
Thursday, 3 December 2020

Te Hui o Te Kaunihera ā-Rohe o Heretaunga

Hastings District Council

Civic and Administration Subcommittee Meeting

Kaupapataka

Open Agenda

Te Rā Hui:
Meeting date: **Thursday, 3 December 2020**

Te Wā:
Time: **1.00pm**

Te Wāhi:
Venue: **Landmarks Room
Ground Floor
Civic Administration Building
Lyndon Road East
Hastings**

Te Hoapā:
Contact: **Democracy and Governance Services
P: 06 871 5000 | E: democracy@hdc.govt.nz**

Te Āpiha Matua:
Responsible
Officer: **General Counsel - Scott Smith**

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HASTINGS DISTRICT COUNCIL
207 Lyndon Road East, Hastings 4122 | Private Bag 9002, Hastings 4156
Phone **06 871 5000** | www.hastingsdc.govt.nz
TE KAUNIHERA Ā-ROHE O HERETAUNGA

Civic and Administration Subcommittee

A Subcommittee of the Operations and Monitoring Committee.

Fields of Activity

The Civic and Administration Subcommittee is responsible for making delegated decisions and advising the Operations and Monitoring Committee by;

- Assisting Council in the allocation of Community Grants by;
 - Reviewing applications for Community Grants.
 - Setting appropriate performance measures to assist in the measurement of delivery of activities funded from Grants.
 - Allocation of grant funding within the budget allocation.
- Assisting Council in its general overview of procurement and tender activity by accepting tenders which exceed the Chief Executive's delegated authority to approve, for projects previously approved by Council or a Standing Committee within the delegated authority.
- Assisting Council by reviewing and considering submissions and deciding applications for temporary closure of roads.
- Recommending to Council the appointment of trustees to Te Mata Park Trust Board.
- Recommending to Council the appointment of directors to Hastings District Holdings Limited.
- Recommending to Council the appointment of List Members to the District Licencing Committee.

Assisting Council by reviewing, considering nominations and recommending recipients of Civic Awards.

Membership

- 8 Councillors.
- 1 Heretaunga Takoto Noa: Māori Standing Committee Member appointed by Council.
- The Group Manager Planning and Regulatory Services to be a member only when the Subcommittee is recommending the appointment of List Members to The Hastings District Licencing Committee.
- The Chief Executive to be a member only when the Committee is making a decision on tendering and procurement matters.
- The Group Manager: Asset Management to be a member only when the Subcommittee is making a decision on tendering and procurement matters.
- The Transportation Manager to be a member only when the Committee is making a decision on applications for temporary closure of roads.
- The Environmental Consents Manager to be a member only when the Committee is making a decision on applications for temporary closure of roads.
- The Chair of the Te Mata Park Trust Board to be a member only when the Committee is making a decision on appointments to the Te Mata Park Trust Board.
- The Group Manager: Corporate to be a member only when the Committee is making a decision on appointments to the boards of any Council Controlled Organisations.
- Chair appointed by Council.
- Deputy Chair appointed by Council.

Quorum - a minimum of 3 members

Delegated Powers

- 1) Authority to exercise all Council's powers, functions and authorities (except where prohibited by law or otherwise delegated) in relation to the allocation of grant funding within the budget allocation.
- 2) Authority to accept tenders for individual projects previously approved by the Council or a Standing Committee of the Council up to a value of \$10,000,000.
- 3) Responsibility to provide oversight and direction on tendering processes in general and/or specific issues relating to a particular project.
- 4) All the Council's powers and functions in respect to temporary prohibition of traffic under Section 342(1)(b) and clause 11(e) of Schedule 10 of the Local Government Act 1974.
- 5) Recommend to Council the appointment of Trustees to Te Mata Park Trust Board in accordance with the policy on Appointment of Trustees for Te Mata Park Trust Board, and the provisions of section 57 of the Local Government Act 2002.
- 6) Recommend to Council the appointment of director positions for Hastings District Holdings Limited in accordance with the Council's Policy on Appointment and Remuneration of Directors for Council Organisations.
- 7) Recommend to Council the recipients of Civic Awards.
- 8) Recommend to Council the appointment of List Members to the Hastings District Licensing Committee in accordance with the policy on the appointment of members for the District Licensing Committee, and the provisions of Sections 192 – 194 of the Sale and Supply of Alcohol Act 2012.

