



PALMERSTON NORTH CITY COUNCIL

MINUTES ATTACHMENTS COMMITTEE OF COUNCIL

9AM, WEDNESDAY 4 MARCH 2020

**COUNCIL CHAMBER, FIRST FLOOR, CIVIC ADMINISTRATION BUILDING
32 THE SQUARE, PALMERSTON NORTH**

COMMITTEE OF COUNCIL MEETING

4 March 2020

6	Annual Budget (Plan) 2020/21 - Adopting Supporting Information and the Consultation Document	
1.	Appendix G - Additional programmes proposed to be deferred (i.e. in addition to those in Appendix C)	4
2.	Appendix H - Additional programmes where a portion is proposed to be deferred	6
3.	Appendix I - Programmes where there is a risk they may not be capable of being delivered	7

Additional Programmes proposed to be deferred (as at 3 March 2020)

Activity	Prog ID-Desc	Yr 3 10YP 2018-28	Annual Budget 20/21	Variance	Reason for Risk	Change
Active Community	925-C/fwd - Cultural/Heritage Reserves - Te Motu o Poutoa / Anzac Park Reserve Development	-	\$332	\$332	Awaiting 3rd party	Due to delays in establishing co-governance committee and reserve management planning
Active Community	560-Cultural/Heritage Reserves - Te Motu o Poutoa / Anzac Park Reserve Development	\$424	\$415	(\$9)	Defer to LTP	Due to delays in establishing co-governance committee and reserve management planning
Active Community	704-Urban Growth - City West - Reserves Development	\$77	\$76	(\$2)	Defer to LTP	Dependant on growth occurring
Active Community	1637-C/fwd - Central Energy Trust Arena Manawatu - Commercial Building	-	\$1,500	\$1,500	Defer to LTP	Report to Council in April
Arts, Culture & Heritage	1468-Heritage Archive Shelving	\$42	\$41	(\$1)	Defer to LTP	Plans not developed
Connected Communities	1459-Social housing - Citywide - Additional Social Housing Units	\$600	\$588	(\$12)	Defer to LTP	Budget insufficient to provide a significant change. Budget over 7 years should be consolidated to form 1 large programme to deliver a scope much like the Papaleoa Social Housing development.
Connected Communities	1561-Kelvin Grove Community Centre - Additional Carparking	\$52	\$51	(\$1)	Defer to LTP	Plans yet to be developed
Connected Communities	1503-Highbury Community Hub Fitout	-	\$255	\$255	Defer to LTP	Feasibility study will not be undertaken during 2020/21
Roading	228-Upgraded Strategic Routes to HPMV Standard	\$4,387	\$500	(\$3,887)	Defer to LTP	Third party support from NZTA depends on business case preparation and approval by NZTA (part of rural ring road) and is unlikely due to progress in the 20/21 year.
Roading	1603-C/fwd - Industrial Growth - NEIZ - Richardsons Line Upgrade	-	\$1,199	\$1,199	Defer to LTP	Confirmation of scope and timing for upgrade works dependant on NZTA and Kiwirail BC processes
Roading	1604-C/fwd - Industrial Growth - NEIZ - Roberts/Richardsons Line Intersection	-	\$456	\$456	Defer to LTP	Confirmation of scope and timing for upgrade works dependant on NZTA and Kiwirail BC processes
Roading	1640-C/fwd - City Centre Streetscape Plan - Main Street East (Bus Terminal & Canopies)	-	\$756	\$756	Defer to LTP	Work is dependant on NZTA business case by the Regional Council and completion of the Regional Bus Review
Roading	1044-Urban Growth - City West - Internal Roads	\$468	\$100	(\$368)	Defer to LTP	City West Development still to occur and will require plan change. As such roading upgrades will not be required for 2 years. Budget retained for preliminary and detailed design phases.

