

EDUCATION, CULTURE AND SPORT SERVICE

CAPITAL PROGRAMME TO 2011/12

Booklet to ECS Committee Report 7 August 2008

Author - Brian Hemming, Estate Strategy Manager ECS
25 August 2008

ECS Capital Programme to 2011/12

1 Introduction.

- 1.1 On 26 June the Council agreed indicative allocations for Strategic Committees to prioritise revised capital programmes. The indicative allocations cover the years up to and including 2011/12. The Council had previously agreed the Budget Working Group's approach to the capital programme review, which sought to update the current programme to take account of revised costings, inflationary price rises, exceptional new pressures and revised project phasing to ensure realistic and deliverable profiles. Officers have been working on revised programme proposals in line with this approach over the past few months and this booklet details information regarding that revised programme..
- 1.2 The indicative Education Culture and Sport Service allocations, agreed by the Council, are as shown below, with 2008/09 adjusted to take account of the capital carry forward from 2007/08 as per the Council's annual accounts for that year.

£million	2008/09	2009/10	2010/11	2011/12	Total
Indicative allocation	27.3	23.8	28.4	33.2	112.7

2 ASSET MANAGEMENT PLANNING

- 2.1 Members will be aware of the corporate approach the Council is taking to developing Asset Management Planning (AMP) through the formation of an asset management team. While this approach will take up to 2 years to deliver, in the interim this ECS proposed capital programme has been developed based upon the School Estate Asset Management Plan (SEMP) which has been in existence since early 2005 and, since that time, has been the driving force behind the management of the Capital Programme with respect to Education facilities.
- 2.2 The Schools Estate Asset Management Plan identified 33 Schools in category D for either Condition or Suitability with category D for both suitability and condition, 7 of which were both category D. 18 of the 33 were classed as in building condition D and 22 in suitability D. There has been significant investment in these properties and, as part of the updating of the SEMP, they have been surveyed where appropriate in line with new guidance issued by the Scottish Government., Whilst some building surveys need to be checked the new position represents a significant improvement in the school estate. Only 2 schools are clearly identified in building condition D and 9 in Suitability D. Only one school, Maryburgh Primary, is now rated as D for both condition and suitability. Appendix 1 provides a summary of this improvement.

2. Current Position

- 2.1 The current ECS 5 year Capital Programme was approved by the ECS Committee on 10 August 2008 with additional information being provided to the Committee of 9 November 2008. The 2006 approved programme is at appendix 2 to this booklet.
- 2.2 It was not possible to bring forward a revised capital plan during 2007 and, as a consequence, where expenditure has needed to be authorised this has been brought forward through the Capital Monitoring reporting process. An example of this is the provision of accommodation for essential school roll purposes at Knockbreck (Tain) and Farr(Inverness) Primary Schools.
- 2.3 In addition to gaining approval for expenditure through the reporting process, a number of other pressures have arisen since 2006 that need to be addressed as part of a revised capital programme. These are set out in the proposed Capital Programme 2008/09 to 2011/12 at Appendix 3.

3 Proposed Capital Programme

- 3.1 The following paragraphs provide a narrative for each major line of the Capital programme to 2011/12 and each paragraph can be referenced to the Capital Programme Report to be considered by Members by using the line number to the left hand side of that spreadsheet at appendix 3.

3.2 Village Halls line 4 and *Leisure Facilities* – Line 6

- 3.2.1 A number of new village halls have been supported through the Highland Council Capital discretionary fund and the Leisure Facilities element of the programme. The following halls have received support

Projects	Total Project Cost	BWG Capital	ECS Capital	EC&S Grants
Tarbat Community Hall	315,613		50,000	
Keiss Hall	615,137	100,000	50,000	
Dornie Community Hall	431,810	50,000		
Minginish Village Hall	554,843	150,000		
Mey Hall	688,580	100,000	50,000	10,000
Arnisdale Ceilidh House	319,900	50,000		10,000
Averon Leisure Centre	47,660	15,000		
Achiltibuie Playing Field	160,000	25,000		
Waternish Village Hall	Not yet known	30,000		
Totals	3,133,543	520,000	150,000	20,000
Total HC Capital (BWG & ECS)			670,000	
% Highland Council Contribution to total project costs			21	

- 3.2.2 Leisure Facilities is a themed allocation with projects identified through the CLL Management team and submitted to the ECS committee annually. The current position is that projects have been identified up until 2009 with work being undertaken to identify the requirements for future years. A list of current projects is at Appendix 4

- 3.2.3 **Highland 2007 Legacy and core programme Projects**
 – **Line 11,12,13,14,15,16,17,18**

3.2.3.1 These projects set out an investment in excess of £32M between now and 2012/13. Feasibility studies and consultations are currently underway for both the Highland Art Gallery and Museum and the Highland Folk Museum.

3.2.3.2 The Highland Archive and Registration Centre is under construction and is due to complete in Sept 2009.

3.2.3.3 Due to the high proportion of grant funding required for the Gallery and Museums these project carry a significant risk to the programme as cost uncertainty is always present in the early stages of any project and a considerable amount of development/design work will have to be undertaken in order to gain certainty of grant funding. Given this circumstance target spending in 2010/11 and 2011/12 may not be met on these two projects.

3.3 **Schools Programme Major Projects – Line 21& 22 – Lochaber high School**

3.3.1 This project has been enshrined in the capital programme and considerable work has gone into this project in the form of consultation, technical studies and programming in order to balance the funding available, operational requirements, affordability and best value. Given this circumstance the project has been split into two phases as follows:-

- i) **Phase 1** - The demolition and new build of sport facilities commenced on 19 June 2008 and will complete early 2010 at a total cost of £7M.
- ii) **Phase 2** - Refurbishment of remainder of school: Currently subject to a technical review in order to ensure that the maximum benefit can be gained from any redevelopment/ refurbishment. The original allocation for the whole project was £11.7 M but due to building cost inflation an additional allocation is required. It is considered that this allocation will bring the school to a an acceptable asset rating of :-
 - a) **Overall Condition A** – Performing well and operating efficiently but some areas in condition B due to level of works being in excess of funds available
 - b) **Suitability A** – Performing well and operating efficiently (i.e. the school building supports the delivery of services to children and the community.

3.3.2 Given that the budget allocation was made in 2006 and that 2 years have elapsed, it is proposed that a revised total allocation be £15.130M which means that a total of £8.130M will be available for phase 2.

3.4 **Mallaig Hostel – Line 23**

3.4.1 Mallaig Hostel is under construction and should complete summer 2009

3.5 **Inverness Secondary Schools – Line 24**

3.5.1 The need for additional accommodation of some form at Culloden Academy and Inverness Royal Academy has been consistently recognised because of population growth in Inverness. However, there is a degree of uncertainty associated with the amount and nature of the accommodation required at the school and therefore an allocation of £4M has been proposed for 2011/12. The Service is currently in consultation with the Planning Service in order to determine the projected school rolls and a consultant has been appointed to contribute to determining future accommodation requirements and capacities.

3.6 Secondary Schools Upgrade Programme- Line 25

3.6.1 This is part of the 2006 approved programme but with proposals for additional funding allocations based upon the priorities approved by ECS Committee on 10 August 2006. Projects, by priority, are as follows:-

- i) Thurso High School Extension Refurbishment and Science Labs – Line 26 – Under construction and due to complete early 2009.
- ii) Nairn Academy SEN Extension – Line 27 – Under Construction and should complete for start of 2008/09 session.
- i) Farr High School Road Works (Bettyhill) – Line 28 – Land acquisition underway and will complete by summer 2009.
- ii) Gross Funding for Future Upgrades – line 29 - total allocation £5.83M to 2011/12 and proposed £11M future years as follows:-

a) *Plockton High School/Nairn Academy – line 30/31* – Both have an equal priority but Plockton feasibility study has completed and is ready to progress to design stage. It is proposed that the design works are to be progressed to tender for Plockton High School and that Nairn Academy Feasibility Study commences in September 2008 with a combined funding allocation of £4.830 with build to run concurrently where progress and the cash flow allows. It is anticipated that work on Plockton (around £3M) would commence mid 2009/10 and complete late 2010/11 with Nairn running 6 to 9 months behind that programme.

b) *Wick High School – Future Upgrade – Line 32* –A ‘Works required Menu’ of £1M to be developed from October 2008 with an on site commencement in summer 2009. Rate of development would need to be concurrent and interdependent upon cash flow for Plockton High and Nairn Academy.

3.7 Primary schools programme – line 33

3.7.1 ***Aviemore Primary School and Conon/ Maryburgh Replacement. – line 35/36***
It has been consistently acknowledged that there is insufficient capacity within the Capital programme to run these projects concurrently and that the need to be developed at least 2 years apart and Members were required to make a decision as to which development goes first when the state of readiness of the respective projects was known.

3.7.2 The feasibility study for a new Aviemore Primary School is complete and stakeholder agreements are in place. The position for a new Conon/Maryburgh Primary School is that the feasibility study has to complete and stakeholder agreements are not wholly in place. Given this circumstance the following way forward is recommended;-

- i) That Aviemore Primary School is developed with construction starting in early/mid 2009.
- ii) That a full options appraisal takes place upon Maryburgh and Conon Schools in order to establish the benefit/dis-benefit of a combined school. The outcome of the appraisal would be to determine both educationally and economically which option is the better value. The Options would be as follows:-
 - a) Combined Conon Maryburgh School on Conon Primary School Site
 - b) Appropriate new build extension to Maryburgh with accommodation matched to projected 10 year school roll and demolition of demountable units and timber units AND appropriate refurbishment of Conon Primary School. This would be programmed to complete within 4 months and will be carried out by Officers from ECS, HAPS and Finance Service

3.8 Lochaline Primary School Replacement – line 38

3.8.1 A feasibility study is complete for this project and has been developed in consultation with the Fire Board and Coast Guard as part of an inter agency approach. Discussions are ongoing but general agreement between all parties exists. Given the Condition of the school building, its suitability and the inter agency opportunities presented it proposed that construction be programmed to commence June 2009.

