

Estate Planning NZDF

Defence Estate Regeneration Programme Plan (D.E.R.P.)

The final frontier ?

Welcome and Intros

- You will recognise us
- Small team
- Diverse backgrounds
- One goal / our purpose



Source: Defence Estate Regeneration PDF, page 5 & 11. Total number includes Reserve Forces.



- Exciting times
- Spread our message
- Talk about the journey

<http://campsandbases.nzdf.mil.nz>

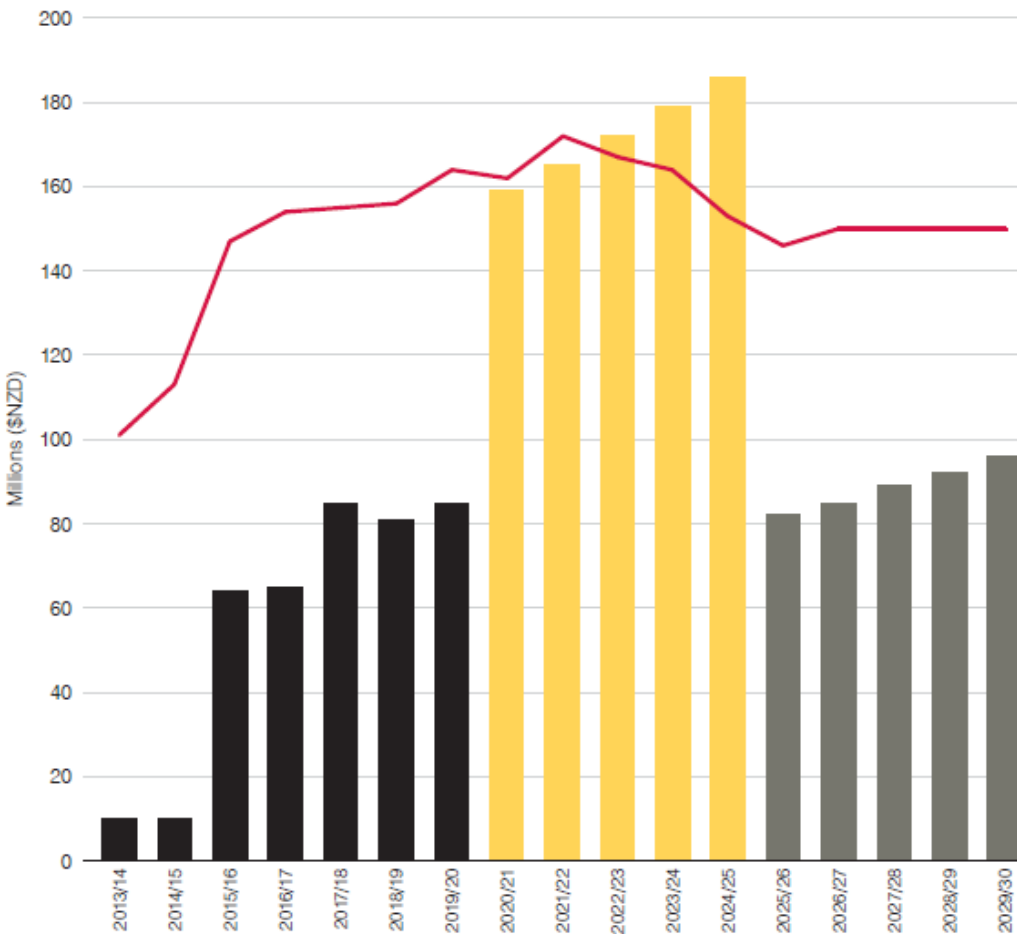
Contents

Exciting times ahead – change required	~ 3 min
What do we have?	~ 1 min
Gathering the information	~ 2 min
Indicating infrastructure spend to 2030	~ 4 min
What changes are happening?	~ 7 min
Evaluation	~ 3 min
What Next? / Q+A	

