

Report 12.224
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Committee Council
Author Fran Wilde, Chair

Increase in the director fee for the Chair of WRC Holdings Limited

1. Purpose

To increase the director fee for the Chair of WRC Holdings Limited.

2. The decision-making process and significance

The matter requiring decision in this report has been considered by officers against the requirements of Part 6 of the Local Government Act 2002.

2.1 Significance of the decision

Part 6 requires Greater Wellington to consider the significance of the decision. The term 'significance' has a statutory definition set out in the Act.

Officers have considered the significance of the matter, taking the Council's significance policy and decision-making guidelines into account. Officers recommend that the matter be considered to have low significance.

Officers do not consider that a formal record outlining consideration of the decision-making process is required in this instance.

3. Background and comment

In accordance with the Council's policy on the appointment and remuneration for directors of council organisations the Chair of WRC Holdings Limited is currently paid a fee for their role.

The current fee of \$19,000 per annum was determined by the Council, as sole shareholder of WRC Holdings Limited, to be congruent (when added to the salary that the Chair receives as a councillor) with the salary payable to a Chair of a Council committee.

In May 2012 the Council adopted a remuneration proposal, which was submitted to, and subsequently approved by, the Remuneration Authority. The approved remuneration set an increase of 0.57% uniformly for all positions.

The current total salary for the Chair of WRC Holdings Limited is, as a result of the increase, now below the amount that would be received were the Chair of the company a Chair of a Council committee.

In order for the total salary of the Chair of WRC Holding Limited to be congruent with the salary of a committee Chair the current director fee for this role will need to be increased from \$19,000 per annum to \$19,107 per annum.

It is recommended that this increase take effect from 1 July 2012.

4. Communication

No communications are necessary as a result of this report.

5. Recommendations

That the Council:

1. ***Receives** the report.*
2. ***Notes** the content of the report.*
3. *As sole shareholder of WRC Holdings Limited **resolves** as a special resolution by way of the written resolutions contained within **Attachment 1** to authorise the payment of \$19,107 per annum to the director fee paid to the Chairperson of WRC Holdings Limited with effect from 1 July 2012.*
4. ***Authorises** the Chief Financial Officer and any Councillor to sign the attached written resolutions of the sole shareholder (**Attachment 1**).*

Report prepared by:

Fran Wilde
Chair