

Programme: CX031 Stormwater Flood Protection Upgrades

Proposal

Reduce the 06/07 budget from \$2,922,000 to \$1,422,000. For years 07/08 and 08/09 no budget funding and resume funding from year 09/10 onwards at \$2,239,000 p.a.

Rationale

To assist in meeting the borrowings cap set. The city's flood protection strategy is centred on a gradual and systematic upgrading of catchments to higher capacity levels. In determining the priority for upgrade investment benefit/cost assessments are made. Benefits are calculated on the basis of risk reduction achieved by each project. In recent years emphasis was placed on improving the CBD flood capacity. With the completion next year of the Te-Aro project most parts of the CBD will be covered but not all.

The proposal anticipates a break for two years from installing new pipe systems. Renewal works and maintenance of the existing networks will continue while more thorough and accurate assessment of the needs of the remaining catchments and priorities is carried out.

Considerations: potential implications and risks

The current plan to upgrade the city's stormwater catchments capacity to at least 1:50 year storm return probability will be stretched from the current projected timeframe of 37 years to around 40 years.

Council's position in terms of demonstrating on-going capacity improvements will be slightly less defensible.

Likely adverse public reaction in the event that storms in the years 06 – 09 cause flooding in areas identified at risk in the current catchment management plans. However emergency funding could be sought if the potential situation justifies such need.

Result: cost savings - \$5,978,000 for 10 year period

Project	Description	Category	2006/07	2007/08	2008/09	2009/10	2010/11	2011/12	2012/13	2013/14	2014/15	2015/16	Total
CX031	Stormwater flood protection upgrades	BAU Base Budget	2,922,416	2,239,050	2,239,322	2,239,322	2,239,322	2,239,322	2,239,322	2,239,322	2,239,322	2,239,322	23,076,037
CX031	Stormwater flood protection upgrades	Increase / (Decrease)	(1,500,000)	(2,239,050)	(2,239,322)	0	0	0	0	0	0	0	(5,978,371)
CX031	Stormwater flood protection upgrades	Proposed Budget	1,422,416	0	0	2,239,322	2,239,322	2,239,322	2,239,322	2,239,322	2,239,322	2,239,322	17,097,666

Programme: CX033 Reserves Property Purchase

Proposal

Council will approve Reserve land purchases and the associated funding as and when required.

Rationale

To remove the 'contingency' type fund for Reserve land purchases.

Considerations: potential implications and risks

Currently all reserves land purchases are approved by Council. Future reserve land purchases will continue to be assessed on a case by case basis and approved by Council, however there will be no set fund for reserve purchases so Council when approving the purchase will also approve the funding required to acquire the land.

Ceasing this 'contingency' land purchase fund may reduce the level of responsiveness when negotiating reserve land purchases. It is our intention to review our requirements and identify specific land sites which it would be beneficial for Council to pursue ownership and present this back to Council for consideration.

Result: cost savings

Note that the reduction \$950,000 is included in the business as usual budgets and therefore is not shown on the summary table in Appendix 1.

Programme:

CX051 Aotea/Jervois Quay Improvement
CX406 Central City Golden Mile
CX408 Central City Walking routes
CX409 Central City Squares and Parks
CX410 Central city lighting and greening
CX411 Town centres development
CX412 Local centres development
CX413 Neighbourhood centres
CX414 Work centres
CX415 Gateways improvements
CX446 Suburban Centre Upgrades
CX491 Growth Spine Centres

Proposal

As part of the Council's rolling activity reviews the overarching public space and centre development plan has been comprehensively reviewed for the first time since its inception in 2000. All the above programmes were included in this review, which has resulted in the deletion of entire programmes and of projects within programmes; the creation of new programmes and projects; and the deferral of existing projects.

The review is based around by the following three principles:

- **Overall vision:** the public space and centre vision set out in the 1994 Urban Design Strategy is still considered to be the long-term aim for the programme
- **Focus:** public space and centre development projects will for the next ten years concentrate on critical aspects of the 'Growth Spine' as set out in the draft Urban Development Strategy, and there is a general shift in the suburban centres part of the plan from quantity to quality
- **Phasing:** There will be (on average) every year one suburban centre upgrade, one major public space enhancement project, and one major street enhancement

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The programme of completion is as follows (elements in italics are not included in the programmes above and are funded by CCO's or other agencies):

Year	Suburban centres	Key public places	Key city streets
2005/06	Newtown Tawa Seatoun Crofton Downs	Glover Park <i>(Waitangi Park)</i>	Waring Taylor Street Willeston Street
<i>New ten-year plan</i>			
2006/07	Karori (last parts)	Taranaki-Courtenay Place <i>(Kumototo plaza and promenade) (Chaffers Dock)</i>	<i>(Inner city Bypass) (Ghuznee Street)</i>
2007/08	Aro Valley	Cobblestone Park <i>(Taranaki Wharf - tbc)</i>	Lambton Quay
2008/09	Khandallah		Aotea/Jervois Quays
2009/10	Adelaide Road	<i>(Frank Kitts Park – tbc)</i>	Willis Street
2010/11		Midland Park	
2011/12	A suburban centre		Tory Street
2012/13			Molesworth Street
2013/14	Kilbirnie	A new Thorndon or Te Aro public space	Whitmore Street
2014/15	A suburban centre		
2015/16		Te Aro Park	Featherston Street

At the end of ten years the combined programmes will have achieved:

- The transformation and strategic enhancement of six suburban centres.
- The creation or transformation of five key public spaces in the city - in addition to three very significant public space projects that are to be undertaken by Wellington Waterfront Limited.

- The completed upgrade of the core streets along the Golden Mile, started in 1993 with the Courtenay Place re-development and finished in 2009/10 with an upgrade of Willis Street.
- Strategic support for the transformation of Te Aro and Thorndon into mixed use urban quarters that are anchored around Courtenay Place-Waitangi Park and the Capital Precinct-Kumutoto Plaza respectively.
- Completion of the upgrade of key links to the waterfront started with Grey Street in 1995 and completed with Whitmore Street in 2013/14.
- A steady, even and realistic investment in the public environment across the city.

Deleted and new programmes

- *CX408 Central City Walking routes* has been deleted. This funding was intended for the upgrade of Hannah's courtyard - the funding has been moved to CX409 Central City Parks and Squares.
- It is proposed to delete the projects CX411, 412, 413, 414 and replace them with a consolidated suburban centre upgrades project CX446 and a *Growth Spine project CX 491*. (refer below)
- *CX415 Gateways Improvements* has been completed and removed from the plan.

Suburban Centres CX 411, CX 412, CX413, CX414, CX446, CX491 (previously CX411, CX412, CX413, CX414)

The following projects have been **deleted** from the ten-year plan:

- The rolling ten-year plan for suburban and work centre upgrades has been replaced with a more strategic programme that will identify a priority centre every three years based on an assessment of need and opportunity. As a consequence the following centres have been removed from the schedule of upgrades but two of these will be upgraded if selected during the ten year period:
 - Kelburn – previously budgeted at \$210k in 2007/08.
 - Newtown – previously budgeted at \$1.26m in 2010/11.

- Island Bay – previously budgeted at \$480k in 2009/10
- Brooklyn - previously budgeted at \$230k 2011/12
- Tinakori Road - previously budgeted at \$110k in 2008/09
- Wadestown - previously budgeted at \$55k in 2008/09
- Northland - previously budgeted at \$160k in 2009/10
- Roseneath - previously budgeted at \$45k in 2009/10
- Haitaitai - previously budgeted at \$210k in 2010/11
- Newlands - previously budgeted at \$210k in 2011/12
- Marsden Village - previously budgeted at \$210k in 2012/13
- Kaiwharawhara - previously budgeted at \$110k in 2007/08
- Massey university precinct - previously budgeted at \$310k in 2008/09
- Victoria university precinct - previously budgeted at \$260k in 2009/10
- Grenada North - previously budgeted at \$210k in 2010/11

The following projects have been **added** to the plan:

- Every three years a suburban centre upgrade will be undertaken based on strategic assessments of need. The amount of funding available for each of these suburban upgrades has been increased as the small budgets within the previous plan were found in most cases to be too small to make any significant or cost-effective change to the quality of public spaces i.e. the intention is to focus on quality rather than quantity.

