

PROPOSAL ON THE EVOLUTION OF TECT

January 2018

CONSUMER
INFORMATION PACK



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"The New Zealand energy market is being transformed at a pace not seen before. Established utilities, disruptive start-ups, policy makers and consumers are all thinking about the impact of this high-tech driven new age for energy supply and demand."

The Downstream Strategic Summit 2018



Message from the Trustees

A lot has happened in the last twenty-five years since TECT was formed. There's now more choice in electricity retailers, accelerating disruptive technological change, high population growth and different expectations from local communities.

There's no doubt these changes are impacting TECT and TECT's Consumers.

The 2016 demerger of Tilt Renewables from Trustpower was further evidence that more change is inevitable.

Doing nothing is no longer an option for TECT.

As a result, the Trustees believe now is the right time to look at how TECT can be future-proofed. This proposal, being submitted for Consumer consultation, seeks to balance the interests of TECT's Consumers today, with the needs of tomorrow's community.

But ultimately, this will be the Consumer's choice.

If approved by a majority, the proposal would see TECT exist to exclusively support eligible community organisations and initiatives throughout the Tauranga and Western Bay of Plenty communities.

It would mean that the annual amount of funding to these organisations and initiatives would more than likely triple.

Trustees are clear that this is a once in a lifetime transformational opportunity to effect meaningful change in Tauranga and the Western Bay of Plenty.

As Trustees, we encourage those who are eligible to make submissions so that we can understand how Consumers feel about the proposal.

We will listen openly to your feedback during the consultation process. The Board will respect the wishes of Consumers.

TECT IS YOUR TRUST – THIS IS YOUR CHOICE

Sincerely,

TECT Trustees

Natalie Bridges, Paul Tustin, Ron Scott, Bill Holland (Chairman), Amanda Sutcliffe, Peter Blackwell



The Proposal

The Trustees of Tauranga Energy Consumer Trust (TECT or Trust) seek Consumers' feedback on a proposal to future proof the Trust and have TECT play a bigger role in serving our local community.

The potential impact on the community would be significant, and the Trustees believe that it could be a game changer for the wider Tauranga and Western Bay of Plenty communities.

What is the Proposal?

The Trustees have aimed to develop a proposal that seeks to balance the interests of eligible TECT Consumers today with long-term interests of generations to come.

The following is a summary of the main aspects of the proposal:

- The assets of the Tauranga Energy Consumer Trust would be distributed or transferred to the TECT Charitable Trust, after a one-off \$2,500 payment to Consumers as outlined below.
- TECT Charitable Trust's focus would be solely a provider of funds to community and charitable groups and over time Trustees would aim to triple the amount available for community projects and groups (in 2017 it was \$7.7m). Increased distributions would commence from 2019.
- TECT cheques would change:
 - Eligible Consumers would receive a one-off lump sum TECT cheque payment of \$2,500, representing about five years' payments based on the current average annual TECT cheque (in 2017 it was \$497).
 - Five more years of TECT cheques. \$20M would be distributed annually to Consumers from 2018 through to 2022 (based on the number of 2017 eligible Consumers this equates to approximately \$360 per Consumer account).
 - After 2022, there would be no further Consumer cheques, and the Tauranga Energy Consumer Trust would be wound up.
- From 2023, income would be distributed exclusively into Tauranga and Western Bay of Plenty community and charitable organisations through the TECT Charitable Trust.

Why are the Trustees making this Proposal now?

Tauranga Energy Consumer Trust (TECT) was established in 1993 to benefit all those in the Tauranga Community who were connected to the Tauranga Electric Power Board.

Since 1993 TECT has distributed \$338 million direct to Consumers and \$101 million to community organisations and initiatives like the Waipuna Hospice, Trustpower TECT Rescue Helicopter, St John and many others.

However, in the past 25 years, significant commercial, technological, environmental and regulatory evolutions have occurred within the New Zealand and international energy markets.

It is in this evolving context that the Trustees hold a responsibility to plan for and preserve the long-term role, responsibility and relevance of TECT. This was demonstrated in 2015 through the sale of a proportion of the Trust's shareholding in Trustpower to create a \$150 million, diversified investment portfolio.