3.9 Asset Management – Line 41

3.9.1 This provides a theme for a number of projects associated with maintaining the condition of the ECS Estate and meeting statutory obligations. It includes regular allocations for Roll Pressures, SEN, Early Years, School security Office accommodation. The following details the position with respect to the remaining items under this capital heading;-

- i) **Science /Home Economics rooms Upgrades-line 44** – There continues to be a pressing need to maintain the rolling programme of upgrades and progress over the last 2 years has been slow due to the difficulties with the contract at Thurso High School which included the major refurbishment of the extension block to form a science faculty

and to improve the overall cohesiveness of the rest of the school. This contract will complete in spring 2009 and it is proposed to restart the programme based upon priorities identified through a survey by ESA Mackintosh, who are specialist providers. Appendix 4 sets out the last reported position.

ii) **Major Fabric Improvements** – line 48

a) Scottish Government has moved to a single capital grant for a number of funds previously awarded on specific themes such as the Schools Fund. Additionally, as agreed by Highland Council, the PPP unitary charge is to be supported through the original Schools Fund Grant identified in previous programmes as School Building Improvement Fund(SBIF). This effectively means that the previous SBIF grant is no longer available as a devolved fund.

b) As part of Officers discussions, it is proposed that an allocation be continued within the programme that allowed many of the projects started under SBIF be continued to completion. E.g. Tain Royal Academy Rewire. It is therefore proposed that allocations of £1.2M per annum be made from 2009/10 in order to continue this very successful programme. In order to ensure that there is continuity between the previous SBIF Programme and the Major Fabric Improvement Programme, Officers of ECS and HAPS will work together to identify projects and priorities and further proposals will be brought to a future ECS Committee in relation as to how Elected Members could participate in the process.

3.10 Barrowgill Hall Contribution to North Highland College – Line 69

3.10.1 Contribution to the development of a Craft and Construction Skill Centre by North Highland College allowing access to training for Wick High School Pupils.

3.11 Priorities arising since 2006 – line 100

3.11.1 The proposed projects and a brief backgrounds are set out as follows:-

- i) **Milton Primary School Refurbishment – Line 159** – This is a continuation of works to replace the roof and windows and is associated with the potential development of a Community Building adjacent to the School.
- ii) **Kingussie High School Footbridge – Line 160** - The footbridge cannot be used because of the condition of the footsteps and discussion is ongoing with Scotrail in order to agree a window for the works. The footbridge is intended for pupil use to avoid their crossing the railway line on their way to and from school and therefore reduce risk of accidents.
- iii) **Milton of Leys Primary School – Line 161** - Considerable work has been undertaken to determine the level of growth in Inverness South

area and this has demonstrated a need for a new school at Milton of Leys by the 201/11 school session.

3.12 Roy Bridge Primary School – Line 162

3.12.1 As per Highland Council meeting of 8 May 2008., report HC-05-08; Item 14 'Educational Provision in Brae Lochaber' the approval was given for the toilet block to be replaced and essential H&S work to be undertaken. £160,000 has been set aside for this purpose as indicated in the report.

3.13 Inshes Primary School extension – Line 163

3.13.1 This extension is complete and will be open to pupils at the start of the new school session.

3.14 Black Isle Education Centre – Line 164

3.14.1 Essential repairs to the current buildings have been ongoing over the summer period and it has been recognised in previous ECS reports and Minutes that the centre requires replacement. Given this circumstance it is proposed to redevelop facilities on site within the next 4 years through a budget allocation of £2.5M. The accommodation requirements are currently being established and a feasibility study will follow for autumn 2008.

3.15 Cradlehall Primary School Drop Off – Line 165

3.15.1 Access to this school is through a Housing estate with poor infrastructure which leads to considerable congestion and risks to pupils and parents on their way to and from school and difficulties with residents of the area over parking of vehicles at school times. Work has been undertaken in consultation with TEC Services to develop a drop off lane on Caulfield Road thus reducing the requirement for anything other than specific school traffic to access the estate. The budget set aside for this proposed work is £150,000.

3.16 East Seaboard SEN (estimated Cost) – Line 166

3.16.1 The congruence of the deteriorating condition of St Duthus Special School and Nursery, the need to improve the services for children with Additional Support for Learning Needs and the Highland Care Home Programme means that replacement of St Duthus facilities is required. It is proposed that £4.77M be set aside as per the programme and that work commences on determining needs, location and consultation requirements gets underway this financial year and that any major new facilities be programmed for 2010/11 and 2011/12.

3.17 Inverness Leisure Landlord Responsibilities – Line 167

3.17.1 Since the dissolution of Loch Ness and Highland Horizons as agreed by Highland Council, Report HC/59/07 item 9 dated 6 March 2008 the Highland Council has a Landlord responsibility and whilst the tenant, Inverness Leisure, has a full repairing and insuring lease it does not have the capacity to undertake major works such as

plant replacement and refurbishment of wet and dry areas. This is a responsibility that falls to the landlord. Given this circumstance it is proposed to set aside £2,000,000 for plant replacement and refurbishments in 2011/12 and a Feasibility study is to be undertaken mid 2009 to determine the extent and costs of works. It should be noted that this may result in a bid for extra funding and that bids may also be made for grants to support this funding as the facility is a major attraction for the local population and visitors alike.

3.18 Farr (Inverness) and Kilchuimen Primary Schools Additional Accommodation – Line 168

3.18.1 Rising school rolls at Farr have resulted in an additional demountable classroom on site however this has not resolve the issues associated with the main building and the need for adequately sized classrooms and dining facilities. The 2 classroom demountable unit at Kilchuimen has had to be replaced due to building failure. Given this circumstance at the two schools an allocation of £1.5m has been made with view to replacing the demountable with more permanent structures.

3.19 Ullapool High Pupil Residence – Line 169

3.19.1 All pupils attending Ullapool High School requiring overnight accommodation stay in local Bed and Breakfast accommodation. The Care Commission have expressed concern that this cannot be a permanent solution to resolving need. Additionally there is a projected rise in the number of pupils requiring hostel accommodation over the next 5 years and therefore the Council must plan to make adequate provision. Given this circumstances, Officials are undertaking to identify how best to resolve this provision by either identifying a current property that may be suitable or looking to acquire a new site for a pupil residence. A maximum of £350,000 has been set aside for this purpose.

3.20 Old Achintore, Golspie Primary School Toilets and Plockton High Hostel – Lines 170,171,172.

3.20.1 These are all projects established to respond to and correct building condition problems.

3.22 Future Years Lines 175 through 180

3.22.1 These lines essentially look forward beyond 2011/12 and are considered to be future priorities. Therefore no Capital allocation has been made at this point in time.

4 A number of miscellaneous projects are also identified as follows.

4.1 Technical Room Dust Extraction – line 74 – A rolling programme for improvement to dust extraction in Technical rooms is proposed as part of both a Statutory Health and Safety requirement and improving the quality of facilities and cleanliness within these rooms.

4.2 Synthetic Turf Pitch Rejuvenation – Line 75 – The Service now has a network of these facilities throughout the Highlands and regular maintenance and rejuvenation doubles the life of these pitches. The capital investment is small in proportion to undertaking a replacement and it is proposed that a rolling programme of rejuvenation be introduced.

4.3 Cashless Payment Systems – Line 76 – This is a proposal for rolling programme to install cashless payment systems for school catering purposes utilising the National Entitlement Card in all Secondary schools over the next 5 years at a cost of £400,000.

Signature:

Designation:

Date:

Authors: Brian Hemming; Estate Strategy Manager

Background Papers:

1. ECS Committee Report of 7 August 2008 - Capital Programme to Financial Year 2011/12
2. ECS Committee Report of 9 November 2006 – Service Capital Programme Review 2006/07 – 2010/11 (Attached).
3. ECS Committee Report of 10 August 2006 – Service Capital Programme to 2009/10 – Proposed implementation plan. (Attached)

Appendix 1 to Booklet

Schools are identified in either with Category D for overall condition or suitability at 2005

SCHOOL	CONDITION 2005	CONDITION 2008	SUITABILITY 2005	ASSESSED SUITABILITY IMPROVEMENT 2008	COMMENTS
Alvie Primary	D	C	C		Minor works completed. Additional works required
Gergask Primary	C	B	D	B	New demountable and some improvements to site
Kingussie Primary	C	B	D		General improvements to building
Newtonmore Primary	C	B	D	C	Minor improvements impacting upon revised survey
Beauly Primary	C	C	D	C	
Lochardil Primary	D	B	C		Site and building improvements
Stratherrick Primary	D	D	B		
Teanassie Primary	C	B	D	C	Building and site improvements
Acharacle Primary	C	A	D	A	New Build Sustainable School
Caol Primary	C	C	D		Building Improvements/demolitions
Achnasheen Primary	D	C	B		
Ardross Primary	C	B	D	B	Redevelopment including additional classroom from old Community Hall
Cromarty Primary	D	C	D	C	Improvements to buildings (Classroom Hut)
Dingwall Academy	D	A	D	A	PPP Phase 2
Dingwall Primary	D	C	B		Improvements to site, additional classrooms, biomass boiler and drainage.
Ferintosh Primary	D	B?	D		To be resurveyed
Hilton Primary	D	D	C		To be resurveyed
Kinlochewe Primary	D	B	B		To be resurveyed
Lochcarron Primary	D	C	D		To be resurveyed
Maryburgh Primary	D	D	D		Replacement as per Capital report Options appraisal

Milton Primary	D	B	C		
Newmore Primary	D	B	C	B	Upgrade of old building and improvements to site
Park Primary	D	C	D		New roof
Poolewe	D	C	B		Improvements to building
Glenelg Primary	D	A	D	A	Refurbishment and new classroom
Raasay Primary	C	A	D	A	Refurbishment and new classroom
Farr Secondary & Primary	C	B	D		Improvements to building
Golspie Primary	D	C	C		Improvements to build, insulation and new toilet block planned
Wick High School	C	C	D		
Plockton High School	C	C	D		
Drummond Special School	C	A	D	A	New School
Cawdor Primary	C	A	D	A	New School
Culbokie Primary	C	A	D	A	New School

