

# Professional Services Spend Audit&Risk Committee update

Quarter 3 FY 2022 31 March 2022  
Emily Carter & Paddy Cribb

## Professional Services spend

**\$21.3m / 12%**

*Decrease as a percentage of total supplier spend compared to prior years*

## Weather tightness

**\$2.9m / 27%**

*Over a quarter of the operational professional services spend relates to defending weather tightness claims*

## Capital Spend

**\$10.7m / 50%**

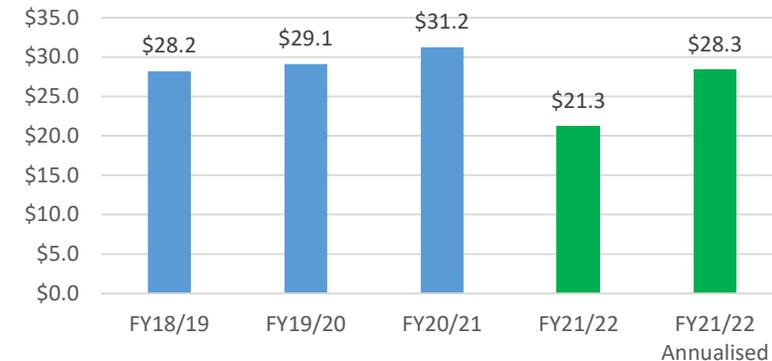
\$4.3M (41%) driven by ten largest capex projects

# Consultancy Cost as % of Supplier Spend

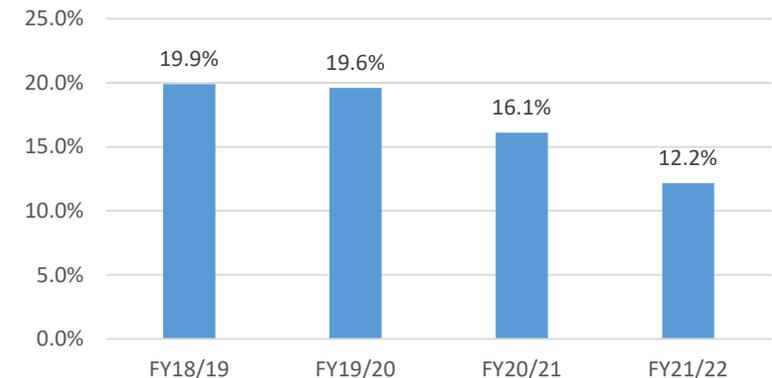
## TREND: DECREASING

- > FY22 Consultant spend for the first 9 months of FY22 is \$21.3m
- > As a percentage of total supplier spend however, Consultant costs have been steadily decreasing.
  - > Reducing from 19.9% in FY19, to 19.6% FY20 and 16.1% in FY21 and now 12.8% for FY22 YTD.
- > \$21.3M is the spend across both Capex and Opex
  - > Half being driven by Opex \$10.6m (50%) and of this \$2.9m relates to weather tightness (Wynn Williams, GHD Ltd, Hadley Consultants, Lane Neave and Simpson Grierson).

Professional Services Spend - \$m



Professional Services Spend %



# Overtime report - HR

Jan-22						
Directorate	Total additional hours Jan	Total Jan Over/Under Hours as an FTE	Vs Last Month	Actual FTE	Over/Under Hours FTE v FTE	Annualised FTE
Community Services	238.5	3.0	-1.1	140.4	2.1%	0.75
Corporate Services	-5.0	-0.1	-3.5	79.3	-0.1%	-0.02
Finance, Legal & Regulatory	-88.7	-1.1	-2.7	54.9	-2.0%	-0.28
Planning & Development	-17.5	-0.2	-1.0	91.2	-0.2%	-0.05
Property & Infrastructure	34.9	0.4	-3.2	56.6	0.8%	0.11
<b>TOTAL</b>	<b>162.3</b>	<b>2.0</b>	<b>-11.4</b>	<b>422.4</b>	<b>0.5%</b>	<b>0.51</b>