A new Growth Spine Project CX491 complements the suburban centres projects:

- Adelaide Road – budgeted at \$1.6m in 2008/09 (\$105k) and 2009/10 (\$1.5m). The Adelaide Road precinct is a critical component of the 'Growth Spine' both as a transport corridor and as a place to live and work. This upgrade supports a comprehensive planning exercise for the area that will be undertaken in 2007/08 and 2008/09 as part of the implementation of the Growth Spine strategy.
- Kilbirnie centre – (moved from 2007/08 to 2014/15.) This is the second large project to support the Growth Spine strategy and follows on the completion of a number of potentially large urban and transport developments in the eastern part of the city. Again this project supports an comprehensive planning exercise that will proceed this project for three years.

The following projects have been **deferred** in the plan:

- Aro Valley centre – moved from 2006/07 to 2007/08. The deferment is to reduce the capital expenditure of 2006/07. This project is still considered to be of importance.
- Khandallah centre – moved from 2007/08 to 2008/09. The deferment is to reduce the capital expenditure of 2006/07. This project is still considered to be of importance.

Central City Spaces/Parks/Plazas CX409

The following projects have been **deleted** from the ten-year plan:

- Manners/Victoria Post Office square – previously budgeted at \$3.5m. The Urban Design unit has explored a wide number of options for creating a new public space around the corner of Victoria Street and Manners Mall, but none of the options are considered cost effective or feasible within the project's parameters. The technical difficulties involve S40 of the Public Works Act, S27B of the State Owned Enterprises Act and District Plan matters. There is still a possibility that private developers may create a small public space in this precinct.
- Funding for minor central city improvements (CX410) has been reduced by around \$50k per year over the ten year plan, leaving a ten-year budget of \$2m.

The following projects have been **added** to the plan:

- Hannah courtyard, Te Aro - budgeted at \$250k in 2006/07. The budget for this project was originally \$80k but has now been increased to reflect the cost of redeveloping this important inner city space.
- Cobblestone Park, Te Aro – budgeted at \$1m in 2007/08. The park is currently in a poor condition and there is significant potential to better serve the Te Aro area where there has been a growth in residential accommodation and business activity. It is closely linked with the School of Architecture and has a highly visual presence adjacent to the new bypass on Vivian Street. More than 45,000 vehicles drive past this park on Vivian Street every day.
- Midland Park, Golden Mile – budgeted at \$1.75m in 2010/11. Midland Park is a very well used park in a key location on Lambton Quay but is starting to look worn and will need upgrading.

- A new park in Te Aro or Thorndon – budgeted at \$3.5m in 2013/14. There is currently a shortage of public space in the Te Aro and Thorndon areas and it is anticipated that the purchase of land for a new park will be required.
- An upgrade of Te Aro park has been budgeted for in 2015/16. An upgrade of this park is likely to be required in order to increase its usage and maximise its central location on the Golden Mile.

Central City Golden Mile and City Streets CX406

- Aotea/Jervois Quay – budgeted at \$1.6m remains in 2006/07 and 2007/2008. The project needs an additional \$500K which will be contributed by other roading budgets.

The following project has been **deferred** in the plan:

- Lambton Quay – moved from 2006/07 to be spread across 2006/07 and 2007/08. Spreading the Upgrade of Lambton Quay over two years allows a more even spread of expenditure over the next two years. With the delay in completion of Lambton Quay, businesses and the general public will be disrupted for a longer period of time and this risk will need to be managed by careful programming of work.

The following projects have been **added** to the plan:

- Tory Street, Te Aro – budgeted at \$2.13m and spread over 2010/11 and 2011/12. This central Te Aro street has seen an increase in activity and pedestrian flow. It is a key link to the waterfront and Courtenay Place and part of the transformation of Te Aro from an industrial to a mixed use urban quarter.
- Molesworth Street, Capital Precinct – budgeted at \$1.8m in 2012/13. This street is central to the Capital Precinct and currently doesn't reflect its important status.
- Whitmore Street – budgeted at \$0.83m in 2013/14. This street is a strong visual and physical link between Parliament and Harbour. It is the main procession route for cavalcades and a main entrance to the City. This link should be strengthened to highlight its role.
- Thorndon Quay – budgeted at \$1.63m in 2014/15. Thorndon Quay has developed over the last 10 years and is the natural extension of the Golden Mile. It is a key retailing street and the home design centre of the city.

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- Featherston Street – budgeted at \$1.2m in 2015/16. Featherston Street has increasingly becoming the second retail street in the city with an emphasis on fashion as shops move off Lambton Quay. It has high pedestrian counts being the main pedestrian route to the Railway Station. This project will complete the number of smaller upgrade projects undertaken with adjacent landowners over past and coming years.

Results

Project	Description	Category	2006/07	2007/08	2008/09	2009/10	2010/11	2011/12	2012/13	2013/14	2014/15	2015/16	Total
CX051	Aotea/Jervois Quay improvements	BAU Base Budget	2,893,519	0	0	0	0	0	0	0	0	0	2,893,519
CX051	Aotea/Jervois Quay improvements	Increase / (Decrease)	(500,000)	0	0	0	0	0	0	0	0	0	(500,000)
CX051	Aotea/Jervois Quay improvements	Proposed Budget	0	0	0	0	0	0	0	0	0	0	0

Project	Description	Category	2006/07	2007/08	2008/09	2009/10	2010/11	2011/12	2012/13	2013/14	2014/15	2015/16	Total
CX406	Central city golden mile	BAU Base Budget	3,285,300	0	0	130,300	875,300	875,300	0	130,300	875,300	875,300	7,047,100
CX406	Central city golden mile	Increase / (Decrease)	(1,656,300)	1,629,000	0	1,799,700	124,700	254,700	1,830,000	699,700	754,700	324,700	5,760,900
CX406	Central city golden mile	Proposed Budget	1,629,000	1,629,000	0	1,930,000	1,000,000	1,130,000	1,830,000	830,000	1,630,000	1,200,000	12,808,000

Project	Description	Category	2006/07	2007/08	2008/09	2009/10	2010/11	2011/12	2012/13	2013/14	2014/15	2015/16	Total
CX408	Central city walking routes	BAU Base Budget	80,000	250,000	0	0	0	0	0	0	0	0	330,000
CX408	Central city walking routes	Increase / (Decrease)	(80,000)	(250,000)	0	0	0	0	0	0	0	0	(330,000)
CX408	Central city walking routes	Proposed Budget	0	0	0	0	0	0	0	0	0	0	0

Project	Description	Category	2006/07	2007/08	2008/09	2009/10	2010/11	2011/12	2012/13	2013/14	2014/15	2015/16	Total
CX409	Central city squares and parks	BAU Base Budget	250,000	0	3,600,000	0	1,750,000	0	0	0	0	750,000	6,350,000
CX409	Central city squares and parks	Increase / (Decrease)	0	1,000,000	(3,600,000)	0	0	0	0	3,500,000	0	0	900,000
CX409	Central city squares and parks	Proposed Budget	250,000	1,000,000	0	0	1,750,000	0	0	3,500,000	0	750,000	7,250,000

Project	Description	Category	2006/07	2007/08	2008/09	2009/10	2010/11	2011/12	2012/13	2013/14	2014/15	2015/16	Total
CX410	Central city lighting and greening	BAU Base Budget	263,000	253,000	253,000	253,000	253,000	253,000	253,000	253,000	253,000	253,000	2,540,000
CX410	Central city lighting and greening	Increase / (Decrease)	(63,000)	(53,000)	(53,000)	(53,000)	(53,000)	(53,000)	(53,000)	(53,000)	(53,000)	(53,000)	(540,000)
CX410	Central city lighting and greening	Proposed Budget	200,000	200,000	200,000	200,000	200,000	200,000	200,000	200,000	200,000	200,000	2,000,000

Project	Description	Category	2006/07	2007/08	2008/09	2009/10	2010/11	2011/12	2012/13	2013/14	2014/15	2015/16	Total
CX446	Suburban centre upgrades	BAU Base Budget	364,000	338,000	0	0	26,000	163,000	0	43,000	312,000	0	1,246,000
CX446	Suburban centre upgrades	Increase / (Decrease)	(324,000)	66,000	378,000	40,000	40,000	40,000	40,000	40,000	40,000	40,000	400,000
CX446	Suburban centre upgrades	Proposed Budget	40,000	404,000	378,000	40,000	66,000	203,000	40,000	83,000	352,000	40,000	1,646,000

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Programme: CX055 Aquatic Facility Upgrades

Tawa Pool Building Insulation Facility Upgrade

Tawa Pool Waterplay Development

Thorndon Pool Deck Extension, Spa Pool and Improved Accessibility

Wellington Regional Aquatic Centre – Wellness Centre

Wellington Regional Aquatic Facility Upgrades – Waterslides Attractions

Proposal

See attached sheets.

