

Whangarei District Council Meeting

Supplementary Agenda

Date: Thursday, 24 September, 2020
Time: 9:00 am
Location: Council Chamber
Forum North, Rust Avenue
Whangarei
Elected Members: Her Worship the Mayor Sheryl Mai
(Chairperson)
Cr Gavin Benney
Cr Vince Cocurullo
Cr Nicholas Connop
Cr Ken Couper
Cr Tricia Cutforth
Cr Shelley Deeming
Cr Jayne Golightly
Cr Phil Halse
Cr Greg Innes
Cr Greg Martin
Cr Anna Murphy
Cr Carol Peters
Cr Simon Reid

For any queries regarding this meeting please contact
the Whangarei District Council on (09) 430-4200.

6. Decision Reports

6.12 *Cobham Oval carpark upgrade - approval for additional budget*

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6.12 Cobham Oval Carpark Upgrade – Approval for Additional Budget

Meeting: Whangarei District Council
Date of meeting: 24 September 2020
Reporting officer: Sue Hodge (Manager Parks & Recreation)

1 Purpose

To inform Council of the cost to up-grade the Cobham Oval car park and seek support for un-budgeted expenditure.

2 Recommendation

That the Council approves unbudgeted capital expenditure of \$510,543 for the up-grade of the Cobham Oval car park.

3 Background

Cobham Oval carpark is a gravel car park that generally serves events held at either the Cobham Oval cricket grounds or the neighbouring Okara Park rugby grounds. Council resolved to bring forward \$788,000 capital budget to seal this area and create a high amenity landscaped space with safe pedestrian thoroughfare, stormwater treatment and lighting.

This project was brought forward by Council to ensure the car park would be upgraded in time for the 2021 Women's Rugby World Cup (WRWC).

Although the budget in the 2020/21 Annual Plan is \$788,000, it has been identified in several reports to Council this would not be sufficient budget to complete the project.

4 Discussion

In March the options and estimated cost was reported to a Council Briefing. The preferred option was estimated to be up to \$2 Million and a potential budget shortage identified. A follow-up Information Report was received May 21st by Council in response to several questions raised at the earlier meeting. The feedback from this meeting was that this project should continue but other projects may need to be delayed.

The detailed design was undertaken along with value engineering to reduce the project cost.

The procurement process has now been completed that included an Expression of Interest process that identified four contractors to submit prices. Tenders closed 11 September and the lowest price conforming tender is \$1,298,546 meaning there is a budget deficit of \$510,543.

Below are the prices of the shortlisted contractors:

Tenderer	Price (Excl GST)
Clements Contractors Ltd	\$1,298,543.49
Robinson Asphalts 1992 Ltd	\$1,585,874.24
United Civil Construction Ltd	\$1,432,945.93
Ventia (former Broadspectrum)	N/A
Engineer's Estimate	\$1,336,095.07

Clements Contractors Ltd Submitted the lowest price conforming tender. An arithmetic check was undertaken and no omissions found.

In order to meet the WRWC deadline next year the contract needs to be awarded as soon as possible to avoid undertaking the sealing during the wet season (from May 2021 onwards).

4.1 Financial/budget considerations

Additional budget of \$510,543 is required to enable this project to be awarded to the lowest price conforming tenderer Clements Contractors Ltd.

Completion of other Parks projects in the 20/21 year have been delayed; New Town Basin Park and Pohe Island destination playground and budget spend re-forecasted to 21/22 financial year. These re-forecasted budgets are included in the draft LTP. There is sufficient debt headroom to fund the project.

It is proposed that the Cobham Oval carpark budget difference of \$510,543.49 be funded from unbudgeted capital expenditure.

4.2 Options

There are two options:

1. Approve additional capital unbudgeted expenditure in 20/21.
2. Include the project in the draft Long-Term Plan.

As this project is required to be complete by September 2021 for the WRWC the preferred option is to approve unbudgeted expenditure. It is planned that all budget will be spent by 30 June 2021.

4.3 Risks

The up-grade works will take at least 7 months to complete as the contractor can only work on half of the car park at a time to keep parking available for events such as NPC rugby season and summer cricket. Because of the methodology there is a risk that final works such as sealing will occur in the winter leading to delays in the completion and the car park not finished in time for WRWC. If funding can be approved the contractor can establish on site early October 2020.

5 Significance and engagement

The decisions or matters of this Agenda do not trigger the significance criteria outlined in Council's Significance and Engagement Policy, and the public will be informed via Agenda publication on the website.

RESOLUTION TO EXCLUDE THE PUBLIC

Move/Second

That the public be excluded from the following parts of proceedings of this meeting.

The general subject of each matter to be considered while the public is excluded, the reason for passing this resolution in relation to each matter, and the specific grounds under Section 48(1) of the Local Government Official Information and Meetings Act 1987 for the passing of this resolution are as follows:

General subject of each matter to be considered		Reason for passing this resolution in relation to each matter	Ground(s) under Section 48(1) for passing this resolution
1.1	Confidential Minutes Whangarei District Council Meeting 27 August 2020	Good reason to withhold information exists under Section 7 Local Government Official Information and Meetings Act 1987	Section 48(1)(a)
1.2	Confidential Minutes Extra ordinary Whangarei District Council Meeting 4 August 2020		
1.3	Formalising Access Over Council Reserves		
1.4	Marina Berth Replacement		

This resolution is made in reliance on Section 48(1)(a) of the Local Government Official Information and Meetings Act 1987 and the particular interest or interests protected by Section 6 or Section 7 of that Act which would be prejudiced by the holding of the whole or the relevant part of the proceedings of the meeting in public, are as follows:

Item	Grounds	Section
1.1	For the reasons as stated in the open minutes	
1.2	For the reasons as stated in the minutes	
1.3	To enable Council to carry on without prejudice or disadvantage negotiations (including commercial and industrial negotiations)	Section 7(2)(i)
1.4	To enable Council to carry on without prejudice or disadvantage negotiations (including commercial and industrial negotiations)	Section 7(2)(i)

Resolution to allow members of the public to remain

If the council/committee wishes members of the public to remain during discussion of confidential items the following additional recommendation will need to be passed:

Move/Second

"That _____ be permitted to remain at this meeting, after the public has been excluded, because of his/her/their knowledge of Item _____.

This knowledge, which will be of assistance in relation to the matter to be discussed, is relevant to that matter because _____.

Note: Every resolution to exclude the public shall be put at a time when the meeting is open to the public.