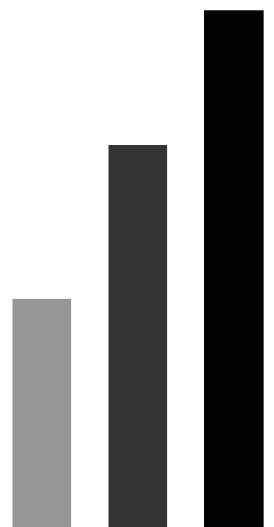


## Agenda 2015

# Environment & Regeneration Committee

For meeting on:

16	June	2015
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**A special meeting of the Environment & Regeneration Committee will be held on Tuesday 16 June 2015 at 3pm within the Municipal Buildings, Greenock.**

GERARD MALONE  
Head of Legal and Property Services

**BUSINESS**

**\*\*Copy to follow**

1. <b>Apologies, Substitutions and Declarations of Interest</b>	<b>Page</b>
<b>PERFORMANCE MANAGEMENT</b>	
2. <b>Environment &amp; Regeneration Capital Programme Update</b> Report by Corporate Director Environment, Regeneration & Resources and Chief Financial Officer	<b>p</b>
<b>NEW BUSINESS</b>	
3. <b>Powerboat P1 Event 2016</b> Report by Corporate Director Environment, Regeneration & Resources	<b>p</b>
4. <b>Broomhill Regeneration</b> ** Report by Corporate Director Environment, Regeneration & Resources	
5. <b>Decriminalised Parking Enforcement – Parking Strategies for Towns and Villages Outside Greenock</b> ** Report by Corporate Director Environment, Regeneration & Resources	
6. <b>Baker Street Road Realignment</b> ** Report by Corporate Director Environment, Regeneration & Resources	
7. <b>Request to Proceed to Tender – Blacksmith Term Contract</b> Report by Corporate Director Environment, Regeneration & Resources	<b>p</b>
8. <b>Property Assets Management Report</b> ** Report by Corporate Director Environment, Regeneration & Resources	
<b>The documentation relative to the following item has been treated as exempt information in terms of the Local Government (Scotland) Act 1973 as amended, the nature of the exempt information being that set out in paragraphs 2, 6 and 9 of Part I of Schedule 7(A) of the Act.</b>	

9.	<b>Waterfront Cinema</b> Report by Corporate Director Environment, Regeneration & Resources seeking approval to provide business development and property assistance support to the Waterfront Cinema	<b>p</b>
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Enquiries to - **Rona McGhee** - Tel 01475 712113

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<b>Report To:</b>	<b>Environment &amp; Regeneration Committee</b>	<b>Date:</b>	<b>16<sup>th</sup> June 2015</b>
<b>Report By:</b>	<b>Corporate Director Environment, Regeneration and Resources and Chief Financial Officer</b>	<b>Report No:</b>	<b>R018/15/AF/EM</b>
<b>Contact Officer:</b>	<b>Eddie Montgomery</b>	<b>Contact No:</b>	<b>01475 712472</b>
<b>Subject:</b>	<b>Environment &amp; Regeneration Capital Programme Update</b>		

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## 1.0 PURPOSE

- 1.1 The purpose of the report is to update the Committee in respect of the proposals for specific allocations within the current Capital Programme and to obtain approval for the progression of major capital projects nearing tender issue stage.

## 2.0 SUMMARY

- 2.1 The report advises Committee in respect of:

- The proposals to utilise unallocated amounts and allowances within the Environmental Services – Non Roads, Leisure Strategy and Core Property Allocation elements of the current Capital Programme.
- The need for approval to issue tenders for, and arrangements for acceptance of, the Pottery Street Vehicle Maintenance Facility and District Court Offices Refurbishment projects.

## 3.0 RECOMMENDATIONS

- 3.1 That the Committee note and approve the allocation of funding to the Coronation Park slipway project as outlined in section 5.0.
- 3.2 That the Committee note and approve the allocation of funding to the Ravenscraig Stadium Floodlighting project as outlined in section 6.0.
- 3.3 That the Committee note and approve the proposals in terms of the Core Property Services allocation and the projects being taken forward as outlined in section 7.0.
- 3.4 That the Committee approve the issue of tenders for the District Court Offices Refurbishment, and grant delegated authority to the Head of Legal & Property Services to accept the lowest acceptable tender provided the cost is within the budget allocation for the project.
- 3.5 That the Committee approve the issue of tenders for the Pottery Street Vehicle Maintenance Building, and grant delegated authority to the Head of Legal & Property Services to accept the lowest acceptable tender provided the cost is within the budget allocation for the project.