Roading	1642-C/fwd - Urban Growth - Whakarongo - Internal Roads	-	\$153	\$153	Defer to LTP	Is dependant on growth occurring.
Wastewater	1627-C/fwd - Urban Growth - Ashhurst - Wastewater - North St Network Upgrade	-	\$267	\$267	Defer to LTP	Growth and development dependant
Water	611-Albert Street (Tie Awe Awe Street to Featherston Street) - Construction of New Water Supply Pipeline	\$115	\$113	(\$3)	Defer to LTP	Need to reconfirm requirements and adequacy of the budget
Water	1057-Turitea Dams - Installation of Dewatering Systems on the Turitea Upper and Lower Dams	\$109	\$107	(\$2)	Defer to LTP	No clear technical solution identified
Water	1628-C/fwd - Ashhurst Water Treatment to Address the Discoloured Water Issues	-	\$72	\$72	Defer to LTP	Further investigation and scoping required to confirm the best option
			\$6,981			

Appendix G

Page 2 of 2

Additional programmes proposed to have lower budget provision (as at 3 March 2020)

H

Activity	Prog ID-Desc	Draft of Annual Budget	Proposed Revised Sum	Variance	Reason for Risk	Change
Roading	910-Ferguson Street (Linton Street to Pitt Street) - Road Widening and Traffic Signal Installation	\$1,289	\$600	(\$689)	Awaiting 3rd party	NZTA approval, but needs to be completed as 2 pieces of work. Consultation with affected parties is required. Could form part of ring road discussions with NZTA. Revision of design could lead to some construction being completed in 20/21 - a decrease to budget is suggested for a total budget of \$600,000.
Wastewater	1055-Urban Growth - City West - Installation of Wastewater Systems	\$323	\$100	(\$223)	Growth	Trunk services for Kikwhenua subdivision timing dependant on rate of development - possibly partial delivery of some of the budget and therefore a decrease of budget to \$100,000 is recommended
Water	1517-C/fwd - City Wide - Second River Crossing and Emergency Supply	\$610	\$250	(\$360)	Awaiting 3rd party	Currently the preferred option to be advanced is an emergency connection to the Massey University Water Supply. Massey have yet to confirm seismic condition of the reservoir and water tower thus delaying a decision on collaboration. Officers are assessing other options to provide resilience on the eastern side of the Manawatu River - a decrease to budget to \$250,000 is recommended.
Water	1004-Urban Growth - Whakarongo - Installation of Water Supply Systems	\$539	\$200	(\$339)	Growth	Delayed by 1 year. Rate of growth assumptions different from the 10YP. Budget retained for preliminary and detailed design phases but a decrease to \$200,000 is recommended.
Water	1170-Urban Growth - City West - Installation of Water Supply Systems	\$520	\$200	(\$320)	Growth	Change in assumptions from the 10YP and a decrease in budget to \$200,000 is recommended.
				(\$1,931)		

Additional programmes identified as being at risk of non-delivery (as at 3 March 2020)

