10.2 Capital Portfolio Monitoring and Proposed Carry Forwards to 2025-26

Report To:	Council
Meeting Date:	Wednesday, 25 June 2025
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Purpose

To seek Council approval of the proposed capital carry forwards to 2025-26.

Recommendation

That the Council:

a. Receives and notes the Capital Portfolio Monitoring and Proposed Carry Forwards to 2025-26 Report (Resolve # 2025-240)

b. Approves the proposed capital carry forwards of $24,233,548 to 2025-26

c. Notes that a final Capital Portfolio Monitoring Report for 2024-25 will be presented following the end of the financial year.

Executive Summary

This is the first year of the 2024-34 Long-Term Plan. The 2024-25 total approved capital budget is $47.7 million.
A budget adjustment of $1.071 million was made under Council resolution as a result of changes to the Roading budgets through reductions in NZTA Waka Kotahi subsidy. Budget transfers of $1.98 mil ($1.1mil brought forward from Te Waihou Walkway 2025-26 and 2026-27 budgets) have been made since the October 2024 Capital Portfolio Monitoring Report.

The total capital expenditure as of 30 April 2025 is $22.7 million, 48% of the total approved capital budget. Additionally, $14.0 million is contractually committed with a further $4.4 million in the procurement stage.

$24.2 million is proposed to be carried forward to 2025-26 to complete projects and contracts that are currently underway.

Context

The following definitions are relevant:

- Portfolio - refers to the total organisational capital work budget for 2024-25 FY.
- Programme - refers to two or more projects that are managed in a coordinated way to deliver a set of benefits.
- Project - refers to the individual project under a particular programme. These projects may have funding from multiple activities and occur across multiple years.

Discussion

Capital Expenditure and Forecasts

As of 31 May 2025, actual capital expenditure totals $22.7 million, representing 48% of the total approved budget.

The attached tables provide a summary of forecast expenditure versus budget, and financial performance across the various capital programmes.

Proposed Carry Forwards

Budget carry forwards into 2025–26 are proposed across multiple capital programmes, with a total proposed amount of $24.2 million.

Further detail, including commentary on the reasons for each proposed carry forward, is provided in the attached appendix. This amount may reduce depending on final claims processed before year end.

A final report will be presented to Council once the financial year has concluded, and Finance has completed the year-end accounts.

Options

There are two available options for approval:

1. Approve the proposed carry forwards of $24,233,548 to 2025-26.
2. Decline the proposed carry forwards of $24,233,548 to 2025-26.

The preferred option is Option 1.

Linkage to Strategic Plan Priorities

Vibrant culture

Healthy proud and connected community

Environmental sustainability

Economic development

Durable infrastructure

Consultation (Internal and External)

Consultation (both internal and external) took place during the 2024-34 Long Term Plan process.

Financial Considerations

Budgets have been discussed and approved during the 2024-34 Long Term Plan process.

Risks

Projects for which carry forward funding is not approved are at risk of non-delivery, which may result in negative reputational impact and non-compliance with consent conditions.

Significance & Engagement Policy

The matters and recommendation contained in this report do not trigger Council's Significance and Engagement Policy.

Reference

N/A

Attachments

1. PMO capex - May 2025
2. PMO Capex - May Proposed Carryovers