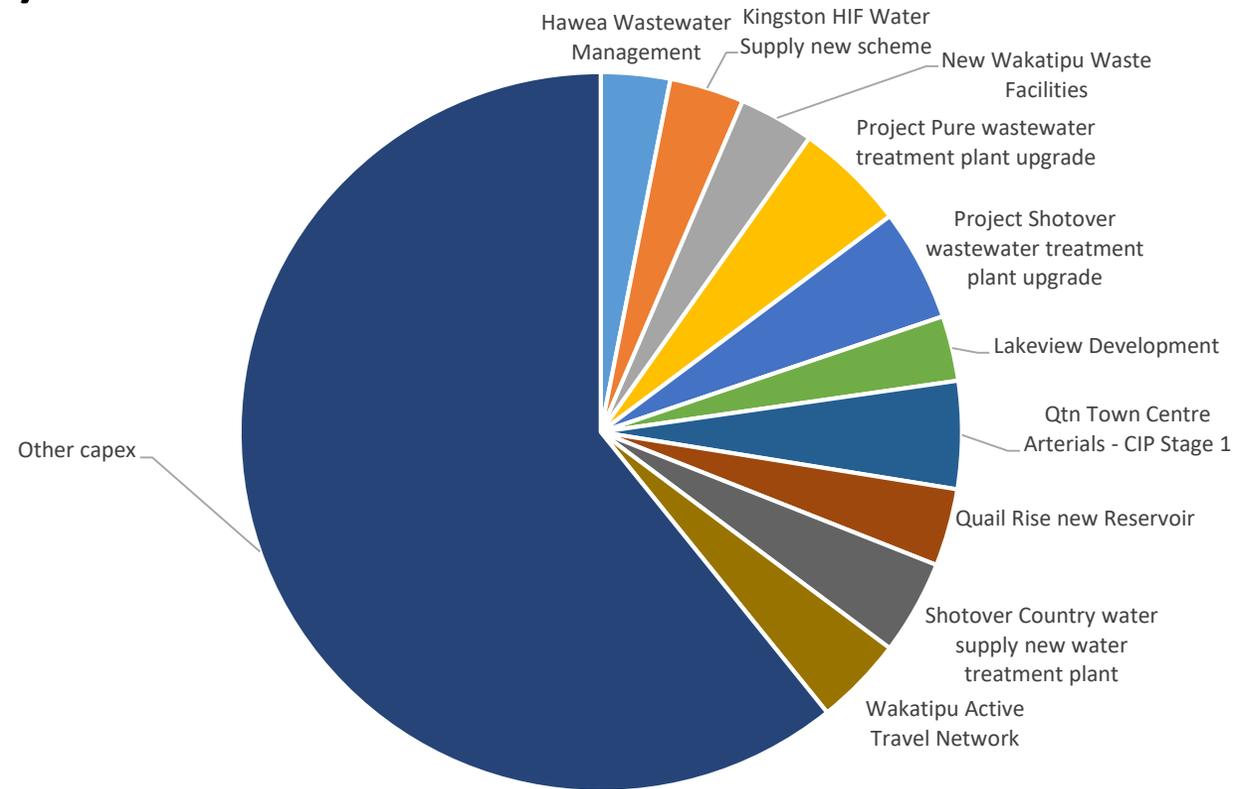
Feb-22						
Directorate	Total additional hours Feb	Total Feb Over/Under Hours as an FTE	Vs Last Month	Actual FTE	Over/Under Hours FTE v FTE	Annualised FTE
Community Services	338.9	4.2	1.3	137.2	3.1%	1.06
Corporate Services	251.8	3.2	3.2	81.7	3.9%	0.79
Finance, Legal & Regulatory	106.3	1.3	2.4	55.0	2.4%	0.33
Planning & Development	135.0	1.7	1.9	93.3	1.8%	0.42
Property & Infrastructure	273.6	3.4	3.0	55.0	6.2%	0.85
<b>TOTAL</b>	<b>1105.7</b>	<b>13.8</b>	<b>11.8</b>	<b>422.1</b>	<b>3.3%</b>	<b>3.46</b>

Mar-22						
Directorate	Total additional hours Mar	Total Mar Over/Under Hours as an FTE	Vs Last Month	Actual FTE	Over/Under Hours FTE v FTE	Annualised FTE
Community Services	427.8	5.4	1.1	134.0	4.0%	1.34
Corporate Services	289.5	3.6	0.5	83.7	4.3%	0.90
Finance, Legal & Regulatory	193.7	2.4	1.1	56.0	4.3%	0.61
Planning & Development	134.5	1.7	0.0	93.3	1.8%	0.42
Property & Infrastructure	482.2	6.0	2.6	55.0	11.0%	1.51
<b>TOTAL</b>	<b>1527.7</b>	<b>19.1</b>	<b>5.3</b>	<b>421.9</b>	<b>4.5%</b>	<b>4.77</b>