Thursday, 3 December 2020

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Hastings District Council

Civic and Administration Subcommittee Meeting

Kaupapataka

Open Agenda

Mematanga:

Membership:

Koromatua

Chair: Councillor Malcolm Dixon

Ngā KaiKaunihera

Councillors: Damon Harvey, Eileen Lawson, Simon Nixon (Deputy Chair), Henare O'Keefe, Wendy Schollum, Geraldine Travers and Kevin Watkins
Tania Eden - Heretaunga Takoto Noa Māori Standing Committee appointee

Transportation Manager, Jag Pannu AND Environmental Consents Manager, Caleb Sutton – for Item 4

Mayor Sandra Hazlehurst (ex-officio)

Tokamatua:

Quorum:

3 members

Apiha Matua

Officer Responsible:

General Counsel – Scott Smith

*Te Rōpū Manapori me te
Kāwanatanga*

Democracy &

Christine Hilton (Extn 5633)

Governance Services:

Te Rārangi Take

Order of Business

Apologies & Leave of Absence – *Ngā Whakapāhatanga me te Wehenga ā-Hui*

- 1.0** At the close of the agenda no apologies had been received.
Leave of Absence had previously been granted to Councillor Lawson
-

2.0 Conflict of Interest – *He Ngākau Kōnatunatu*

Members need to be vigilant to stand aside from decision-making when a conflict arises between their role as a Member of the Council and any private or other external interest they might have. This note is provided as a reminder to Members to scan the agenda and assess their own private interests and identify where they may have a pecuniary or other conflict of interest, or where there may be perceptions of conflict of interest.

If a Member feels they do have a conflict of interest, they should publicly declare that at the start of the relevant item of business and withdraw from participating in the meeting. If a Member thinks they may have a conflict of interest, they can seek advice from the General Counsel or the Manager: Democracy and Governance (preferably before the meeting).

It is noted that while Members can seek advice and discuss these matters, the final decision as to whether a conflict exists rests with the member.

Confirmation of Minutes – *Te Whakamana i Ngā Minitī*

- 3.0** Minutes of the Civic and Administration Subcommittee Meeting held Thursday 26 November 2020.
(Previously circulated)
-

- 4.0 Temporary Road Closures - Six60 Concert - 23 - 24 January 2021** **9**
-

- 5.0 Municipal Building Stage 2 Contract Approval** **19**
-

- 6.0 Minor Items – *Ngā Take Iti***
-

- 7.0 Urgent Items – *Ngā Take Whakahihiri***
-

Thursday, 3 December 2020

Item 4

Te Hui o Te Kaunihera ā-Rohe o Heretaunga
**Hastings District Council: Civic and
Administration Subcommittee Meeting**

Te Rārangi Take

Report to Civic and Administration Subcommittee

Nā:
From: Lynn Burden, Transportation Officer

Te Take:
Subject: Temporary Road Closures - Six60 Concert - 23 - 24 January 2021

1.0 Executive Summary – *Te Kaupapa Me Te Whakarāpopototanga*

1.1 The purpose of this report is to obtain a decision from the Committee in regard to the following temporary road closures as requested below. This request arises from the need to inform and gain Hastings District Council (“the Council”) approval in order to comply with the legal process to temporarily close the roads listed below:

- Foamhand – organisers of the Six60 concert to be held at the Hawke’s Bay Showgrounds. The temporary closure of the following roads will begin at 1:00pm, Saturday, 23 January 2020 and continue until 1:00am, Sunday, 24 January 2020. **During the temporary road closure period resident access will be maintained to the following streets / roads:**