Aubrey Fawcett  
Corporate Director  
Environment, Regeneration  
& Resources

Alan Puckrin  
Chief Financial Officer

## **4.0 BACKGROUND**

4.1 In February 2014 the Council agreed to increase the Core Property Allocation to address the necessary investment in the Council's 'Other Property' Assets. The Other Property Assets category includes the following:

- Leisure Trust Managed properties (major maintenance responsibility remains with the Council) including sports facilities, community halls and town halls.
- CHCP Council related properties i.e. resource centres, children's homes etc.
- Cemetery and Crematorium related properties.
- Libraries and Museums.
- Operational properties i.e. lifecycle and major maintenance works not specifically addressed by AMP funding model.

4.2 The current Capital Programme includes unallocated allowances for works at Coronation Park and an unallocated contingency within the Leisure & Pitches (Leisure Strategy) element of the Capital Programme. Both of these allocations are projected to spend in the current financial year and require to be allocated against identified projects as soon as possible to address potential Capital Programme slippage.

4.3 Two major projects within the current Capital Programme will require tenders to be issued in the near future and Committee approval is required in respect of tender issue and the arrangements for acceptance.

## **5.0 CORONATION PARK PORT GLASGOW**

5.1 The current Capital Programme contains an allocation of £250K for works to Coronation Park. As previously reported to Committee £190K of this was allocated to address coastal defence work in the park and that project has now been completed. Further work has been identified as required to address the condition of the existing slipway. A summary of the proposed works is below:

- Break out and replace concrete slipway including rockfill layer.
- Break out and recast slipway joints and edges including new concrete downstand.
- Re-grading slipway.
- Concrete repairs to adjacent outfall pipe encasement.
- Additional safety features (timber kerb, lifebelt stand, belt and heaving line + signage).

5.2 The estimated cost of the project is £100K. There is currently £60K of the original £250K unallocated. It is proposed to allocate £40K from the Core Property Services 2015/16 allocation to take the project forward in the current financial year. The Committee is requested to note and approve this course of action.

## **6.0 RAVENSCRAIG STADIUM**

6.1 The facility has benefited from a refurbishment / upgrade of the stadium and the running track as part of the completed Leisure Strategy projects. The floodlights within the stadium were not addressed as part of these works. An assessment of their condition has highlighted that they are nearing end of life and also have issues in terms of replacing lamps with a requirement for cherry picker in the absence of operational column based lowering mechanisms. Due to the age of the columns they are also susceptible to misalignment following periods of high winds. A feasibility study is currently being undertaken on the options for replacement of the floodlighting which will meet current standards, address the requirement for efficient and cost effective maintenance, and which will improve lighting levels and user control.

6.2 The current Capital Programme contains a Leisure & Pitches contingency of £93K remaining from previous project allocations. It is also anticipated that the final account for the Rankin Park Pitch and Pavilion project will be agreed within the project allocation with a further amount to be added to this contingency. The Committee is requested to approve the progression of a project for replacement floodlighting at Ravenscraig Stadium subject to the cost being contained within the available Leisure & Pitches contingency amount.

## **7.0 CORE PROPERTY ALLOCATION**

7.1 The February Policy & Resources Committee approved the increase of the Core Property Services allocation from £1M per year to £2M to address the investment required in the Council's 'Other Property' Assets i.e. those properties with no specific allocation as part of an existing funding model such as the Offices Asset Management Plan (AMP). This was subsequently confirmed at the Council meeting on 19<sup>th</sup> February. The increased allocation will allow more medium to large scale lifecycle projects to be taken forward in addition to the annual statutory duty and minor works allowances.

7.2 The current condition surveys for the various properties have been reviewed and a prioritised list of projects identified targeted towards either the properties rated in overall Condition C (Poor), or building elements within the property surveys noted as Condition C (Poor). Proposed projects are noted below:

### Port Glasgow Town Hall

- Window replacement (to complete remaining windows not addressed in Phase 1).
- Re-roofing.

### Greenock Cemetery

- Crematorium window replacement.
- Crematorium offices window replacement and minor refurbishment.
- Ivy House refurbishment.