Rationale

See attached sheets.

Considerations; potential implications and risks

See attached sheets.

Result: cost savings

Project	Description	Category	2006/07	2007/08	2008/09	2009/10	2010/11	2011/12	2012/13	2013/14	2014/15	2015/16	Total
CX055	Aquatic facility upgrades	BAU Base Budget	2,479,000	4,087,000	2,950,000	4,500,000	1,700,000	1,300,000	1,100,000	650,000	150,000	150,000	19,066,000
CX055	Aquatic facility upgrades	Increase / (Decrease)	0	0	(500,000)	(250,000)	0	(250,000)	(750,000)	0	0	0	(1,750,000)
CX055	Aquatic facility upgrades	Proposed Budget	2,479,000	4,087,000	2,450,000	4,250,000	1,700,000	1,050,000	350,000	650,000	150,000	150,000	17,316,000

Programme: CX055 Aquatic Facility Upgrades

Tawa Pool – Building Insulation and Facility Upgrade

Tawa Pool – Waterplay Development

Proposal

Tawa Pool was built by local volunteer labour and resources in 1971. Now over 35 year old, the facility has had ongoing improvements and upgrades since transferring to WCC management in 1989. The facility was never insulated and as such is energy inefficient and parts of the building in the next 5 year will require significant maintenance. Tawa Pool sits between Porirua Cities Leisure Pool and Keith Spry Pool in Johnsonville but is poorly located for attracting use by those other than the local community.

It is proposed that the building insulation and upgrades are undertaken as planned but that the water play development is removed given access to Poriruas facility and Keith Spry Pool which is to be expanded commencing 2008/09 to provide improved services to those living in the Northern suburbs. This will result in savings of \$250k in 2011/12 and \$250k in 2012/13.

Rationale

Tawa Pool will continue to be operated for the local community and as a destination for swim education and training rather than a leisure pool.

Considerations: potential implications and risks

Disappointment from those current users and local community that waterplay and leisure water features will not be provided.

Result: cost savings

CAPEX Savings of \$500,000, \$250k from 2011/12 and \$250k from 2012/13

Programme: CX055 Aquatic Facility Upgrades

Thorndon Pool Deck Extension, Spa Pool and Improved Accessibility

Proposal

Thorndon Pool is becoming increasingly popular with more people living in the inner city. It is proposed that greater pool deck space is provided with spa pool facilities. Thorndon Pool has poor access for persons with disabilities. It is proposed to improve access and services.

It is proposed that the deck extension and spa pool be removed but that improved accessibility is undertaken as planned. This will result in savings of \$250k in 2009/10.

Rationale

The pool only operates for five months each year and while additional deck space is desirable it is not critical. A temporary spa has also since been added for summer months. There are no outdoor summer pools in the city that are fully accessible and improved access would meet the Council's commitment to making recreation facilities and opportunities affordable and accessible to the whole community.

Considerations: potential implications and risks

Minimal impact expected as spa pool currently provided and pool deck congestion will continue on peak summer days.

Result: cost savings

CAPEX Saving - \$250,000 in 2009/10 from pool deck extension and spa pool.

Programme: CX055 Aquatic Facility Upgrades

Wellington Regional Aquatic Centre – Wellness Centre

Proposal

The Aquatic Centre will have its leisure pool development complete by mid 2007. It had been proposed to complete a Wellness Centre utilising the existing spa pool, sauna and massage rooms' area for this purpose. Opportunities for beauty therapy, sports medicine, nutrition and massage therapy were anticipated. This proposed development is no longer able to utilise the area anticipated given the new spa pools, sauna and steam room as part of the waterplay development were removed from the project to fit within the available budget.

It is proposed that the Wellness Centre Project proposal be removed, saving \$500k in 2008/09.

Rationale

Provision of a wellness centre could be considered not to be core service of the Council and not aligned to the organisations current strategic direction.

Considerations: potential implications and risks

Impacts of not proceeding with this project will be minimal.

Result: cost savings

CAPEX Savings - \$500,000 from 2008/09.

Programme: CX055 Aquatic Facility Upgrades

Wellington Regional Aquatic Centre – Waterslides Attraction

Proposal

The Aquatic Centre will have its leisure pool development complete by mid 2007. Further investment in attractions to maintain the centre as a premier aquatic destination is important for the centres continued success and viability. A major waterslide complex to the south east of the main pool hall has been considered. It had been anticipated that the Council would develop the waterslide complex alone to maximise its return on monies invested.

It is proposed that the Council consider a Joint Venture arrangement to develop the slide attraction in the future and budget \$500,000 for this purpose, resulting in savings of \$500 in 2012/13.

Rationale

A waterslide is a desirable and profitable addition to attractions at swimming pools. Other metropolitan cities have similar facilities both in sole ownership, joint venture or lease to by agreements. Such facilities exist in Dunedin, Christchurch, Lower Hutt, Hamilton, Tauranga and Waitakere and make a positive return on funding provided.

Wellington City would benefit from such a popular attraction with the most suitable location being at the regional facility.

Considerations: potential implications and risks

Customer expectations continue to rise and a waterslide complex continually requested. No waterslides currently in Wellington City but short 30m slide planned for Karori Pool in 2007/08. By 20012/13 WRAC will need further investment to maintain its attractiveness and viability.

Result: cost savings

CAPEX Savings - \$500,000 from 2012/13.

Programme: CX056 – Aquatic facility renewals

Proposal

This proposal highlights the business as usual Asset Management Plan (AMP) changes for the Aquatic facility renewals for Council approval and incorporation into the LTCCP. This also ensures that funding is allocated in year 2015/16 of the LTCCP.

Rationale

An independent asset condition survey has been conducted since the 2005/06 AMP which has resulted in some significant increases to the Aquatic Facility renewals budget. These increases are largely due to cost increases within the industry but are required to maintain the level of service and provide a safe, functioning and compliant swimming pools operation at our existing network of aquatic facilities assets need to be renewed as planned in the AMP. An important aspect of this is the rotational 5 year preventative maintenance closures at indoor pools and asset renewal as detailed in condition surveys. The amendments need to be included in the LTCCP as these amendments had not previously been factored into the budgets awaiting Council approval of the AMP.

Considerations: potential implications and risks

Should this proposal not be agreed, the level of renewal work as described within the existing swimming pools AMP could not proceed as planned. This will in turn create safety, maintenance and service level issues at existing facilities. Deferral of maintenance and renewal will ultimately impact negatively on revenue, increase costs of repair and diminish the long term protection of significant community assets.

Result: cost/savings

Total increase to 2005/06 levels of \$3.7m over 10 years.

Project	Description	Category	2006/07	2007/08	2008/09	2009/10	2010/11	2011/12	2012/13	2013/14	2014/15	2015/16	Total
CX056	Aquatic facility renewals	BAU Base Budget	1,139,000	637,000	1,358,000	602,500	1,170,550	1,671,500	1,397,000	1,035,000	640,000	0	9,650,550
CX056	Aquatic facility renewals	Increase / (Decrease)	91,000	151,000	(32,000)	693,350	501,650	(240,000)	(94,500)	317,500	500,000	1,855,000	3,743,000
CX056	Aquatic facility renewals	Proposed Budget	1,230,000	788,000	1,326,000	1,295,850	1,672,200	1,431,500	1,302,500	1,352,500	1,140,000	1,855,000	13,393,550

Programme: CX065 – Skateboard Facilities Upgrades

Proposal

It is proposed that skateboard facility upgrades have a more focussed programme of upgrade every 2 years at a cost of \$50k.

Rationale

This proposal is due to the upgrades to skateboard facilities across the city in the last few years. A new facility at Newlands and an upgrade at Ian Galloway Park have recently been completed and a new facility is currently being built at Waitangi Park.

It is recommended that a deferral of further upgrade work until 2007/08 with a 2-yearly programme thereafter will provide adequate facilities for this sport.

Considerations: potential implications and risks

Expectations of ongoing annual renewals and upgrades will now need to be focussed bi-annually. The available funding will not allow for any new assets only the upgrading of existing assets. Maintenance of existing skateboard ramps will be done as necessary from existing Opex budgets.

Result: cost savings

Total savings of \$168k over 10 years.

