

ADDENDUM E: REVISED ALLOCATIONS AND GUIDANCE (FOR YEARS 22/23 AND 23/24)

SM018 THREE-YEAR PLAN INSTRUCTIONS MANUAL 2021–24

11 October 2021

Version 1

Purpose

The purpose of this clarification is to give some guidance to Maintenance and Operations teams in delivering the 2021-24 NLTP renewals programme.

Background

Following an extensive moderation process, the allocations for the 21-24 NLTP period were released in July. Based on indicated financial constraints, funding was provided to the sum of \$2.464 billion. Debt funding and Board approval has enabled this to increase to \$2.804 billion, but carries with it future risk, drawing directly from future GPS's requests. As such we must all ensure any drawing down on these funds demonstrates value for money and improves the network pavement and surfacing condition.

Allocations

Year 1 allocations remain unchanged (not including any Change Management Records processed since allocation in July).

This additional funding provides an opportunity to reinstate a significant proportion of renewal activities to the year 2 and 3 programmes that had previously been tensioned.

Reinvestment has been targeted to the following activities:

- WC212 Sealed Road Surfacing renewals
- WC213 Drainage renewals
- WC214 Sealed Pavement Rehabilitation renewals
- WC215 Structures renewals

With that in mind, the May optimised NLTP was re-examined and where possible, particularly for Surfacing and Pavement renewals, a return to the total 3-year submission has been targeted.

Example scenario:

WC 212/214 May "Optimised NLTP 21-24"	\$10m	\$10m	\$10m	total \$30m
July 2021 Allocation	\$7.5m	\$7.5m	\$7.5m	total \$22.5m
October revised NLTP		\$7.5m	\$12.5m	\$10m
total \$30m				

2022.23 and 2023.24

New allocation tables will be provided to the TempoBox / InfoHub folders by **18th October**. These include the July Allocation value and then additional columns reflecting the revised October 2021 allocations and variance columns, to allow for ease of identifying where these changes have been made.

The additional allocation cannot be transferred or utilised on other activities or Work Categories.

	Previous Year 1	Previous Year 2	Previous Year 3	Updated Year 1	Updated Year 2	Updated Year 3	Variance Yr 1	Variance Yr 2	Variance Yr 3
\$	8.70	\$ 8.70	\$ 8.70	\$ 8.70	\$ 8.70	\$ 8.70	\$ -	\$ -	\$ -
\$	135.26	\$ 135.26	\$ 135.26	\$ 135.26	\$ 310.00	\$ 310.74	\$ -	\$ 174.74	\$ 175.48
\$	22.97	\$ 22.97	\$ 22.97	\$ 22.97	\$ 22.97	\$ 22.97	\$ -	\$ -	\$ -
\$	-	\$ -	\$ -	\$ -	\$ 90.00	\$ 90.00	\$ -	\$ 90.00	\$ 90.00
\$	-	\$ -	\$ -	\$ -	\$ 5.00	\$ 5.00	\$ -	\$ 5.00	\$ 5.00
\$	15.00	\$ 15.00	\$ 15.00	\$ 15.00	\$ 15.00	\$ 15.00	\$ -	\$ -	\$ -
\$	8.70	\$ 8.70	\$ 8.70	\$ 8.70	\$ 8.70	\$ 8.70	\$ -	\$ -	\$ -
\$	9.74	\$ 9.74	\$ 9.74	\$ 9.74	\$ 9.74	\$ 9.74	\$ -	\$ -	\$ -
\$	-	\$ -	\$ -	\$ -	\$ 70.00	\$ 70.00	\$ -	\$ 70.00	\$ 70.00

Note – the allocation of the funding into Year 2 and Year 3 was an estimate only and not indicative of an agreed programme. Programmes and Detailed Annual Plans will still be required.

Programme

As the additional funding targets specific activities, the actual changes to 21-24 NLTP programmes previously prepared will be largely untouched.

The Asset Investment Advisors and TAIT Team are reviewing the May optimised programme and doing a smoothing exercise to re-spread the additional funding for Resurfacing and Rehabilitation renewals, this does not require a full resubmission or rewrite of the 21-24 NLTP already submitted.

You may wish to take the time to review 22.23 and 23.24 variances in preparation for final adjustments and submission of the Detailed Annual Plan programmes in March and April.

Timeline and Key Dates

Action	Detail	By Who	By When
Juno Surfacing review	October Optimised Prog. 2022.23 & 2023.24	AIA – with assistance of NM	23 rd October
	The TAIT Team, under Jack Hansby and Roger Bailey’s guidance, are preparing a “October Optimised Programme” which is based off of the May programme, adjusting for the reduced 21.22 programmes. With as minimal change, light touch, as possible.		

Surfacing & Rehab prog.	WC212/214 programmes complete for Years 2 & 3	AIA	30 th October
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The October Optimised Programme is to be submitted for resurfacing and renewals as indicative Baseline Programme in Juno.

THIS WILL ALLOW US TO CONFIRM PAVEMENT & SURFACING RENEWALS PROGRAMME YR 2 & 3

NLTP Programmes reviewed	All other programmable activities updated	NM and Contract team	31 st March
The remaining programmable activities with variance to funding are to have reviewed by Contract team and NM.			

Detailed Annual Plan	Annual Plan submitted	All teams	30 th April
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Revised and agreed Detailed Annual Plan programmes (all activities) submitted for 22.23

For further information see also [Addendum D: Renewals - Opportunities and Guidance](#) or contact Performance and Standards NOC.Performance@NZTA.govt.nz