### Waterfront Leisure Centre

- Panic alarm/PA system replacement.

### Greenock Municipal Buildings

- Access study and improvements (note major projects to address roofing and other external fabric works are being programmed for Spring/Summer 2016).
- Minor toilet refurbishment/upgrade.

7.3 The Committee is requested to note and approve the progression of the projects above from the Core Property Allocation. Further projects are being investigated subject to more detailed scoping and will be advised to Committee in due course.

## **8.0 DISTRICT COURT OFFICES REFURBISHMENT**

8.1 The May 2014 Committee approved the progression of the District Court Office Refurbishment project. The design works and tender document preparation have been advanced and the project is nearing tender issue stage. The estimated cost of the works is £2.305M and is contained within the Offices Asset Management Plan element of the current Capital Programme. Permission to issue tenders and approval for delegated authority to accept the lowest acceptable tender is requested.

## **9.0 POTTERY STREET VEHICLE MAINTENANCE FACILITY**

9.1 As previously reported to Committee, a review of the scope and phasing of the remaining projects within the Pottery Street Depot Rationalisation project was undertaken to find savings. The September 2014 Committee previously approved the issue of tenders for the Vehicle Maintenance Building. The review of the projects has altered the scope and the estimated cost

of this phase with a need to update Committee and gain approval for the revised project. The tender documents are nearing completion with a site start anticipated at the end of the year. The revised estimated cost of this phase is £5.249M which is contained in the overall cost for the Pottery Street Depot Asset Management Plan element of the Capital Programme. Permission to issue tenders and approval for delegated authority to accept the lowest acceptable tender is requested.

## 10.0 IMPLICATIONS

### Finance

- 10.1 The approvals requested deal with the necessary permissions to progress projects with existing Capital Programme allocations and identification of projects within existing Capital Programme allowances / contingency amounts.

#### One off Costs

Cost Centre	Budget Heading	Budget Years	Proposed Spend this Report £000	Virement From	Other Comments
Coronation Park slipway	E&R Capital	2015/16	£100		£60k funded from existing budget, further £40k allocated from core Property Services Capital allocation
Ravenscraig Stadium	E&R Capital	2015/16	tbc		Will be contained within existing Leisure Strategy Contingency (£93k) & remainder of Rankin Park budget (£127k less final account).
Various per para 7.2	E&R Capital Property Services Allocation	2015/16	tbc		Contained within core Property Services Capital allocation
District Court Offices	AMP (Offices) Capital	2015/16 – 2017/18	£2,305		Contained within AMP & reported to previous Committee
Pottery St – Vehicle Maintenance Facility	AMP (Depots) Capital	2015/16 – 2017/18	£5,249		Contained within AMP & reported to previous Committee

#### Annually Recurring Costs/ (Savings)

Cost Centre	Budget Heading	With Effect from	Annual Net Impact £000	Virement From (if Applicable)	Other Comments
N/A					



## Legal

10.2 There are no legal issues.

## Human Resources

10.3 There are no human resources issues.

## Equalities

10.4 Has an Equality Impact Assessment been carried out?

X

YES (see attached appendix)

NO - This report does not introduce a new policy, function or strategy or recommend a change to an existing policy, function or strategy. Therefore, no Equality Impact Assessment is required. See below.

Individual projects consider DDA issues as part of the development of the detailed designs and Building Standards approval (where required). There are no equalities issues.

## Repopulation

10.5 The delivery of the projects identified in this report will assist in making Inverclyde a more attractive place to live and hence contribute to the Council's repopulation agenda.

## 11.0 CONSULTATION

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

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

## 12.0 LIST OF BACKGROUND PAPERS

12.1 Corporate Property Condition Surveys 2014.  
Coronation Park Slipway Condition Report and Feasibility Study.

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<b>Report To:</b>	<b>Environment and Regeneration Committee</b>	<b>Date:</b>	<b>16<sup>th</sup> June 2015</b>
<b>Report By:</b>	<b>Corporate Director Environment, Regeneration &amp; Resources</b>	<b>Report No:</b>	<b>R017/15/AF</b>
<b>Contact Officer:</b>	<b>Aubrey Fawcett</b>	<b>Contact No:</b>	<b>712762</b>
<b>Subject:</b>	<b>Powerboat P1 Event 2016</b>		

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## 1.0 PURPOSE

- 1.1 This report sets out a proposal for Inverclyde Council and Riverside Inverclyde to jointly host the first Powerboat P1 Scottish Grand Prix of the Seas on a free-to-view basis.