Project	Description	Category	2006/07	2007/08	2008/09	2009/10	2010/11	2011/12	2012/13	2013/14	2014/15	2015/16	Total
CX065	Skateboard facilities upgrades	BAU Base Budget	42,093	42,037	41,981	41,922	41,862	41,800	41,736	41,670	41,670	41,670	418,445
CX065	Skateboard facilities upgrades	Increase / (Decrease)	(42,093)	7,963	(41,981)	8,078	(41,862)	8,200	(41,736)	8,330	(41,670)	8,330	(168,445)
CX065	Skateboard facilities upgrades	Proposed Budget	0	50,000	0	50,000	0	50,000	0	50,000	0	50,000	250,000

Programme: CX077 Library Materials Upgrades (collection)

This project funds the library collection for 12 libraries and the mobile library.

Proposal

Savings to be achieved by reduced spending on the library collection.

Rationale

Budget is able to be transferred to Council activities which are higher strategic priority.

Considerations: potential implications and risks

The library acts as the main Council frontline interaction with Wellingtonians with millions of customer transactions conducted each year. The collection is the Libraries main product and hence the main reason for this frontline Council activity.

High customer demand is reflected in continually increasing usage (over 20% in the last three years). Resourcing such ongoing customer usage remains a strategic challenge. On average each resident visits the library 16 times, and borrows nearly 20 items annually. This places WCL as one of the most used libraries per capita on a both national and international sphere.

Therefore a budget decrease would place increasing pressure on a collection which is currently already struggling to meet customer usage. Recent collection analysis shows that in key emerging customer niche areas collection investment is currently insufficient to meet demand.

Result: cost savings

\$510,000 over ten years.

Project	Description	Category	2006/07	2007/08	2008/09	2009/10	2010/11	2011/12	2012/13	2013/14	2014/15	2015/16	Total
CX077	Library materials upgrades	BAU Base Budget	1,777,000	1,837,000	1,897,000	1,977,000	2,057,000	2,137,000	2,137,000	2,137,000	2,137,000	2,137,000	20,230,000
CX077	Library materials upgrades	Increase / (Decrease)	(150,000)	(60,000)	(60,000)	(80,000)	(80,000)	(80,000)	0	0	0	0	(510,000)
CX077	Library materials upgrades	Proposed Budget	1,627,000	1,777,000	1,837,000	1,897,000	1,977,000	2,057,000	2,137,000	2,137,000	2,137,000	2,137,000	19,720,000

Programme: CX094 Pedestrian Network Footpath Renewals

Proposal

The 06/07 budget is \$3.673M. Reduce to \$2.173M.

Rationale

Brings the expenditure in alignment with the depreciation associated with this asset. Footpaths have been found to be in a slightly better condition than previously anticipated.

Considerations

Potential impacts and risks: Short term risk is low. A review of the renewals profile for accessways and footpaths will be carried out in 2006 to determine the future required renewal expenditure associated with these assets and will be included in the next AMP.

Result: cost savings

\$1.5M for 2006/7 only.

Project	Description	Category	2006/07	2007/08	2008/09	2009/10	2010/11	2011/12	2012/13	2013/14	2014/15	2015/16	Total
CX094	Pedestrian network footpath renewals	BAU Base Budget	3,673,430	3,207,000	3,227,000	3,247,000	3,267,000	3,287,000	3,297,000	3,297,000	3,297,000	3,297,000	33,096,434
CX094	Pedestrian network footpath renewals	Increase / (Decrease)	(1,500,000)	0	0	0	0	0	0	0	0	0	(1,500,000)
CX094	Pedestrian network footpath renewals	Proposed Budget	2,173,430	3,207,000	3,227,000	3,247,000	3,267,000	3,287,000	3,297,000	3,297,000	3,297,000	3,297,000	31,596,434

Programme: CX098 Road Corridor New Walls

Proposal

2006/07:-increase from \$0.48M to \$1.38M

2007/16:-decrease from \$1.39M to \$1M per year

Rationale

The identified high risk works will need to be carried out in the short term. Work continues on the medium to long term hazard and risk for unsupported embankments and will be reflected in future AMP's.

Considerations

There is a risk of roading network failure associated with unsupported slopes. There is only a small increase in short term risk until future needs are better quantified.

Result: Cost savings

\$2.6M over 10 years.

Project	Description	Category	2006/07	2007/08	2008/09	2009/10	2010/11	2011/12	2012/13	2013/14	2014/15	2015/16	Total
CX098	Road corridor new walls	BAU Base Budget	482,000	1,389,000	1,389,000	1,389,000	1,389,000	1,389,000	1,389,000	1,389,000	1,389,000	1,389,000	12,983,000
CX098	Road corridor new walls	Increase / (Decrease)	900,000	(389,000)	(389,000)	(389,000)	(389,000)	(389,000)	(389,000)	(389,000)	(389,000)	(389,000)	(2,601,000)
CX098	Road corridor new walls	Proposed Budget	1,382,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	10,382,000

Programme CX099 Footpath Extensions

Proposal

The 2006/07 budget is \$1.052M. Reduce to \$0.5M

Rationale

To allow time to prepare the walking plan and to carry out further investigation into determining the priorities for future new footpaths.

Considerations

Potential impacts and risks: There are currently some 150 footpaths on the list of requests for footpaths. There will be public concern with the removal of this funding. However we are in the process of developing a Walking Plan. This should provide direction on the priorities for the pedestrian network.

Result: Cost savings

\$5.5M over 10 years.

Project	Description	Category	2006/07	2007/08	2008/09	2009/10	2010/11	2011/12	2012/13	2013/14	2014/15	2015/16	Total
CX099	Footpath extensions	BAU Base Budget	1,052,650	1,052,650	1,052,650	1,052,650	1,052,650	1,052,650	1,052,650	1,052,650	1,052,650	1,052,650	10,526,500
CX099	Footpath extensions	Increase / (Decrease)	(552,650)	(552,650)	(552,650)	(552,650)	(552,650)	(552,650)	(552,650)	(552,650)	(552,650)	(552,650)	(5,526,500)
CX099	Footpath extensions	Proposed Budget	500,000	500,000	500,000	500,000	500,000	500,000	500,000	500,000	500,000	500,000	5,000,000

Programme: CX102 Parking Asset Renewals

Proposal

Remove \$19,000 provision for parking asset renewals in years 06/07, 07/08, 09/10, 10/11 and 12/13 and fund from the CX245 Capital Consolidated Fund.

Rationale

Keep large renewal provisions therefore schedule major replacements but fund minor renewals which are required from time to time out of CX245.

Considerations: potential implications and risks

CX245 fund being fully spent during the 06/07 year and 3rd or 4th quarter parking assets renewals having to wait until 07/08.

Result: cost savings

\$19,000 x 5 years = \$95,000.

Project	Description	Category	2006/07	2007/08	2008/09	2009/10	2010/11	2011/12	2012/13	2013/14	2014/15	2015/16	Total
CX102	Parking asset renewals	BAU Base Budget	19,000	19,000	724,500	19,000	19,000	928,500	19,000	762,923	762,923	762,923	4,036,769
CX102	Parking asset renewals	Increase / (Decrease)	(19,000)	(19,000)	0	(19,000)	(19,000)	0	(19,000)	0	0	0	(95,000)
CX102	Parking asset renewals	Proposed Budget	(0)	0	724,500	0	0	928,500	0	762,923	762,923	762,923	3,941,769

Programme: CX135 Passenger Transport Network

Proposal

The budget of \$269,000 p.a. (\$2,693,000 for 10 years) has been transferred to Bus Priority New Initiative.

Rationale

To establish funding for meeting the objectives of the new initiative for bus priority planning. Two projects currently contribute to road capacity enhancement. CX135 and CX377 (roading capacity). These projects have a combined budget for 10 years of \$9,673,000. There is a need to meet the costs of road capacity enhancement outside the Newtown hospital in 07/08 at \$1,500,000 which will be kept in CX377 and the balance of funding will be transferred to the new initiative for bus priorities (\$8,173,000).

As both of these projects CX135 and CX377 were dedicated to network capacity improvements, the proposed Bus Priority initiative aims to achieve the same objective by favouring mass transport over localised road enhancements.

Considerations: potential implications and risks

Pro-vehicle community may feel that Council is prejudiced in favour of mass transport. However this is agreed as part of our Transport Strategy.