Activity	Prog ID-Desc	Yr 3 10YP 2018-28	Annual Budget 20/21	Variance	Reason for Risk	Change
Active and Public Transport	636-Aokautere Drive Pedestrian Cycle Improvements	\$313	\$307	(\$7)	Awaiting 3rd party	Awaiting NZTA approval for solution. Also budget limitations - design has been completed.
Active and Public Transport	1095-Palmerston North to Bunnythorpe - Cycle/Pedestrian Pathway	-	\$102	\$102	Awaiting 3rd party	Brought forward from 21/22 so design linked with MDC Timing - conditional on getting NZTA funding - although this conflicts with Kiwi Rail Hub so is unlikely until commitment to that project has been provided.
Active and Public Transport	1225-C/fwd - Manawatu River (Ashhurst to Riverside Drive) - Cycle/Pedestrian Pathway	-	\$460	\$460	Awaiting 3rd party	No agreement with key land owner which is preventing this programme progressing.
Active and Public Transport	1559-Urban Cycle Network Development	\$1,462	\$715	(\$747)	Awaiting 3rd party	Delayed due to time required to resolve conflicting views about what approach is best. Implementation is complicated by engagement with affected parties and resolving multiple user conflicts. Current negotiations with NZTA are likely to secure subsidy for the programme which would enable a multi year programme to be developed. Plan waiver for major changes to the roading corridor will be required.
Active and Public Transport	1631-C/fwd - Aokautere Drive Pedestrian Cycle Improvements	-	\$200	\$200	Awaiting 3rd party	Design has been completed. Awaiting NZTA approval for solution. Budget limitations have been identified.
Active Community	558-Neighbourhood Reserves - Takaro - Oriana Reserve Development	\$208	\$204	(\$4)	Awaiting 3rd party	In discussions with developer
Active Community	1634-C/fwd - Neighbourhood Reserves - Takaro - Oriana Reserve Development	-	\$15	\$15	Awaiting 3rd party	In discussions with developer
Active Community	1635-C/fwd - Sportsfields - Artificial Football Field (subject to part external funding)	-	\$82	\$82	Awaiting 3rd party	Dependant on results of feasibility study and third party funding
Active Community	94-Walkways and Shared Path - Purchase of Land to Extend Network	\$104	\$102	(\$2)	Growth	Dependant on growth occurring
Active Community	144-Urban Growth - Whakarongo - Reserves Land Purchases	\$673	\$659	(\$14)	Growth	Dependant on growth occurring
Active Community	716-Urban Growth - Whakarongo - Walkways Land Purchases	\$292	\$286	(\$6)	Growth	Dependant on growth occurring

Active Community	761-C/fwd - Clearview Reserve Development	-	\$31	\$31 Growth	Dependant on growth occurring
Active Community	1391-Urban Growth - City West South of Pioneer Highway - Walkways Development	\$64	\$63	(\$1) Growth	Dependant on growth occurring
Active Community	1483-Urban Growth - Flyers Line - Mangaone Stream connection land purchase and development	\$40	\$40	(\$1) Growth	Dependant on growth occurring
Active Community	1487-Walkways and Shared Paths - Mangaone Stream Shared Path enhancement - Harness Racing Club planting strip purchase and development	\$177	\$173	(\$4) Growth	Dependant on growth occurring
Active Community	1584-C/fwd - Walkways and Shared Path - Purchase of Land to Extend Network	-	\$50	\$50 Growth	Dependant on growth occurring
Active Community	1598-C/fwd - Urban Growth - City West South of Pioneer Highway - Walkways Development	-	\$74	\$74 Growth	Dependant on growth occurring
Active Community	1636-C/fwd - Urban Growth - Ashhurst - Reserve Land Purchase	-	\$396	\$396 Growth	Dependant on growth occurring
Active Community	1577-C/fwd - Sportsfields and Outdoor Courts - Changing Room Refurbishments	-	\$459	Awaiting 3rd party	If the Trust agrees to the design that has just been completed, construction can begin 20/21. However if not agreed to, it needs to be revisited and agreed.
Active Public Space	1638-C/fwd - City Centre Lighting and Projection Demonstration Project	-	\$99	Awaiting 3rd party	Third party funding required. Procurement plan/ funding not determined
Connected Communities	1581-C/fwd - Bunnythorpe Community Facility	-	\$921	Awaiting 3rd party	If the Trust agrees to the design that has just been completed, construction can begin 20/21. However if not agreed to, it needs to be revisited and agreed.
Roading	1121-Massey and Research Institutes Development (Food HQ) (subject to part external funding)	\$2,126	\$500	Awaiting 3rd party (\$1,626)	Third party support from NZTA depends on business case preparation and approval by NZTA. Approval subject to PNITI and next NZTA funding round so major expenditure deferred to next RLTP. Safety related improvements will see some of the budget spent in 20/21
Roading	279-City-wide - Minor Road Projects	\$851	\$833	Contractor Availability (\$18)	Unlikely to deliver the full quantum because of the number and complexity of the projects. Contractor availability is also an issue.
Roading	201-City-wide - Roadway Subdivision Contributions	\$173	\$170	(\$4) Growth	Is dependant on development occurring.