## 2.0 SUMMARY

- 2.1 The Powerboat P1 Grand Prix of the Seas is an international high profile event that has never been held in Scotland. The five locations UK Championships series to date have been held in England and Wales. The Inverclyde event would be named "Scottish Grand Prix of the Seas 2016". Powerboat P1 is the world's leading marine motorsport promoter, successfully staging more than 200 events in 17 countries on 3 continents since 2003.
- 2.2 The weekend event would promote Inverclyde worldwide (including a branded boat), boosting our profile for mobile investment and showcasing Inverclyde, thereby providing a unique platform for enhanced economic growth, consistent with the Single Operating Plan.
- 2.3 The initial work on the costs of hosting the entire event (onshore and offshore) produces a very approximate estimate in the region of £160,000, excluding VAT. Work is ongoing to determine a definitive cost for the event over the next couple of months. Should this figure exceed the amount identified, a full report will be brought back for consideration. An opportunity may exist for partnership funding from Visit Scotland and commercial sponsorships that could reduce the risk and Inverclyde Council commitment.

## 3.0 RECOMMENDATIONS

- 3.1 It is recommended that the Committee:
- Approves, subject to Policy & Resources Committee approval, the Council's involvement in the 50/50 partnership with Riverside Inverclyde to host the first Powerboat P1 Scottish Grand Prix of the Seas event in Inverclyde including approval of:
    - a Council contribution of up to £80,000 excluding VAT; and,
    - the remaining £45,000 budget from Inverclyde Council's Service Level Agreement with Riverside Inverclyde to support tourism-related business development to be re-directed towards this event;
  - Notes that a further report on the outcome of the 2016 event and seeking authority to participate in the 2017 and 2018 events will be submitted to Committee in Autumn of 2016;
  - Supports the concept of the mile-long Inverclyde Showcase accompanying the event;

- Delegates authority to the Corporate Director, Environment, Regeneration and Resources to conclude, agree and deliver:
  - event fee negotiations with Riverside Inverclyde, the Powerboat P1 organisation (including modification to the race route and design of the liveried boat) and, as appropriate, identify resources to support delivery of the event; and,
  - the implementation of the overall project in collaboration with Riverside Inverclyde and procure part or all services, where necessary; and
- Authorises the Corporate Director, Environment, Regeneration and Resources, subject to scrutiny of final estimates and satisfactory conclusion of the above negotiations in consultation with the Chief Financial Officer and the Head of Legal and Property Services, to commit Inverclyde Council funds to co-host this event in June 2016.

**Aubrey Fawcett**  
**Corporate Director, Environment, Regeneration and Resources**

## 4.0 BACKGROUND

- 4.1 Quoting the organisers: “Powerboat P1 is the world’s largest marine motorsport platform, with more than 150 racers participating in national powerboat and jet-ski championships in the USA and UK. The powerboat racing series, P1 SuperStock, is based on a one-design boat powered exclusively by BRP’s Evinrude engines which creates a level playing field and ensures costs are controlled and the sport remains accessible. The jet-ski classes are based on 200hp – 300hp production models, with the full support of Sea-doo, Kawasaki and Yamaha. The close-to-shore race course and fun of the race village means P1 events are designed to excite and entertain, ensuring spectator enjoyment and sponsor value with a significant economic impact for the host venue. The events are shown on Sky Sports in HD. It is also worth noting that P1 is committed to the environment and runs the P1 Marine Foundation, a UK-registered international charity that works to safeguard and restore the marine and coastal environment by raising awareness through education and effective partnerships. Its mission is to deliver effective and inspiring programmes at race events and elsewhere that will increase the understanding and value of marine life”.
- 4.2 The 2015 UK Championships take place Scarborough, Gosport, Hull, Cardiff and Bournemouth.
- 4.3 The Grand Prix of the Seas is very much a spectator sport with the action taking place as close to the shoreline as possible.



- 4.4 Powerboat P1’s Marine Foundation charity works with Powerboat P1 at the UK race events to help promote the race event and highlight the importance of the marine and coastal environment via a number of initiatives that involves the local community, seashore sessions and school

presentations prior to the events. The charity assists P1 in ensuring that race events are staged in line with the ISO14001 environmental management system including recycling, waste surveys, emergency training, and oil spill kits.

