

19.7 COLLINS STREET AND SCHOOL OF ARTS ROAD UPGRADE PROJECT

Objective Reference:

Authorising Officer: Peter Best, General Manager Infrastructure & Operations

Responsible Officer: Bradley Salton, Group Manager City Infrastructure

Report Author: Rajabu Rashid, Asset Engineer

Attachments: Nil

The Council is satisfied that, pursuant to Section 275(1) of the *Local Government Regulation 2012*, the information to be received, discussed or considered in relation to this agenda item is:

(c) *the local government's budget.*

PURPOSE

The purpose of this report is to seek Redland City Council (Council) endorsement to fund Stage Two of the Collins Street and School of Arts Road Upgrade Project (the project) during the FY 19/20. The required budget to complete the second stage of this project is [REDACTED] which is to be fully sourced from the Local Roads Trunk Infrastructure Reserve (Reserve).

BACKGROUND

The project is one of the road infrastructure projects programmed under the Local Government Infrastructure Plan (LGIP), which Council has committed to delivering. The project will upgrade the section of Collins Street and School of Arts Road, between Queen Street and Penzance Drive in Redland Bay. The primary scope of work is to upgrade the road from a rural road standard, to an urban collector standard, to accommodate the increasing traffic demand within the catchment.

Construction of Stage One of the project commenced at the start of FY 18/19 and will be completed by 31 May 2019. Funding for the Stage One of the project was secured from the Reserve.

ISSUES

Construction works for Stage One of the project is currently underway and is on track to be completed by 31 May 2019. Following the completion of Stage One, Stage Two of the project shall be progressed in FY 19/20.

A commitment to fund Stage Two of the project as part of the FY 19/20 capital works program will enable Council's Project Team to finalise the construction program of Stage Two upon the completion of Stage One. This will allow the Project Team to transition efficiently from Stage One to Stage Two of the project, without adverse impacts on the project's construction schedule and costs.

STRATEGIC IMPLICATIONS

Legislative Requirements

Under the *Sustainable Planning (Infrastructure Charges) and other Legislation Amendment Act 2014* (SPICOLA 2014) Council is required to complete these works as part of the LGIP.

Risk Management

If the funds are not secured to complete Stage Two of the project, the following risks are will be realised:

- traffic safety risks;
- pedestrian safety risks;
- significant delays in the construction program;
- impacts on project costs; and
- localised flooding risks

Financial

The project business case (Project Number 40556), highlighted that the project will run over two financial years, with a required funding commitment of [REDACTED] in each financial year. This funding requirement was considered as part of Council's 10 year CAPEX planning. The project will be funded from the Reserve.

People

There will be no impacts to the Project Delivery Group resources if the project is continued into FY 19/20.

Environmental

The environmental impacts of not continuing with Stage Two of the project include;

- localised flooding risks;
- erosion; and
- visual amenity impacts due to altered landscape.

Social

Securing the funding for Stage Two will allow Council to complete the project and meet the level of service expected by the community in relation to improved traffic flow, safety, amenity and accessibility.

Alignment with Council's Policy and Plans

The Collins Street and School of Art Road Upgrade Project is part of LGIP.

CONSULTATION

Consulted	Consultation Date	Comments/Actions
Principal Engineer - Civil Infrastructure & Asset Management	21/11/18	Report noted. Advised that business case previously approved supports the funding required.
Group Manager – City Infrastructure	21/11/18	Report noted. Recommended to liaise with PDG regarding status and forecast for the project.
Service Manager, Construction Unit – Project Delivery Group	27/11/18	Advised that Stage 1 of the project is on track and forecast to be completed by EOFY 18/19.
Group Manager – Project Delivery Group	26/11/18	As noted above by Service Manager Construction Unit.
Service Manager – Business Partnering Unit	16/01/19	Report reviewed as part of the finance approval. Confirmed that the funds will come out from the Local Roads Trunk Infrastructure Reserve.

OPTIONS

Option One

That Council resolves to:

1. endorse the allocation of [REDACTED] from the Local Roads Trunk Infrastructure Reserve to fully fund Stage Two of the Collins Street and School of Art Road Upgrade Project as part of the FY 19/20 capital works program; and
2. maintain this report as confidential.

Option Two

That Council resolves to defer the funding allocation for Stage Two of the Collins Street and School of Art Road Upgrade Project.

OFFICER'S RECOMMENDATION

That Council resolves to:

1. endorse the allocation of [REDACTED] from the Local Roads Trunk Infrastructure Reserve to fully fund Stage Two of the Collins Street and School of Art Road Upgrade Project as part of the FY 19/20 capital works program; and
2. maintain this report as confidential until the project is complete.