

TCC Capital Expenditure to 31 December 2019*

*not including vested or land sales

	Expenditure Year to Date (000's)	Full Year Budget 2019/20 (000's)	Forecast Expenditure (000's)	Total Current and Future Project /Programme Budget ** (000's)	Comment
Key Projects/Programmes	40,271	121,440	132,489		
15th Avenue, Turret Road and Fraser Street Upgrades	601	1,600	1,600	61,605	Completion date forecast for mid 2020. Costs caused by the delay in starting work have not yet been calculated, but we anticipate these will be able to be absorbed into the existing budget. A request to the contractor to accelerate the programme for a pre-Christmas 2019 finish was unable to be actioned due to the time lead needed for programming matters, particularly around traffic management.
Bus Infrastructure	280	1,179	925	8,986	Physical works have begun on upgrading infrastructure at key points in the new bus network.
City Centre	4,035	6,744	6,588	32,724	Durham Street physical works have been completed. Wharf Street upgrade is in the final stages of the tender process for construction. Elizabeth Street and Strand Extension projects are continuing through the design phase, with construction work expected to commence in the second half of 2020.
Cycle Action Plan/Multi Modal	675	6,489	5,246	53,085	Arataki multi modal project (\$3.1mil) is in the process of delivering smaller separable portions while implications of the Arataki bus facility are being planned. Design and procurement for the major portion are occurring during the current financial year and completion is expected in 2021. The original budget was based on an engineers estimate and is currently being tested for cost to complete, with indications being that there will be an increase required. This will be partly off-set by savings due to current favourable rates in the Maunganui Road upgrade in progress. Ngatai Road separated cycleway construction commenced end of January 2020, with works expected to take 4 months. Cost savings in the schedule are being realised, reducing the overpend allowed for to \$250k (down from \$466k).
Digital Services Capital Programme	4,180	12,278	12,278	60,154	The Strategic Finance Project is now in delivery phase. Costs now expected to ramp up over the next 6 months as the project is rolled out, with a completion date set for 2020. Remainder of programme is on track for delivery as planned.
Domain Rd Upgrading	951	6,815	5,172	13,567	Spend this financial year now anticipated to be \$5.2m with a carry forward expected due to a shift in programme timing.
Harington Street Carpark	2,495	15,677	10,000	31,174	A separate report is being prepared for Council on options for this project.
Mauao Base Track Repairs	190	2,300	840	5,306	The slip was cleared and reopened to the public before Christmas. The track will be closed again late January to the end of February to complete the outstanding works.
Mount Visitor Information Centre	21	486	486	4,026	External agency engaged to provide project "health check" prior to any future decisions being made.
Park & Ride Activation	14	1,000	150	1,000	Investigation into possible site and design will take place this financial year, with the remainder of the budget likely to be carried forward into FY21
Kulim Park, Oceandowns Reserve & Omanawa Falls Development	1,020	5,058	3,047	6,321	Omanawa Falls Formal Track and car park is estimating a spend of \$700k this financial year on consenting and investigation, with the remaining 2020 budget of \$1.1mil to be carried forwards to FY2021 for a likely construction date of summer 2020. Oceandowns Reserve will be overspent by \$100k this financial year due to extra costs associated with existing high tension cables and watermains. The Kulim Park upgrade design is being reported to PSOC for approval on 18 February, with construction beginning March 2020. It is likely that some construction budget will need to be carried forward into 2021.
Stormwater Bulk Fund	1,970	6,706	5,000	70,091	Potential carryforward of budget into 2021 for physical works currently in design phase.
Te Maunga Wastewater Treatment Plant	6,032	17,145	20,019	188,566	Unresolved contract variations are currently being worked through for finalisation, with the principle changes relating to design clarifications during construction and unforeseen ground conditions. In August Council approved \$4m in this financial year for this anticipated overspend.
Tsunami Public Alerting System	15	1,900	450	1,900	Only an estimated \$450k required in 2020 FY for design work associated with stages 1 & 2. Balance to be carried forward to 2021 FY for construction works.
Waiari Water Treatment Plant & Associated Infrastructure	17,734	34,205	59,308	158,028	Based on October PAB report projections, the year end forecast has been updated to reflect a potential bringforward of \$25mil from future years budget to cover expenditure in FY20. Overall the 2020 Waiari programme spend is forecast to be \$60m compared to the \$34m budgeted.
Wairakei Stream	59	1,860	1,380	15,279	Programme contains project for two land purchases, only one of which is certain to take place this year, thus there is a potential carryforward into FY2021 of \$480k.

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Other Growth, Level of Service & Renewal Projects	25,820	81,959	66,586		
Other Growth Projects	4,263	38,580	24,459		There is an indication that \$14m of land purchases are unlikely to be completed this year, in the Western Corridor, Tauranga Infill, Pyes Pa West and Papamoa areas. These purchases relate to both Reserve and Social Infrastructure needs, and will need to be rephased over the following years. Construction of Phase 2 of the Papamoa East Interchange has been delayed, forecasting a carryforward of \$3m into future years. This is offset somewhat by the bringing forward of \$5m of future years budget to complete Pond G in Wairakei.
Growth Adjustment Projects	0	(30,192)	(30,192)		
Other Level of Service Projects	13,948	76,988	76,120		The purchase of land for social infrastructure in the Western Corridor (\$2.3m) and the development of the Wairoa Active Reserve Sportsfield (\$1.5m) are unlikely to go ahead this financial year, with their budgets being forecast to carry forward. The \$1.4m budgeted to expand the Animal Shelter accommodation and reception will also be carried forward into FY2021. These underspends are offset by forecast overspends in smaller budget projects (\$450k on wastewater works at Wairoa, \$377k on the new specialist Airport fire truck and \$232k on extending a dining room at Beachside).
Level of Service Adjustment Projects	0	(30,113)	(30,113)		
Renewal Projects	7,609	26,696	26,312		A \$384k underspend for renewals projects is forecast based on works associated with civic buildings and water supply reservoirs.
Grand Total	66,091	203,399	199,075		

Note: Full year budget includes a capital programme adjustment of \$60,305,000.