4.5 The benefits of hosting a Scottish Grand Prix of the Seas are identified by the organisers as being:

- Global and local media exposure – with television reach into more than 100 countries, Inverclyde’s regeneration projects will be showcased to millions. This will further be supported by an extensive local media and PR campaign with coverage in both mainstream and specialist press.
- Consumer spending – the crowds attending the event will generate additional spend in the local community, including food and beverage sales, retail sales, accommodation and associated travel costs.
- Tourism boost – economic benefits to the local economy come from inbound tourism for the event itself, and additional tourism visits for a period of a year or more afterwards prompted by the national and international exposure. Every P1 event delivers a direct economic impact of £3.2m, including around £1m in global media coverage.

4.6 The Cardiff 2014 report of the impact on the local economy, which is available through Riverside Inverclyde, illustrates the potential immediate benefits for Inverclyde (n.b. the Police Scotland estimate is for up to double the Cardiff crowd):

<b>Tourism &amp; Local Stimulus</b>	
• 37,750 spectators @ £35 per head (subsistence)	£1,321,250
• 1,862 international attendees * @ £175 per head (for 3 days)	£977,812
• P1 racers, friends and family subsistence	£128,320
<b>Total</b>	<b>£2,427,382</b>

\* Based on 5% of attendees (1,862). This is in addition to the 947 P1 direct international bed nights, totalling 2,809 international bed nights

4.7 The key longer-term benefits would be stimulated by the televising of the event to over 100 countries and millions of viewers, and the focus of a mile-long Inverclyde Showcase on the Esplanade – an idea which has excited the Powerboat P1 organisers as a new example of how the Grand Prix of the Seas can be the catalyst for sustainable local business growth - demonstrating innovative best practice partnership between public sector and commercial organisations.

## 5.0 PROPOSAL

5.1 The proposal is for Greenock to host the event on a weekend during June 2016, the favoured option being 17-19 June to coincide with one of the larger cruise ships being berthed at Greenock Ocean Terminal to create the best impact for Inverclyde for the worldwide TV audiences.

5.2 The proposal would see the main events take place off the Esplanade on the afternoons of Saturday 18<sup>th</sup> and Sunday 19<sup>th</sup> June 2016. The Powerboat teams (12-14 anticipated) and the jet-ski teams (up to 40 anticipated) would arrive on the Thursday, with the Powerboat P1 set-up (including a race village area, hospitality, race control centre, race commentary public address system, technical scrutiny, media demonstration rides, etc) taking place on the Friday.

- 5.3 The main action for the public would be on the Saturday and Sunday afternoons, the showcase events being two x 30 minute powerboat championship races on each day. These races are part of a choreographed water spectacle lasting approximately 4 hours, also including a jet ski championship of up to 40 racers plus the world's jet ski freestyle world champion entertaining the crowds between races.
- 5.4 Crowd estimates range from up to 20,000 per day (organisers) to 40,000 per day (Police Scotland). As a preliminary to this report, initial work to determine the practical feasibility of this event for Inverclyde including meetings and discussions have taken place with Inverclyde Council, Scottish Police, Scottish Fire & Rescue Service, Peel Ports, HM Coastguard, Blue Sea Marinas, Greenock Ocean Terminal, and CalMac. To date there is unequivocal support, conceptually, that such an event can be successfully staged in Greenock.
- 5.5 The event fee for hosting this Powerboat P1 event in 2016 is £60,000, with the flexibility for an additional two years' option for Inverclyde (fees being £65,000 for 2017 and £70,000 for 2018).
- 5.6 The event fee covers the preparation, marketing and delivery of the event including:

Accommodation	Insurance	Crane & berthing	Toilets & facilities
Prize money	Timekeeping	Pre-event recess	Fencing / barriers
Transport	Marketing campaign	Emergency services	Volunteers
Race management team	Commentary	Security	Catering
Support vessels	TV Production	PA / sound system	Photography
Access system	TV Distribution (Sky)	Hospitality	PR Activity
Fuel	Event branding	Souvenir programme	Start boat
Radio communications	AA Signage	Environmental programme	Post-event reporting

