

Deputy Mayor Cotter assumed the Chair when the meeting moved into Public Excluded.

The meeting adjourned at 1.16pm and reconvened at 2.05pm. The Mayor reassumed the Chair at this time.

Councillors Gough and MacDonald were not present when the meeting reconvened at 2.05pm.

Councillor MacDonald returned to the meeting at 2.13pm.

Councillor Moore left the meeting at 2.30pm and returned at 2.58pm.

Councillor McLellan left the meeting at 2.37pm and returned at 2.40pm.

Councillor Barber left the meeting at 2.55pm and returned at 2.58pm.

Councillor Gough returned to the meeting at 2.58pm.

## **20. Halswell Junction Road Extension- Funding**

Council officers, Lindsay White, Lynette Ellis, Sharon O'Neill, and Mary Richardson joined the table to present Item 20 (refer to Attachment A) and answer questions from elected members. The meeting agreed to adjourn for lunch and resumed questions upon reconvening. Officers tabled an updated document providing additional detail around the proposed budget changes (refer to Attachment B).

Upon hearing from Officers, the meeting agreed to add recommendations 4 and 5 to the original Officer Recommendations (refer to the Council decision below). Additionally, to provide further clarification regarding how the projects budgets were to be funded, the meeting agreed to the amended language in recommendation 2 pursuant to Officer advice (refer to italicised wording below).

The amended motion was then Moved by Councillor MacDonald and Seconded by the Mayor.

Councillor MacDonald then Moved a procedural motion that the amended motion now be put (a closure motion). This procedural motion was Seconded by the Mayor, voted on by division and declared carried.

The meeting then requested that recommendations 1 and 2 be voted on separately from recommendations 3 through 5.

Recommendations 1 and 2 were voted on by division and declared carried (refer below for the voting record).

Recommendations 3 through 5 were voted on by division and declared carried (refer below for the voting record).

### **Officer Recommendations**

That the Council:

1. Approve the project 924 Halswell Junction Road Extension to continue to construction and approve additional project budget request of \$7,251,000.
2. Approve that project budget requirements are funded via changes to the following projects for the values shown in table 3.9.8 below:

- a. 68389 Condell Ave Street Renewals
  - b. 55894 Evans Pass Road & Reserve Terrace Remedial Works
  - c. 26607 Major Cycleway - Southern Lights Route (Section 1) Strickland to Tennyson
  - d. 60293 Programme - Bus Lane Priority
3. Notes the report can be released once the roading contract has been awarded and contractual negotiations have ceased.

### **Council Decision**

That the Council:

1. Approve the project 924 Halswell Junction Road Extension to continue to construction and approve additional project budget request of \$7,251,000.
2. Approve that project budget requirements are funded via *the rephasing of the budgets of the following projects to reflect their expected expenditure* as shown in table 3.9.8 below:
  - a. 68389 Condell Ave Street Renewals
  - b. 55894 Evans Pass Road & Reserve Terrace Remedial Works
  - c. 26607 Major Cycleway - Southern Lights Route (Section 1) Strickland to Tennyson
  - d. 60293 Programme - Bus Lane Priority
3. Notes the report can be released once the roading contract has been awarded and contractual negotiations have ceased.
4. *Note that these specific projects will be brought back for discussion as part of the Long-Term Plan process.*
5. *Note that staff will bring back advice in time for the Annual Plan considerations around the amount of money needed on budget for these projects for design and engagement.*

Councillor MacDonald/Mayor

**Carried/Lost**

### **Council Resolved CNCL/2023/00060**

It was Moved on the motion of Councillor MacDonald, Seconded by the Mayor that pursuant to Standing Order 20.2 the motion under consideration be put.