Another key event occurred in 2016 when a restructure in Trustpower Ltd resulted in TECT becoming a 26% shareholder in Tilt Renewables Ltd (an Australian based renewable energy company).

This event raised a number of questions for Trustees about inevitable future changes in the energy industry which could impact on the long-term interests of TECT.

These structural shifts coupled with a recurring interest from within the community to see TECT grow the amount it invests for the wider benefit of the community, are why the Trustees are unanimously supporting an open process of consultation in 2018 on the future direction of TECT.

Distributions to Consumers in Connection with the Proposal

The proposal includes a payment to recognise and compensate the interests of current TECT Consumers. Subject to final approval of the proposal, it is proposed that the distributions to eligible Consumers would be Lump Sum Payment – a one-off \$2,500 payment. This would be paid in late 2018 as a TECT cheque to all Consumers who meet the 'lump sum' eligibility criteria.

Eligibility for the One-Off Distribution

TECT's Trust Deed defines a Consumer as a person who is named in the records of Trustpower as being liable to pay any amount for electrical energy supplied or to be supplied to premises situated in the District. The 'District' is defined as comprising the Tauranga City and Western Bay of Plenty District, with some small exceptions – see footnote 1 below.

To be eligible to receive the one-off Lump Sum Payment of \$2,500, the following criteria must be met:

- Be a Trustpower power customer in the District¹; and
- Have an active Trustpower power account, in the same name, on 1 January 2018 and continuously through to 30 June 2018.

An appeal process would be available to Consumers wishing to appeal their eligibility for the Lump Sum Payment. An eligibility audit panel would be responsible for receiving and resolving disputes.

Eligibility for future TECT Cheques

Future TECT Cheques will be a fixed amount per Consumer account based on a total payment of \$20M per year. To be eligible for future TECT cheques (including 2018), the following criteria must be met:

- Be a Trustpower power customer in the District¹; and
- Have an active Trustpower power account in the same name, on 1 April and continuously through to 30 September of the same year.
- Distributions will be paid out in November of each year.

¹ "District" means:

(i) the territory over which the Board was authorised to supply electricity immediately prior to the "Vesting Date" pursuant to the Tauranga Electric Power Board Supply Licence granted to the Board under section 20 of the Electricity Act 1968; and the territory over which Tauranga Electricity Limited was authorised to supply electricity immediately prior to its merger with Trustpower in 1997 and includes, for the avoidance of doubt, that area comprising the Tauranga City peninsula north of the centreline of 17th Avenue, Tauranga.

(ii) Parts of Waihi Beach are excluded from the District. 106 Seaforth Rd - Bowentown end is included in the District. 104 Seaforth Rd - Waihi Beach is excluded.

Tax on the Distribution

The proposed payments would be distributions of TECT's capital and therefore would not be taxable to you. You would not need to declare this income and it should not be included in your tax return.

Financing of the Distribution

To finance the proposed Lump Sum Payment, TECT would be required to source significant funds.

As the intention is for TECT to continue to operate in perpetuity, the ability to maintain a strong asset base is paramount to the financing decisions. Therefore any final decision would be based on what is best for the long term future of the Trust.

The method of financing the distribution would be determined by Trustees at the appropriate time.



Implementation of the Proposal

The Trustees all support the proposal, as described earlier in this Consumer Information Pack. However, while they have to date voted unanimously to put the proposal to Consumers for consultation, they will not vote finally on the proposal until the following steps have occurred:

- Completion of the Consumer Consultative Procedure, including Consumer Information Sessions;
- Receipt and consideration of submissions of Consumers;
- Finalisation of any changes to the proposal as a result of the consultation and submission process;
- A vote by Consumers. A vote FOR the proposal, requires the approval of a majority of the Consumers that voted.

Once these stages are completed, the Trustees will hold a meeting to consider the proposal. At that meeting, and subject only to the High Court process described below:

- If Consumers have voted FOR the proposal, then the Trustees WILL APPROVE AND IMPLEMENT THE PROPOSAL; or
- If Consumers have voted AGAINST the proposal, then the Trustees WILL NOT APPROVE OR IMPLEMENT THE PROPOSAL.