- 5.7 As the event fee covers only those items associated with putting on the offshore event, it excludes costs associated with onshore activities such as police, stewarding, crowd control, toilet facilities, road traffic management, etc which could be estimated to be in the region of £100,000 (exclusive of VAT) as follows:
- Crowd and traffic control barriers £2,500;
  - Stewarding £15,000;
  - 4 x 114 mobile bleachers for those less able to stand £6,500;
  - Toilets £3,500;
  - Track at Battery Park for park & walk £10,000;
  - Police costs are subject to multiple variables at this early stage, but £25,000 is being used as a ballpark figure only;
  - Inchgreen Park % Ride £10,000;
  - The Inverclyde Showcase mile (see 5.9) £15,000; and
  - Contingency.
- 5.8 Event costs may be mitigated by funding support from Visit Scotland or from commercial (ideally local) sponsorship which would be actively pursued. Such sponsorship may potentially range from full event naming rights, to VIP packages, to media advertising, to the Inverclyde Showcase (see 5.9). Should approvals be given, discussions would also include an Inverclyde liveried competing boat.
- 5.9 Inverclyde Showcase opportunity. It is proposed to close off the Esplanade to traffic and transform this prime viewing area into an Inverclyde Showcase for tourism-related businesses. The vision is for a series of identical outdoor exhibition stands that would stretch along the full length of the

Esplanade, offering a free facility for Inverclyde tourism-related businesses - with priority given to those who have been actively participating in tourism business development with Discover Inverclyde or the Local Area Tourism Partnership, particularly in the subsectors of active leisure, visitor attractions, accommodation and food & drink - to showcase their offerings to the crowds, helping to lay the foundation for attracting sustainable economic growth. It is anticipated that the provision of such a facility could encourage return visits to Inverclyde. It is further envisioned that local unplugged Inverclyde entertainers be strategically placed between every third or fourth exhibit, creating a unique Inverclyde Showcase for our companies.

5.10 The race route will be focused off the Esplanade. Two possible routes have been identified and are under consideration, with dialogue underway between Riverside Inverclyde, Peel Ports and Powerboat P1. These routes are illustrated in Appendix 1.

5.11 Having identified the nature of the offshore event, the vision for the onshore focus, and the initial estimate of £160,000 to host accordingly, attention should now turn to budget profiles.

5.12 Powerboat P1 is proposing that its £60,000 event fee be broken down into two categories:

- An event funding instalment (EFI) of 50% in advance of event, subject to host's approval of Powerboat P1's business and marketing plans for the Inverclyde event; and
- An event performance instalment (EPI) in the aftermath of the event based on spectator attendance and media coverage targets being met (see detail in Appendix 2).

5.13 A budget spend profile for this event is proposed as follows, subject to the caveats throughout the preceding paragraphs of this report:

- 2015/16: EFI (see 5.12) 50% of event cost i.e. £30,000
  - \* £15,000 from Riverside Inverclyde's Marketing & Inward Investment budget
  - \* £15,000 proposed contribution from Inverclyde Council
- 2016/17: EPI (see 5.12) 50% of event cost i.e. £30,000
  - \* £15,000 from Riverside Inverclyde's Marketing & Inward Investment budget
  - \* £15,000 proposed contribution from Inverclyde Council
- 2016/17: Inverclyde Showcase
  - \* £15,000 from Riverside Inverclyde's tourism business SLA with Inverclyde Council
- 2016/17: Stewarding
  - \* £15,000 proposed contribution Inverclyde Council (using existing contracts)
- 2016/17: Crowd related (ie control barriers, bleachers, track for Battery Park parking, toilets, police, Inchgreen park & ride etc) £70,000
  - \* £30,000 from Riverside Inverclyde's tourism business SLA with Inverclyde Council, subject to Inverclyde Council agreement; £5,000 from ri Marketing & Inward Investment budget;
  - \* £35,000 proposed contribution from Inverclyde Council

5.14 The budget (re)allocations can therefore be summarised as follows :

- Inverclyde Council proposed contribution = £80,000;
- Riverside Inverclyde's Marketing and Inward Investment budget = £35,000; and
- Riverside Inverclyde's Tourism Businesses SLA with Inverclyde Council = £45,000, closing out this budget and SLA, subject to SLA modification and allocation approvals from Inverclyde Council.