HIGHLAND COUNCIL CAPITAL PROGRAMME - 2005/06 to 2009/10

ANNEX B

Booklet Appendix 1

SERVICE: Education Culture and Sport Service

Capital Programme Details	LC NYLC	Proposed 2006/07			Proposed 2007/08			Proposed 2008/09			Proposed 2009/10			Future Years 2010/11			Total Project Costs		
		Revised Gross	Revised Income	Net	Gross	Income	Net	Gross	Income	Net	Gross	Income	Net	Gross	Income	Net	Gross	Income	Net
Village Halls	LC	104		104	75		75	50		50		0		0		0	229	0	229
CLL Facilities	NYLC/LC	353		353	1,130		1,130	1,130		1,130	1,170	1,170	1,000	1,000	1,000	1,000	4,783	0	4,783
Culture and Sport Facilities - Health and Safety		197		197			0			0		0		0		0	197	0	197
NOF Facilities Programme - Nairn Community Pitch	LC	53		53			0			0		0		0		0	53	0	53
NOF Facilities Programme - Grantown Community Sports Facility	NYLC	1,650	1,244	406	60		60			0		0		0		0	1,710	1,244	466
NOF Facilities Programme - Wick STP	NYLC	508		508	17		17			0		0		0		0	525	0	525
NOF Facilities Programme - Plockton STP	NYLC	554	246	308	17	12	5			0		0		0		0	571	258	313
NOF Facilities Programme - TRACC (Community Facility)	LC	22		22	7		7			0		0		0		0	29	0	29
NOF Facilities Programme - Badaguish Outdoor Education Centre	NYLC	825	276	549	276		276			0		0		0		0	1,101	276	825
Badenoch Leisure Centre	LC	108	28	80	10		10			0		0		0		0	118	28	90
Retentions (Various)	LC	80		80	100		100	100		100	100	100	100	100	100	100	480	0	480
21st Century Schools - Secondaries Costs £4,318M	NYLC	1,420		1,420	903		903	200		200	1,000	1,000	1,000	1,000	1,000	1,000	4,523	0	4,523
Thurso High																	0	0	0
Nairn Academy																	0	0	0
Plockton High																	0	0	0
Wick High School																	0	0	0
Technical room Upgrade £100k per annum																	0	0	0
Roll Pressures	NYLC	500		500	300		300	300		300	300	300	300	300	300	300	1,700	0	1,700
21st Century Schools (SEN Early Years) (includes Merkinch)	NYLC	848	140	708	300		300	200		200	200	200	200	200	200	200	1,748	140	1,608
Science/Home Ec Classroom Upgrades	NYLC	197		197	300		300			0	300	300	300	300	300	300	1,097	0	1,097
ICT (infrastructure and Data Cabling)	NYLC	800		800	800		800	800		800	800	800	800	800	800	800	4,000	0	4,000
Health & Safety (Flexibility in consultation with P&AS Includes St Brides)	NYLC	622		622			0			0		0		0		0	622	0	622
Glenurquhart PS Extension	NYLC	10		10			0			0		0		0		0	10	0	10
21st Century Primary Schools Projected Costs £24.43M		1,865		1,865	6,198		6,198	9,624		9,624	3,565	3,565	3,180	3,180	3,180	3,180	24,432	0	24,432
Acharacle P. S	NYLC			0			0			0		0		0		0	0	0	0
Aviemore PS Replacement	NYLC			0			0			0		0		0		0	0	0	0
Maryburgh Canon P S Replacement				0			0			0		0		0		0	0	0	0
Mallig Hostel				0			0			0		0		0		0	0	0	0
Lochaline P S Replacement				0			0			0		0		0		0	0	0	0
Kingussie High School	LC	126		126	20		20			0		0		0		0	146	0	146
Major Maintenance Projects (Devolved to Areas Including £602k SBIF)	NYLC	2,211		2,211	1,102		1,102	1,102		1,102	1,102	1,102	1,102	1,102	1,102	1,102	6,619	0	6,619
Area Devolved Funding (H&S, Care Commission & HMIE reports)	NYLC	530		530	500		500	500		500	500	500	500	500	500	500	2,530	0	2,530
Challenge fund (Matched Funding Required)	NYLC	41		41			0			0		0		0		0	41	0	41
PPP2 Consultancy	LC	180		180	180		180	180		180	180	180	180	180	180	180	540	0	540
21st Century Highland Schools (Includes PPP2 land purchase)	NYLC	240	520	-280		80	-80			0		0		0		0	240	600	-360
School Security	NYLC	94		94	80		80	80		80		0	80	80	80	80	334	0	334
Catering Equipment and floor upgrade	NYLC	350		350	75		75	50		50	40	40		40		40	515	0	515
Office Accommodation	LC	48		48	100		100			0		0		0		0	148	0	148
Eden Court (Development Grant)	LC			0			0			0		0		0		0	0	0	0
Eden Court (latent defects and development grant)	LC	798		798			0			0		0		0		0	798	0	798
Lochaber High School Refurbishment	NYLC	0		0	2,550		2,550	2,550		2,550	2,550	2,550	4,050	4,050	4,050	11,700	0	11,700	
Secondary Schools (Culloden & IRA Extensions)	NYLC	0		0	670		670	670		670	670	670		670		670	2,010	0	2,010
SBIF Funding	NYLC	0	5,884	-5,884			2,351	-2,351		1,251	-1,251	2,206	-2,206			0	0	11,692	-11,692
SBIF Funding (Balance due to PPP2 Programme)	NYLC			0			1,247	-1,247		1,978	-1,978			985	-985	3,152	-3,152	0	7,362
PPP2 Circular Equipment	NYLC			0	1,598		1,598	3,302		3,302		0		0		0	4,900	0	4,900
Pool Maintenance	NYLC	150	150	0			0			0		0		0		0	150	150	0
Technical Equipment replacement	LC	190	100	90			0			0		0		0		0	190	100	90
Dornoch Academy Community Sports Facility	NYLC						0			0		0		0		0	0	0	0
Caitness Indoor Sports Facilities	NYLC						0			0		0		0		0	0	0	0
Cost Contingencies				0			0			0		0		0		0	0	0	0
Nairn Community Centre	LC	3,627	3,627	0			0			0		0		0		0	3,627	3,627	0
Allocation of Capital Discretionary Fund		709		709			0			0		0		0		0	709		709
Additional SBIF allocation		1,344		1,344			0			0		0		0		0	1,344		1,344
TOTAL		21,353	12,214	9,139	17,368	3,690	13,678	20,838	3,229	17,609	12,297	3,191	9,106	12,612	3,152	9,460	84,468	25,476	58,992

Checksum Difference 9,139 517 13,678 -1,053 17,609 -4,850 9,106 -3,446 9,460 -2,726 58,992 -14,282

COUNCIL FUNDING	2006/07	2007/08	2008/09	2009/10	Future Years	Total
Underspend brought forward	2,942	517	-1,053	-4,850	-3,446	-8,615
Highland Council - Service Floor Allocation	4,630	4,630	4,630	4,630	4,630	23,150
Highland Council - Specific Allocations (Eden Court latent defects)	250	0				250
Highland Council - Specific Allocations (Eden Court development grant)	125					125
Capital Discretionary Fund	709					709
Highland Council - Flexibility bids	1,000	7,478	9,182	5,880	5,550	29,090
Total Council Funding	9,656	12,625	12,759	5,660	6,734	44,709

REVENUE CONSEQUENCES	2006/07	2007/08	2008/09	2009/10	Future Years
Total Revenue Consequences in year	32	0	210	-510	

CAPITAL BIDS	2006/07	2007/08	2008/09	2009/10	Future Years	Total
Lochaber High School Refurbishment				1,500	1,500	1,500
Lochaber High School Refurbishment		2,550	2,550	2,550	2,550	10,200
Secondary Schools (Culloden & IRA Extensions)	670	670	670	670	0	2,010
Primary Schools	1,660	1,660	1,660	1,660	500	5,480
CLL Facilities	1,000	1,000	1,000	1,000	1,000	4,000
PPP2 Circular Equipment		1,598	3,302	0	0	4,900
Total	0	7,478	9,182	5,880	5,550	26,590

Checksum 7,478 9,182 5,880 26,590

HIGHLAND COUNCIL CAPITAL PROGRAMME - 2008/09 to 2011/12

Education Culture and Sport Service Proposed Programme

Notes

Programme Change Reference

- A Revised Costings and inflationary price rises
- B Exceptional New Pressures
- C Revised project phasing and deliverable profiles
- D Gaelic Development
- E Future years beyond lifetime of programme

Spend Risk

- LR Low Risk Legally committed and expected to expend to programme
- R Risk that programme may not be achievable
- HR Not likely to achieve spend due to various factor out with Services control.

Annex C

Ward	Programme Change Reference	Capital Programme Details Project	LC NYLC*	Spend Risk Marker	Proposed 2008/09			Proposed 2009/10			Proposed 2010/11			Proposed 2011/12			Total		
					Gross	Income	Net	Gross	Income	Net	Gross	Income	Net	Gross	Income	Net	Gross	Income	Net
		Community Element																	
15		Eden Court (latent defects and development grant)	LC	LR	400	200	200			0			0			0	400	200	200
19		Naim Community Centre	LC	R	100	2,094	-1,994		881	-881			0			0	100	2,975	-2,875
Pan Highland		Village Halls (includes halls developed under Cap Disc Fund	LC	LR	487		487			0			0			0	487	0	487
		CLL Facilities																	
Pan Highland	B	Leisure Facilities	NYLC/LC	LR	783		783	1,188	100	1,088	950		950	1,450		1,450	4,371	100	4,271
Pan Highland		Minor Works - Public Licences etc.	NYLC/LC	LR	50		50	50		50	50		50	50		50	200	0	200
5		Golspie Leisure Centre (Sutherland Pool emergency repairs)	LC	LR	10		10			0			0			0	10	0	10
5		Golspie Leisure Centre (Sutherland Pool upgrade)	LC	LR	359		359	32		32			0			0	391	0	391
Pan Highland		NOF Facilities Programme - Various Retentions	LC	LR	225		225			0			0			0	225	0	225
		Highland 2007 Legacy Projects																	
13,14,15,16	C	Highland Gallery and Museum	NYLC	HR			0	425	0	425	1,137	0	1,137	4,319	3,000	1,319	5,881	3,000	2,881
21	C	Highland Folk Museum	NYLC	HR	100		100	211	0	211	573	0	573	2,658	1,500	1,158	3,542	1,500	2,042
Pan Highland		Highland Archive and Registration Centre	LC	LR	6,412	2,250	4,162	1,927	500	1,427	184	500	-316			0	8,523	3,250	5,273
		Highland 2007 Core Programme																	
2,3,4		Regional Sports Facilities, Caithness	NYLC	HR			0	270		270						270	0	270	
5		Sutherland Sports Facility	NYLC	HR	80		80	100		100						180	0	180	
Pan Highland		Highland Archive Network	NYLC/LC	LR	95		95			0						95	0	95	
		Schools Programmes																	
		Major Projects																	
22	A/C	Lochaber High School Refurbishment, Phase 1	NYLC/LC	LR	1,012		1,012	3,238		3,238	2,630		2,630	120		120	7,000	0	7,000
22	A/C	Lochaber High School Refurbishment, Phase 2	NYLC	LR	221		221	1,718		1,718	2,728		2,728	3,463		3,463	8,130	0	8,130
12	A	Mallaig Hostel	LC	LR	2,617		2,617	979		979	55		55			0	3,651	0	3,651
18, 16	A	Inverness Sec. Schools (Culloden/IRA School Rolls:Est.costs)	NYLC	LR			0			0			0	4,000		4,000	4,000	0	4,000
		Secondary Schools Upgrade Programme																	
2	A	Thurso High - Refurbishment of Extension Block and ScienceLabs)	LC	LR	1,308		1,308	24		24						0	1,332	0	1,332
19	A	Naim Academy - SEN Extension	LC	LR	670		670	20		20						0	690	0	690
1		Farr High/Primary Roadworks (H&S)	NYLC	LR	40		40	80		80						0	120	0	120
	A/C	Gross Funding for Future Upgrades As Below	NYLC	LR			0	500		500	1,500		1,500	3,830		3,830	5,830	0	5,830
19		Naim Academy - Future Upgrade	NYLC				0	0		0	0		0	0		0	0	0	0
6		Plockton High - Games hall roof and Future Upgrade	NYLC				55	55		0	0		0	0		0	55	0	55
3		Wick High - Future Upgrade	NYLC					0		0			0	0		0	0	0	0
		Primary Schools Programme																	
22	A	Acharacle Primary Replacement	LC	LR	5,000		5,000	113		113			0			0	5,113	0	5,113
21	C	Aviemore Primary Replacement	NYLC	LR	678		678	1,971		1,971	4,200		4,200	2,014		2,014	8,863	0	8,863
9	C	Conon Bridge/Maryburgh Primary	NYLC	R	211		211	573		573	1,158		1,158	4,000		4,000	5,942	0	5,942
13	A	Tomnacross Primary Extension	NYLC	LR	1,086	50	1,036	24		24							1,110	50	1,060
22	C	Lochaline Primary Replacement	NYLC	LR			0	213		213	1,490		1,490	1,238		1,238	2,941	0	2,941