The final stage would be court approval. Trustees would lodge an application to the High Court for final approval of the proposal and process, but only if the court accepts jurisdiction.

Please note – the decision rests with Consumers. If Consumers do not support the proposal it will not proceed.

Process required by the Trust Deeds

The distributions to be made by the Tauranga Energy Consumer Trust will be made in accordance with clauses 5.3, 6.1 and 9.3 of the Trust Deed for the Tauranga Energy Consumer Trust. A winding up of the Tauranga Energy Consumer Trust would be made in accordance with clause 14 of that Trust Deed. The Trust Deed will require a unanimous approval of Trustees, and that the Consumer Consultative Procedure in the Deed be followed.

The changes to the TECT Charitable Trust Deed would be made in accordance with clause 11 of the Trust Deed for the TECT Charitable Trust. The Trust Deed will require a unanimous approval of Trustees, that the Consumer Consultative Procedure in the Trust Deed for the Consumer Trust be followed and that the Tauranga Energy Consumer Trust Trustees approve the changes unanimously.

Consumer Consultative Procedure

The Consumer Consultative Procedure requires that the Trustees implement the following:

- a. Place notice of the proposal before a meeting of the Trustees;
- b. Give notice of the proposal to Consumers in accordance with clause 11 of the Deed;
- c. In every notice given under paragraph (b) of this schedule, specify a period within which Consumers interested in the proposal may make submissions on the proposal to the Trustees;
- d. Ensure that any Consumer who makes written submissions on the proposal within the period specified in the notice given under paragraph (b) is given a reasonable opportunity to be heard by the Trustees;
- e. Ensure that every meeting at which submissions are heard are open to Consumers; and
- f. Make all written submissions on the proposal available to Consumers.

The period specified pursuant to paragraph (c) above shall be not less than one month and no more than three months.

The Trustees are now implementing this procedure, and this Consumer Information Pack is a part of that process. The Trustees wish to consult widely with Consumers and will also hold Consumer Information Sessions.

Consumer Information Sessions

The Trustees and TECT management will hold a series of Information Sessions. These will be informal sessions where Consumers can talk to TECT Trustees directly. Consumers can pop in at any time during the 3 hour session.

TIME	DATE	LOCATION
4.00pm - 7.00pm	Wednesday 7 February 2018	The Orchard, 20 MacLoughlin Drive, Te Puke
5.30pm - 8.30pm	Thursday 8 February 2018	Hotel Armitage, Tauranga
4.00pm - 7.00pm	Thursday 15 February 2018	Katikati Memorial Hall
11.00am - 2.00pm	Friday 16 February 2018	Daniels in the Park, 53 Eleventh Ave, Tauranga

All Consumers, and other interested stakeholders and persons are welcome to attend the sessions. Refreshments will be served.

Additional Requirements voluntarily decided by the Trustees

In addition to the requirements imposed by the Trust Deed, the Trustees have voluntarily decided as part of their governance responsibilities to further require two other actions.

- A binding majority vote by Consumers to accept or reject a proposal.
- An application to the High Court to approve the proposal, subject to the court accepting jurisdiction.

The Trustees have prudently adopted a 'belt-and-braces' approach to ensure the proposal is both legally compliant and has the support of the majority of voting Consumers.

Submissions

The Trustees welcome submissions from all Consumers. These are due by 4pm on 1 March 2018, and:

Online at:

www.tect.org.nz

Delivered to:

TECT Office
Ground Floor, The Hub
525 Cameron Road
Tauranga, New Zealand

Mailed to:

Submissions
TECT Office
PO Box 356
Tauranga 3140

Emailed to:

submissions@tect.org.nz

Submitters who wish to attend the hearings and be heard, please indicate this on your submission form. Submitters who wish to speak to their submission will be each allocated ten minutes to be heard.

Trustees' Deliberations

The Trustees will consider all written and verbal submissions, and then consider if they wish to proceed to the next stage, and if any modifications should be made to the proposal. Once the proposal is in its final form, the Trustees will put that to Consumers to vote on.

Voting Process

Subject to the outcome of the submission process eligible Consumers will be sent a personalised voting form, and details of the final proposal, in early April 2018, and will be asked to vote yes or no for the proposal.

