
Report To: Education & Lifelong Learning Committee **Date:** 6 September 2011

Report By: Corporate Director Education and Communities and Chief Financial Officer **Report** EDUC/35/11/EM

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Subject: Capital Programme 2011 – 15/16 - Progress

1.0 PURPOSE

- 1.1 The purpose of the report is to update the Committee in respect of the status of the projects forming the Education Capital Programme and to highlight the overall financial position.

2.0 SUMMARY

- 2.1 This report advises Committee in respect of the progress and financial status of the projects within the overall Education Capital Programme.
- 2.2 The Capital Programme reflects the revised School Estate Funding Model approved by Committee on 7th September 2010 and covers the period 2011-2015/16.
- 2.3 Overall the Committee is projecting to contain the costs of the 2011-15/16 Capital Programme within available budgets.
- 2.4 Appendix 1 contains details of the projected spend and cashflow for the Capital Programme over the 4 years of the current programme.

3.0 RECOMMENDATIONS

- 3.1 That the Committee note the progress on the specific projects detailed in Appendix 1.
- 3.2 That the Committee approve the addition of the new projects detailed in Section 11.
- 3.3 That the Committee approve the issue of tenders and grant delegated authority to the Head of Legal & Democratic Services to accept the lowest acceptable tender, provided the cost is within the approved project budget, for the new projects detailed in Section 11.4 and 11.5.

Albert Henderson
Corporate Director Education
& Communities
12th August 2011

Alan Puckrin
Chief Financial Officer
12th August 2011

4.0 BACKGROUND

- 4.1 This report shows the current position of the approved Education Capital Programme reflecting the allocation of resources approved by the Committee at the meeting on 7th September 2010. This allocation forms the basis of the School Estate Programme to completion.
- 4.2 The School Estate Strategy approved by the Committee gives a comprehensive programme which will enable the Council's entire school stock to be modernised. The programme runs for more than 17 years. The Education Capital Programme detailed in this report shows details of projects which will incur expenditure up to March 2016.
- 4.3 It should be noted that a review of the School Estate Funding Model is being carried out and will be reported to the next Committee.

5.0 PPP SCHOOLS PROJECT

- 5.1 Although they do not form part of the Capital Programme the PPP schools are a significant part of the School Estate Management Plan and it is appropriate to report on the progress of building works in this report.
- 5.2 Notre Dame High School and Clydeview Academy achieved service availability on the 4th May 2011. Notre Dame High School opened to pupils on the 6th June and Clydeview Academy on the 30th June. The Contractor has attended to the outstanding snagging over the summer holiday period and has made very good progress.

6.0 PRIMARY SCHOOL REFURBISHMENTS

- 6.1 The Refurbishment of Earnhill for St. Andrew's Primary School commenced on site on 30th August and works are progressing on site. The project is on budget. The original contract completion date was 29th July 2011. As previously reported to this Committee the Contractor is behind programme. The last reported revised date for completion was mid September, however, the Contractor is now reporting a further delay mainly due to the progress of the external rendering sub contractor. The projected completion date is now 10th October. The transfer and amalgamation of the schools will now take place over the October holiday period.
- 6.2 Overton Primary School Refurbishment - The works in relation to the diversion of the existing pressurised water main that runs through the school site are complete. The main Contractor took possession of the site on 12th April with completion anticipated in July 2012. The project is progressing very well on site with the internal stripping out/downtakings complete, partition installation almost complete and first fix services commenced within the existing building. The foundations for the new extension are complete with the steel frame almost complete. The Contractor is currently reporting slightly ahead of programme. The project is within budget.

7.0 PORT GLASGOW SHARED CAMPUS

- 7.1 The formal planning application was submitted to and approved at the June Planning Board. The tenders for the main contract were issued on 12th April and returned on 4th July. The tender evaluation has been completed and the final clarifications are being sought to allow the tender report to be finalised and a recommendation of acceptance made to commence the stand still period prior to formal acceptance. The evaluation has taken longer than originally envisaged as a result of the approach taken by one of the tenderers in respect of their responses to the clarifications. The tender for the park n stride area has been returned and accepted and works will start on 22 August to complete by the end of September. The Employers Agent second stage tenders have

been returned and evaluated with an acceptance being progressed. The project is currently 3 weeks behind programme due to the tender evaluation delays noted above. The project is within budget.

- 7.2 All contracts for the remaining works for the temporary shared campus are either complete or progressing towards completion. The internal works are almost complete. The external works and provision of temporary modular accommodation have been slightly delayed and partially affected by adverse weather but are still programmed to complete for the 16th August.

8.0 ST COLUMBA'S HIGH SCHOOL

- 8.1 The School Estate Team and Design Team have been working together to progress the design and the tender document package. The formal planning application was submitted to and approved by the June Planning Board. Tenders for the off site drainage works have been returned and accepted and will start mid August to complete in September. The project is on programme and being progressed to the revised budget as approved at the March Education and Lifelong Learning Committee. The project has been advertised, expressions of interest received and a short list of Contractors agreed. It is anticipated that tenders will be issued mid August with a return date at the end of September.

