



ATTACHMENTS MINUTES

**Strategy, Finance and Risk Committee
meeting**

Monday, 26 June 2023

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8.1	2024-2034 Long-term Plan - Significant Forecasting Assumptions Update	
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Cost escalation

→ For Tauranga City Council's
Capital Works Programme

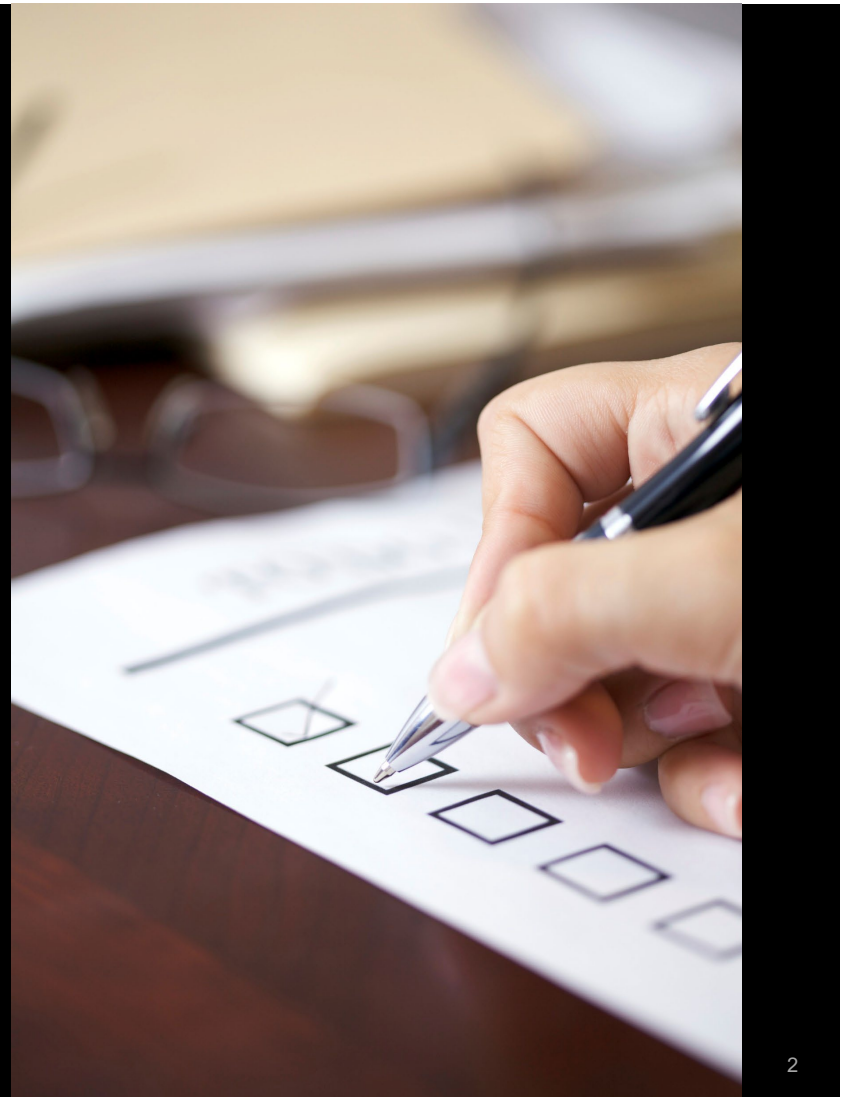
March 2023





Agenda

- Why we did this work
- What we did
- Headline results
- Supply chain and price risk management
- What happens next



Why we did this work

- Existing generalised forecasts and projections have traditionally been available through LGNZ and SOLGM.
- Waka Kotahi produces indices for some categories, but they are backward looking.
- These indices do not take into account the specific mix of capital works programmes at different Councils.
- Indices were needed that account for at least 80% of the capital works programme so it is highly representative of total capital spending.
- TCC wanted forecasts / projections for a three-year and LTP time horizon for the anticipated capital works programme.

Major capex categories, TCC