Result: cost savings

None (Transfer)

Project	Description	Category	2006/07	2007/08	2008/09	2009/10	2010/11	2011/12	2012/13	2013/14	2014/15	2015/16	Total
CX135	Passenger transport network upgrades	BAU Base Budget	269,366	269,366	269,366	269,366	269,366	269,366	269,366	269,366	269,366	269,366	2,693,659
CX135	Passenger transport network upgrades	Increase / (Decrease)	(269,366)	(269,366)	(269,366)	(269,366)	(269,366)	(269,366)	(269,366)	(269,366)	(269,366)	(269,366)	(2,693,659)
CX135	Passenger transport network upgrades	Proposed Budget	0	0	0	0	0	0	0	0	0	0	0

Programme: CX181 Playgrounds Renewals/upgrades

Proposal

This proposal is to include \$100k in 2008/09 for the BMX track in accordance with the Northern Growth Management Plan.

Rationale

This track was previously included in the Northern Growth Capex project but the transfer was not incorporated into this project.

Considerations: potential implications and risks

Should this proposal not be agreed, there will be public expectations to manage.

Result: cost/savings

Total cost increase of \$100k in 2008/09 only.

Project	Description	Category	2006/07	2007/08	2008/09	2009/10	2010/11	2011/12	2012/13	2013/14	2014/15	2015/16	Total
CX181	Playgrounds renewals/upgrades	BAU Base Budget	381,907	364,277	363,710	363,127	362,526	361,907	361,269	360,613	360,613	360,613	3,640,563
CX181	Playgrounds renewals/upgrades	Increase / (Decrease)	0	0	100,000	0	0	0	0	0	0	0	100,000
CX181	Playgrounds renewals/upgrades	Proposed Budget	381,907	364,277	463,710	363,127	362,526	361,907	361,269	360,613	360,613	360,613	3,740,563

Programme: CX245 Capital Consolidated Fund

Proposal

2006/07:-savings \$400k

2007/08 to 2015/16 savings \$250k per year

Rationale

This project has been reprioritised and will exclude the contingency element of the fund.

Considerations

Minimal risk

Result: Cost savings

\$2.650m over 10 years.

Project	Description	Category	2006/07	2007/08	2008/09	2009/10	2010/11	2011/12	2012/13	2013/14	2014/15	2015/16	Total
CX245	Capital consolidated fund	BAU Base Budget	4,100,000	4,100,000	4,100,000	4,100,000	4,100,000	4,100,000	4,100,000	4,100,000	4,100,000	4,100,000	41,000,000
CX245	Capital consolidated fund	Increase / (Decrease)	(400,000)	(250,000)	(250,000)	(250,000)	(250,000)	(250,000)	(250,000)	(250,000)	(250,000)	(250,000)	(2,650,000)
CX245	Capital consolidated fund	Proposed Budget	3,700,000	3,850,000	3,850,000	3,850,000	3,850,000	3,850,000	3,850,000	3,850,000	3,850,000	3,850,000	38,350,000

Programme: CX258 Disaster Recovery Project

Proposal

The \$425,500 provision for progressive maintenance, upgrading of infrastructure and new critical systems, which is flat lined for 07/08 and out years, to be reduced by \$50,000.

Rationale

The Disaster Recovery site in Tawa will be up and running at the end of 06/07 and will effectively become part of Council's IT operations. It needs to be maintained and upgraded as per asset management principles. Current funding is based on a 4 to 5 year asset management cycle. The reduction of \$50k will be achieved by extending the 4 to 5 year cycle to 6 to 7 years and operationally applying more stringent criteria for the prioritisation of upgrades and replacements.

Considerations: potential implications and risks

Response capability could be compromised with ageing equipment increasing the risk of unavailability.

Result: cost savings

A total of \$450,000 savings, \$50,000 savings every year from 07/08.

Project	Description	Category	2006/07	2007/08	2008/09	2009/10	2010/11	2011/12	2012/13	2013/14	2014/15	2015/16	Total
CX258	Disaster recovery project	BAU Base Budget	125,500	425,500	425,500	425,500	425,500	425,500	425,500	425,500	425,500	425,500	3,955,000
CX258	Disaster recovery project	Increase / (Decrease)	0	(50,000)	(50,000)	(50,000)	(50,000)	(50,000)	(50,000)	(50,000)	(50,000)	(50,000)	(450,000)
CX258	Disaster recovery project	Proposed Budget	125,500	375,500	375,500	375,500	375,500	375,500	375,500	375,500	375,500	375,500	3,505,000

Programme: CX259 Network and communications maintenance

Proposal

KS5008 WAN upgrade - \$50,000 Defer the systematic improvement of network services to WCC remote sites for a year to 07/08. In 07/08 defer proving of voice over IP to 08/09 \$50,000.

Rationale

Slower implementation of low priority sites.

Considerations: potential implications and risks

Frontline service improvements and innovations will not be supported.

Result: cost savings

\$50,000 deferred to 07/08. \$50,000 from 07/08 deferred to 08/09.

Project	Description	Category	2006/07	2007/08	2008/09	2009/10	2010/11	2011/12	2012/13	2013/14	2014/15	2015/16	Total
CX259	Network and communications maintenance	BAU Base Budget	411,000	546,750	225,000	225,000	225,000	225,000	225,000	525,000	225,000	525,000	3,357,750
CX259	Network and communications maintenance	Increase / (Decrease)	(50,000)	0	50,000	0	0	0	0	0	0	0	0
CX259	Network and communications maintenance	Proposed Budget	361,000	546,750	275,000	225,000	225,000	225,000	225,000	525,000	225,000	525,000	3,357,750

Programme: CX262 Application delivery

Proposal

Remove Architecture tool enhancement \$20,000. The money was intended to provide business analysts and IT architects a consistent platform to describe requirements and business processes. These requirements and processes in turn influence the quality of the delivery of projects/solutions to business units.

Rationale

Officers will make do with the current processes and will still be able to deliver quality work.

Considerations: potential implications and risks

The risk to individual projects is limited. There will be some variation in approaches and standards and it will be difficult to harness the full potential of processes captured.

Result: cost savings

Remove \$20,000 from 06/07.

Project	Description	Category	2006/07	2007/08	2008/09	2009/10	2010/11	2011/12	2012/13	2013/14	2014/15	2015/16	Total
CX262	Application delivery	BAU Base Budget	125,000	125,000	125,000	125,000	125,000	275,000	125,000	125,000	125,000	125,000	1,400,000
CX262	Application delivery	Increase / (Decrease)	(20,000)	0	0	0	0	0	0	0	0	0	(20,000)
CX262	Application delivery	Proposed Budget	105,000	125,000	125,000	125,000	125,000	275,000	125,000	125,000	125,000	125,000	1,380,000

Programme: CX284 Parks Structures Upgrades and Renewals

Proposal

It is proposed that investment in parks structure upgrades and renewal be reduced to a level of \$300k per annum.

Rationale

This proposal is based on the need to rationalise the level of investment across our Parks and Reserves.

Considerations: potential implications and risks

The main impact this proposal will have is the life cycle renewal of assets being extended for example instead of replacing a Park bench after 20 years we may extend the life to 25 years. This may cause a corresponding lower condition grade of assets.

It will also delay the full replacement of our signage which still carries the old logo and some replacement of sports-field fencing.

It is unlikely new assets will be purchased at this funding level.

Result: cost/savings

Total savings of \$434k over 10 years.

Project	Description	Category	2006/07	2007/08	2008/09	2009/10	2010/11	2011/12	2012/13	2013/14	2014/15	2015/16	Total
CX284	Park structures upgrades and renewals	BAU Base Budget	377,162	395,162	337,162	338,162	331,162	331,162	331,162	331,162	331,162	331,162	3,434,621
CX284	Park structures upgrades and renewals	Increase / (Decrease)	(77,162)	(95,162)	(37,162)	(38,162)	(31,162)	(31,162)	(31,162)	(31,162)	(31,162)	(31,162)	(434,621)
CX284	Park structures upgrades and renewals	Proposed Budget	300,000	300,000	300,000	300,000	300,000	300,000	300,000	300,000	300,000	300,000	3,000,000

APPENDIX 2

Programme: CX296 Area/district water meter installation

Proposal

The 06/07 budget is \$364,000. Reduce to \$250,000.

Rationale

We will use this opportunity to await the outcome of the Wellington Water Management Plan.

Considerations

Potential impacts and risks: A network of district and area meters assists in determining the consumption and flows of water in the city. A decrease in this budget impacts on Council's ability to monitor the water losses from the network. The Water Management Plan will assist in determining the future water conservation requirements for the city.

Result: Cost savings

\$1.15M over 10 years.