Ward	Programme Change Reference	Capital Programme Details Project	LC NYLC*	Spend Risk Marker	Proposed 2008/09			Proposed 2009/10			Proposed 2010/11			Proposed 2011/12			Total			
					Gross	Income	Net	Gross	Income	Net	Gross	Income	Net	Gross	Income	Net	Gross	Income	Net	
39		Curricular Equipment																		
40	Pan Highland	New Schools Curricular Equipment	NYLC	R	3,302		3,302										0	3,302	0	3,302
41		Asset Management																		
42	Pan Highland	Roll Pressures	NYLC/LC	LR	700		700	750		750	600		600	500		500	2,550	0	2,550	
43	Pan Highland	SEN Early Years Improvement/adaptations	NYLC/LC	LR	700		700	430		430	500		500	500		500	2,130	0	2,130	
44	Pan Highland	A/C Science/Home Ec. Classroom Upgrades - Year 1 Thurso High	NYLC	LR			0	400		400	500		500	500		500	1,400	0	1,400	
45	Pan Highland	Health & Safety	NYLC/LC	LR	300		300			0			0			0	300	0	300	
46	Pan Highland	School Security	NYLC	LR	50		50	50		50	50		50	50		50	200	0	200	
47	Pan Highland	SBIF Programme close 2008	NYLC	LR	350		350			0			0			0	350	0	350	
48	Pan Highland	/Major Fabric Improvement Projects		LR				1,200		1,200	1,200		1,200	1,200		1,200	3,600	0	3,600	
49	Pan Highland	Area Devolved Funding (H&S, Care Commission & HMle reports)	NYLC	LR	500		500	500		500	500		500	500		500	2,000	0	2,000	
50	Pan Highland	Office Accommodation (Ness, Ruthven, Townhouse)	NYLC/LC	LR	235		235	100		100			0				335	0	335	
51	Pan Highland	Retentions (Various)	LC	LR	50		50	50		50	50		50	50		50	200	0	200	
52	Pan Highland	Class size reduction . C/F frpm 2007/8 additional funds	NYLC	LR	0		0	1,362		1,362						0	1,362	0	1,362	
53	Pan Highland	Transfer of Plant from redundant schools	NYLC	LR	85		85			0							85	0	85	
54		Purchase of CHP Plant at Inverness Lesire					125										125	0	125	
55	Pan Highland						0			0			0			0	0	0	0	
56		Catering and Cleaning								0										
57	Pan Highland	Catering Equipment Repair	NYLC	LR	50		50	50		50			0				100	0	100	
58	Pan Highland	Floor Upgrades	NYLC	LR	90		90	50		50	50		50	50		50	240	0	240	
59	Pan Highland	Dining Room Upgrades	NYLC	LR	150		150	150		150	150		150	150		150	600	0	600	
60	Pan Highland	Capital Equipment Replacement	NYLC	LR	50		50	50		50	50		50	50		50	200	0	200	
61		ICT					0													
62	Pan Highland	Schools ICT Integrated Programme	NYLC	LR	620		620	620		620	620		620	620		620	2,480	0	2,480	
63	Pan Highland	Telephone exchange replacements		LR	50		50	150		150							200	0	200	
64																				
65		Project that have been undertaken since November 2006																		
66	Pan Highland	Community Projects																		
67	Pan Highland	Pool Maintenance	LC	LR	10		10			0						0	10	0	10	
68	4	Halkirk Sports Facility - Contribution to development	NYLC	R	100		100	100		100						0	200	0	200	
69	3	Barrowgill Hall Contribution to Northern College Skills for Work Fac.	NYLC	R	90		90			0						0	90	0	90	
70		Miscellaneous Projects																		
71	Pan Highland	Early Years Childcare & Play	NYLC/LC	LR	600		600	43		43						0	643	0	643	
72	13	Kilchuimen Multi Use Games Area	NYLC	LR	150		150			0						0	150	0	150	
73	Pan Highland	D Gaelic Signage to Schools	NYLC/LC	LR	50		50			0						0	50	0	50	
74	Pan Highland	B Technical Room Dust Extraction Rolling Programme	NYLC	LR	25		25	175		175	100		100	100		100	400	0	400	
75	Pan Highland	B Synthetic Turf Pitch Rejuvenation	LC/NYLC	LR	100		100	100		100	100		100	100		100	400	0	400	
76	Pan Highland	B Grass Pitch Condition and improvement	NYLC	LR	50		50	40		40	50		50	50		50	190	0	190	
77	Pan Highland	B Cashless Payment Systems	NYLC	LR	160		160	80		80	80		80	80		80	400	0	400	
78							0													
81		TOTAL			30,741	4,594	26,147	20,106	1,481	18,625	21,255	500	20,755	31,642	4,500	27,142	103,744	11,075	92,669	

PRIORITIES ARISING SINCE NOVEMBER 2006 5 YEAR PLAN																		
Ward	LC NYLC*	Capital Programme Details	Proposed 2008/09			Proposed 2009/10			Proposed 2010/11			Proposed 2011/12			Total			
			Gross	Income	Net	Gross	Income	Net	Gross	Income	Net	Gross	Income	Net	Gross	Income	Net	
Individual Projects																		
8	B	Milton Primary School Refurbishment - Kildary	12		12	390		390			0			0		402	0	402
21	C	Kingussie High - Rail Footbridge	0		0	100		100			0			0		100	0	100
20	B	Milton of Leys P.S - Inverness	375		375	3,415		3,415	3,412		3,412	146		146		7,348	0	7,348
12	B	Roy Bridge Primary		0	0	160		160			0			0		160	0	160
17	B	Inshes Primary School Extension	448	0	448			0			0			0		448	0	448
10	B	Black Isle Education Centre Replacement (estimated cost)	68		68	170		170	911		911	1,304		1,304		2,453	0	2,453
20	B	Cradlehall Primary Drop Off - Health and Safety	150	0	150			0			0			0		150	0	150
8,5,4	B	East Seaboard SEN (estimated cost)	0		0	340		340	1,822		1,822	2,608		2,608		4,770	0	4,770
	B	Inverness Leisure Facility - Landlord responsibilities			0			0			0		2,000		2,000	2,000	0	2,000
13	B	Farr (Inverness) and Kilchuimen Primaries - Additional Accom.			0			0	1,500		1,500			0		1,500	0	1,500
6	B	Ullapool High - Pupil Residence	0		0	350		350			0			0		350	0	350
12	B	Former Achintore School - Remedial Works	100		100			0			0			0		100	0	100
5	B	Golspie Primary School - Re-Build Toilet Block	0		0	150		150			0			0		150	0	150
6	B	Plockton High School, Hostel - Alterations to Showers	83	83	0			0			0			0		83	83	0
Pan Highland	B	Thermostatic Mixing Valves	0		0	100		100			0			0		100	0	100
FUTURE YEARS																		
10		Cromarty PS Refurbishment			0			0			0			0				0
5		Golspie High Refurbishment			0			0			0			0				0
11,4,		Project refurbishment at Uig, Kilmuir, Bower, Invergordon			0			0			0			0				0
		A96 Corridor developments when known			0			0			0			0				0
Pan Highland	D	Development of standalone Gaelic facilities			0			0			0			0				0
Pan Highland	D	Provision of Accommodation for Gaelic Teaching			0			0			0			0				0
TOTAL			1,236	83	1,153	5,175	0	5,175	7,645	0	7,645	6,058	0	6,058	20,114	83	20,031	
Checksum			1,236	83	1,153			5,175			7,645			6,058				
TOTAL																		
Capital Programme Details			Proposed 2008/09			Proposed 2009/10			Proposed 2010/11			Proposed 2011/12			TOTAL			
Summary			Gross	Income	Net	Gross	Income	Net	Gross	Income	Net	Gross	Income	Net	Gross	Income	Net	
Programme			30,741	4,594	26,147	20,106	1,481	18,625	21,255	500	20,755	31,312	4,500	27,142	103,744	11,075	92,669	
NEW PRIORITIES ARISING SINCE NOVEMBER 2006 5 YEAR PLAN			1,236	83	1,153	5,175	0	5,175	7,645	0	7,645	6,058	0	6,058	20,114	83	20,031	
Total			31,977	4,677	27,300	25,281	1,481	23,800	28,900	500	28,400	37,370	4,500	33,200	123,858	11,158	112,700	

Appendix 4 to ECS Booklet

1.0 Community Learning and Leisure Programme

1.1 The Education Culture and Sport Committee set out its project priorities in respect to the Community Learning and Leisure programme at its meeting held on 10 August 2006. In addition to the programme agreed, various other project were undertaken in order to meet statutory requirements or to address building failure as in the case of the Swimming Pool at Sutherland Leisure Centre. The following facilities have benefited from investment during this period:

Aviemore Youth Centre	Fencing repairs
Badaguish Outdoor Centre	Fire safety works
Dingwall Community Centre	Repairs to fire exit
Dingwall Leisure Centre	Refurbishment of wet side changing facilities
Gairloch	Synthetic Turf Pitch rejuvenation
Glenelg	Multi Use Games Area
Hamsworth Park Pavilion	Refurbishment of changing facilities
Invergordon Leisure Centre	Refurbishment gents dry side toilets
James Cameron Centre	Installation of CCTV system
Kinlochbervie	Synthetic Turf Pitch rejuvenation
Lochaber Leisure Centre	Installation of TMV's
Nairn Library	Refurbishment
Naver Park	Synthetic Turf Pitch rejuvenation
Portree Changing Rooms	Internal improvements
Uig Changing Rooms	Refurbishment
Sutherland Leisure Centre	Upgrading and refurbishment
Sleat	Multi Use Games Area
Struan	Multi Use Games Area
Thurso Running Track	Surface repairs/replacement