Trustee Decision

If Consumers vote Yes to the final proposal, Trustees will vote yes for it also, and (subject to court approval), will implement it. If Consumers vote no, the proposal will not proceed.

High Court Approval Process

A final step is to seek High Court endorsement of the Consumer and Trustee approved proposal. The process would be targeted to conclude by September 2018.

Expected Timetable of Events

EVENT	DATE
Stage One	
Public Release of Proposal Consultation Period Opens	Thu 25 January 2018
Consumer Information Sessions (see page 8 for Session dates & times)	7 February - 16 February 2018
Submission Period Closes	Thu 1 March 2018
Hearing of Submissions and deliberation on Consumer feedback	5 March – 9 March 2018
Trustees' Meeting to agree final proposal Resolution of the Trustees to proceed or not	Fri 9 March 2018
Stage Two (dependent on Outcome of Stage One)	
Public Release of Final Proposal Voting Commences	Late March/Early April 2018
Voting closes Result announced	Late April 2018
High Court decision released	TBC
Payment of \$2,500 cheque to Consumers	Late 2018



TECT – Current Structure, Governance and Funding

Background

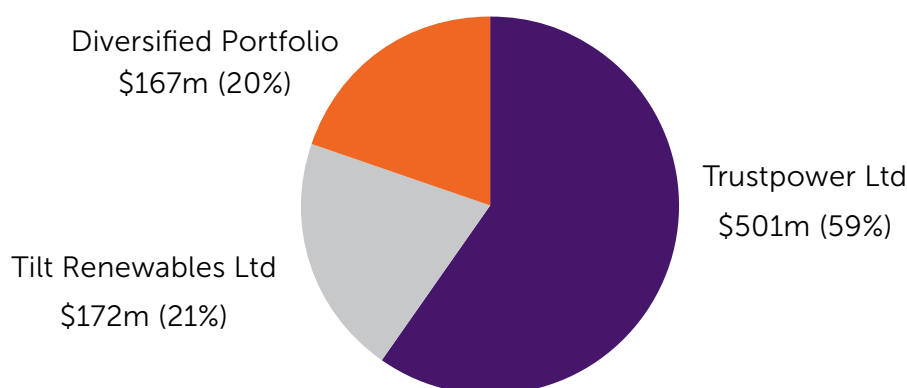
In 1993 the Tauranga Energy Consumer Trust (TECT) was established out of the electricity reforms with a straight forward purpose based on its shareholding in Trustpower Limited, to hold shares for the benefit of current and future Consumers. It is now one of New Zealand's largest energy trusts.

TECT's income and capital is used to provide benefits to Consumers during the term of the Trust. Consumers (approximately 56,000) are Trustpower account holders located in Tauranga City and the Western Bay of Plenty District.

It is important to remember that TECT is a separate entity to Trustpower.

Currently the assets of the Trusts are held by TECT, TECT Holdings Limited, TECT Property Limited, and the TECT Charitable Trust. These entities form the TECT Group.

As at December 2017 TECT owns an investment portfolio valued at about \$840 million:



Beneficiaries of the Trusts and Community Distributions

TECT provides benefits to its Consumers in two ways:

- Via the annual TECT Cheque which comprises approximately 80% of the distribution (in 2017 the average was \$497 per Consumer).
- Via the Grants Programme which comprises approximately 20% of the distribution (in 2017/18 this is \$7.7m).

TECT makes grants and donations to not-for-profit community organisations throughout Tauranga and the Western Bay of Plenty each year. The Trust makes grants in the education, arts, sport, recreation, environment, energy efficiency, heritage, health and social services areas. Last year the Trust received 238 applications and approved 199, the highest in TECT's history.

TECT is also leading or contributing to significant projects such as providing Community groups with a modern co-working space. The Kollektive as it will be known, will house up to 40 community groups at the Historic Village. TECT was also a major contributor to the new university campus in Durham Street.

Trustees and Management

At present the Trustees of TECT and the TECT Charitable Trust are the same, and an election is held every two years.

The Trustees are elected by the approximately 56,000 TECT Consumers.