# CAPEX Spend by Project

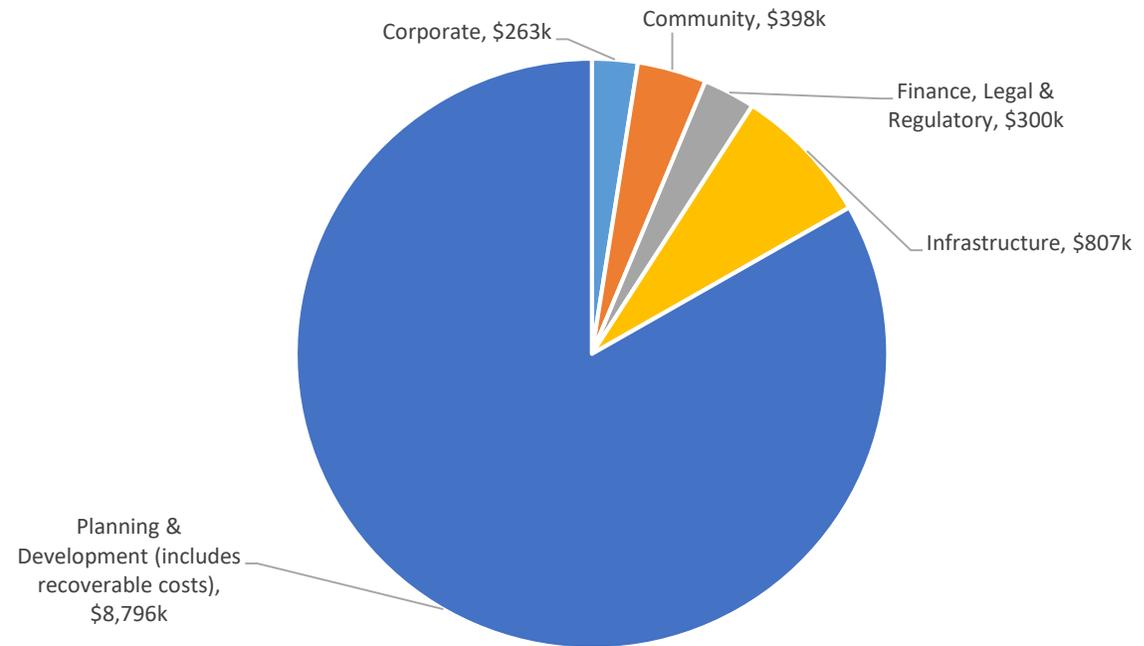
## TOTAL: \$10.7M (50% of total spend)

- > \$4.3M (41%) driven by ten largest projects (*see pie chart*)
- > Other CAPEX represents \$6.4M (59%), spread across 122 projects
- > In total, there are 132 projects with an average spend of \$84k