9.0 BINNIE STREET CHILDREN'S CENTRE

- 9.1 Tenders for the above were issued in June and returned on 22 July. The tender report has been prepared and an acceptance will be progressed imminently upon receipt of the building warrant. The project is within budget. The project is behind programme and is likely to start on site mid September to complete June 2012.

10.0 MEARNS CENTRE (REFURBISHMENT OF ST LAURENCE'S PRIMARY SCHOOL)

- 10.1 The May 2011 Committee approved the revised scope of the Mearns Centre (Refurbishment of former St. Laurence's Primary School). The Design Team is currently progressing the detailed design of the project. It is anticipated that a site start will be made in November 2011 with completion in August 2012.

11.0 NEW PROJECTS

- 11.1 It is proposed to carry out three new projects as detailed below.

11.2 St. Patrick's Primary School – Reception Alterations

It is proposed to carry out works to address issues with the main reception area. The estimated cost of the work is £9K. This project will be funded from the capital programme contingency 2011/12.

11.3 Lady Alice Primary School – Playground Resurfacing

It is proposed to carry out works to address issues with the condition of the existing playground. The location of the existing bin store is such that refuse vehicles access the playground to carry out the refuse pick-up. The bin store will be re-located to an area adjacent to the existing car park to address this issue but the playground requires large areas of tarmacadam re-surfacing to address the existing damage. The estimated cost of the work is £15K. This project will be funded from the capital programme contingency 2011/12.

11.4 Clydeview Academy – Footpath Upgrading

It is proposed to carry out works to address issues with an existing footway that connects Mallard Crescent with Reservoir Road and runs along the boundary of Clydeview Academy within the Coves Reservoir Nature Reserve. The footpath is in a poor state of repair and requires upgrading including the installation of lighting. A budget cost for this work has yet to be finalised. This project will be funded from and contained within the Capital Programme project allocation for PPP Secondary Schools Roads Improvement works.

11.5 Kilmacolm Primary School – Re-roofing The recent condition survey of the building highlighted that the roof covering is reaching end of life and requires replacement. It is proposed to carry out a full re-roofing including renewal/replacement of any rooflights and associated roof edge works. A budget cost for this work has yet to be finalised, however based on very similar previous projects is estimated to be in the region of £280,000. It is proposed that the £214K 2011/12 lifecycle allowance be utilised for this project with the balance from the 2011/12 contingency. It should be noted that the completion of this work will bring the overall condition rating of the building from “C – Poor” to “B – Satisfactory”. It will also allow the future project allowance for Kilmacolm Primary School to be reduced accordingly, subject to a detailed review of the project scope / cost plan at the appropriate time.

12.0 FINANCIAL IMPLICATIONS

12.1 The approved budget for 2011/12 is £22.862M. The Committee is projecting to spend £22.888m with slippage of £0M (0%) into future years. The slight increase in projected expenditure is as a result of individual project cash flow revisions to reflect updated programmes and cumulative effect of fluctuation in the level of tender returns. It should be noted however that the figures above also do not take into account the tender return position on the new Port Glasgow Shared Campus which has yet to be formally accepted and this will impact upon cash flow and spend projections.

12.2 The spend at 31st July 2011 is £2.006M from a budget of £21.729M. This is expenditure of 9.23% of the budget after 33% of the year. The bulk of expenditure is programmed for later in the year when the large projects have commenced on site i.e. Port Glasgow Shared Campus and St Columba’s High School (Refurbishment of Gourock High School).

12.3 The current budget is £92.405M, made up of £53.499M Supported Borrowing, £30K Capital Financed from Current Revenue and £38.876M Prudential Borrowing. The Current Projection is £92.405M.

Education and Lifelong Learning	Approved Budget £000	Current Position £000	Overspend / (Underspend) £000
Total School Estate	91,105	91,105	-
Total Non School Estate	1,300	1,300	-
Total	92,405	92,405	-

12.5 Please refer to the status reports for each project contained in Appendix 1.

13.0 CONSULTATION

13.1 There are no direct staffing implications in respect of the report and as such the Head of Organisational Development, HR and Performance has not been consulted.

13.2 There are no legal issues arising from the content of this report and as such the Head of Legal and Democratic Services has not been consulted.

14.0 EQUALITIES

14.1 There are no equalities issues.

15.0 LIST OF BACKGROUND PAPERS

15.1 Education Capital Programme Technical Progress Reports August 2011. (A technical progress report is a project specific report which details the financial and progress position for current projects which have a legal commitment).