The terms of appointment of Trustees are staggered so that three Trustees retire every two years. There are currently six Trustees who are:

- Bill Holland (Chair);
- Paul Tustin (Deputy Chair);
- Amanda Sutcliffe;
- Natalie Bridges;
- Peter Blackwell; and
- Ron Scott.

Wayne Werder is TECT's General Manager and he is supported by a small team.

Biographies for the Trustees and senior management are available on the TECT website.

Grants Programme

TECT provides funding to community and charitable groups, who:

- Are located or delivering services in the Tauranga and Western Bay of Plenty Districts; and
- Can deliver positive community outcomes in the opinion of the Trustees, consistent with the distribution policies of the Trust.

The Trustees have an existing distribution policy for giving to community organisations. Trustees revisit the policies as appropriate. The key aspects of the policy are as follows:

- Approved grants must contribute towards the achievement of the strategic priorities of TECT;
- The project/organisation must demonstrate good decision making, and a clear element of community or charitable benefit in the outcomes, including the number of people positively impacted;
- Distributions are intended to supplement Government responsibilities rather than replace them.

Annual Distribution Plan

The current Annual Distribution Plan policy is:

- Where corporate activity and/or incomes allow, TECT aims to distribute at least 75% of its net income. A draft annual distribution plan is published and Trustees consult with Consumers on that document.
- The Trustees confirm the funds available and the number of application rounds per fund and make cut off dates public.
- The criteria for what TECT will fund will be determined by each fund and be made clear to all prospective applicants.

Structure

The proposal necessitates changes to the two Trusts governed and managed by TECT:

1. Tauranga Energy Consumer Trust

Once the remaining Consumer cheques have been paid, the Tauranga Energy Consumer Trust will wind up and cease to exist.

2. TECT Charitable Trust

This Trust is, and would remain, a registered charity and will be used to fund eligible community organisations and initiatives. Assets from the Tauranga Energy Consumer Trust will be transferred to TECT Charitable Trust. A summary of changes can be found at the end of this booklet.

3. TECT Companies

TECT has two 100% owned subsidiary companies. In order to implement the changes, it is proposed that the ownership of these companies (TECT Property Ltd, and TECT Holdings Ltd) will be transferred into the name of the TECT Charitable Trust.

Trustees and Management

It is proposed that there will be no change to the number of Trustees of the TECT Charitable Trust. There are currently six Trustees.

It is proposed there will be no change to the management structure.

In the future the Trustees will be elected from the approximately 133,000 people registered on the electoral roll of the Tauranga City and the Western Bay of Plenty District Councils.

Funding Distributions from the Trusts

It is intended that distributions to charitable entities will continue to be guided by the Annual Distribution Plan. However the actual amount of funding available to charitable and community groups and initiatives will likely more than triple over time. This will have a transformative impact on the Tauranga and the Western Bay of Plenty non-for-profit sector.

Community Engagement

It is intended that the future type of community consultation / engagement would be similar to that which occurs currently. This includes a commitment to continue with:

- The Annual General Meeting / annual reporting;
- Consultation on the Annual Distribution Plan;
- Grants functions which publicise grant recipients;
- Regular communications (e.g. e-news, website); and
- Consultation with community on significant decisions / grants.

The community will continue to be able to request disclosure of information about the Trust.

Future Investment Approach

As is currently the case the TECT Charitable Trust will be governed by a Statement of Investment Policies and Objectives ("**SIPO**"). The Trustees will update the SIPO from time to time. The SIPO will set out the guidelines for future investment.



Frequently Asked Questions

1. Why is TECT suggesting this change?

As a diligent Trust, we have been considering the recent demerger of Trustpower, and the industry changes that are still to come in the electricity industry. In particular, we have considered the uncertainty of inevitable change and how this could affect the future of TECT and our current and future beneficiaries. In response, Trustees have developed a proposal for change designed to provide certainty for the community. While developing this proposal, we have sought to balance both the interests of eligible TECT Consumers today with the needs of generations to come. It is important to note that Consumers will be consulted for their views on the changes in a five-week consultation process.