1. **Caroline Road** from Warwick Rd to Kenilworth Road (resident access only)
2. **Conway Street** - the entire length (resident access only)
3. **Harlech Street** - the entire length (resident access only)
4. **Woodstock Avenue** – the entire length (resident access only)
5. **Kenilworth Road** - the entire length (resident access only)
6. **Elwood Road** - the entire length from SH51 to Pakowhai Road (resident access only)
7. **Otene Road** – the entire length (resident access only)
8. **Bennett Road** - the entire length (resident access only)
9. **Panapa Road** – the entire length (resident access only)
10. **Apatu Road** - the entire length (resident access only)

- 1.2 During this concert and related temporary road closures resident access will be maintained. Organisers have advised that they are providing residents with “vehicles passes” to allow ease of entry to and exit from their respective temporarily closed roads. Temporary road closures are usually put in place to exclude vehicles from affected streets / roads. The purpose of these temporary road closures are to exclude non-resident vehicles and people anticipating listening to the concert for free.
- 1.3 Event organisers are aware of their obligation to undertake Resident Visiting. This concert is being held in late January 2021. The Resident Visiting will be completed closer to the date of the concert. If the Subcommittee decides to approve these temporary road closures at this early stage it would give some certainty to the organisers of this proposed concert, given that this is one of a series of concerts to be held at various venues across New Zealand.
- 1.4 The Traffic Management Plan (TMP) and Event Safety Plan (ESP) will be supplied closer to the proposed concert date. These two items are included in the Checklist, and the timeline for these are also closer to the event date – with the TMP being needed not later than five working days prior, and the ESP needing to be received in time approved by the Council’s Health and Safety Officer.
- 1.5 If the Subcommittee granted this application for the proposed temporary road closures it could consider doing subject to receipt/completion of the following outstanding information – resident visiting forms; Traffic Management Plan and Event Safety Plan.
- 1.6 VMS boards and hard signage are also to be put in place to advise residents of this proposed upcoming event.
- 1.7 This report contributes to the purpose of local government by primarily promoting the cultural and social wellbeing and specifically to the Council’s strategic objectives by promoting the appealing visitor destination wellbeing of communities in the present and for the future.
- 1.8 Given that there are no submissions in opposition to these closures and that subject to the recommended conditions the activity can proceed and be undertaken in a safe and controlled environment, the risks associated with this closure can then be minimised and safely managed to Council’s satisfaction.

2.0 Recommendations – Ngā Tūtohunga

- A) That the report of the Transportation Officer titled Temporary Road Closures - Six60 Concert - 23 - 24 January 2021 dated 3 December 2020 be received.
- B) That the Civic and Administration Subcommittee approve the following temporary road closures as no submissions have been received in respect of this application:
 1. **Caroline Road** from Warwick Rd to Kenilworth Road (resident access only)
 2. **Conway Street** - the entire length (resident access only)
 3. **Harlech Street** - the entire length (resident access only)
 4. **Woodstock Avenue** – the entire length (resident access only)
 5. **Kenilworth Road** - the entire length (resident access only)
 6. **Elwood Road** - the entire length from SH51 to Pakowhai Road (resident access only)
 7. **Otene Road** – the entire length (resident access only)
 8. **Bennett Road** - the entire length (resident access only)
 9. **Panapa Road** – the entire length (resident access only)
 10. **Apatu Road** - the entire length (resident access only)

- C) That the Civic and Administration Subcommittee approve the above temporary road closures subject to the following conditions to be complied with to the satisfaction of the Group Manager: Asset Management and subject to the timely receipt of the completed resident visiting forms; Traffic Management Plan and Event Safety Plan:
- i. This event is conducted in accordance with the New Zealand Transport Agency Code of Practice Temporary Traffic Management (CoPTTM).
 - ii. The Traffic Management Plan including provision for appropriate signage is approved by the Traffic Management Coordinator acting under delegated authority.
 - iii. The Traffic Management Plan must be complied with including any specific conditions.
 - iv. A copy of the relevant liability insurance policy is received.
 - v. That the cost of all advertising is met by the event organisers.
 - vi. Emergency Services are contacted regarding the holding of this event with details of the date, location and time frames.
 - vii. As per the Traffic Management Plan provisions - all emergency services will be accommodated and access provided through the sites as required.
 - viii. The applicant is responsible under the Health and Safety at Work Act 2015 for all health and safety risks associated with this activity and must take reasonably practicable steps to ensure the safety of all persons during this temporary road closure.
 - ix. The applicant has in place at all times, appropriate Health and Safety measures (to prevent harm to any persons), including (but not limited to) any measures provided for in the submitted Health and Safety Plans including any conditions attached.