*The division was declared **carried** by 9 votes to 7 votes the voting being as follows:*

**For:** Mayor Mauger, Deputy Mayor Cotter, Councillor Barber, Councillor Gough, Councillor Henstock, Councillor Keown, Councillor MacDonald, Councillor Peters and Councillor Scandrett

**Against:** Councillor Coker, Councillor Donovan, Councillor Fields, Councillor Harrison-Hunt, Councillor Johanson, Councillor McLellan and Councillor Templeton

**Absent:** Councillor Moore

Councillor MacDonald/Mayor

**Carried**

### **Council Resolved CNCL/2023/00061**

That the Council:

1. Approve the project 924 Halswell Junction Road Extension to continue to construction and approve additional project budget request of \$7,251,000.
2. Approve that project budget requirements are funded via the rephasing of the budgets of the following projects to reflect their expected expenditure as shown in table 3.9.8 below:
  - a. 68389 Condell Ave Street Renewals
  - b. 55894 Evans Pass Road & Reserve Terrace Remedial Works
  - c. 26607 Major Cycleway - Southern Lights Route (Section 1) Strickland to Tennyson
  - d. 60293 Programme - Bus Lane Priority

Councillor MacDonald/Mayor

**Carried**

The division was declared **carried** by 11 votes to 4 votes the voting being as follows:

**For:** Mayor Mauger, Deputy Mayor Cotter, Councillor Barber, Councillor Coker, Councillor Fields, Councillor Gough, Councillor Harrison-Hunt, Councillor Keown, Councillor MacDonald, Councillor McLellan and Councillor Peters

**Against:** Councillor Henstock, Councillor Johanson, Councillor Scandrett and Councillor Templeton

**Abstained:** Councillor Donovan and Councillor Moore

**Council Resolved CNCL/2023/00062**

3. Notes the report can be released once the roading contract has been awarded and contractual negotiations have ceased.
4. Note that these specific projects will be brought back for discussion as part of the Long-Term Plan process.
5. Note that staff will bring back advice in time for the Annual Plan considerations around the amount of money needed on budget for these projects for design and engagement.

The division was declared **carried** by 15 votes to 2 votes the voting being as follows:

**For:** Mayor Mauger, Deputy Mayor Cotter, Councillor Barber, Councillor Coker, Councillor Donovan, Councillor Fields, Councillor Gough, Councillor Harrison-Hunt, Councillor Johanson, Councillor Keown, Councillor MacDonald, Councillor McLellan, Councillor Moore, Councillor Peters and Councillor Templeton

**Against:** Councillor Henstock and Councillor Scandrett

Councillor MacDonald/Mayor

**Carried**

**Attachments**

- A Halswell Junction Road- Presentation to Council

B Updated Halswell Junction Road substitutions for report

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**Christchurch City Council**  
**PUBLIC EXCLUDED MINUTES ATTACHMENTS**  
**Confidential**

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**Date:** Wednesday 17 May 2023  
**Time:** 9.30 am  
**Venue:** Council Chambers, Civic Offices,  
53 Hereford Street, Christchurch

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# Halswell Junction Road Extension- Update

Council Meeting 17 May 2023  
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# Project background



Halswell Junction Road Extension

16 May 2023

Christchurch  
City Council



## Project timeline

Date	
June 2022	\$5.5m budget increase approved by Council - project budget increased as part of the Annual Plan cycle
November 2022	Tender closed and preferred tenderer informed
December 2022	Project team inform ELT there is a budget shortfall on project and that further work is underway to regarding whole of project costs and risks
January 2023	<ul style="list-style-type: none"><li>• KiwiRail inform Council of programme delay due to materials and design – completion now February 2024</li><li>• Council programme adjusted to accommodate delay - additional establishment costs</li></ul>
March 2023	<ul style="list-style-type: none"><li>• KiwiRail inform Council of further cost escalation and possible programme delay due to internal procurement process</li><li>• Council preferred tenderer inform Council they cannot hold price any longer. Schedule of prices to be re-priced.</li></ul>
May 2023	Report to Council
Mid - June 2023	Expected construction start on site

City Council 

## Current financial status

	June 2022 Council meeting	March 2023 estimates	Total budget required	Budget Variance
Current project budget	\$18,028,847			
Roading component shortfall		\$3,281,000		
KiwiRail additional costs - meeting on 17/03/23		\$2.57m + \$1.4m contingency = \$3.97m total		
<b>Overall total project budget for Option 1- Proceed</b>			\$25,279,847	-\$7,251,000
<b>Overall total project budget for Option 2- Postpone</b>			\$27,279,847	-\$9,251,000
<b>Overall total project budget for Option 3- Cancel</b>			\$16,400,000	+\$1,628,847