5.15 The budgetary figures and estimated spend identified throughout this report are all exclusive of VAT. Further investigation may require Riverside Inverclyde or Inverclyde Council to procure different elements of the budget spend profile identified in 5.13 and 5.14 above. Such flexibility of either party procuring the appropriate elements within, or the full set of, the contracts should not compromise the proposed £80,000 contributions from each of Riverside Inverclyde and Inverclyde Council towards the total cost of the event weekend.

## 6.0 CONCLUSION

6.1 With potential benefits for Inverclyde business growth, Inverclyde re-population, and Inverclyde tourism, the Scottish Grand Prix of the Seas can significantly enhance Inverclyde's profile and position the area for realising key objectives within the Single Operating Plan.

## 7.0 IMPLICATIONS

### 7.1 Financial Implications

The financial implications for this report are generally identified in paragraphs 5.13, 5.14 and 5.15 and may be translated as follows:

#### One-off costs

Cost Centre	Budget Heading	Budget Year	Proposed Spend this Report	Virement From	Other Comments
Earmarked reserve	Contingency	2015/16 2016/17	£15,000 £65,000		Subject to P&R approval
Earmarked Reserve	Repopulation	2016/17	£45,000		

#### Annually recurring costs/savings

Cost Centre	Budget Heading	With Effect from	Annual Net Impact	Virement From (if applicable)	Other Comments

### 7.2 Legal

The Head of Legal and Property Services has been consulted on this report.

### 7.3 Human Resources

There are no human resource issues arising from this report.

### 7.4 Equalities

There no equalities issues arising from this report.

YES (see attached appendix)

NO This report does not introduce a new policy, function or strategy or change to an existing policy, function or strategy. No Equality Impact Assessment is required)

### 7.5 Repopulation

This high profile international project can contribute towards the repopulation programme.



## **8.0 CONSULTATIONS**

- 8.1 The Head of Regeneration and Planning has been consulted on this report.
- 8.2 The Head of Environmental and Commercial Services has been consulted on this report.
- 8.3 The Chief Financial Officer has been consulted on this report.

## **9.0 BACKGROUND PAPERS**

- 9.1 A copy of Powerboat P1's Economic Impact Report for the Cardiff Event can be accessed through Riverside Inverclyde.

**APPENDIX 1**

# 2016 P1 Scottish Grand Prix of the Sea



Race route alternative 1(Riverside Inverclyde preferred race route).



Race route alternative 2

## **APPENDIX 2**

### **Powerboat P1 Event Fee Categorisation Proposal**

It is proposed that funding is broken down into two components:

□ An *Event Funding Instalment (EFI)* based on a fixed contribution of 50% of the overall Hosting Fee paid towards event planning and delivery costs. This would be paid as a single instalment in advance of the event and upon approval of the following:

- A confirmed date for the event included on the P1 2016 Calendar.
- A comprehensive business plan for the event incorporating detailed financial information and budget forecasts is agreed between the parties.
- An agreed marketing plan covering print, radio, digital and boat branding for the event that is focused on meeting the goals and objectives of the funding party or parties.

□ An *Event Performance Instalment (EPI)* based on two key criteria following the event:

○ 30% of the fee based on Spectator Attendance Numbers – verified by the local council or a mutually agreeable independent agency as follows:

- 15,000+ spectators
- 17,500+ spectators
- 20,000+ spectators

Note: Further analysis will be done on spectator numbers in due course.

○ 20% of the fee based on Media Coverage – paid immediately following the broadcast of the event in the UK and internationally (typically Sky Sports and Fox Sports).

#### **General P1 Obligations**

- (a) To deliver the event set out in the hosting agreement and event race instructions.
- (b) To present a post-event report within 60 days of the staging of the event providing a full summary of activities and results in support of the EPI.
- (c) To safeguard the funding against fraud.
- (d) To comply with all applicable laws or regulations.
- (e) To put in place and maintain adequate insurances to cover against the risks which may arise in connection with any activity undertaken in delivery of the event.

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<b>Report To:</b> Environment & Regeneration Committee	<b>Date:</b> 16 June 2015
<b>Report By:</b> Corporate Director Environment, Regeneration and Resources	<b>Report No:</b> R019/15/AF/EM
<b>Contact Officer:</b> Eddie Montgomery	<b>Contact No:</b> 01475 712472
<b>Subject:</b> Request to Proceed to Tender – Blacksmith Term Contract	

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## 1.0 PURPOSE

1.1 The purpose of this report is to seek Committee approval for delegated authority to the Head of Legal and Property Services to accept the most economically advantageous offers for Blacksmiths term contracts on behalf of the Council.