1.2 In addition to the above works, grant awards have been paid in respect of:

Mey Village Hall	Financial contribution in relation to the rebuilding of the hall
Keiss Village Hall	Financial contribution in relation to the rebuilding of the hall

1.3 In addition to the list presented to the 10 August 2006 committee, work has been progressing with respect to the following village halls in order that they meet the statutory requirements in relation to the granting of a Public Entertainment Licence:

Ardersier Old School Hall	Public entertainment licence works
Cannich Village Hall	Public entertainment licence works and replacement roof
Culduthel Village Hall	Public entertainment licence works
Fort Augustus Village Hall	Public entertainment licence works
Phipps Hall	Public entertainment licence works
Smithton Village Hall	Public entertainment licence works

1.4 During the course of this financial year the following projects in addition to the village halls mentioned above are earmarked to take place:

An Aird Pavilion	Minor works to pavilion and grounds
Claggan Park Pavilion	Refurbishment of hot water system
Fort William Library	Refurbishment
Fodderty Outdoor Education Centre	Demolitions and new build store
Inverness Museum	Ventilation works
Lochaber Leisure Centre	Extension and internal refurbishment
Lochaber Sports Pitches	Rejuvenation
Wick Swimming Pool	Install air handling/heat recovery unit

- 1.5 The draft programme put forward by the Community Learning and Leisure Officers Group for consideration by members in relation to the **2009/10** financial year includes works to be undertaken to:

Acharacle Playing Field	New pitch
Aviemore Youth Centre	Internal fitting out
Coaching Highland, Inverness	Improved access
Gairloch	Grass pitch improvements
Golspie YMCA building	Refurbishment
Inverness Library	Refurbishment
Northern Meeting Park	Roof repairs
Melness Hall	Refurbishment
Portree Multi Court	Resurfacing
Spectrum Centre	Financial contribution
Tailrace Canoe Course, Kinlochleven	Create canoe course infrastructure
Tain Royal Academy Community Centre	Alterations to reception and toilets
Thurso Swimming Pool	Extension to form new changing rooms
Wick Swimming Pool	Replacement of cubicles

School	School Roll	Number of Labs/roll	2000/01	2001/02	2001/02	2002/03	2003/04	2004/05	2005/06	Status	Narrative
Thurso High		12		2						2006/07	Big labs, cumbersome on different floors, non cohesive location. Link to 21st Century Secondary School upgrades 2006/07
Wick High		9			2			4		2005/06	Complete upgrade achieved
Dornoch Academy		3?								2007 onwards	Needs review and assessment
Farr High School		1	1.5							complete	Refurbishe in programme plus additional work when extension undertaken for Primary Schools
Dingwall Academy		12								PPP2	
Fortrose Academy		6				6				complete	Part of new extension
Invergordon Academy		4					2		2	2005/06	Complete upgrade achieved
Tain Royal Academy		8				4				Review 2007 onwards	Labs 1 Chem - Unimporved and shabby; Lab 2 Bio - Reasonable; Lab 3 Chemistry - Upgraded Lab 4 Physics - Upgraded. Lab 5 - Extra used for Curricular Activities. Lab 6 Phys - unimproved problems with floor. Lab 7 Bio - Part upgraded(2 sinks remain blocked a
Inverness High School		7	4							complete	Complete upgrade achievedat start of programme
Inverness Royal Academy		12								Review	All labs in huts. Poor value to upgrade unless included in new build addition to school
Kilchumin Academy		1		1.5						complete	Complete upgrade achieved same time as Misuic facilitiy
Millburn Academey		10								PPP2	
Grantown Grammar		3.5		2.5						Complete	
Kingussie High School		5			3					Complete	Also included rewire upper floor and redecoration to music roo
Nairn Academy		6								2006/07	Programme for 2006/07 - may need to link with SEN relocation etc.
Plockton High School		4				2				complete	Complete, spare lab used for IT studies etc.
Portree High		7								PPP2	
Kinlochleven High		2								PPP2	
Lochaber High		14						11		Complete	Complete for 2008/9 school roll. Part of Schoolrefurbishment.
Golspie High		7								No Action	Refurbished mid 90's No further action
Kinlochbervie High		1								No Action	New school (approx 12 years)
Gairloch High		3								No Action	New school (approx 12 years)
Alness Academy		9								Consider 2007	Considered relatively new but needs to be confirm - possible 2007/8
Ullapool High		3								No Action	New school (approx 12 years)
Charleston Academy		8								Review	Relatively good
Culloden Academy		10								Review	Relatively good but new faculty as extension could make major improvement in school
Glenurquhart High		2.5								PPP1	
Mallaig High		2							1	No Action	Relatively new but extra lab paid for by sch0ol DSM
Ardnamurchan		2.5								PPP1	
Total Number fo Labs		171.5									
Total refurbished per year			5.5	6	5	12	2	15	3		

Background Papers

1. ECS Committee Report of 7 August 2008 - Capital Programme to Financial Year 2011/12
2. ECS Committee Report of 9 November 2006 – Service Capital Programme Review 2006/07 – 2010/11
3. ECS Committee Report of 10 August 2006 – Service Capital Programme to 2009/10 – Proposed implementation plan.

THE HIGHLAND COUNCIL
EDUCATION, CULTURE AND SPORT SERVICE COMMITTEE

7 August 2008

Agenda Item	
Report No	

Capital Programme to Financial Year 2011/12
Report by Director of Education, Culture and Sport Service

Summary

This report sets out a proposed Education Culture and Sport capital programme for the period 2008/09 to 2011/12, taking account of the indicative allocations agreed by the Highland Council on 26 June 2008. The Highland Council meeting on 4 September 2008 will consider a revised capital programme following consideration by Strategic Committees

1. BACKGROUND

- 1.1 On 26 June 2008 the Council agreed indicative allocations for Strategic Committees to prioritise revised capital programmes. The indicative allocations within cover the years up to and including 2011/12. The Council had previously agreed the Budget Working Group's approach to the capital programme review, which sought to update the current programme to take account of revised costings, inflationary price rises, exceptional new pressures and revised project phasing to ensure realistic and deliverable profiles. Officers have been working on revised programme proposals in line with this approach over the past few months.
- 1.2 The indicative Education Culture and Sport Service allocations, agreed by the Council, are as shown below, with 2008/09 adjusted to take account of the capital carry forward from 2007/08 as per the Council's annual accounts for that year.

£million	2008/09	2009/10	2010/11	2011/12	Total
Indicative allocation	27.3	23.8	28.4	33.2	112.7

2. OTHER FUNDING

- 2.1 Based on the enclosed programme, further specific funding streams have been identified to support projects. **Annex A** summarises this funding by source

3. PROGRAMME FOR ADMINISTRATION

3.1 The proposed capital programme supports the outcomes for the Programme for Administration within the following themes:-

- A clean environment
- A skilled and confident Highlands
- Arts, heritage, culture and sport
- Gaelic language

4. ASSET MANAGEMENT PLANNING

4.1 Members will be aware of the corporate approach the Council is taking to developing Asset Management Planning (AMP) through the formation of an asset management team. While this approach will take up to 2 years to deliver, in the interim this ECS proposed capital programme has been developed based upon the School Estate Asset Management Plan (SEMP) which has been in existence since 2004 and, since that time, has been the driving force behind the management of the Capital Programme with respect to Education facilities.

5. PROPOSED PROGRAMME 2008 TO 2012

5.1 The current ECS 5 year Capital Programme was approved by the ECS Committee on 10 August 2006 with additional information being provided to the Committee of 9 November 2006. The relevant details are contained within **Annex B**.

5.2 The proposed revised Capital programme is contained within **Annex C**. An accompanying booklet that provides details of the proposed programme has been made available to all elected members on the ***Members Bulletin Board and in the Members Lounge***.

5.3 The main changes between the current programme and the proposed programme are summarised as follows:-

- **Revised costings and inflationary price rises - programme ref. A - projects under this heading include:-**
 - Lochaber High School (phases 1 and 2)
 - Lochaline Primary School replacement
 - Mallaig Hostel
 - Acharacle Primary School replacement
 - 21st Century Secondary Schools
 - Tomnacross Primary School accommodation

- **Exceptional new pressures – programme ref. B - projects under this heading include:-**
 - New Milton of Leys Primary School
 - Replacement Black Isle Education Centre
 - Eastern sea-board ASN facilities
 - Ullapool pupil residence
 - Farr Primary School (Inverness) additional accommodation
 - Kilchuimen Primary School replacement Accommodation
 - Secondary School provision in Inverness

- ***Revised project phasing to ensure realistic and deliverable profiles – programme ref. C - projects under this heading include:-***
 - Lochaber High School refurbishment
 - Aviemore Primary School replacement
 - Maryburgh/Conon replacement and options appraisal

- ***Gaelic development – programme ref. D – projects under this heading include:-***
 - Consultation on dedicated Primary School provision in Fort William and Skye

- ***Future years beyond the lifetime of this programme – programme ref. E – projects under this heading include:-***
 - Cromarty Primary School Refurbishment
 - Golspie High School refurbishment
 - Refurbishment projects at Uig PS, Kilmuir PS and Bower PS
 - The impact of A96 corridor developments

5.4 Members were previously advised that the Aviemore PS and Maryburgh/Conon PS projects could not progress simultaneously and that Members would be asked to decide which project should progress first when the state of readiness of the respective projects was known. At this stage the Aviemore PS project is sufficiently advanced to proceed. With respect to Maryburgh/Conon PS replacement it is proposed that a detailed option appraisal is carried out to determine the course of action that will deliver best value for stake-holders.

5.5 The School Building Improvement Fund (SBIF) grant is no longer available as it is now included within the Council's General Capital Grant, and has been reflected within the indicative capital allocation's agreed by the Council on 26 June 2008. In recognition of the need to have a similar fund available on an on-going basis members are asked to agree an annual allocation for Major Fabric Improvement projects that, in conjunction with funding currently managed by the Housing & Property Service, could be utilised to improve the school estate. The prioritisation of this funding would initially be determined by the needs identified within the School Estate strategy document. Further proposals will be brought to a future ECS

Committee in relation to how elected members could participate in this prioritisation process.

6. REVENUE CONSEQUENCES

6.1 The estimated revenue consequences of the proposed capital programme are as set out in **Annex D**. These costs reflect the additional or revised running and maintenance costs as a result of the proposed capital expenditure. Future revenue budgets will have to provide for these estimated costs.

7. DELIVERY

7.1 Members will be aware of the concern expressed over the Councils overall capital carry forward from 2007/08 into 2008/09 and the drive to ensure that this situation is not repeated. As part of this process the column marked LC/NYLC identifies if a project is Legally Committed or Not yet Legally Committed and adjacent to that column the following risk markers have been used to identify the likelihood of reaching predicted expenditure.