3.0 Background – *Te Horopaki*

- 3.1 This report covers the application by Foamhand to temporarily close roads so that a cultural event can be held. The preferred option is to allow the closure of the above roads so that the listed event can be undertaken.
- 3.2 The temporary road closures will be managed in accordance with the New Zealand Transport Agency Code of Practice Temporary Traffic Management (CoPTTM).
- 3.3 A detailed Traffic Management Plan is to be submitted to the Hastings District Council and the plan will be approved for implementation, subject to the temporary road closure application being approved.
- 3.4 The temporary road closure checklist (**Attachment 1**) details the necessary items that the organiser needs to submit as part of their application for the above proposed road closures.
- 3.5 GIS maps (split over two maps for clarity) showing the area of the temporary road closures is also attached as part of **Attachment 1**: being Caroline, Road, Conway Street, Harlech Street, Woodstock Avenue, Kenilworth Road, Elwood Road, Otene Road, Bennett Road, Panapa Road and Apatu Road.
- 3.6 At the time of writing this report there were no planned road works that will affect or impact the above temporary road closures.

4.0 Discussion – *Te Matapakitanga*

4.1 The above event is being undertaken by the following organisation: Foamhand.

- This will be the **first** temporary road closure of the following streets / roads: Caroline, Road, Conway Street, Harlech Street, Woodstock Avenue, Bennett Road, Panapa Road and Apatu Road
- This will be the **second** temporary road closure of the following streets / roads this calendar year: Kenilworth Road, Elwood Road and Otene Road
 - The average daily traffic counts for the affected streets are listed below:

| | |
|------------------|------|
| Caroline Road | 2655 |
| Conway Street | 297 |
| Harlech Street | 150 |
| Woodstock Avenue | 303 |
| Kenilworth Road | 1560 |
| Elwood Road | 3752 |
| Otene Road | 839 |
| Bennett Road | 502 |
| Panapa Road | 144 |
| Apatu Road | 113 |

5.0 Options – *Ngā Kōwhiringa*

Option One - Recommended Option - Te Kōwhiringa Tuatahi – Te Kōwhiringa Tūtohunga

5.1 **Option A** is the preferred option. It recommends the Committee approve the temporary road closures detailed above, subject to conditions that will ensure public safety is maintained.

5.2 Temporary road closure options listed below:

- **Option A: Approve** the temporary road closures detailed above.
- Advantages: The event can proceed and contribute to the safe use of roads within the district for this proposed event.
- Disadvantages: Traffic will be impeded for a short period of time.
- **Option B: Only approve** one, two, three, four, five, six, seven, eight, nine or ten of the temporary road closure detailed above.
- Advantages: Traffic will not be impeded.
- Disadvantages: If the temporary road closure approval is declined this will result in the cancellation of the proposed event.

6.0 Next steps – *Te Anga Whakamua*

6.1 See above for options related to this proposed temporary road closure.

Attachments:

- 1 [↓](#) Checklist and Maps - Temporary Road Closures - CG-16-14-00118
Six60 Concert between 23 and 24 January 2021

Summary of Considerations - *He Whakarāpopoto Whakaarohanga*

Fit with purpose of Local Government - *E noho hāngai pū ai ki te Rangatōpū-ā-Rohe*

The Council is required to give effect to the purpose of local government as set out in section 10 of the Local Government Act 2002. That purpose is to enable democratic local decision-making and action by (and on behalf of) communities, and to promote the social, economic, environmental, and cultural wellbeing of communities in the present and for the future.