** Using latest complete Corporate Planning data

Key - Full Project/Programme Expenditure Forecast against Budget	
	Critical
	At Risk
	On Track

Land Sales Summary 2020

TCC Capital Expenditure to 31 December 2019

	Net Income Year to Date	Full year Budget 2019/20	Forecast Full Year Net Income	Comments
Land Sales	(1,026,863)	(1,807,500)	(3,638,307)	Net income reflects the revenue received for the sale of 2 lots in the Marine Precinct (budgeted in FY2018/19), less the costs associated with the sale of yet to be settled properties. Of the 5 sales budgeted in FY2019/20, none have been completed. Ongoing assessment indicates that a sale budgeted from a previous year and additional unbudgeted transactions are due to settle this financial year, both of which are reflected in the forecast.

	Reported previously
	New this quarter

Capital Project Variations to Budget where year to date expenditure exceeds budget by \$50,000

As at 31 December 2019

Capital Project projected full year variance under \$500,000

Activity	Project ID	Job Code	Project Name	Actual YTD	Full Year Budget	Full Year Forecast	Projected Full Year Variance to Budget	Offset to Variance	Comments on Variation to Budget
LIBRARIES	3333	779910	Mount Maunganui Library Carpark	383,177	294,707	421,707	127,000	72,000	An overspend for \$127,00 has been approved. This will be offset by a \$72k recovery from Zespri to cover increased scope.
ELDER HOUSING	2781	940017	Elder Housing Renewals	356,526	296,500	360,000	63,500		Overspend caused by Electrical upgrades and Brookfield Village renewals. Overspend approval form being completed.
TRANSPORT	259	380078	Te Okuroa Drive - Wairakei/Papamoa Boundary to MThe Sands Avenue	572,946	500,000	575,000	75,000	389,382	Overspend will be offset by a cost recovery from the developer of \$389,382.
TRANSPORT	3534	380315	Smiths Farm Access Costs	289,350	-	289,350	289,350		Costs to date will be offset by proceeds from the sale of the land once subdivision is complete.
WASTEWATER	3632	270123	Memorial Park to Cameron Road rising main rehabilitation.	145,694	-	180,000	180,000		Overspend was approved and will be funded by savings in other wastewater projects.
AIRPORT	2098	810055	New Fire Truck	702,764	631,096	943,353	312,257		New specialist fire truck purchased. An increase in total budget to \$1.2m has been approved. Budget includes revenue from sale of old fire truck which has not yet occurred.
AIRPORT	3761	810068	Replace existing carpet within terminal	57,360	-	59,000	59,000		Unbudgeted spend was approved in FY19. Unable to use existing carpet as intended due to condition.
AIRPORT		810070	Create Staff Car Parks Airport	71,220	-	95,000	95,000		Overspend will be offset by cash balance as the creation of dedicated staff car parks enables visitors to utilise more of the public paid car parks and therefore generate more revenue.
HISTORIC VILLAGE	2839	920005	Historic Village New Capital Projects	188,434	100,000	330,000	230,000		An overspend for \$252,259 has been approved in order to complete revitalisation projects. The amount will be offset by rescheduling other projects into financial years 2021 and 2022, leaving the total capex budget for this year coming in under budget.
TRANSPORT	3492	380284	McFetridge Lane Upgrade	543,441	381,755	531,755	150,000		An overspend approval was granted following an external review of pavement design necessitating an upgrade in design.
WATER SUPPLY	171	290089	Pyes Pa Reservoir RL60 No 1 (Kennedy Rd)	112,775	-	100,000	100,000		Commissioning costs to complete reservoir were unspent from last year's budget offsetting the overspend this year.
STORMWATER	1542	260124	Pyes Pa West Pond 7 - Construction	239,572	-	498,000	498,000	200,000	Multi year project costing in total \$3.4m. This year's expenditure will finish the project. Offsetting the \$498k overspend spend will be \$200k of cost recovery from developers and the Ministry of Education.

Total				4,700,590	3,004,058	5,462,564	2,458,506	661,382	
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Capital Project projected full year variance over \$500,000

Activity	Project ID	Job Code	Project Name	Actual YTD	Full Year Budget	Full Year Forecast	Projected Full Year Variance to Budget	Offset to Variance	Comments on Variation to Budget
STORMWATER	992	260073	Domain Road Stormwater Upgrades	549,269	-	600,002	600,002		Unspent budget from 2019 missed the carry forward process in error.
WASTEWATER	1902	270059	Te Maunga WWTP Upgrade - Stage 4	838,116	-	4,000,000	4,000,000		A \$4m overspend was approved by Council in August 2019 for increased construction costs due to unforeseen physical conditions and programme delays.

Total				1,387,385	-	4,600,002	4,600,002	-	
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