2. What changes are being proposed?

The following is a summary of the main aspects of the proposal:

- The assets of the Tauranga Energy Consumer Trust would be distributed to the TECT Charitable Trust, after a one-off \$2,500 payment to Consumers as outlined below.
- TECT Charitable Trust's focus would be solely a provider of funds to community and charitable groups and over time Trustees would aim to triple the amount available for community projects and groups (in 2017 it was \$7.7m).

TECT cheques would change:

- Eligible Consumers would receive a one-off lump sum TECT cheque payment of \$2,500, representing about five years' payments based on the current average annual TECT cheque (in 2017 it was \$497).
- Five more years of TECT cheques. \$20M will be distributed annually to Consumers from 2018 through to 2022 (based on the number of 2017 eligible Consumers this equates to approximately \$360 per Consumer account).
- After 2022, there would be no further Consumer cheques, and the Tauranga Energy Consumer Trust would be wound up.
- From 2023, income would be distributed exclusively into Tauranga and Western Bay of Plenty community and charitable organisations.

3. Who is eligible to receive the \$2,500?

Eligible Consumers will be those who had a Trustpower power account within the TECT District on 1 January 2018 and continuously through to 30 June 2018.

4. We have more than one power account. Are we eligible for more than one payment?

Yes, a payment is made for each separate eligible ICP number (for each power connection)

5. Trustees didn't stand on a change mandate so why make them now?

Yes, you're right. That's why the Trustees are seeking feedback on the proposal, and will only implement a change after taking a vote through a Consumers referendum.

6. Why not wind up the Trust and transfer the existing assets back to Consumers?

This is also not something under consideration as part of the draft proposal as Trustees unanimously agree that distributing all the funds to current Consumers does not provide a balance between the interests of current and future beneficiaries. Winding up TECT would deliver a short-term benefit to today's beneficiaries but future generations of beneficiaries would be disadvantaged.

7. Why is TECT consulting before agreeing the final proposal?

The Trustees have a unanimous view on the best way forward which is the proposal that they have put forward. However, these conclusions are preliminary until such time as the Trustees have had a chance to take account of the views expressed by Consumers through the consultation process.

8. Under the proposed changes, won't Trustees simply be dispersing money to their favourite pet projects instead of community grants that will benefit everyone?

Throughout TECT's history the Trustees have always been guided by a granting policy which is developed in consultation with the community. There is no intention to change this. Three of the six Trustees are voted in every two years which gives the community the opportunity to have a say on the governance of the Trust.

9. If the proposal attracts enough support and proceeds, what input would TECT Consumers have around the types of community initiatives that get funded each year?

Trustees have committed to the same information flow that exists now. Their annual distribution plan

would be published for community feedback, and there is also a commitment to consult on major decisions – in the same way TECT consulted over the grant to the Tertiary Campus project.

10. What do you say to people who depend on the annual cheque to help them with the cost of living?

We acknowledge that the proposal represents change, but it also represents an important opportunity to contribute to more people, not just for the wider community today, but for the benefit of generations to come. The Trustees wish to hear from Consumers to understand their thoughts.

11. If successful, what would be the total cost of the proposal in terms of funding the one-off payment to eligible Consumers?

Approximately 58,000 customers receiving \$2,500 would cost \$145m.

12. To fund the proposal, will TECT sell down any of its shareholding in Trustpower?

There is no current plan to sell any Trustpower shares. TECT has a variety of other options to fund the proposal. The Trustees will decide on the most appropriate mix if the proposal is accepted. Consumers are welcome to submit their views on this matter.

13. What groups or initiatives will be funded through the community grants?

To be considered for funding from TECT an organisation must be a Public Benefit Entity (PBE). PBEs are entities whose primary objective is to provide goods or services for community or social benefit and where any equity has been provided with a view to supporting that primary objective rather than for a financial return to equity holders.

14. How much money will be available to community organisations?

This will depend on future income. Initial estimates are that we will be able to distribute up to triple the value of that in the past. Last year the distribution to community and charitable organisations was \$7.7m.

15. When would the \$2,500 be paid out?

Under the current draft proposal, if a majority of voting Consumers support the proposal, it is envisaged a pay-out would be made when the High Court has approved the process. This is expected to be in late 2018.



Summary of Changes to the Trust Deed of the TECT Charitable Trust

If the proposal by the Trustees proceeds, there will be a number of changes to the Trust Deed for the TECT Charitable Trust.