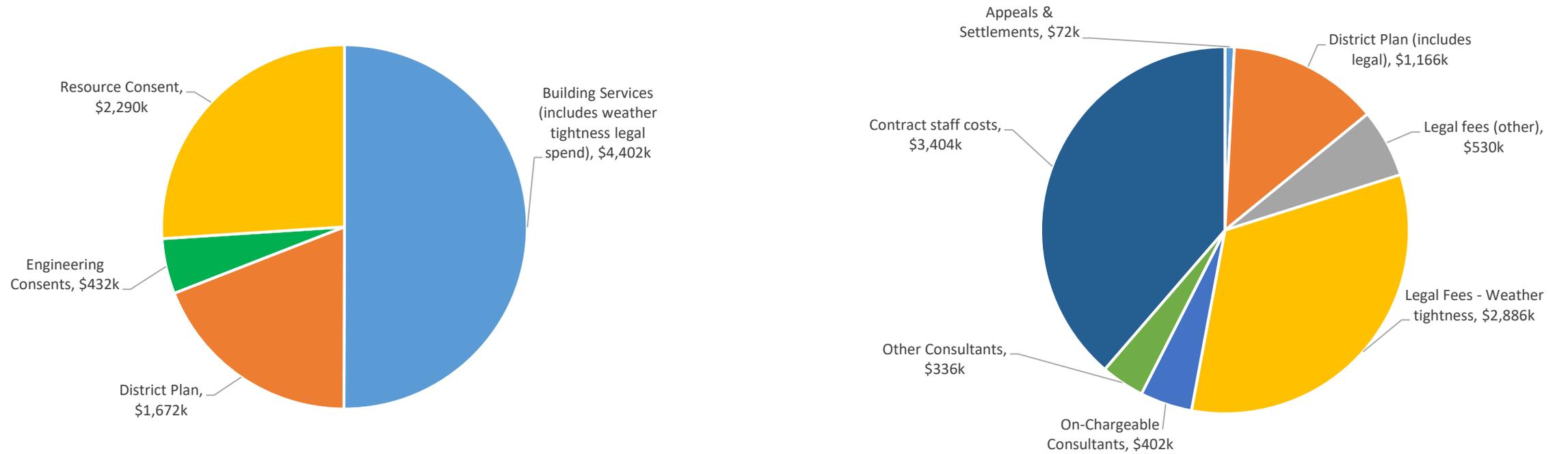


## TOTAL: \$10.6M (49% of total spend)

- > \$8.8M (83%) driven Planning and Development, refer to the next slide for a detailed breakdown



## Planning & Development Spend: \$8.8M



# 10 largest suppliers

#	Supplier	Total spend	Type
1	Wynn Williams	\$ 2,828,631	Weather tightness
		\$ 634,361	Other legal
2	BECA LIMITED	\$ 2,656,323	Design
3	WSP New Zealand Limited	\$ 1,018,799	Design
4	SIMPSON GRIERSON	\$ 937,304	Legal
5	MEREDITH CONNELL BARRISTERS & SOLICITORS	\$ 745,634	Legal
6	Stantec New Zealand	\$ 714,996	Design
7	GHD LIMITED	\$ 664,824	Design
8	RESOURCE CO-ORDINATION PARTNERSHIP LTD	\$ 632,651	Project Management
9	Solutions Team Limited	\$ 595,148	Building services
10	TEAM Projects Advisory LTD	\$ 435,840	Project Management

# 10 largest suppliers per significant project or department

	Amount
<b>Wynn Williams</b>	<b>\$ 3,729,928</b>
District Plan	\$ 65,386
Parks & Reserves - Legal fees	\$ 61,082
Weather tightness	\$ 2,828,631
Resource Consent - Legal fees	\$ 180,587
Other legal fees	\$ 65,870
Engineering Consents - Legal fees	\$ 108,199
<b>BECA LIMITED</b>	<b>\$ 2,656,323</b>
CBD to Frankton Waste Water Reticulation	\$ 226,414
Glenorchy Reservoir upgrade	\$ 104,117
Hawea Wastewater Management	\$ 209,339
Lakeview Development - Transportation	\$ 143,197
Lakeview Storm Water upgrade	\$ 92,838
Marine Parade WWPS upgrades	\$ 183,383
New Wakatipu Waste Facilities	\$ 124,567
Project Pure wastewater treatment plant upgrade	\$ 491,184
Project Shotover wastewater treatment plant upgrade	\$ 414,274
Wakatipu Active Travel Network	\$ 111,517

	Amount
<b>WSP New Zealand Limited</b>	<b>\$ 1,018,799</b>
Glenorchy new water treatment plant and building	\$ 40,595
Luggate Hall Replacement	\$ 72,358
New Footpath Arthurs Point	\$ 26,038
North Wanaka new WW conveyance scheme	\$ 44,810
Reform Stimulus Delivery Plan (3Waters)	\$ 80,825
Tracks and Trails Renewals - Wakatipu	\$ 25,528
Transport Network Management	\$ 24,041
Wakatipu Active Travel Network	\$ 286,335
Wanaka - Road to Zero Minor Improvements	\$ 55,102
Wanaka Lakefront Development Plan	\$ 62,886
Infrastructure - Other Consultants	\$ 37,545
Engineering Consents - Onchargeable Consultants	\$ 47,453
<b>SIMPSON GRIERSON</b>	<b>\$ 937,304</b>
District Plan Review	\$ 811,784
LTP 3 Waters Programme Procurement	\$ 33,470
Resource Consent	\$ 52,819