Marker	Explanation
LR	Low Risk Legally committed and expected to expend to programme
R	Risk that programme may not be achievable
HR	Not likely to achieve spend due to various factor out with Services control.

Current indications are that the overall majority of projects will meet their spending targets.

7.2 The phasing of the planned programme may be influenced in the current downturn in the housing market, with investment being delayed. This for example may impact on the proposed new school at Milton of Leys.

8. RECOMMENDATIONS

8.1 Members are requested to:

- i) Agree the proposed ECS Capital programme for 2008 to 2012 outlined in Appendix 2, which will then be considered by the Highland Council on the 4th September 2008.
- ii) Agree the completion of an options appraisal exercise in relation to Maryburgh PS and Conon PS within a 6 month period that will provide members with options of how this project should be progressed.
- iii) Agree an annual allocation for Major Fabric Improvement projects as outlined in paragraph 5.5.
- iv) Agree to progress a series of detailed asset reviews to inform future investment planning beginning with Additional Support Needs provision in the eastern sea-board.

Signature:

Designation: Director of Education, Culture and Sport

Date: 30 July 2008

Authors: Ron MacKenzie, Head of Support Services and Brian Hemming; Estate
Strategy Manager

Background Papers:

Annex A – Income analysis – externally funded projects

Annex B – Approved ECS Capital programme November 2006

Annex C – Proposed ECS Capital programme 2008 to 2012

Annex D – Revenue consequences of proposed Capital programme

HIGHLAND COUNCIL CAPITAL PROGRAMME

APPENDIX A

INCOME ANALYSIS - EXTERNALLY FUNDED PROJECTS £000

SERVICE: _____

Project	Income Description *see below	Income status	Year 1	Year 2	Year 3	Year 4	Future Years
Eden Court	CFCR	Conf	200				
Nairn Community Centre	Capital Receipts (Common Good and Sales)	Conf	2,094	881			
Highland Archieve Centre	Heritage Lottery Grant	Conf	2,250	500	500		
Highland Gallery and Museum	Heritage Lottery Grant	Est				3000	
Highland Folk Museum	Heritage Lottery Grant	Est				1500	
Leisure Facilities	Various HIE, Cap receipts etc. for project support	Est		100			
Tomnacross P S	Grant for Energy Renewables	Est	50				
Plockton Hostel Alterations to showers	CFCR contribution to improvements	Conf	83				
Total			4,677	1,481	500	4,500	0

*Summary	Year 1	Year 2	Year 3	Year 4
Scot. Government Capital Grant				
ERDF funding				
Private sector contributions				
S75 Developers contributions				
Public sector contributions (e.g. SNH, LECs)	2300	700	500	4500
Capital from Current Revenue (CFCR)	283			
Capital Receipts	2094	881		
Other (list)				
Total	4677	1581	500	4500

* **Income status:** Est - Income estimate. Conf - Income confirmed.

HIGHLAND COUNCIL CAPITAL PROGRAMME - 2005/06 to 2009/10

SERVICE: Education Culture and Sport Service

ANNEX B

Capital Programme Details	LC NYLC	Proposed 2006/07			Proposed 2007/08			Proposed 2008/09			Proposed 2009/10			Future Years 2010/11			Total Project Costs			
		Revised Gross	Revised Income	Net	Gross	Income	Net	Gross	Income	Net	Gross	Income	Net	Gross	Income	Net	Gross	Income	Net	
Village Halls	LC	104		104	75		75	50		50			0			0	229		229	
CLL Facilities	NYLC/LC	353		353	1,130		1,130	1,130		1,130	1,170		1,170	1,000		1,000	4,783		4,783	
Culture and Sport Facilities - Health and Safety		197		197			0			0			0			0	197		197	
NOF Facilities Programme - Nairn Community Pitch	LC	53		53			0			0			0			0	53		53	
NOF Facilities Programme - Grantown Community Sports Facility	NYLC	1,650	1,244	406	60		60			0			0			0	1,710	1,244	466	
NOF Facilities Programme - Wick STP	NYLC	508		508	17		17			0			0			0	525		525	
NOF Facilities Programme - Plockton STP	NYLC	554	246	308	17	12	5			0			0			0	571	258	313	
NOF Facilities Programme - TRACC (Community Facility)	LC	22		22	7		7			0			0			0	29		29	
NOF Facilities Programme - Badaguish Outdoor Education Centre	NYLC	825	276	549	276		276			0			0			0	1,101	276	825	
Badenoch Leisure Centre	LC	108	28	80	10		10			0			0			0	118	28	90	
Retentions (Various)	LC	80		80	100		100	100		100	100		100	100		100	100	480	0	480
21st Century Schools - Secondaries Costs £4,318M	NYLC	1,420		1,420	903		903	200		200	1,000		1,000	1,000		1,000	4,523		4,523	
Thurso High																	0		0	
Nairn Academy																	0		0	
Plockton High																	0		0	
Wick High School																	0		0	
Technical room Upgrade £100k per annum																	0		0	
Roll Pressures	NYLC	500		500	300		300	300		300	300		300	300		300	1,700		1,700	
21st Century Schools (SEN Early Years) (includes Merkinch)	NYLC	848	140	708	300		300	200		200	200		200	200		200	1,748	140	1,608	
Science/Home Ec Classroom Upgrades	NYLC	197		197	300		300			0	300		300	300		300	1,097		1,097	
ICT (infrastructure and Data Cabling)	NYLC	800		800	800		800	800		800	800		800	800		800	4,000		4,000	
Health & Safety (Flexibility in consultation with P&AS Includes St Brides)	NYLC	622		622			0			0			0			0	622		622	
Glenurquhart PS Extension	NYLC	10		10			0			0			0			0	10		10	
21st Century Primary Schools Projected Costs £24.43M		1,865		1,865	6,198		6,198	9,624		9,624	3,565		3,565	3,180		3,180	24,432		24,432	
Acharacle P. S	NYLC			0			0			0			0			0	0		0	
Aviemore PS Replacement	NYLC			0			0			0			0			0	0		0	
Maryburgh Canon P S Replacement				0			0			0			0			0	0		0	
Mallig Hostel				0			0			0			0			0	0		0	
Lochaline P S Replacement				0			0			0			0			0	0		0	
Kingussie High School	LC	126		126	20		20			0			0			0	146		146	
Major Maintenance Projects (Devolved to Areas Including £602k SBIF)	NYLC	2,211		2,211	1,102		1,102	1,102		1,102	1,102		1,102	1,102		1,102	6,619		6,619	
Area Devolved Funding (H&S, Care Commission & HMIE reports)	NYLC	530		530	500		500	500		500	500		500	500		500	2,530		2,530	
Challenge fund (Matched Funding Required)	NYLC	41		41			0			0			0			0	41		41	
PPP2 Consultancy	LC	180		180	180		180	180		180			180			180	540		540	
21st Century Highland Schools (Includes PPP2 land purchase)	NYLC	240	520	-280		80	-80			0			0			0	240	600	-360	
School Security	NYLC	94		94	80		80	80		80			80	80		80	334		334	
Catering Equipment and floor upgrade	NYLC	350		350	75		75	50		50	40		40			40	515		515	
Office Accommodation	LC	48		48	100		100			0			0			0	148		148	
Eden Court (Development Grant)	LC			0			0			0			0			0	0		0	
Eden Court (latent defects and development grant))	LC	798		798			0			0			0			0	798		798	
Lochaber High School Refurbishment	NYLC	0		0	2,550		2,550	2,550		2,550	2,550		2,550	4,050		4,050	11,700		11,700	
Secondary Schools (Culloden & IRA Extensions)	NYLC	0		0	670		670	670		670	670		670			670	2,010		2,010	
SBIF Funding	NYLC	0	5,884	-5,884			2,351	-2,351		1,251	-1,251		2,206	-2,206		0	0	11,692	-11,692	
SBIF Funding (Balance due to PPP2 Programme)	NYLC			0			1,247	-1,247		1,978	-1,978		985	-985		3,152	-3,152	0	7,362	
PPP2 Circular Equipment	NYLC			0	1,598		1,598	3,302		3,302			0			0	4,900		4,900	
Pool Maintenance	NYLC	150	150	0			0			0			0			0	150	150	0	
Technical Equipment replacement	LC	190	100	90			0			0			0			0	190	100	90	
Dornoch Academy Community Sports Facility	NYLC						0			0			0			0	0	0	0	
Caitness Indoor Sports Facilities	NYLC						0			0			0			0	0	0	0	
Cost Contingencies				0			0			0			0			0	0	0	0	
Nairn Community Centre	LC	3,627	3,627	0			0			0			0			0	3,627	3,627	0	
Allocation of Capital Discretionary Fund		709		709			0			0			0			0	709		709	
Additional SBIF allocation		1,344		1,344			0			0			0			0	1,344		1,344	
TOTAL		21,353	12,214	9,139	17,368	3,690	13,678	20,838	3,229	17,609	12,297	3,191	9,106	12,612	3,152	9,460	84,468	25,476	58,992	

Checksum Difference 9,139 517 13,678 -1,053 17,609 -4,850 9,106 -3,446 9,460 -2,726 58,992 -14,282

COUNCIL FUNDING	2006/07	2007/08	2008/09	2009/10	Future Years	Total
Underspend brought forward	2,942	517	-1,053	-4,850	-3,446	-8,615
Highland Council - Service Floor Allocation	4,630	4,630	4,630	4,630	4,630	23,150
Highland Council - Specific Allocations (Eden Court latent defects)	250	0				250
Highland Council - Specific Allocations (Eden Court development grant)	125					125
Capital Discretionary Fund	709					709
Highland Council - Flexibility bids	1,000	7,478	9,182	5,880	5,550	29,090
Total Council Funding	9,656	12,625	12,759	5,660	6,734	44,709

REVENUE CONSEQUENCES	2006/07	2007/08	2008/09	2009/10	Future Years
Total Revenue Consequences in year	32	0	210	-510	

CAPITAL BIDS	2006/07	2007/08	2008/09	2009/10	Future Years	Total
Lochaber High School Refurbishment				1,500	1,500	1,500
Lochaber High School Refurbishment		2,550	2,550	2,550	2,550	10,200
Secondary Schools (Culloden & IRA Extensions)	670	670	670	670	0	2,010
Primary Schools	1,660	1,660	1,660	1,660	500	5,480
CLL Facilities	1,000	1,000	1,000	1,000	1,000	4,000
PPP2 Circular Equipment		1,598	1,598	3,302	0	4,900
Total	0	7,478	9,182	5,880	5,550	26,590

Checksum 7,478 9,182 5,880 26,590

HIGHLAND COUNCIL CAPITAL PROGRAMME - 2008/09 to 2011/12

Education Culture and Sport Service Proposed Programme

Notes

Programme Change Reference

- A Revised Costings and inflationary price rises
- B Exceptional New Pressures
- C Revised project phasing and deliverable profiles
- D Gaelic Development
- E Future years beyond lifetime of programme

Spend Risk

- LR Low Risk Legally committed and expected to expend to programme
- R Risk that programme may not be achievable
- HR Not likely to achieve spend due to various factor out with Services control.

