

# **LORD HOWE ISLAND BOARD**

## **Business Paper**

### **OPEN SESSION**

#### **ITEM**

Airport Terminal Upgrade Project Update

#### **RECOMMENDATION**

It is recommended that the Board note the report.

#### **BACKGROUND**

The project has been underway since March 2016, and consists of two distinct components:

1. Project and Construction Management, and Design Services; and
2. Construction.

The project budget was initially established at \$1,981,604 (excl. GST). The costs for the project have increased to approximately \$2,500,000 (excl. GST). The funding for the project is being sourced through:

- |   |                                  |
|---|----------------------------------|
| 1. Infrastructure NSW - Restart NSW funding | - \$1,800,000                    |
| 2. Board Capital 16/17                      | - \$130,000                      |
| 3. Board Capital 17/18                      | - \$450,000                      |
| 4. Rodent Eradication Project               | - \$150,000                      |
| <b>TOTAL</b>                                | <b>- \$2,530,000 (excl. GST)</b> |

STEA Astute Architecture P/L were the successful tenderers for the Project and Construction Management and Design Services Contract and commenced work on the project at the beginning of July 2016. The development application was approved in 22 November 2016 and with Ministerial approval the tender for the construction of the new terminal was awarded to HSG Constructions Pty Ltd in early June 2017.

The temporary facilities for check-in and kiosk commenced operation on 6 June and the old building was demolished. Construction of the new airport terminal commenced on 26 June 2017.

#### **CURRENT POSITION**

The foundations of the new Airport Terminal have been completed, with the concrete pad footings for the structural columns poured and the major underground services installed. The new concrete floor slab has been poured. The rolled aluminium roofing material and structural steel elements arrived in early August, and the roofing structure is in installed with

only bracing still to be completed. The construction has now moved onto the timber framing stage which is expected to be in place by the early September 2017.

The temporary terminal facilities have received further improvement with a stronger one-piece canopy covering the passenger seating area and providing improved shelter from the wet weather. The Board has also purchased a new 7m x 7m marquee which will be installed adjacent to the existing portable buildings, and provide all weather protection for passengers when the plane schedule increases in September.

The builder has voiced some concern with a number of RFI's (request for information) not being responded to by the architect in a timely fashion, this has been followed by LHIB staff to expedite the matter. Otherwise the project is progressing well with completion still expected in December 2017.

### **RECOMMENDATION**

It is recommended that the Board note the report.

**Prepared:** John Teague, Manager Infrastructure & Engineering Services

**Endorsed:** Penny Holloway, Chief Executive Officer