## 2.0 SUMMARY

- 2.1 The current term contracts for Blacksmiths work will end on the 1<sup>st</sup> September 2015.
- 2.2 The estimated value of the tender over the period of the contract is in excess of £500,000 which in terms of the Standing Orders requires Committee approval before tenders are issued.
- 2.3 The contract will be advertised to interested parties on the basis of a 70% price 30% quality basis. The contract will have 3 lots with 1 lot for each of the following Services:-
- Property Services
  - Environmental and Commercial Services
  - Health and Social Care Partnership (HSCP)
- 2.4 Tendering in lots will allow suppliers to bid for tranches of work that they otherwise would not have been able to had the lots been aggregated to the total estimated value of £275,000 per annum. This approach will encourage SME bids as firms can only win one lot and increase the likelihood of achieving best value.
- 2.5 Tenders will be advertised on the basis of a 2 year contract (1 year with the option to extend for a further year subject to satisfactory performance).
- 2.6 The current contract ends in September and due to the summer recess there are no Committees available to approve tender awards in time to manage a potential change in contractors and the contract start date. Approval is therefore sought to delegate the acceptance of the most economically advantageous tender to the Head of Legal and Property Services. The details of the awards will be contained within the next 6 monthly report to Policy and Resources on contracts below £500,000.

## 3.0 RECOMMENDATION

3.1 It is recommended that the Committee approve the issuing of tenders in respect of the Blacksmith work for a period of 2 years, with a possible 1 year extension option, and grant delegated authority to the Head of Legal & Property Services to accept the most economically advantageous tenders.

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Aubrey Fawcett  
Corporate Director  
Environment, Regeneration  
& Resources



## 4.0 BACKGROUND

- 4.1 The current contracts for Blacksmith work will end on 1<sup>st</sup> September 2015. The Corporate Procurement Team previously carried out a review of the Council's expenditure on Blacksmith work to ensure that the contract captured the entire Council spend on this type of work, and was structured to encourage participation of SME's with a view to obtaining best value for the Council.
- 4.2 The estimated value of the contract over the potential contract period is in excess of £500,000 which in terms of the Standing Orders requires Committee approval before tenders are issued.

## 5.0 CURRENT POSITION

- 5.1 The contract will be advertised to interested parties on the basis of a 70% price 30% quality basis. As per the previous contract the new contract will have 3 lots with 1 lot for each of the following Services:-
- Property Services
  - Environmental and Commercial Services
  - Health and Social Care Partnership (HSCP)
- 5.2 Tendering in lots will allow suppliers to bid for tranches of work that they otherwise would not have been able to had the lots been aggregated to the total estimated value of £275,000 per annum. This approach will encourage SME bids as firms can only win one lot and increase the likelihood of achieving best value.
- 5.3 Tenders will be advertised on the basis of a 2 year contract (1 year with the option to extend for a further year subject to satisfactory performance).
- 5.4 The current contract ends in September and due to the summer recess there are no Committees available to approve tender awards in time for the contract start. Approval is therefore sought to delegate the acceptance of the most economically advantageous tender to the Head of Legal and Property Services. The details of the awards will be contained within the next 6 monthly report to Policy and Resources on contracts below £500,000.

## 6.0 IMPLICATIONS

### Finance

- 6.1 Financial Implications – Annually Recurring Costs/ (Savings)

Cost Centre	Budget Heading	With Effect from	Annual Net Impact	Virement From (If Applicable)	Other Comments
Property Services	Repairs	1/9/15	Up to £275,000	-	Contain in existing budgets.
Env & CS					
HSCP					

The overall costs of this contract will be contained within existing Budgets.

## **Legal**

6.2 There are no legal issues.

## **Human Resources**

6.3 There are no human resources issues.

## **Equalities**

6.4 There are no equalities issues.

## **Repopulation**

6.5 The progression of the tender identified in this report provides opportunity for local businesses to invest and increase employment and therefore assist with the Council's repopulation agenda.

## **7.0 CONSULTATION**

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

7.2 The Head of Legal and Property Services confirms that the proposals outlined within this report comply with the European Procurement Directives.

## **8.0 LIST OF BACKGROUND PAPERS**

8.1 None.