

**CHAIRPERSON AND COMMITTEE MEMBERS
CORPORATE BUSINESS COMMITTEE**

17 FEBRUARY 2011

Meeting Status : Public

Purpose of Report: For Decision

**FUNDING REALLOCATION FOR ROCK REVETMENT:
THE PARADE, PAEKĀKĀRIKI**

PURPOSE OF REPORT

- 1 This report is to gain approval to reallocate funding to fully construct the current stage of the rock revetment repair and extension within the current financial year.

SIGNIFICANCE OF DECISION

- 2 The recommendations in this report do not trigger the Council's significance policy.

BACKGROUND

- 3 Contract C.718 is for the repair and extension of the Paekākāriki rock revetment from the southern-end of The Parade, 450 metres north to The Sand Track.
- 4 This project includes the formation of the upgraded rock revetment, three access points, including two sets of steps and one pathway and a 3.5 metre walkway along the top of the revetment to promote good public access.
- 5 The contract was awarded to local contractor, Mills Albert Limited in the sum of \$1,263,829 on 14 January 2011. Currently, there is \$737,665 approved in the current Annual Plan budget of which approximately \$120,000 will be required for consultancy fees for detailed design and supervision of this project. Therefore around \$600,000 is available within the current financial year to fund actual construction with \$785,000 in 2011/2012 to fund the remainder of this stage and preliminary planning work for the next stage.
- 6 The works are part of a \$6.4M coastal protection upgrade for Paekākāriki scheduled over the next nine years.
- 7 The contract has been set-up so as to straddle the 2010/2011 and 2011/2012 financial years but priority works below the existing timber sea wall need to be completed by 29 March 2011 to meet existing consent conditions.

CONSIDERATIONS

Issues

- 8 The contract has been awarded and set up in such a way that the priority works can be completed on time and the remaining works be started after June 2011.

However, after discussions with the contractor and discussions with the consultant there are some significant advantages in carrying out this work in its entirety within this current financial year.

9 Advantages

- Weather conditions at Paekākāriki are significantly better in general terms between January and April, giving the greatest window of opportunity for fine weather.
- Disruptions to residents and the general public would be kept to a minimum, if the construction is carried out in its entirety.
- The rock supplier from a quarry in Taihape is sometimes shut down due to snow conditions in winter which may delay completion.
- The shorter duration of the contract is more efficient and supervision costs can be reduced.
- The job will not be left in an uncompleted state for a period of up to 3 months which has significant advantages with regard to the Council's reputation and perception from the public.

Financial Considerations

- 9.1 It is proposed that this year's Paekākāriki coastal protection budget be increased by \$650,000 and be funded from the under spent budget for the Raumati Town Centre Stormwater Upgrade.
- 9.2 It is proposed that the coastal budget from 2011/2012 will be reallocated to refund the \$650,000 from the Raumati Town Centre Stormwater Upgrade budget.
- 9.3 There are no impacts on Rates as a result of this reallocation.
- 9.4 Council will consider a report at its meeting on 17 March 2011 for the contract award and proposed budget allocation for the Raumati Town Centre Stormwater Upgrade project.

Legal Considerations

- 10 There are no legal considerations.

Delegation

- 11 Section B3 Paragraph 7.2 of the Governance structure states that the Corporate Business Committee has the Delegated Authority to: *"re-allocate funding already approved by the Council as part of the Annual Budget process provided that the re-allocation of funds does not increase the overall monies committed in the budget and is consistent with the existing LTCCP strategic and policy framework"*.

Consultation

12 There has been no further consultation.

Policy Implications

13 There are no Policy Implications

Publicity Considerations

14 Apart from the advantages listed above, there are no other publicity considerations.

Other Considerations

15 There are no other considerations

RECOMMENDATIONS

16 That the Corporate Business Committee approves an increase to the coastal protection budget (GL 18775) by a further \$650,000 in the 2010/2011 financial year funded by under-expenditure of the Raumati Town Centre Stormwater upgrade budget (GL 381D2) in 2010/2011.

17 That the Corporate Business Committee approves the reallocation of \$650,000 from the 2011/2012 Coastal budget to reimburse the capital work budget for the Raumati Town Centre Stormwater Upgrade.

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