Roading	1003-Urban Growth - Whakarongo - Intersection Upgrades	\$1,297	\$435	(\$863) Growth	Delayed by 1 year. Rate of growth assumptions different from the 10YP. Budget retained for preliminary and detailed design phases
Roading	1641-C/fwd - Urban Growth - Whakarongo - Intersection Upgrades	-	\$87	\$87 Growth	Is dependant on growth occurring.
Rubbish and Recycling	1410-Recycling - Recycling Bins and Crates to Non Residential Properties	\$166	\$162	(\$4) Growth	Demand dependant. No residential customers signing up to the service. Demand is not as expected and could be the same in 20/21
Stormwater	1060-City-wide - Stormwater Improvement Works	\$483	\$1,770	\$1,287 Contractor Availability	Significant programme backlog requiring additional budget to address. Contractor availability could prove problematic
Stormwater	51-City-wide - Stormwater Subdivision Contributions	\$52	\$51	(\$1) Growth	Is dependant on development occurring.
Stormwater	1001-Urban Growth - Whakarongo - Installation of Stormwater Systems	\$315	\$308	(\$7) Growth	Some work likely but entire budget unlikely to be spent
Stormwater	1284-C/fwd - Urban Growth - Whakarongo - Installation of Stormwater Systems	-	\$408	\$408 Growth	Some design of both roading and stormwater could undertaken - linked with programme 1001.
Stormwater	1602-C/fwd - Urban Growth - North East Industrial Park Stormwater	-	\$276	\$276 Growth	Is dependant on growth
Wastewater	73-City-wide - Wastewater Subdivision Contributions	\$105	\$103	(\$2) Growth	Is dependant on development occurring.
Wastewater	1000-Urban Growth - Whakarongo - Installation of Wastewater Systems	\$336	\$328	(\$8) Growth	Is dependant on growth occurring.
Wastewater	1597-C/fwd - Urban Growth - City West - Installation of Wastewater Systems	-	\$50	\$50 Growth	Is dependant on growth occurring.
Wastewater	1625-C/fwd - Urban Growth - Installation of Wastewater Systems for New Industrial Areas - NEIZ Extension Area	-	\$226	\$226 Growth	Development timing - ready to go when required
Wastewater	1624-C/fwd - Totara Road Wastewater Treatment Plant - Inlet Main Duplication	-	\$1,283	\$1,283 Not Required	Not required as carry forward, to be reallocated in 19/20 year

Appendix G

Page 3 of 4

Wastewater	1626-C/fwd - Totara Road Wastewater Treatment Plant - Earthquake Strengthening of Civil Structures	-	\$1,209	\$1,209	Scope	No finalised scope at present, however most of this budget will be spent
Water	1389-City Wide - Second River Crossing and Emergency Supply	\$445	\$100	(\$345)	Awaiting 3rd party	Currently the preferred option to be advanced is an emergency connection to the Massey University Water Supply. Massey have yet to confirm seismic condition of the reservoir and water tower thus delaying a decision on collaboration. Officers are assessing other options to provide resilience on the eastern side of the Manawatu River.
Water	246-City-wide - Water Subdivision Contributions	\$210	\$205	(\$5)	Growth	Is dependant on development occurring.
Water	1629-C/fwd - Urban Growth - City West - Installation of Water Supply Systems	-	\$100	\$100	Growth	Dependant on growth occurring
Water	124-Turitea Water Treatment Plant - Upgrade to Respond to Review of Drinking Water Standards	\$839	\$200	(\$639)	Scope	Change in Timing - provisional sum with specific upgrades yet to be determined
Water	1384-Citywide - New water supply reservoirs to replace an earthquake prone reservoir and enhance supply storage through out the city	\$1,783	\$1,200	(\$583)	Scope	Change in assumptions - preferred location of Keith Street has issues with bore yield. May need to change location which will likely cause delay.