This is a summary only of the changes, and reference should be made to full Trust Deed which can be found at www.tect.org.nz.

Purpose of the TECT Charitable Trust

The TECT Charitable Trust would remain, as currently stated in clause 4.1 of the Trust Deed, for Charitable Purposes for the benefit of Charitable Consumers (who must be customers of Trustpower).

There is no change to that purpose.

Reason for the changes

The Trust Deed for the TECT Charitable Trust is currently linked to the Trust Deed for the Tauranga Energy Consumer Trust, and incorporates provisions from that without repeating them.

The Trust Deed for the TECT Charitable Trust would be amended to make it stand alone from the Trust Deed for the Tauranga Energy Consumer Trust, including from that latter deed the provisions on appointment of Trustees, Trustee meetings, inclusion of a Consumer consultative procedure, and other changes to remove the cross referencing to the Trust Deed for the Tauranga Energy Consumer Trust.

Key changes

The key changes are:

1. Trustees:

- (a) Currently, Trustees of the Tauranga Energy Consumer Trust automatically become Trustees of the TECT Charitable Trust.
- (b) Under the changes, Trustees of the TECT Charitable Trust will be appointed separately.
- (c) They will be voted on by persons on the electoral roll in a defined Tauranga/Western Bay of Plenty district (rather than just by Trustpower Consumers). The voting district is set out in a map in a new Schedule One to the Trust Deed for the TECT Charitable Trust.
- (d) The provisions for appointment of Trustees are otherwise substantively the same as currently applies for the Tauranga Energy Consumer Trust. These are set out in a new Schedule Two to the Trust Deed for the TECT Charitable Trust, and include matters such as the number of Trustees, Trustee elections, Trustee eligibility, Trustees term of office and retirement, appointment of a Chair and Secretary, and Trustee meetings.

2. Powers of the Trustees:

- (a) These are currently set out in the Trust Deed for the Tauranga Energy Consumer Trust.
- (b) They are now included as a new Schedule Three to the Trust Deed for the TECT Charitable Trust, and are the same as were set out in Trust Deed for the Tauranga Energy Consumer Trust.
- (c) The duties of Trustee's provisions remain the same, except for the removal of reference to the Tauranga Energy Consumer Trust Code of Practice. That will no longer be relevant and will not apply.

3. Changes to the Trust Deed:

- (a) At present certain changes require the approval of the Trustees of the Tauranga Energy Consumer Trust, and that will no longer apply.
- (b) Also, before certain changes could be made a Consumer Consultative Procedure under the Tauranga Energy Consumer Trust had to be held. That remains, but the procedure is now included (unchanged) in a new Schedule Four to the Trust Deed for the TECT Charitable Trust.



Where to find Further Information

Please visit the TECT website (www.tect.org.nz) for the following information:

- a. Current Tauranga Energy Consumer Trust (TECT) Deed
- b. Current TECT Charitable Trust Deed
- c. Proposed future TECT Charitable Trust Deed
- d. TECT Annual Reports
- e. Annual Distribution Plan (2017-18)



2018 – PROPOSAL ON THE EVOLUTION OF TECT

Have your say – Consumer Submission Form

TECT Consumers* who wish to comment on the proposal are invited to make a written submission by 4.00pm, 1 March 2018. Please indicate if you would like to speak to your submission.

Please be aware that all submissions, including the name of the submitter, will be made available to Consumers. No contact details will be made available.

** A TECT Consumer is a Trustpower power account holder situated in essentially the Tauranga City or Western Bay of Plenty District (the old Tauranga Electric Power Board area).*

Name: _____

Email Address: _____

Postal Address: _____

Daytime phone number: _____

Trustpower Account Number: _____

Your feedback:

- ☐ I support the proposal in its current form.
- ☐ I do not support the proposal in its current form.

I wish to make a comment: _____

I wish to speak to my submission: Y / N

Please send submission form to:

Or scan and email to:

Submissions
TECT Office
PO Box 356
Tauranga 3140

submissions@tect.org.nz

Submissions can be
made directly through
the TECT website:

www.tect.org.nz