The above temporary road closures will be undertaken in accordance with The Local Government Act 1974 Schedule 10, section 11 and section 11(e) which states:

“11. The council may, subject to such conditions as it thinks fit (including the imposition of a reasonable bond), and after consultation with the Police and the Ministry of Transport, close any road or part of a road to all traffic or any specified type of traffic (including pedestrian traffic).”

“(e) For a period or periods not exceeding in the aggregate 31 days in any year for any exhibition, fair, show, market, concert, film-making, race or other sporting event, or public function:

Provided that no road may be closed for any purpose specified in paragraph (e) of this clause if that closure would, in the opinion of the council, be likely to impede traffic unreasonably.”

This report contributes to the purpose of local government by primarily promoting the cultural and social wellbeing of the community.

Link to the Council's Community Outcomes – *Ngā Hononga ki Ngā Putanga ā-Hapori*

This proposal promotes the appealing visitor destination wellbeing of communities in the present and for the future.

Māori Impact Statement - *Te Tauākī Kaupapa Māori*

There are no known impacts for Tangata Whenua.

Sustainability - *Te Toitūtanga*

There are no known implications for sustainability.

Financial considerations - *Ngā Whakaarohanga Ahumoni*

The advertising cost for this event is being met by the event organisers: being the Hastings District Council in conjunction with the Hastings Business Association.

Significance and Engagement - *Te Hiranga me te Tūhonotanga*

This decision/report has been assessed under the Council's Significance and Engagement Policy as being of low significance.

Consultation – internal and/or external - *Whakawhiti Whakaaro-ā-roto / ā-waho*

The organisers of the above event are to make contact with affected parties/residents. Additionally, the event organisers have been requested to put up signage advising affected residents of the proposed temporary road closures. This is in addition to the Resident Visiting that is to be undertaken.

The temporary road closures of **Caroline, Road, Conway Street, Harlech Street, Woodstock Avenue, Kenilworth Road, Elwood Road, Otene Road, Bennett Road, Panapa Road and Apatu Road** have been posted on the Council website and formal public notification was published in the Hawke's Bay today newspaper on Wednesday, 4 November 2020.

The closing date for submissions for the above listed roads was 4:00pm, Wednesday, 18 November 2020. No submissions were received.

If the road closures are approved, final formal public notification will be published in the Hawke's Bay Today newspaper on Wednesday, 20 January 2021.

Risks

Opportunity: To seek a temporary road closure for the purpose of holding a cultural event.

| REWARD – <i>Te Utu</i> | RISK – <i>Te Tūraru</i> |
|--|-------------------------|
| Following an assessment of the risks involved in holding an event of this type organisers have applied for temporary road closures to ensure the safety of competitors and the public. | Safety (public) |

Rural Community Board – *Te Poari Tuawhenua-ā-Hapori*

There are no implications for the Rural Community Board. They have been advised of the proposed temporary road closure.

Checklist and Maps - Temporary Road Closures: Six60 Concert – 23 – 24 January 2021

1.