CAPITAL REPORT APPENDIX 1

COMMITTEE: EDUCATION & LIFELONG LEARNING



Project Name	1	2	3	4	5	6	7	8	9	10	11	12	13	Status
	Est Total Cost	Actual to 31/3/11	Approved Budget 2011/12	Revised Est 2011/12	Actual to 31/07/11	Est 2012/13	Est 2013/14	Est 2014/15	Est 2015/16	Future Years	Start Date	Original Completion Date	Current Completion Date	
	£000	£000	£000	£000	£000	£000	£000	£000	£000	£000				
SEMP - Capital Programme Projects														
Sacred Heart Decant School Upgrade	300	0	0	0	0	101	183	16	0	0	Oct-11	-	Jan-12	
Earnhill PS - Refurbishment	4,064	1,920	2,041	2,041	900	103	0	0	0	0	Aug-10	Jul-11	Oct-11	On site. Completion anticipated 10 Oct.
Overton / Highlanders Refurbishment	4,899	493	3,433	3,433	212	911	62	0	0	0	Oct-10	-	Jul-12	On site. Progressing well - slightly ahead of programme.
Glenbrae Nursery Window Replacement	45	0	15	44	0	1	0	0	0	0	Jun-11	-	Aug-11	On site.
Lady Alice PS Rewire	224	14	224	198	2	12	0	0	0	0	May-11	-	Aug-11	On site. Slightly behind programme.
St Michaels PS Drainage	27	5	30	22	0	0	0	0	0	0	Jun-11	-	Aug-11	On site.
Glenbrae Nursery WC Refurbishment	52	0	35	50	1	2	0	0	0	0	Jun-11	-	Aug-11	On site.
Gourock HS - Refurb for St Columba's	15,701	549	2,567	2,567	189	9,005	3,271	309	0	0	Nov-11	-	Jun-13	On site.
Inverkip PS -Refurb	895	0	295	295	30	556	44	0	0	0	Jul-11	Oct-11	Oct-11	Phase 1 on site. On programme. Further phased work to follow after Oct 2011.
ASN School - New Build	12,304	259	2,940	2,940	0	6,356	2,476	273	0	0	Sep-11	-	Jun-13	Tenders returned. Acceptance imminent.
Road Improvements PPP Secondaries	546	0	227	227	0	319	0	0	0	0	Jun-11	Aug-11	Oct-11	Steps and handrail works on site. Car park on hold pending demolition and traffic survey.
Demolish Greenock Academy	164	0	472	162	8	2	0	0	0	0	Sep-11	-	Nov-11	Tenders returned. Acceptance imminent.
Demolish St Gabriels PS	86	0	125	85	0	1	0	0	0	0	Oct-11	-	Nov-11	Tenders returned. Acceptance imminent.
Demolish Kings Glen PS	221	0	9	9	0	201	11	0	0	0	Mar-12	-	May-12	
PPP Secondary Schools Interactive Boards	395	2	393	393	327	0	0	0	0	0	Apr-11	May-11	May-11	Complete.
Demolish St Stephens HS	558	0	0	0	0	0	530	28	0	0	Jul-13	-	Oct-13	
Demolish Lilybank	124	0	0	0	0	0	117	7	0	0	Jul-13	-	Sep-13	
Balance of Lifecycle Fund	2,006	0	188	214	0	345	359	487	601	0				
Balance of Contingency	805	0	65	405	0	100	100	100	100	0				
Future Projects	9,927	0	0	0	0	201	2,631	1,760	2,580	2,755				
Complete on site	156	0	129	129	0	27	0	0	0	0				
Non Prudentially Funded SEMP	53,499	3,242	13,188	13,214	1,669	18,243	9,784	2,980	3,281	2,755				
SEMP-Prudentially Funded Projects														
Port Glasgow Shared Campus Secondary School	35,292	828	7,701	7,701	305	18,877	7,141	745	0	0	Sep-11	-	Jun-13	Tenders returned. Acceptance imminent.
St Laurences PS - Refurb for Mearns Centre	2,150	0	757	757	8	1,323	70	0	0	0	Nov-11	-	Aug-12	At detail design stage.
Complete on site	134	0	134	134	4	0	0	0	0	0				
	37,576	828	8,592	8,592	317	20,200	7,211	745	0	0				
SEMP-CFCR Funded Projects														
Lilybank Multi Sensory Room Alterations	30	0	30	30	5	0	0	0	0	0	Apr-11	Apr-11	Apr-11	Complete.
	30	0	30	30	5	0	0	0	0	0				
TOTAL SEMP CAPITAL	91,105	4,070	21,810	21,836	1,991	38,443	16,995	3,725	3,281	2,755				
Non-SEMP Prudentially Funded Projects														
Binnie Street Nursery	1,300	80	1,052	1,052	15	165	3	0	0	0	Sep-11	-	Jun-12	Tenders returned. Acceptance imminent.
	1,300	80	1,052	1,052	15	165	3	0	0	0				
TOTAL non-SEMP CAPITAL	1,300	80	1,052	1,052	15	165	3	0	0	0				
TOTAL ALL CAPITAL PROJECTS	92,405	4,150	22,862	22,888	2,006	38,608	16,998	3,725	3,281	2,755				