Project	Description	Category	2006/07	2007/08	2008/09	2009/10	2010/11	2011/12	2012/13	2013/14	2014/15	2015/16	Total
CX296	Area/district water meter installation	BAU Base Budget	364,512	364,980	365,000	365,000	365,000	365,000	365,000	365,000	365,000	365,000	3,649,492
CX296	Area/district water meter installation	Increase / (Decrease)	(114,512)	(114,980)	(115,000)	(115,000)	(115,000)	(115,000)	(115,000)	(115,000)	(115,000)	(115,000)	(1,149,492)
CX296	Area/district water meter installation	Proposed Budget	250,000	250,000	250,000	250,000	250,000	250,000	250,000	250,000	250,000	250,000	2,500,000

Programme: CX311 – Vehicle Network New Roads

Proposal

The LTCCP budget anticipated a total of \$11,567,000 for new roads (\$290,000 in 06/07 and \$1,253,000 in each subsequent year).

The project CX447 designated to develop components of the NGMF is deleted and this project (CX311) re-assigned the following budget.

06/07 - \$460,000.

07/08 - \$1,949,000

08/09 - \$2,499,000

09/10 - \$2,499,000

12/13 - \$2,099,000

Total for 10 years (CX311) - \$9,506,000

The CX 447 was assigned a budget of \$6,850,000 in 06/07. This is to be re-assigned to CX311, CX336 (Water Reservoir upgrades) for the completion of the Lincolnshire reservoir in 06/07 – 07/08 (\$1,950,000 and \$1,950,000 respectively) and a BMX track under CX181 in 08/09. The combined effect on capex for the 10 years is

CX311 - \$11,567,000

CX336 - \$426,000

CX447 - \$6,850,000

Total - \$18,843,000

New Proposed - \$13,506,000 comprising:

CX311 - (\$9,506,000)

CX336 - (\$3,900,000)

CX181 - (\$100,000 – BMX Track 08/09)

Rationale

Assign the budget of CX447 for NGMP to specific projects and revised implementation timeframe.

06/07 – Mark Avenue completion – commencement of water reservoir Lincolnshire.

07/08 – Land purchase and design for Westchester Dr, Cortina Ave and John Sims Dr works – completion of water reservoir.

APPENDIX 2

08/09 – 09/10 – Physical works for Westchester Drive and construction of a BMX Track.
12/13 - McClintock to Ohariu Road connection.

Considerations: potential implications and risks

Assigning timetable to the completion of specific NGMP projects. This will commit Council to specific actions that may not enjoy universal approval. However, this represents a better benchmark for monitoring progress.

Result: cost savings

For 10 year period - \$5,337,000. – for information only – this is included in the base budget

Project	Description	06/07	07/08	08/09	09/10	10/11	11/12	12/13	13/14	14/15	15/16	Total
CX311	VN New Roads	\$290	\$1,253	\$1,253	\$1,253	\$1,253	\$1,253	\$1,253	\$1,253	\$1,253	\$1,253	\$11,567
CX336	Water Reservoirs	\$426										\$426
CX447	NGMF Implementation	\$6,850										\$6,850
	TOTAL											\$18,843
	REVISED DISTRIBUTION											
CX311	VN New Roads	\$460	\$1,949	\$2,499	\$2,499			\$2,099				\$9,506
CX336	Water Reservoir	\$1,950	\$1,950									\$3,900
CX181	BMX Track			\$100								\$100
	TOTAL Revised											\$13,506
	Savings	\$5,156	(\$2,646)	(\$1,346)	(\$1,246)	\$1,253	\$1,253	(\$846)	\$1,253	\$1,253	\$1,253	\$5,337

Programme: CX319 Roadside Parking Improvements

Proposal

Reduce budget for 10 year period from \$6,366,000 to \$5,000,000.

Rationale

Identified roadside parking improvements will need to be incorporated into the overall Parking policy review and Travel Demand Management.

Considerations: potential implications and risks

Reduced ability to provide roadside parking improvements. However there is still sufficient resource to meet the more urgent priorities.

Result: cost savings

\$1,366,000 for 10 year period.

Project	Description	Category	2006/07	2007/08	2008/09	2009/10	2010/11	2011/12	2012/13	2013/14	2014/15	2015/16	Total
CX319	Roadside parking improvements	BAU Base Budget	657,200	554,200	554,200	657,200	657,200	657,200	657,200	657,200	657,200	657,200	6,366,000
CX319	Roadside parking improvements	Increase / (Decrease)	(157,200)	(54,200)	(54,200)	(157,200)	(157,200)	(157,200)	(157,200)	(157,200)	(157,200)	(157,200)	(1,366,000)
CX319	Roadside parking improvements	Proposed Budget	500,000	500,000	500,000	500,000	500,000	500,000	500,000	500,000	500,000	500,000	5,000,000

Programme: CX326 Water Reticulation Upgrades

Proposal:

Delay \$1M of the 2006/07 expenditure to 2007/08.

Rationale:

The bulk of this expenditure in the next few years is for the proposed Hospital reservoir i.e. a joint Greater Wellington/Wellington City and Hospital reservoir required for operational reason as well as ensuring water for the hospital after an earthquake.

The agreement between the three parties is not signed yet and the bulk of the 2006/7 funding is therefore delayed one year.

Considerations:

None identified.

Result: Cost savings:

No Savings – \$1M delayed expenditure only.

Project	Description	Category	2006/07	2007/08	2008/09	2009/10	2010/11	2011/12	2012/13	2013/14	2014/15	2015/16	Total
CX326	Water reticulation upgrades	BAU Base Budget	1,230,492	584,090	584,239	584,239	584,239	584,239	584,239	584,239	584,239	584,239	6,488,494
CX326	Water reticulation upgrades	Increase / (Decrease)	(1,000,000)	1,000,000	0	0	0	0	0	0	0	0	0
CX326	Water reticulation upgrades	Proposed Budget	230,492	1,584,090	584,239	584,239	584,239	584,239	584,239	584,239	584,239	584,239	6,488,494

Programme: CX333 Sewerage Pollution Elimination – PS Storage

Proposal

Reduce budget for 06/07 and 07/08 to \$592,000 and \$544,000 respectively.

Rationale

Assist in meeting the borrowings cap. Works included in this project relate to as yet un-identified specific locations. Working with GWRC in changing the demands of the Resource consent necessitating these works.

Considerations: potential implications and risks

The project is focused on creating storage capacity at selected CBD pump stations for sewerage during wet weather flows. This is required by current resource consent conditions. Inability to fund these requirements may bring the Council close to breaching RC conditions. However the exact location of this storage has not been identified yet and there is on-going work with the GWRC towards modifying the conditions. Sufficient funding is left in the project to allow significant works to proceed if a final location is agreed in 06/07.

Result: cost savings

\$500,000 for two years.

Project	Description	Category	2006/07	2007/08	2008/09	2009/10	2010/11	2011/12	2012/13	2013/14	2014/15	2015/16	Total
CX333	Sewerage Pollution Elimination	BAU Base Budget	842,000	794,000									1,636,000
CX333	Sewerage Pollution Elimination	Increase / (Decrease)	(250,000)	(250,000)	0	0	0	0	0	0	0	0	(500,000)
CX333	Sewerage Pollution Elimination	Proposed Budget	592,000	544,000	0	0	0	0	0	0	0	0	1,136,000

Programme: CX334 Sewerage network renewals

Proposal

The 06/07 budget is \$7.3M. Reduce to \$6.3M

Rationale

This budget was set as a result of the renewals profile prepared 5 years ago and modified in line with subsequent re-valuations. The 2005 Valuation resulted in a depreciation that is less than the renewals budget. As a consequence the renewals profile will be reviewed in 2006 and any adjustments made for the 2007/8 year on. This budget reduction is in anticipation of a reduction in the renewals profile.

Considerations

Potential impacts and risks: Low short term risk. Although there are priority works identified, the impact on the network of a one year budget reduction is considered to be low.

Result: Cost savings

\$1M in 2006/7 only.

Project	Description	Category	2006/07	2007/08	2008/09	2009/10	2010/11	2011/12	2012/13	2013/14	2014/15	2015/16	Total
CX334	Sewerage network renewals	BAU Base Budget	7,311,121	7,655,607	7,605,544	7,420,992	7,420,992	7,420,992	7,420,992	7,420,992	7,420,992	7,420,992	74,519,216
CX334	Sewerage network renewals	Increase / (Decrease)	(1,000,000)	0	0	0	0	0	0	0	0	0	(1,000,000)
CX334	Sewerage network renewals	Proposed Budget	6,311,121	7,655,607	7,605,544	7,420,992	7,420,992	7,420,992	7,420,992	7,420,992	7,420,992	7,420,992	73,519,216

APPENDIX 2

Programme: CX336 Water pump station/reservoir upgrades

Proposal

2006/2007 budget of \$3.879M being split equally into 2 years:- \$1.95M in 2006/7 and \$1.95M in 2007/8.

