July 2016 Storm Event Budget Request

TO	Infrastructure Committee
FROM	Matt Busch - Roading Manager
DATE	22 August 2016
SUBJECT	**July 2016 Storm Event Budget Request**

1 Purpose of Report

To seek a recommendation from the Infrastructure Committee to Council for approval to fund storm damage response and reinstatement works resulting from high rainfall on 8 July 2016.

2 Background

On 8 July 2016, the Coromandel Peninsula was affected by a storm event which brought high rainfall to the area. The initial response and permanent reinstatement works associated with this event are estimated to cost $105,600. A location plan and photos of affected sites are included as ***Attachment A*** and the funding requirement (budget estimate) for the event is detailed in ***Attachment B***.

NZTA has advised that the works associated with this event and identified in this report will comply with their emergency works funding criteria and therefore be eligible for NZTA emergency work subsidy. This funding does not allow for additional repair work caused by the storm event but considered to fall within either maintenance or preventive maintenance work categories.

The NZTA subsidy rate for this work is 67% (47% Financial Assistance Rate (FAR) plus additional 20% emergency rate) as the cost of emergency reinstatement works in 2016/17 (when the March and April 2016 events are considered) is greater than 10% of Councils total roading operational maintenance and renewals budget.

The net cost to Council of this budget request is $34,848 as summarised below:

<u>8 July 2016 Storm Event</u>

Total estimated event cost	$105,600
Less NZTA subsidy @ 67%	$70,752
Net cost to Council	$34,848

3 Issue

Council approval is required to transfer $34,848 from the Disaster Reserve to the road storm damage account to fund Council's share of road repair costs associated with the 8 July 2016 event. All initial response costs were incurred during and immediately following the event in order to ensure public safety and to open roads closed due to fallen trees, slips and flooding. Although the major slips were removed on the day of the event, the permanent reinstatement works required on those sites with more significant damage are expected to be completed prior to the end of the 2016 calendar year.

4 Discussion

NZTA Subsidy

The storm damage work included within this report complies with NZTA storm damage funding requirements and will be funded at a subsidy rate of 67% for the total cost of the repair work identified.

Funding

The balance of the 2016/17 Disaster Reserve budget was $1,417,365 as at 30 June 2016. Therefore; budget exists within the Disaster Reserve to fund Council's share ($34,848) of the repair works associated with this storm event.

Consent Requirements

No consents (building or resource) are required for any of the work associated with this storm event.

Due to the minor nature of each site of works identified in this storm event report, no further reporting is proposed for works associated with this event.

5 Suggested Resolution(s)

That the Infrastructure Committee:

1. Receives the report.
2. Recommends to Council to approve the transfer of $34,848 from the Disaster Reserve in 2016/17 to fund completion of storm damage repair works associated with the July 2016 storm event.

References-Tabled/Agenda Attachments

Attachment A *Storm Damage Location Plan and Photos*
Attachment B *Storm Damage Budget Estimate*

Attachment A

Attachment A - Storm Damage Location Plan and Photos

Attachment B

Attachment B Storm Damage Budget Estimate