# 10 largest suppliers per significant project or department

	Amount
<b>MEREDITH CONNELL BARRISTERS &amp; SOLICITORS</b>	<b>\$ 745,634</b>
Cardrona new Wastewater Scheme	\$ 69,891
Cardrona new Water Supply Scheme	\$ 101,159
Civic Heart	\$ 31,999
Glenorchy Reservoir upgrade	\$ 20,165
Kingston HIF Wastewater new scheme	\$ 65,221
Lakeview Development	\$ 16,483
New Wakatipu Waste Facilities	\$ 22,576
North Wanaka new wastewater conveyance scheme	\$ 62,770
Queenstown Arterial - Balance of Route	\$ 41,279
District Plan - Legal fees	\$ 55,940
Resource Consent - Legal fees	\$ 52,470
Parks & Reserves - Legal fees	\$ 31,203

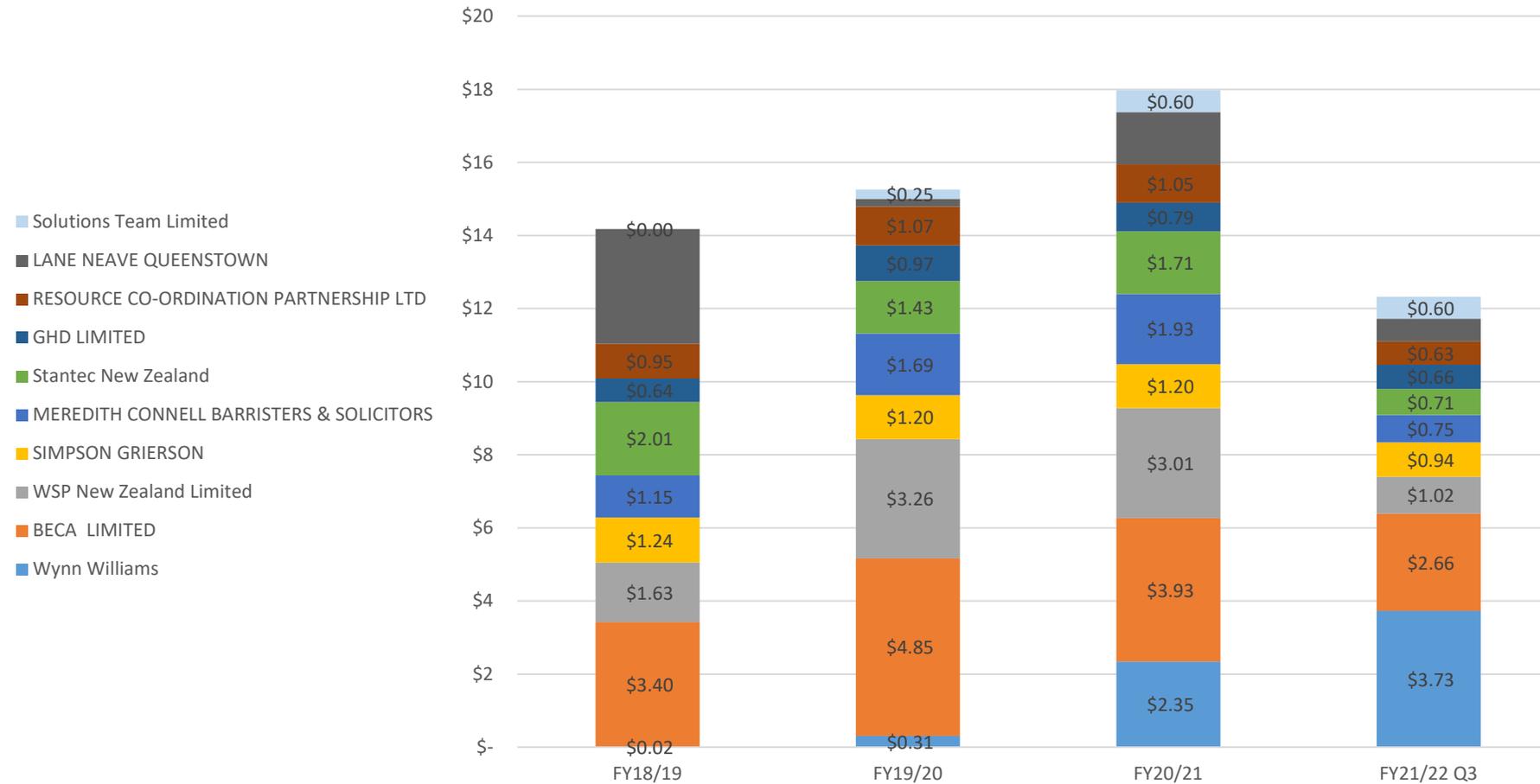
	Amount
<b>Stantec New Zealand</b>	<b>\$ 714,996</b>
Ballantyne Road Reseal	\$ 43,760
LTP 3 Waters Programme Procurement	\$ 149,040
Lucas Place Road Rehab	\$ 25,209
Marine Parade - Implementation	\$ 31,450
Project Shotover Wastewater treatment plant upgrade	\$ 20,252
Reform Stimulus Delivery Plan (3 Waters)	\$ 125,999
Wakatipu/Wanaka - Road to Zero Minor improvements	\$ 132,690
Wanaka Lakefront Development Plan	\$ 10,500
<b>GHD LIMITED</b>	<b>\$ 664,824</b>
Beacon Point new Reservoir	\$ 98,541
Masterplanning - Wanaka (Water Supply)	\$ 20,995
Qtn Town Centre Arterials - CIP Stage 1	\$ 100,400
Quail Rise new Reservoir	\$ 264,626
Transport asset management plan	\$ 28,500
Western Wanaka Level of Service (Water Supply)	\$ 118,000