Halswell Junction Road Extension

16 May 2023

Christchurch  
City Council 

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## Proposed funding sources

CPMS ID	Project Name	Proposed budget changes									Impact on project		
		FY23 (to be carried forward)	FY24	FY25	FY26	FY27	FY28	FY29	FY30	FY31			
68389	Condell Ave Street Renewals	-\$2,400,000			-\$422,265	\$2,822,265						This project is currently in Scheme Development phase and this change effectively moves construction from FY25 to FY26/27	
55894	Evans Pass Road & Reserve Terrace Remedial Works		-\$563,200	-\$1,200,000	-\$1,417,221					\$3,180,421		This is a delivery package of works to be completed in phases and this change effectively moves construction start funding from FY25 to FY26.	
26607	Major Cycleway - Southern Lights Route (Section 1) Strickland to Tennyson			-\$37,300	-\$1,211,014		\$1,248,314					Scheme development has not yet started on this project and this change effectively moves construction start funding from FY26 to FY28.	
924	Halswell Junction Road Extension	\$2,400,000	\$563,200	\$1,237,300	\$3,050,500							Allows project to continue through construction and reduces overall project risk in relation to budget	
60293	Programme - Bus Lane Priority										-\$7,251,000	Business cases are currently being prepared for Public Transport improvements in Christchurch City in the expectation that they will qualify for the Government's \$78m PT Futures funding allocation.	
	<b>Financial year total change</b>	\$0	\$0	\$0	\$0	\$2,822,265	\$1,248,314	\$0	\$3,180,421	-\$7,251,000			
					<b>Total change to LTP Transport Programme Budget</b>						\$0		

## Key reasons for increases

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- Professional services
- Roading construction costs
- Roading construction contingency
- Utilities
- Property costs
- KiwiRail delays to programme and impacts – AT RISK - high chance of further programme delays
- KiwiRail additional cost to complete project – AT RISK - high chance of further costs

## Next steps

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- **If Option 1 is selected:**

- Roading contract to be awarded ASAP
- Community drop-in sessions and communications
- Construction start on site mid-June 2023

- **If Option 2 or 3 is selected:**

- Staff to report back on expected timeframes and next steps

		Proposed budget changes										
CPMS ID	Project Name	FY23 (to be carried forward)	FY24	FY25	FY26	FY27	FY28	FY29	FY30	FY31	Impact on project	
68389	Condell Ave Street Renewals	-\$2,400,000	\$0	\$490,000	-\$422,265	\$2,822,265	\$0	\$0	\$0	\$0	This project is currently in Scheme Development phase and this change effectively moves construction from FY25 to FY26/27	
55894	Evans Pass Road & Reserve Terrace Remedial Works	\$50,000	-\$563,200	-\$1,200,000	-\$1,417,221	\$1,582,779	\$4,500,000	\$5,703,333	\$7,199,797	\$3,180,421	\$0	This is a delivery package of works to be completed in phases and this change effectively moves construction start funding from FY25 to FY26.
26607	Major Cycleway - Southern Lights Route (Section 1) Strickland to Tennyson	\$0	\$0	-\$37,300	-\$1,211,014	\$2,695,173	\$1,248,314	\$0	\$0	\$0	\$0	Scheme development has not yet started on this project and this change effectively moves construction start funding from FY26 to FY28.
924	Halswell Junction Road Extension	\$2,400,000	\$563,200	\$1,237,300	\$3,050,500	\$0	\$0	\$0	\$0	\$0	\$0	Allows project to continue through construction and reduces overall project risk in relation to budget
60293	Programme - Bus Lane Priority	\$0	\$0	\$0	\$0	\$4,290,958	\$11,132,888	\$4,291,702	\$6,560,840	-\$7,251,000	\$0	Business cases are currently being prepared for Public Transport improvements in Christchurch City in the expectation that they will qualify for the Government's \$78m PT Futures funding allocation.
<b>Financial year total change</b>		\$50,000	\$0	\$0	\$0	\$2,822,265	\$1,248,314	\$0	\$3,180,421	-\$7,251,000	\$0	
<b>Total change to LTP Transport Programme Budget</b>										\$50,000		

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