Rationale

The construction of this water reservoir is part of the NGMP implementation. Spreading the budget over 2 years allows time for the design, tender and construction of the reservoir.

Considerations

Need to work closely with the developer.

Result: Cost savings

No overall saving. A timing issue only.

Project	Description	Category	2006/07	2007/08	2008/09	2009/10	2010/11	2011/12	2012/13	2013/14	2014/15	2015/16	Total
CX336	Water pump station/reservoir upgrades	BAU Base Budget	3,879,144	0	0	0	0	0	0	0	0	0	3,879,144
CX336	Water pump station/reservoir upgrades	Increase / (Decrease)	(1,929,144)	1,950,000	0	0	0	0	0	0	0	0	20,856
CX336	Water pump station/reservoir upgrades	Proposed Budget	1,950,000	1,950,000	0	0	0	0	0	0	0	0	3,900,000

Programme: CX340 Wellington Zoo Trust – CAPEX Upgrades

Proposal

It is proposed that the 2006/07 CAPEX program be phased over both 2006/07 and 2007/08. The Zoo Trust has proposed a 2006/07 CAPEX funding requirement from the Council of \$4.0 million compared to the LTCCP figure of \$3.8 million. It is proposed that the \$4.0 million be spread across the two years with \$1.8 million 2006/07 and \$2.2 million in 2007/08.

Also, the 10 year CAPEX has been adjusted to reflect the total 10 year LTCCP figure of \$14.9 million (note agreed at SPC meeting 13 October 2005 to provide business case). This has been done by adjusting the last 3 years (2013/14 – 2015/16) and the second year (2007/08), as shown by the highlights.

Rationale

This proposal has been made in light of Council's current CAPEX constraints and the need for the Zoo Trust to generate a significant amount of external funding to enable the CAPEX programs to commence.

Considerations:

No CAPEX programs are to be started until all the funding has been secured, thus minimising Council exposure.

Result:

The cost saving for 2006/07 is the \$2.0 million which is deferred until 2007/08 and the overall saving is \$3.98 million over 10 years.

Description	Category	2006/07	2007/08	2008/09	2009/10	2010/11	2011/12	2012/13	2013/14	2014/15	2015/16	Total
Zoo upgrades	BAU Base Budget	3,800,000	2,320,000	3,050,000	2,520,000	1,470,000	1,430,000	1,430,000	1,430,000	1,430,000	0	18,880,000
Zoo upgrades	Increase / (Decrease)	(2,000,000)	1,750,000	(1,000,000)	(1,870,000)	(400,000)	570,000	170,000	(830,000)	(880,000)	510,000	(3,980,000)
Zoo upgrades	Proposed Budget	1,800,000	4,070,000	2,050,000	650,000	1,070,000	2,000,000	1,600,000	600,000	550,000	510,000	14,900,000

Programme: CX348 Botanic Gardens Renewals

Proposal

This proposal reallocates the Botanic Gardens renewals programmes over the 10 years and achieves a savings total savings of \$260k.

Rationale

This proposal is based on the ability to deliver on the 2005/06 Annual Plan which had a significant level of work and investment in the first three years of the plan. It is recommended that this work is spread more evenly over the 10 year annual plan to ensure realistic delivery timeframes for completion of the works and also identified some works that were not high priority.

Considerations: potential implications and risks

The main implication is that work previously scheduled in the first three years of the annual plan will be deferred.

Result: cost/savings

\$260k over 10 years.

Project	Description	Category	2006/07	2007/08	2008/09	2009/10	2010/11	2011/12	2012/13	2013/14	2014/15	2015/16	Total
CX348	Botanic gardens renewals	BAU Base Budget	247,566	2,274,793	1,042,083	710,942	627,056	625,229	480,811	613,801	482,801	482,801	7,587,883
CX348	Botanic gardens renewals	Increase / (Decrease)	391,222	(1,387,483)	(91,403)	127,168	145,331	58,688	205,685	72,695	203,695	14,401	(260,000)
CX348	Botanic gardens renewals	Proposed Budget	638,788	887,310	950,680	838,110	772,387	683,917	686,496	686,496	686,496	497,202	7,327,883

Programme: - CX351 – Residential Street Lighting

Proposal

Reduce budget from \$915,000 for 10 years to \$500,000.

Rationale

Assist in meeting the borrowings cap. The project enables Council to meet resident requests for lighting improvements outside the current policy of meeting lighting standards on Principal routes. However this is not based on meeting any recognised lighting standards but rather to meet resident demand for grey spots. Council should consider whether residential lighting levels must be benchmarked.

Considerations: potential implications and risks

Reduced ability to meet resident expectations in some individual cases. However in the long term a lighting policy must establish the level of service to be provided for this area.

Result: cost savings

\$415,000 for 10 years.

Project	Description	Category	2006/07	2007/08	2008/09	2009/10	2010/11	2011/12	2012/13	2013/14	2014/15	2015/16	Total
CX351	Residential street lighting	BAU Base Budget	91,500	91,500	91,500	91,500	91,500	91,500	91,500	91,500	91,500	91,500	915,000
CX351	Residential street lighting	Increase / (Decrease)	(41,500)	(41,500)	(41,500)	(41,500)	(41,500)	(41,500)	(41,500)	(41,500)	(41,500)	(41,500)	(415,000)
CX351	Residential street lighting	Proposed Budget	50,000	50,000	50,000	50,000	50,000	50,000	50,000	50,000	50,000	50,000	500,000

Programme: CX358 Branch Library Upgrades

Proposal

Savings to be achieved by deferred spending on branch library upgrades.

Rationale

The branch library network will be upgraded over a longer period and will involve careful prioritisation to ensure assets continue to meet user needs.

Considerations: potential implications and risks

The Branch Library Upgrade Programme is funded to manage smaller upgrade issues within an ageing infrastructure. Cuts in this programme will constrain some of the planned technology upgrades such as stock taking scanner for branches, self check machines for Miramar and CPK, and adult learning centre concept for Johnsonville.

Result: cost savings

\$130,000 over 2 years.

Project	Description	Category	2006/07	2007/08	2008/09	2009/10	2010/11	2011/12	2012/13	2013/14	2014/15	2015/16	Total
CX358	Branch libraries upgrades	BAU Base Budget	153,000	153,000	88,000	88,000	88,000	88,000	88,000	88,000	88,000	88,000	1,010,000
CX358	Branch libraries upgrades	Increase / (Decrease)	(65,000)	(65,000)	0	0	0	0	0	0	0	0	(130,000)
CX358	Branch libraries upgrades	Proposed Budget	88,000	88,000	88,000	88,000	88,000	88,000	88,000	88,000	88,000	88,000	880,000

Programme: CX370 Housing Upgrades – Carpet Programme

Proposal

The carpeting programme will be completed by September this year. As a result of a good contract price and earlier delivery, the \$276k provision in 2007/08 will not be needed.

Rationale

Programme will be completed in 2006/07.

Considerations: potential implications and risks

No risks.

Result: cost savings

Saving of \$276k in 2007/8.

Project	Description	Category	2006/07	2007/08	2008/09	2009/10	2010/11	2011/12	2012/13	2013/14	2014/15	2015/16	Total
CX370	Housing upgrades	BAU Base Budget	800,000	276,000	0	0	0	0	0	0	0	0	1,076,000
CX370	Housing upgrades	Increase / (Decrease)	0	(276,000)	0	0	0	0	0	0	0	0	(276,000)
CX370	Housing upgrades	Proposed Budget	800,000	0	0	0	0	0	0	0	0	0	800,000

Programme: CX371 Housing Renewals

Proposal

Deferral of \$150k for each of the next two years until 2008/9. This deferral relates to the lift renewal programme.

Rationale

A number of the main complex lifts are in a poor condition and due for renewal in the next two to three years. Deferring this work until 2008/9 will enable the key lift control system work to be completed and spread the required renewals over the three year period.