Annex C

Ward	Programme Change Reference	Capital Programme Details			Proposed 2008/09			Proposed 2009/10			Proposed 2010/11			Proposed 2011/12			Total		
		Project	LC NYLC*	Spend Risk Marker	Gross	Income	Net	Gross	Income	Net	Gross	Income	Net	Gross	Income	Net	Gross	Income	Net
		Community Element																	
15		Eden Court (latent defects and development grant))	LC	LR	400	200	200			0			0			0	400	200	200
19		Naim Community Centre	LC	R	100	2,094	-1,994		881	-881			0			0	100	2,975	-2,875
Pan Highland		Village Halls (includes halls developed under Cap Disc Fund	LC	LR	487		487			0			0			0	487	0	487
		CLL Facilities																	
Pan Highland	B	Leisure Facilities	NYLC/LC	LR	783		783	1,188	100	1,088	950		950	1,450		1,450	4,371	100	4,271
Pan Highland		Minor Works - Public Licences etc.	NYLC/LC	LR	50		50	50		50	50		50	50		50	200	0	200
5		Golspie Leisure Centre (Sutherland Pool emergency repairs)	LC	LR	10		10			0			0			0	10	0	10
5		Golspie Leisure Centre (Sutherland Pool upgrade)	LC	LR	359		359	32		32			0			0	391	0	391
Pan Highland		NOF Facilities Programme - Various Retentions	LC	LR	225		225			0			0			0	225	0	225
		Highland 2007 Legacy Projects																	
13,14,15,16	C	Highland Gallery and Museum	NYLC	HR			0	425	0	425	1,137	0	1,137	4,319	3,000	1,319	5,881	3,000	2,881
21	C	Highland Folk Museum	NYLC	HR	100		100	211	0	211	573	0	573	2,658	1,500	1,158	3,542	1,500	2,042
Pan Highland		Highland Archive and Registration Centre	LC	LR	6,412	2,250	4,162	1,927	500	1,427	184	500	-316			0	8,523	3,250	5,273
		Highland 2007 Core Programme																	
2,3,4		Regional Sports Facilities, Caithness	NYLC	HR			0	270		270							270	0	270
5		Sutherland Sports Facility	NYLC	HR	80		80	100		100							180	0	180
Pan Highland		Highland Archive Network	NYLC/LC	LR	95		95			0							95	0	95
		Highland 2007 Grant Scheme/Projects Carried Forward	NYLC/LC	LR	130		130										130		
		Schools Programmes																	
		Major Projects																	
22	A/C	Lochaber High School Refurbishment, Phase 1	NYLC/LC	LR	1,012		1,012	3,238		3,238	2,630		2,630	120		120	7,000	0	7,000
22	A/C	Lochaber High School Refurbishment, Phase 2	NYLC	LR	221		221	1,718		1,718	2,728		2,728	3,463		3,463	8,130	0	8,130
12	A	Mallaig Hostel	LC	LR	2,617		2,617	979		979	55		55			0	3,651	0	3,651
18, 16	A	Inverness Sec. Schools (Culloden/IRA School Rolls:Est.costs)	NYLC	LR			0			0			0	4,000		4,000	4,000	0	4,000
		Secondary Schools Upgrade Programme																	
2	A	Thurso High - Refurbishment of Extension Block and Science Labs)	LC	LR	1,308		1,308	24		24						0	1,332	0	1,332
19	A	Naim Academy - SEN Extension	LC	LR	670		670	20		20						0	690	0	690
1		Farr High/Primary Roadworks (H&S)	NYLC	LR	40		40	80		80						0	120	0	120
	A/C	Gross Funding for Future Upgrades As Below	NYLC	LR			0	500		500	1,500		1,500	3,830		3,830	5,830	0	5,830
19		Naim Academy - Future Upgrade	NYLC	LR			0	0		0	0		0	0		0	0	0	0
6		Plockton High - Games hall roof and Future Upgrade	NYLC	LR	55		55	0		0	0		0	0		0	55	0	55
3		Wick High - Future Upgrade	NYLC	LR			0			0			0	0		0	0	0	0
		Primary Schools Programme																	
22	A	Acharacle Primary Replacement	LC	LR	5,000		5,000	113		113			0			0	5,113	0	5,113
21	C	Aviemore Primary Replacement	NYLC	LR	522		522	1,971		1,971	4,200		4,200	2,014		2,014	8,707	0	8,707
9	C	Conon Bridge/Maryburgh Primary	NYLC	R	211		211	573		573	1,158		1,158	4,000		4,000	5,942	0	5,942
13	A	Tomnacross Primary Extension	NYLC	LR	1,086	50	1,036	24		24							1,110	50	1,060
22	C	Lochaline Primary Replacement	NYLC	LR			0	213		213	1,490		1,490	1,238		1,238	2,941	0	2,941

Ward	Programme Change Reference	Capital Programme Details			Proposed 2008/09			Proposed 2009/10			Proposed 2010/11			Proposed 2011/12			Total				
		Project	LC NYLC*	Spend Risk Marker	Gross	Income	Net	Gross	Income	Net	Gross	Income	Net	Gross	Income	Net	Gross	Income	Net		
39		Curricular Equipment																			
40	Pan Highland	New Schools Curricular Equipment	NYLC	R	3,302		3,302										0	3,302	0	3,302	
41		Asset Management																			
42	Pan Highland	Roll Pressures	NYLC/LC	LR	700		700	750		750	600		600	500		500	2,550	0	2,550		
43	Pan Highland	SEN Early Years Improvement/adaptations	NYLC/LC	LR	700		700	430		430	500		500	500		500	2,130	0	2,130		
44	Pan Highland	A/C Science/Home Ec. Classroom Upgrades - Year 1 Thurso High	NYLC	LR			0	400		400	500		500	500		500	1,400	0	1,400		
45	Pan Highland	Health & Safety	NYLC/LC	LR	300		300			0			0			0	300	0	300		
46	Pan Highland	School Security	NYLC	LR	50		50	50		50	50		50	50		50	200	0	200		
47	Pan Highland	SBIF Programme close 2008	NYLC	LR	350		350			0			0			0	350	0	350		
48	Pan Highland	Major Fabric Improvement Projects		LR				1,200		1,200	1,200		1,200	1,200		1,200	3,600	0	3,600		
49	Pan Highland	Area Devolved Funding (H&S, Care Commission & HMle reports)	NYLC	LR	500		500	500		500	500		500	500		500	2,000	0	2,000		
50	Pan Highland	Office Accommodation (Ness, Ruthven, Townhouse)	NYLC/LC	LR	235		235	100		100			0				335	0	335		
51	Pan Highland	Retentions (Various)	LC	LR	50		50	50		50	50		50	50		50	200	0	200		
52	Pan Highland	Class size reduction . C/F frpm 2007/8 additional funds	NYLC		0		0	1,362		1,362						0	1,362	0	1,362		
53	Pan Highland	Transfer of Plant from redundant schools	NYLC	LR	85		85			0							85	0	85		
54		Purchase of CHP Plant at Inverness Lesiure			125		125										125	0	125		
55	Pan Highland						0			0			0			0	0	0	0		
56		Catering and Cleaning																			
57	Pan Highland	Catering Equipment Repair	NYLC	LR	50		50	50		50			0				100	0	100		
58	Pan Highland	Floor Upgrades	NYLC	LR	90		90	50		50	50		50	50		50	240	0	240		
59	Pan Highland	Dining Room Upgrades	NYLC	LR	150		150	150		150	150		150	150		150	600	0	600		
60	Pan Highland	Capital Equipment Replacement	NYLC	LR	50		50	50		50	50		50	50		50	200	0	200		
61		ICT																			
62	Pan Highland	Schools ICT Integrated Programme	NYLC	LR	620		620	620		620	620		620	620		620	2,480	0	2,480		
63	Pan Highland	Telephone exchange replacements		LR	50		50	150		150							200	0	200		
64		Project that have been undertaken since November 2006																			
66	Pan Highland	Community Projects																			
67	Pan Highland	Pool Maintenance	LC	LR	10		10			0						0	10	0	10		
68	4	Halkirk Sports Facility - Contribution to development	NYLC	R	100		100	100		100						0	200	0	200		
69	3	Barrowgill Hall Contribution to Northern College Skills for Work Fac.	NYLC	R	90		90			0						0	90	0	90		
70		Miscellaneous Projects																			
71	Pan Highland	Early Years Childcare & Play	NYLC/LC	LR	600		600	43		43						0	643	0	643		
72	13	Kilchuimen Multi Use Games Area	NYLC	LR	150		150			0						0	150	0	150		
73	Pan Highland	D Gaelic Signage to Schools	NYLC/LC	LR	50		50			0						0	50	0	50		
74	Pan Highland	B Technical Room Dust Extraction Rolling Programme	NYLC	LR	25		25	175		175	100		100	100		100	400	0	400		
75	Pan Highland	B Synthetic Turf Pitch Rejuvenation	LC/NYLC	LR	100		100	100		100	100		100	100		100	400	0	400		
76	Pan Highland	B Grass Pitch Condition and improvement	NYLC	LR	50		50	40		40	50		50	50		50	190	0	190		
77	Pan Highland	B Cashless Payment Systems	NYLC	LR	160		160	80		80	80		80	80		80	400	0	400		
78							0														
81		TOTAL					30,715	4,594	26,121	20,106	1,481	18,625	21,255	500	20,755	31,642	4,500	27,142	103,718	11,075	92,643
99							30,715	4,594	26,121	20,106	1,481	18,625	21,255	500	20,755	31,642	4,500	27,142	103,718	11,075	92,643

