Total Revenue</b>	<b>2,538</b>	<b>48,240</b>

#### Expenditure

Building Overhead	-	2,748
Consultants Fees	2,538	-
It/Computing Costs	-	409
Staff Expenses	-	58,044
Sundry Expenses	-	3,843
Telecommunications	-	380
Travel Costs	-	2,790
Vehicle Running	-	448
<b>Total Expenditure</b>	<b>2,538</b>	<b>68,662</b>

**2019**                      **2018**

### 5. Shared Services Project Revenue and Expenditure

#### Revenue

Acuity Database Services Income	25,788	25,788
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Collaboration Portal Revenue	28,000	28,000
Eroads - Revenue	109,029	88,663
Regional Procurement Project Income	-	2,667
Shared Services Income - Members	12,000	(1,715)
Shared Valuation Database - Members Income	59,121	59,120
Shared Valuation Database - Non Members Income	77,677	63,093
Sundry Expense Reimbursement	-	1,950
Sundry Revenue	-	1,629
<b>Total Revenue</b>	<b>311,615</b>	<b>269,195</b>

**Expenditure**

Acuity Database Services Expenses	51,576	51,576
Collaboration Portal Expenses	28,000	28,000
Eroads - Expense	109,029	88,663
Regional Procurement Project Expenses	-	2,667
Share Services Expenses	12,000	-
Shared Valuation Database Expenses	59,121	59,120
<b>Total Expenditure</b>	<b>259,726</b>	<b>230,026</b>

2019                      2018

**6. Income Tax Liability****Income Tax**

Current Tax	14,428	5,126
Adjustments to Current Tax in Prior Years	-	-
<b>Total Income Tax</b>	<b>14,428</b>	<b>5,126</b>

**Relationship between Current Income Tax Expense and Accounting Surplus****Net Surplus/(deficit) before Tax**

Current Year Earnings	51,528	40,700
<b>Total Net Surplus/(deficit) before Tax</b>	<b>51,528</b>	<b>40,700</b>

**Total Relationship between Current Income Tax Expense and Accounting Surplus**                      **(51,528)**                      **(40,700)**

Tax at 28%	14,428	11,396
Plus/(Less) Tax effects of Temporary adjustments	-	(2,395)
Plus/(Less) Tax effects of unrecognised tax losses	-	(3,875)

**Current Income Tax Expense**

Current Income Tax Expense	14,428	5,126
Less Tax Paid	(5,094)	-
<b>Total Current Income Tax Payable</b>	<b>9,334</b>	<b>5,126</b>

2019                      2018

**7. Bank Accounts and Cash**

Call Account	5,468	90,458
Cheque Account	211,300	79,452
Debt Recovery Account	44,554	4,462
Petty Cash Account	150	150
<b>Total Bank Accounts and Cash</b>	<b>261,472</b>	<b>174,522</b>



2019 2018

**8. Trade and Other Receivables**

Accounts Receivable	83,752	43,457
Accrued Revenues	8,064	-
<b>Total Trade and Other Receivables</b>	<b>91,816</b>	<b>43,457</b>

The Accounts Receivable figure includes \$64,214 of Related Parties (last year \$32,164)

**9. Property, Plant and Equipment**

	<b>Furniture and Fittings</b>	<b>Computer and Software</b>	<b>Other Assets</b>	<b>Total</b>
Carrying amount as of 1 July 2018	112,308	13,118	1,985	127,411
Additions	-	7,440	-	7,400
Work In Progress	-	-	-	-
Disposals (net of accumulated depreciation)	-	-	-	-
Depreciation Expense	(8,894)	(5,399)	(636)	(14,929)
<b>Carrying amount as of 30 June 2019</b>	<b>103,414</b>	<b>15,159</b>	<b>1,349</b>	<b>119,922</b>

	<b>Furniture and Fittings</b>	<b>Computer and Software</b>	<b>Other Assets</b>	<b>Total</b>
Carrying amount as of 1 July 2017	47,340	19,763	2,621	69,724
Additions	73,721	-	-	73,721
Work In Progress	-	-	-	-
Disposals (net of accumulated depreciation)	-	-	-	-
Depreciation Expense	(8,753)	(6,645)	(636)	(16,034)
<b>Carrying amount as of 30 June 2018</b>	<b>112,308</b>	<b>13,118</b>	<b>1,985</b>	<b>127,411</b>

2019 2018

**10. Creditors and accrued expenses**

Accounts Payable	219,967	176,272
Accrued Expenses	14,836	13,340
<b>Total Creditors and accrued expenses</b>	<b>234,803</b>	<b>189,612</b>

**11. Debt Holding Account**

The Debt Holding Account of \$45,734 (last year \$4,520) reflects the balance of the Debt Recovery bank account which relates to money collected by Debt Management Central and is to be paid onto the appropriate Council customer to which the debt was collected on behalf of. \$37,275 (last year \$3,704) is held on hand for related parties.

	2019	2018
<b>12. Equity</b>		
<b>Capital contributed by owners or members</b>		
Opening Balance	112,000	112,000
<b>Total Capital contributed by owners or members</b>	<b>112,000</b>	<b>112,000</b>
<b>Accumulated Funds</b>		
Opening Balance	54,833	19,259
Accumulated surpluses or (deficits)	37,100	35,574
<b>Total Accumulated Funds</b>	<b>91,933</b>	<b>54,833</b>
<b>Total Equity</b>	<b>203,933</b>	<b>166,833</b>

There are 112 shares of no par value on issue. All rights to vote, alter the constitution, appoint and remove directors, approve amalgamation and major transactions participate in distributions, and share in any surplus assets, attach equally to all of the shares on issue.

### 13. Related Parties

Related-party disclosures have not been made for transactions with related parties that are within a normal supplier or client/recipient relationship on terms and conditions no more or less favourable than those that it is reasonable to expect the entity would have adopted in dealing with the party at arm's length in the same circumstances.

	2019	2018
<b>14. Commitments</b>		
<b>Commitments to lease or rent assets</b>		
Less than, and up to one year	133,248	133,248
Two to five years	532,992	532,992
Greater than five years	433,056	566,304
<b>Total Commitments to lease or rent assets</b>	<b>1,099,296</b>	<b>1,232,544</b>

As at balance date MW LASS Ltd. has an operating lease commitment as Lessee totalling \$1,099,296 covering the balance of a 15 year lease of Feilding premises from the Manawatu District Council for the MW LASS Ltd. building, (Last year \$1,232,544). This commitment is summarised in the table above.

### 15. Contingent Liabilities and Guarantees

There are no contingent liabilities or guarantees as at 30 June 2019 (Last year - nil).

### 16. Events After the Balance Date

There were no events that have occurred after the balance date that would have a material impact on the Performance Report (Last year - nil).

### 17. Specific Disclosures

There was no staff receiving remuneration in excess of \$100,000. (last year nil)

MW LASS Ltd. recognised audit fees of \$8,823 (last year \$8,688) for the 2018-2019 annual report and accounts.

# Statement of Intent

## **Manawatū-Whanganui LASS Ltd. For the year ended 30 June 2019**

As MW LASS Ltd. (the Company) is an exempt Council Controlled Organisation, no reporting under this subject is required.

(At the Directors' meeting on 11 February 2019, it was resolve that all member Council's confirm the exemption of Manawatū-Whanganui LASS Limited from being a Council Controlled Organisation (CCO) for a further three years to 30 June 2022.)