Why change was needed

ESTATE AND INFRASTRUCTURE

Indicative Estate Regeneration investment profile 2013/14 – 2029/30



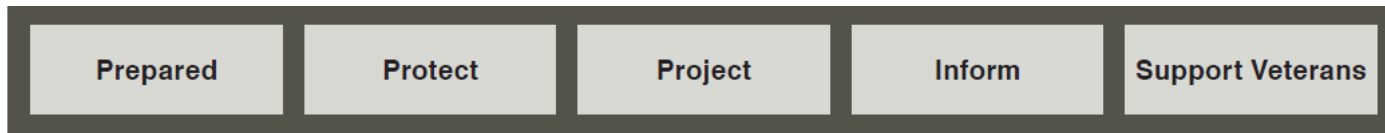
Why change was needed

- Legacy estate, most at or nearing end of design life
- Retain presence in all camps and bases
- Indicative funding of \$1.7B CAPEX and \$2.5B OPEX
 - Defence White Paper 2016
- Competition for \$\$\$
- Difficulty engaging stakeholders and gaining strategic consensus
- New process to consider these projects
 - \$10m p.a. to \$184m p.a. (at its peak)

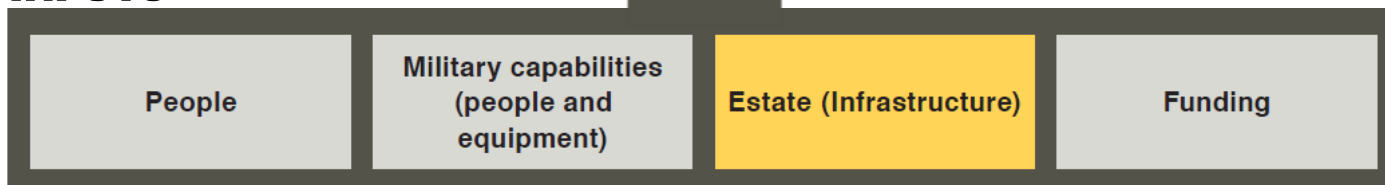
Where is NZDF now ?

- Estate Strategic Frameworks for each Camp and Base
- **Defence Estate Regeneration Plan** approved by cabinet including:
 - Indicated \$1.7bn capital spending
 - Indicated sequence of projects to 2030

OUTPUTS



INPUTS



Where is NZDF now ?

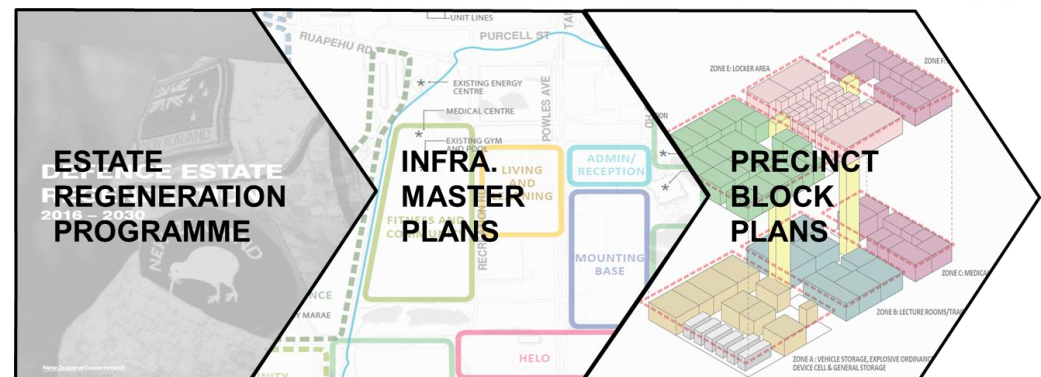
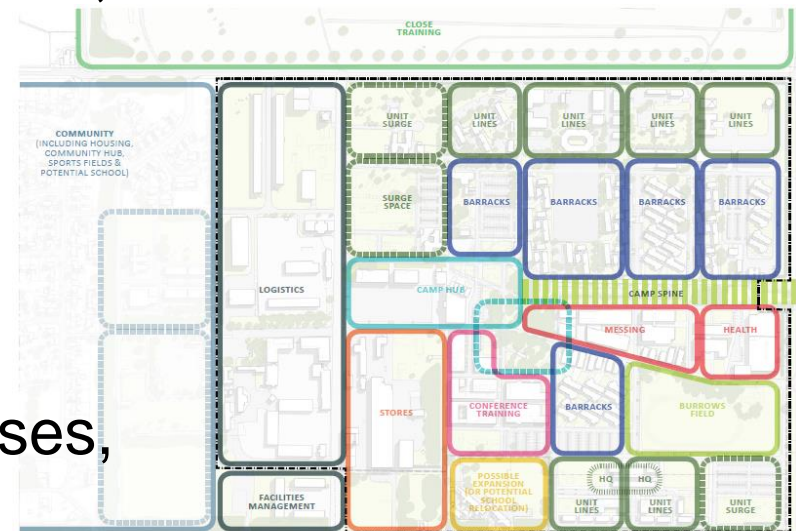
ESTATE AND INFRASTRUCTURE