# 10 largest suppliers per significant project or department (cont.)

	Amount
<b>RESOURCE CO-ORDINATION PARTNERSHIP LTD</b>	<b>\$ 632,651</b>
BP Roundabout - Kawarau Bridge Retic (Water Supply)	\$ 42,090
Glenorchy Reservoir upgrade	\$ 40,298
Lakeview Development	\$ 123,600
Lakeview Storm Water upgrade	\$ 27,390
New Wakatipu Waste Facilities	\$ 53,370
Recycle centre plant upgrade	\$ 25,380
Shotover Country new water treatment plant	\$ 157,693
Wanaka Lakefront Development Plan	\$ 35,845
<b>Solutions Team Limited</b>	<b>\$ 595,148</b>
Building Services	\$ 595,148
<b>TEAM Projects Advisory LTD</b>	<b>\$ 435,840</b>
Beacon Point new Reservoir	\$ 68,835
Lucas Place SW upgrades existing pipes	\$ 26,750
Luggate Water Supply Scheme (WS)	\$ 72,435
Project Shotover WWTP upgrade	\$ 81,840
Quail Rise new Reservoir	\$ 88,400
Shotover Country WS new WTP	\$ 30,750

# 10 largest suppliers

10 largest suppliers year on year  
\$'000



# Prior years comparison spend

Creditor Name	2020:21 Amount	Type
BECA LIMITED	3,925,811	Design
WSP New Zealand Limited	3,006,167	Design
Wynn Williams	2,320,820	Legal
MEREDITH CONNELL BARRISTERS & SOLICITORS	1,925,913	Legal
Stantec New Zealand	1,710,434	Design
SIMPSON GRIERSON	1,195,073	Legal
JACOBS NEW ZEALAND LIMITED	1,157,265	Design
Candor3 Limited	1,088,295	Design
RESOURCE CO-ORDINATION PARTNERSHIP LTD	1,036,099	Project Management
GHD LIMITED	785,539	Design
<b>Total</b>	<b>18,151,416</b>	

Creditor Name	2018:19 Amount	Type
BECA LIMITED	3,399,547	Design
Stantec New Zealand	2,005,927	Design
WSP New Zealand Limited	1,629,062	Design
SIMPSON GRIERSON	1,237,237	Legal
MEREDITH CONNELL BARRISTERS & SOLICITORS	1,151,029	Legal
Professional Building Consultants Limited	994,563	Building services
DSC Group Limited	979,279	Building services
RESOURCE CO-ORDINATION PARTNERSHIP LTD	954,090	Project management
HARRISON GRIERSON CONSULTANTS LTD	953,121	Design
FLUENT INFRASTRUCTURE SOLUTIONS LTD	777,107	Design
<b>Total</b>	<b>14,080,962</b>	

Creditor Name	2019:20 Amount	Type
BECA LIMITED	4,853,378	Design
WSP New Zealand Limited	3,264,184	Design
JACOBS NEW ZEALAND LIMITED	1,807,330	Design
MEREDITH CONNELL BARRISTERS & SOLICITORS	1,686,750	Legal
Stantec New Zealand	1,432,807	Design
SIMPSON GRIERSON	1,203,190	Legal
RESOURCE CO-ORDINATION PARTNERSHIP LTD	1,069,766	Project management
GHD LIMITED	972,902	Design
Professional Building Consultants Limited	684,635	Building services
WT PARTNERSHIP	528,975	Cost management
<b>Total</b>	<b>17,503,918</b>	