Considerations: potential implications and risks

No risks

Result: cost deferral

2006/7 – Saving of \$150k
 2007/8 – Saving of \$150k
 2008/9 – Increase of \$300k

Project	Description	Category	2006/07	2007/08	2008/09	2009/10	2010/11	2011/12	2012/13	2013/14	2014/15	2015/16	Total
CX371	Housing renewals	BAU Base Budget	3,535,838	3,288,338	3,081,519	2,919,741	3,247,043	2,971,507	3,043,715	3,072,016	3,299,091	3,438,219	31,897,027
CX371	Housing renewals	Increase / (Decrease)	(150,000)	(150,000)	300,000	0	0	0	0	0	0	0	0
CX371	Housing renewals	Proposed Budget	3,385,838	3,138,338	3,381,519	2,919,741	3,247,043	2,971,507	3,043,715	3,072,016	3,299,091	3,438,219	31,897,027

Programme: CX372 Emergency Management Renewals

Proposal

1. RMD Software purchase deferred from 06/07 to 07/08, \$100,138.
2. WEMO Ericsson server software purchase deferred from 06/07 to 07/08, \$2,302.
3. WEMO Ericsson hard server purchase deferred from 06/07 to 07/08, \$9,841.
4. \$14,000 for Rescue Team Equipment renewal to be redirected for consideration for funding out of CX245, Capital Consolidated Fund.
5. \$36,000 for Fleet 688, Suzuki Utility vehicle, WN 5055 renewal to be redirected for consideration for funding out of CX245, Capital Consolidation Fund.

Rationale

1. Push out the purchase and installation of specialist Civil Defence RMD software and associated hardware for a year and make do with the current system for managing Civil Defence emergencies.
2. Rescue Team Equipment and vehicle renewals to complete or be prioritised for CX245 funding.

Considerations: potential implications and risks

1. In the event of a major Civil Defence emergency in Wellington WEMO will be reliant on its existing system.
2. Items redirected for CX245 consideration may not be funded in 06/07 i.e. purchases delayed a year, unlikely in respect of the Rescue Team equipment, possible in terms of the vehicle replacement.

Result: cost savings

\$112,282 deferred to 07/08

\$50,000 removed from budget.

Project	Description	Category	2006/07	2007/08	2008/09	2009/10	2010/11	2011/12	2012/13	2013/14	2014/15	2015/16	Total
CX372	Emergency management renewals	BAU Base Budget	162,282	72,000	63,000	86,000	63,977	3,000	14,000	126,173	34,048	159,108	783,587
CX372	Emergency management renewals	Increase / (Decrease)	(162,282)	112,282	0	0	0	0	0	0	0	0	(50,000)
CX372	Emergency management renewals	Proposed Budget	0	184,282	63,000	86,000	63,977	3,000	14,000	126,173	34,048	159,108	733,587

Programme: CX377 Rooding Capacity Improvements

Proposal

Funding for 10 years (\$6,980,000) to be transferred to Bus Priority New Initiative with the exception of 07/08 (\$1,500,000) for the enhancement of the road outside the New Hospital in Newtown.

Rationale

To establish funding to meet the objectives of the new initiative towards bus priority planning. This project, like the CX135 is focused on enhancing road network capacity which in terms of Council's new set of priorities will be addressed through mass transport initiatives.

Considerations: potential implications and risks

Council's choice of priorities directs funding towards public transport rather than road building to improve network capacity.

Result: cost savings

Over 10 years \$5,480,000.

Project	Description	Category	2006/07	2007/08	2008/09	2009/10	2010/11	2011/12	2012/13	2013/14	2014/15	2015/16	Total
CX377	Rooding capacity projects	BAU Base Budget	698,016	698,016	698,016	698,016	698,016	698,016	698,016	698,016	698,016	698,016	6,980,156
CX377	Rooding capacity projects	Increase / (Decrease)	(698,016)	801,984	(698,016)	(698,016)	(698,016)	(698,016)	(698,016)	(698,016)	(698,016)	(698,016)	(5,480,156)
CX377	Rooding capacity projects	Proposed Budget	0	1,500,000	0	0	0	0	0	0	0	0	1,500,000

Programme: CX426 Civic Complex Fit Out

Proposal

Defer \$100,000 of carpet tile replacement in CAB, MOB and the Central Library until 07/08.
Defer \$6,000 of wall mounted heaters Aro Valley Community Centre for one year until 07/08.

Rationale

These items can be pushed out a year.

Considerations: potential implications and risks

Things will be shabbier, but there will be no Health and Safety risks.

Result: cost savings

\$106,000 deferred to 07/08.

Project	Description	Category	2006/07	2007/08	2008/09	2009/10	2010/11	2011/12	2012/13	2013/14	2014/15	2015/16	Total
CX426	Civic complex fit out	BAU Base Budget	687,515	1,257,215	561,165	504,715	294,315	436,215	426,215	377,215	298,715	298,715	5,142,000
CX426	Civic complex fit out	Increase / (Decrease)	(106,000)	106,000	0	0	0	0	0	0	0	0	0
CX426	Civic complex fit out	Proposed Budget	581,515	1,363,215	561,165	504,715	294,315	436,215	426,215	377,215	298,715	298,715	5,142,000

Programme: CX435 Walkways Renewal/Upgrades

Proposal

It is proposed that the level of investment in walkways Renewal/Upgrades be reduced by \$489k over 10 years.

Rationale

We currently maintain over 200km of walking track within the Wellington area. This proposal is based on the need to rationalise the level of investment across our track network and focus on our existing network as opposed to constructing new tracks.

Considerations: potential implications and risks

The main impact of this proposal is that no new tracks will be built apart from those associated with the 2 years of additional funding as part of the NGMP.

The Track Implementation Plan is Scheduled to go back to the Council in June 2006 this will give Councillors the opportunity to consider again the future level of investment in our track network.

Result: cost/savings

Total savings of \$489k over 10 years from 2006/07.

Project	Description	Category	2006/07	2007/08	2008/09	2009/10	2010/11	2011/12	2012/13	2013/14	2014/15	2015/16	Total
CX435	Walkways renewals and upgrades	BAU Base Budget	278,925	278,925	278,925	278,925	278,925	278,925	278,925	278,925	278,925	278,925	2,789,253
CX435	Walkways renewals and upgrades	Increase / (Decrease)	71,075	71,075	(78,925)	(78,925)	(78,925)	(78,925)	(78,925)	(78,925)	(78,925)	(78,925)	(489,250)
CX435	Walkways renewals and upgrades	Proposed Budget	350,000	350,000	200,000	200,000	200,000	200,000	200,000	200,000	200,000	200,000	2,300,003

Programme: CX445 – Safer Roads project

Proposal

The 10 year funding to be reduced from \$23,320,000 to \$10,500,000. The funding distribution over the period is to be modified.

Rationale

The project represents Council's planned response to the National Road Safety Strategy 2010 which aims to reduce injuries due to crashes by 30% from the 2003 levels. The overall safety activities of Council are augmented by approximately \$10 million for the 10 year period in addition to this project. Budgeted in three other projects;

CX232 Traffic Calming - \$1,404,000

CX171 Minor Safety - \$4,756,000

C450 Road Safety Education - \$3,200,000

The nature of the Safer Roads project requires extensive community involvement. This in turn generates significant time delays and experience to date calls for the modification of the implementation timeframe both for consultation and build ability reasons.

Considerations: potential implications and risks

May not meet National Road Safety targets and segments of the community will be disappointed by the project's progress. Some reduction in LTNZ Financial Assistance levels.

Result: cost savings

\$12,820,000 for 10 years.

Project	Description	Category	2006/07	2007/08	2008/09	2009/10	2010/11	2011/12	2012/13	2013/14	2014/15	2015/16	Total
CX445	SaferRoads project	BAU Base Budget	4,310,470	2,734,000	2,734,000	2,734,000	2,734,000	2,734,000	2,734,000	868,470	868,470	868,470	23,319,882
CX445	SaferRoads project	Increase / (Decrease)	(2,810,470)	(1,734,000)	(1,734,000)	(1,734,000)	(1,734,000)	(1,734,000)	(1,734,000)	131,530	131,530	131,530	(12,819,882)
CX445	SaferRoads project	Proposed Budget	1,500,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	10,500,000

Programme: CX447 Northern Growth Management Framework Implementation

Proposal

The project's funding \$6,850,000 transferred to other projects such as CX311 and CX336.

Rationale

Streamlining key infrastructure enabling works with the appropriate infrastructure project.

Considerations: potential implications and risks

Ensuring that adequate funding is available to allow infrastructure development in support of the framework. While the lump sum funding for the NGMF will not be identified separately, its components will be embedded in the appropriate projects.

Result: cost savings

N/A