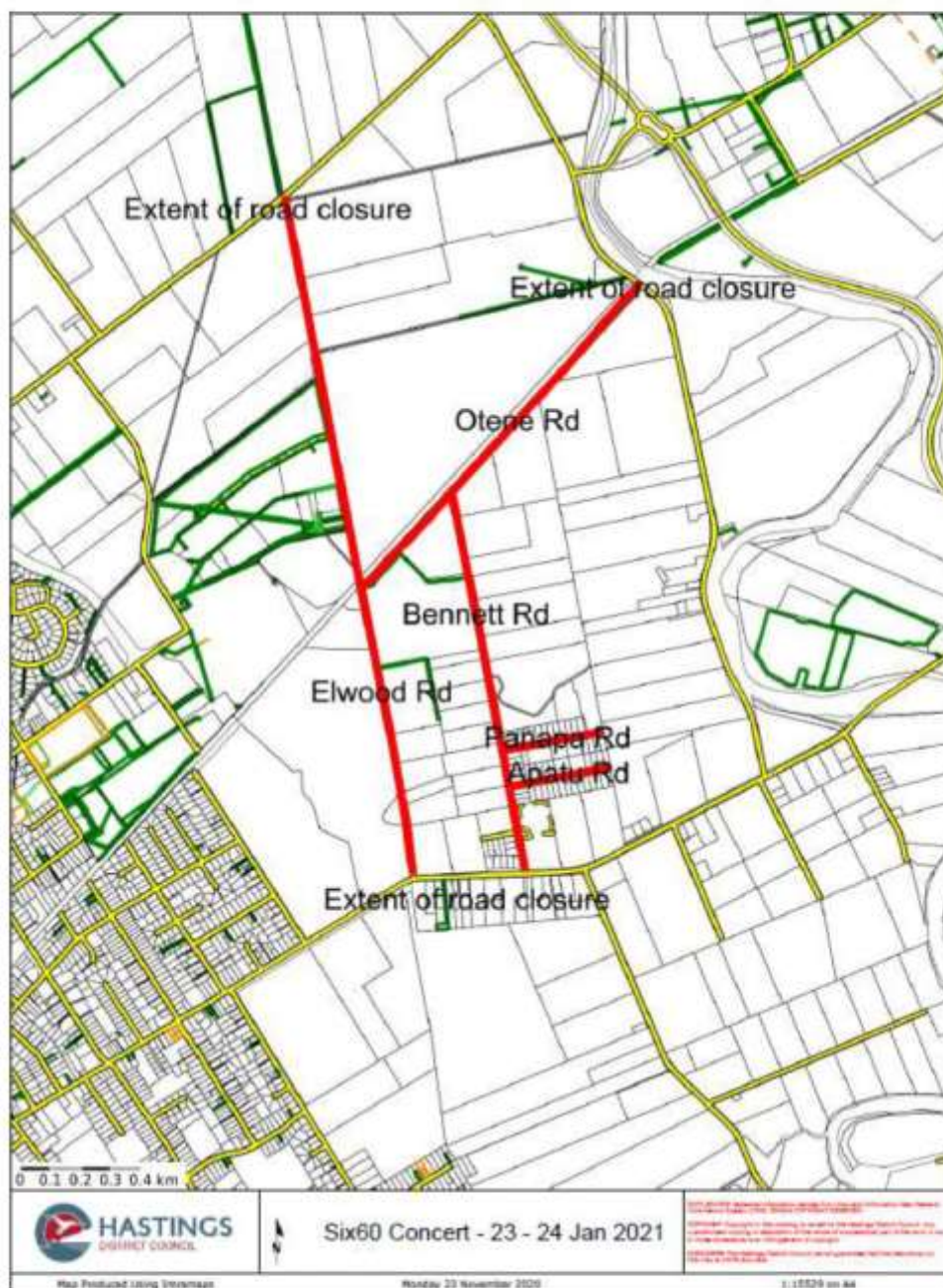
Caroline Road from Warwick Rd to Kenilworth Road (resident access only)
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Otene Road – the entire length (resident access only)
Bennett Road - the entire length (resident access only)
Panapa Road – the entire length (resident access only)
Apatu Road - the entire length (resident access only)
 The temporary closure of the above roads will begin at 1:00pm, Saturday, 23 January 2020 and continue until 1:00am, Sunday, 24 January 2020

| Items Received: | |
|---|------------------|
| | |
| Temporary Road Closure Application form | ✓ |
| | |
| Traffic Management Plan | Still to receive |
| | |
| Road Bond | N/A |
| | |
| Event Safety Plan | Still to receive |
| | |
| Resident Visiting Form / Letter | Still to receive |

2. Six60 Concert 23 – 24 January 2021 (map 1)



3. Six60 Concert 23- 24 January 2021 (map 2)



Thursday, 3 December 2020

Item 5

Te Hui o Te Kaunihera ā-Rohe o Heretaunga
**Hastings District Council: Civic and
Administration Subcommittee Meeting**

Te Rārangi Take

Report to Civic and Administration Subcommittee

Nā: Bruce Allan, Group Manager: Corporate
From: Rose Simpson, Executive Assistant

Te Take:
Subject: Municipal Building Stage 2 Contract Approval

1.0 Purpose and summary - Te Kaupapa Me Te Whakarāpopototanga

- 1.1 The purpose of this report is to seek Council's approval to enter into a contract with Gemco Construction Ltd for Stage 2 of the redevelopment of the Municipal Building.