- Beginning consultation with delivery parties – industry engagement forum held **29 Nov 16**
- New operating model for Defence Estate and Infrastructure to manage/support additional outputs

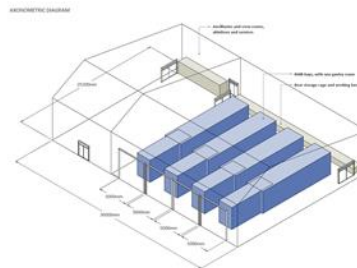
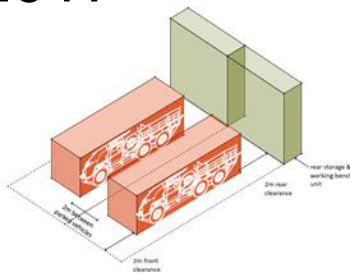
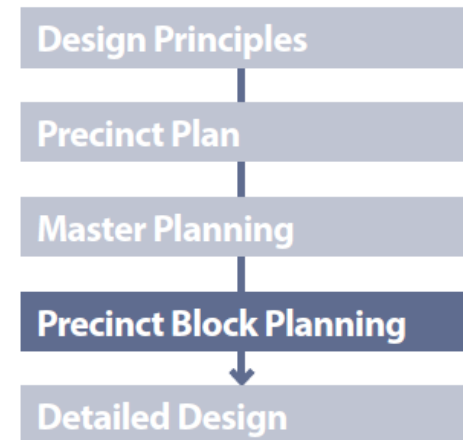
Master Plans

- Documents which identify precincts, using urban planning principles
- Considers strategic and site requirements
- Completed for all camps and bases, identifying site project requirements
- Refresh underway



Precinct Block Plans

- Considers feasibility, massing and initial scoping
- Identifies best location based on known parameters
- Provides data and information to support business case processes
- Recently advertised on GETS, due to commence July 2017








The view to 2030

Defence Estate Regeneration Programme Plan (DERP)

- Approved by Cabinet on **08 August 16**
 - Identifies effort and location of spending
 - Identifies project opportunities across NZ
- Announced to public on **19 August 16**



INVESTMENT MIX	
Investment Type	%
Compliance	>1% 
Relocation	~3% 
New	~20% 
Upgrade	~9% 
Replacement	~67% 

<http://campsandbases.nzdf.mil.nz>

What does this mean for us?

- Opportunities for partnering with industry
- Alternative delivery opportunities
- Programme decisions for:
 - Project type
 - Project value/size



But ultimately:

- A sustainable and modern
Defence Estate



Risks

- Delays:
 - in approvals
 - in documentation
 - in delivery
- Saturated market(s) and appetite to deliver
- Internal NZDF and industry capability and capacity
- Changing geopolitics

What next ?



- Interim monitoring and reporting
- Investigation of alternative delivery mechanisms
- 2018 refresh of the Estate Regeneration Plan to validate and confirm the projects to years to FY24/25
- An alliance outcome **in 2018**

Benefits

- Asset portfolio optimisation and consolidation
- High quality and fit-for-purpose assets
- Opportunities for AOG and/or private sector asset development
- Reduced maintenance legacy
- A safe, modern and affordable Defence Estate



Conclusion / Thanks!

Over \$200M projects to be tendered within the next 3-5 years

Impact assessment of new technologies, threats and sustainable architectures.

**Check latest news and updates on
<http://campsandbases.nzdf.mil.nz>**

Market procurement opportunities will be advertised through GETS: www.gets.govt.nz