2.0 Background

- 2.1 Gemco Construction Ltd was engaged for the Early Contractor Involvement (ECI) for the seismic strengthening Hawke's Bay Opera House Theatre.
- 2.2 The request for tender for the ECI also included the possibility of adding the Municipal Building at Council's discretion. At the Council Meeting held on 26 October 2017, Council was requested to enact the option of including the Municipal Building and the report noted:

"The request for tender for ECI for the Hawke's Bay Opera House Seismic Strengthening also included the possibility of adding the Municipal Building at Council's discretion. It is recommended that this option is enacted.

During the ECI process for the Theatre, Gemco Construction Ltd became an integral part of the project team; contributing ideas, assessing risk, developing risk mitigation measures and optimising the construction methodology, cost and program. They have collaborated in an open and transparent manner with all parties.

- 2.3 It was recommended that the Plaza Redevelopment be added to the ECI engagement because of Gemco Construction Ltd's ECI performance on the Theatre and inter-relationship of the three sites (Theatre, Municipal Building and Plaza).
- 2.4 A key Council decision was made on 26 October 2017 for Gemco Construction Ltd to be approved for the Early Contractor Involvement (ECI) process for the Plaza Redevelopment and the Municipal Building Seismic Strengthening. The resolutions of that meeting are as follows:

Council – Thursday 26 October 2017

16. OPERA HOUSE PRECINCT - PLAZA REDEVELOPMENT AND MUNICIPAL BUILDING DETAILED DESIGN AND EARLY CONTRACTOR INVOLVEMENT

(Document 17/1075)

The Project Manager, Ms Botha together with Mr Wismeyer, Focus Project Management Limited displayed a powerpoint presentation (CG-14-1-00472) providing a construction update, including photos of the Opera House Precinct.

Councillor Dixon/Councillor Kerr

- A) That the report of the Project Manager titled "Opera House Precinct - Plaza Redevelopment and Municipal Building Detailed Design and Early Contractor Involvement.*
- B) That an additional \$300,000 (excl GST) be approved for the developed and detailed designs and fees required during the construction phase for the Plaza Redevelopment.*
- C) That Council gives approval to commence with developed and detailed designs and fees required during the construction phase for the seismic strengthening of the Municipal Building at an estimated cost of \$750,000 (excl GST).*
- D) That Gemco Construction Limited be approved for the Early Contractor Involvement (ECI) process for the Plaza Redevelopment and the Municipal Building Seismic Strengthening at no cost to Council.*

CARRIED

- 2.5 On 27 September 2018, Council resolved to award the strengthening contract for the Municipal Building to Gemco Construction Ltd under the existing Early Contractor Involvement contract at a value of \$8.78m. Council subsequently resolved on 10 December 2019 to extend the contract with Gemco Construction Ltd and bring forward \$0.619m of work from Stage 2 into Stage 1 to maintain construction efficiencies.
- 2.6 On 15 September 2020, Council approved the commencement of Stage 2 works on the Municipal Building and the requisite funding and resolved:

That the Council approves the commencement of Stage 2 of the Municipal Building redevelopment project at a total estimated cost of \$9.25m.

That Council allocates an additional \$5.5m of unbudgeted loan funding to the Municipal Building project to ensure the completion of this project is achieved in the most cost effective and timely manner.

That Council instructs Officers to make final funding applications to external funding agencies.

3.0 Current Situation

- 3.1 The final detailed design has now been completed and a building consent has been lodged. Gemco Construction Ltd under the Early Contractor Involvement contract has priced that design and an independent quantity surveyor has been engaged to do the same for the purposes of contract negotiations.
- 3.2 Quantity surveyors, Rhodes and Associates Ltd, have provided an estimate for Stage 2 Architectural Fitout of the Municipal Building for a total amount of \$8,488,000.
- 3.3 Following negotiations with Gemco Construction Ltd, a revised tender has been submitted for the construction costs for Stage 2 of the Municipal Building of \$8,690,189.

- 3.4 The contract variation of \$202,189 represents a 2.4% premium to the Rhodes and Associates price and has had significant tension applied through the project management services provided by Mr Herman Wismeyer of Focus Project Management. Mr Wismeyer's professional assessment is that it has been a very robust contract negotiation process and that this premium can be justified through regional pricing differences including assumed hourly rates.
- 3.5 Budget considerations
- 3.6 On 15 September 2020, Council resolved to provide an additional \$5.5m towards the completion of this project.
- 3.7 The following is an updated financial summary incorporating the new Stage 2 costings and updated overall project costs including fees on the works to-date:

| | | Actuals to date | Forecast | |
|---|---------------|----------------------|----------------------|---------------|
| Committed Capital Expenditure | | | | |
| Construction | | | | |
| Opera House | | \$ 11,116,742 | \$ 11,116,742 | |
| Plaza | | \$ 3,515,631 | \$ 3,515,631 | |
| Municipal | | \$ 6,599,996 | \$ 9,399,000 | |
| Fees | | | | |
| Opera House | | \$ 1,915,036 | \$ 1,915,036 | |
| Plaza | | \$ 732,156 | \$ 732,156 | |
| Municipal | | \$ 2,274,447 | \$ 2,375,000 | |
| Pre contract and non fee expenses | | | | |
| Opera House | | \$ 571,677 | \$ 571,677 | |
| Wesley Church | | \$ 100,000 | \$ 400,000 | |
| New Committed Expenditure | | | | |
| Municipal Improvements Stage 2 | | | \$ 8,690,189 | |
| Fees | | | \$ 373,400 | |
| Total | | \$ 26,825,685 | \$ 39,088,831 | |
| Committed Funding | | | | |
| Loan Funding approved by Council | | | \$ 28,300,000 | |
| Building Services (renewals) | | | \$ 981,335 | |
| External funding received | | | \$ 9,490,000 | |
| Total Committed Funding | | | \$ 38,771,335 | |
| Funding Required for full implementation | | | \$ 317,496 | |
| Summary | Total Cost | External Funding | Council Funds | Funding Req'd |
| Opera House | \$ 13,603,455 | \$ 4,490,000 | \$ 9,113,455 | \$ - |
| Functions on Hastings | \$ 4,247,787 | \$ 250,000 | \$ 3,997,787 | \$ - |
| Wesley Church conferencing | \$ 400,000 | | \$ 400,000 | \$ - |
| Municipal Strengthening | \$ 11,774,000 | \$ 4,750,000 | \$ 7,024,000 | \$ - |
| Municipal Stage 2 | \$ 9,063,589 | | \$ 8,746,093 | \$ 300,000 |
| | \$ 39,088,831 | \$ 9,490,000 | \$ 29,281,335 | \$ 300,000 |

- 3.8 The construction estimates presented to Council in September have proven to be reasonably robust. Unfortunately there has been a misstatement of fees associated with works undertaken to-date. Officers will commit to find alternative funding sources for this understatement of fees to the value of approximately \$300,000 or look to pull further costs from the project if required.
- 3.9 It is recommended that Stage 2 of the Municipal Building Redevelopment be added to the Early Contractor Involvement engagement because of Gemco Construction Ltd's performance on the

Opera House, Functions on Hastings and the Municipal Building strengthening has been of high quality and the inter-relationships between the Stage 1 strengthening and the Stage 2 development works are significant and extremely intertwined.

- 3.10 Council has already approved the Stage 2 works and provided the necessary funding; this request is solely to approve the contract with Gemco Construction Ltd to do the works.

4.0 Recommendations – Ngā Tūtohunga

- A) That the report of the Group Manager: Corporate titled Municipal Building Stage 2 Contract Approval dated 3 December 2020 be received.
- B) That the Committee approves that Gemco Construction Ltd under the Early Contractor Involvement contract be awarded the Stage 2 Redevelopment works on the Municipal Building at a value of \$\$8,690,189 excluding GST.

Attachments:

There are no attachments for this report.