PRIORITIES ARISING SINCE NOVEMBER 2006 5 YEAR PLAN

Ward	Capital Programme Details	LC NYLC*	Proposed 2008/09			Proposed 2009/10			Proposed 2010/11			Proposed 2011/12			Total				
			Gross	Income	Net	Gross	Income	Net	Gross	Income	Net	Gross	Income	Net	Gross	Income	Net		
Individual Projects																			
8	B	Milton Primary School Refurbishment - Kildary	NYLC	R	12		12	390		390			0			0	402	0	402
21	C	Kingussie High - Rail Footbridge	NYLC	LR	0		0	100		100			0			0	100	0	100
20	B	Milton of Leys P S - Inverness	NYLC	LR	375		375	3,415		3,415	3,412		3,412	146		146	7,348	0	7,348
12	B	Roy Bridge Primary	NYLC	LR		0	0	160		160			0			0	160	0	160
17	B	Inshes Primary School Extension	LC	LR	448	0	448			0			0			0	448	0	448
10	B	Black Isle Education Centre Replacement (estimated cost)	NYLC	LR	68		68	170		170	911		911	1,304		1,304	2,453	0	2,453
20	B	Cradlehall Primary Drop Off - Health and Safety	NYLC	LR	150	0	150			0			0			0	150	0	150
8,5,4	B	East Seaboard SEN (estimated cost)	NYLC	LR	0		0	340		340	1,822		1,822	2,608		2,608	4,770	0	4,770
	B	Inverness Leisure Facility - Landlord responsibilities	NYLC	LR			0			0			0	2,000		2,000	2,000	0	2,000
13	B	Farr (Inverness) and Kilchuimen Primaries - Additional Accom.	NYLC	LR			0			0	1,500		1,500			0	1,500	0	1,500
6	B	Ullapool High - Pupil Residence	NYLC	R	0		0	350		350			0			0	350	0	350
12	B	Former Achintore School - Remedial Works	NYLC	LR	100		100			0			0			0	100	0	100
5	B	Golspie Primary School - Re-Build Toilet Block	NYLC	LR	0		0	150		150			0			0	150	0	150
6	B	Plockton High School, Hostel - Alterations to Showers	NYLC	LR	83	83	0			0			0			0	83	83	0
Pan Highland	B	Thermostatic Mixing Valves	NYLC	LR	0		0	100		100			0			0	100	0	100
FUTURE YEARS																			
10		Cromarty PS Refurbishment					0			0			0			0			0
5		Golspie High Refurbishment					0			0			0			0			0
11,4,		Project refurbishment at Uig, Kimuir, Bower, Invergordon					0			0			0			0			0
		A96 Corridor developments when known					0			0			0			0			0
Pan Highland	D	Development of standalone Gaelic facilities					0			0			0			0			0
Pan Highland	D	Provision of Accommodation for Gaelic Teaching					0			0			0			0			0
TOTAL					1,236	83	1,153	5,175	0	5,175	7,645	0	7,645	6,058	0	6,058	20,114	83	20,031
Checksum					1,236	83	1,153			5,175			7,645			6,058			

Capital Programme Details		LC NYLC*	Proposed 2008/09			Proposed 2009/10			Proposed 2010/11			Proposed 2011/12			TOTAL		
Summary			Gross	Income	Net	Gross	Income	Net	Gross	Income	Net	Gross	Income	Net	Gross	Income	Net
Programme			30,715	4,594	26,121	20,106	1,481	18,625	21,255	500	20,755	31,312	4,500	27,142	103,718	11,075	92,643
NEW PRIORITIES ARISING SINCE NOVEMBER 2006 5 YEAR PLAN			1,236	83	1,153	5,175	0	5,175	7,645	0	7,645	6,058	0	6,058	20,114	83	20,031
Total			31,951	4,677	27,274	25,281	1,481	23,800	28,900	500	28,400	37,370	4,500	33,200	123,832	11,158	112,674

ECS REVENUE BUDGET - 2008/09

ANNEX D

REVENUE CONSEQUENCES

Revenue Consequences Description e.g. staff costs, maintenance, client income		2008/09	2009/10	2010/2011	2011/2012
		£K	£K	£K	£K
PPP2 Projects		398	201	0	0
Capital Programme Projects		2008/09	2009/10	2010/2011	2011/2012
		£K	£K	£K	£K
Nairn Community Centre - operational costs		1	1	0	0
Archive Centre, Inverness - marketing post	Employee costs	15	0	0	0
National nuclear archive bid	Employee costs	0	30	0	0
Lochaber Archive "spoke" - operational costs	Employee costs	30	0	0	0
Grantown Grammar - sports facility	Full year effect	11	0	0	0
Highland Archive network	Employee costs & property	339	198	0	0
Highland Folk Museum/IMAG	Joint project officer	15	20	-35	0
Regional Sports facilities - Caithness	Employee costs & property	0	0	0	150
Dornoch sports barn	Employee costs & property	0	100	0	0
Aviemore Library	Rent	5	0	0	0
Mallaig Hostel		0	90	0	0
Annual maintenance synthetic pitches		0	20	0	0
Drakies Nursery (tbc)	Net staffing impact with Inshes re 3 year olds	40	20	0	0
Farr P S - Demountable (tbc)	Rates; energy etc	1	1	5	0
Cashless Catering - annual maintenance		0	10	10	0
Grass pitches - annual maintenance		0	25	25	0
Milton of Leys Primary - assume 200 pupils	Assumes saving at Inshes PS	0	0	100	50
Technical Rooms - Secondary sector	Annual maintenance contract	0	7	8	0
Office accommodation	Ruthven House - operational costs	0	15	0	0
Plockton High School	Increased operational costs following investment	0	0	10	0
Feasibility studies	In recognition of increased asset management activity	0	50	0	0
Sub-total - Capital		457	587	123	200
		855	788	123	200

THE HIGHLAND COUNCIL
EDUCATION, CULTURE AND SPORT SERVICE COMMITTEE
9 NOVEMBER 2006

Agenda Item	
Report No	

Service Capital Programme Review 2006/07 – 2010/11

Report by Director of Education, Culture and Sport Service

Summary

This report provides detail of a proposed review of the Education, Culture & Sport Service Capital Programme against the background of Corporate and Service Capital Expenditure Management requirements.

The report also proposes the detail of a bid to the Council's Budget Working Group for additional flexibility funding for year 5 of the programme (2010/11).

1. Background

1.1 At their meeting on 16th March 2006 Members of the Education, Culture & Sport Service agreed the Capital Programme covering the period 2006/07 to 2009/10 shown at Appendix 1 to this report.

1.2 On 10th August 2006 Members of the Education, Culture & Sport Service Committee agreed a detailed implementation plan in respect of the named primary school, secondary school and Community Learning & Leisure facilities projects identified within the agreed Capital Programme.

2. Current Position

2.1 In December 2006 the Council's Budget Working Group will consider updated five year Capital Programme proposals from all Services covering the period 2006/07 to 2010/11. These proposals are to include bids for additional funding in respect of year 5, 2010/11.

2.2 All Services have been instructed to prepare revised and updated Capital Programmes taking account of:-

- Updated costings
- Updated phasing of projects
- The effects of inflation and project costs

Services must also ensure that revised programmes prepared for Members' consideration in the November cycle of the Council are developed within existing financial allocations for the period up to 2009/10.

The only opportunity for bidding for additional funding will be in relation to year 5 – 2010/11.

3. Education, Culture & Sport Service Capital Funding position – 2006/07 – 2010/11

Currently agreed ECS Capital Funding

Table 1

	2006/07	2007/08	2008/09	2009/10	2010/11	Total
	£M's	£M's	£M's	£M's	£M's	
1 - Net currently Approved	10.89	14.459	15.063	12.716	2.55	55.678
2 - Carry Forward	2.94					
3 - Potential Additional income due to PPP programme changes	0.19	1.247	1.978	0.985	3.152	7.552
4 - Additional SBIF	1.344					
Total	15.366	15.706	17.041	13.701	5.702	63.23

3.1 Lines 1 and 2 of Table 1 above show the approved net Capital Funding for the period 2006/07 to 2010/11 including:-

- Carry forward in 2006/07
- Additional funding agreed for 2010/11 by the Budget Working Group in respect of Lochaber High School refurbishment project

It should be noted that the Highland Council floor allocation and the Scottish Executive School Building Improvement Fund allocation for 2010/11 have not as yet been advised.

3.2 There is the potential for additional funding to be available as a result of agreed PPP2 Programme facility handover dates.

The Council's agreed funding package for the payment of the PPP2 Unitary Charge included contributions from the School Building Improvement Fund element of the Education, Culture & Sport Service Capital Programme.

The effect of the delivery programme agreed at the PPP2 Contract sign off has been to reduce the overall level of Unitary Charge payable in the initial years of the programme.

This position may result in surpluses from the School Building Improvement Fund contributions being available to the Education, Culture & Sport Service Capital Programme as shown in **line 3** of Table 1 above.

In addition, one of the agreed funding sources for PPP2 was the reduction in teacher numbers due to falling school rolls. The Budget Working Group has been advised of changes to the school roll forecasts due to some inward migration. This could have an impact on SBIF balances.

These issues will be clarified in December 2006 following consideration by the Budget Working Group and the Highland Council.

3.3 The Scottish Executive has very recently made a one off allocation of additional School Building Improvement Fund monies to all Local Authorities for financial year 2006/07. **Line 4** of Table 1 above shows the Highland Council allocation.

Detailed proposals for the use of this funding are set out in Section 7.

4. Issues to be considered in reviewing the Capital Programme

4.1 Cost changes

- The Capital Programme is established to cover a period of 5 years. Project costs will rise from the level of initial estimates depending upon the length of time taken for a project to reach delivery stage.

Unless additional funding becomes available the impact of such cost changes will require the extension of the programme by slippage of projects into future years.

- Secondly there is evidence of very significant cost variation between properly estimated project costings and prices received following the tendering process.

If such cost increases cannot be avoided then there is again a need to extend the programme by slippage of projects into future years.

A review of procurement methods is required to establish the potential for minimising cost risk of this nature.

4.2 Project Phasing and Cashflow

The detailed Capital Programme implementation plan agreed on 10th August 2006 contains a number of named primary school replacement projects and a number of named secondary school refurbishment projects.

Given the currently agreed programming there is a cashflow problem in financial year 2008/09 due to a number of projects coming to high value spend stage at similar times.

4.3 Corporate Management of Capital Expenditure

To provide for cost pressures across the Council's capital programmes, all Service Directors, as part of the programme review, have been asked to investigate scope for slipping projects.

Based upon corporate review of programme proposals, the Education, Culture & Sport Service share of slippage required would be a managed underspend of £2M in 2006/07 and a further managed underspend of £1M in 2007/08.

The Director of Finance has confirmed that, subject to BWG approval, agreed underspent funds will be available to Services through their target allocation in subsequent financial years. All Services revised programme proposals will be considered by BWG in December 2006.

5. Programme Review

- ##### **5.1**
- Against the background of cost changes, cashflow issues and the need to manage expenditure on a corporate basis, the following revisions are proposed.

5.2 Agreed managed underspends – 2006/07 and 2007/08

On the basis of project development in the currently agreed Capital Programme it is estimated that the £2M underspend will be achieved in year 2006/07.

In order to generate a managed underspend of £1M in 2007/08 it is proposed that the Acharacle Primary School replacement project should be slipped by up to 4 months with commencement projected for March 2007 as opposed to November/December 2006.

5.3 Cash Flow

The agreed programming for the building of the new Aviemore Primary School and the new school to replace Maryburgh and Conon Bridge Primary Schools currently shows both projects starting on site in November/December 2007.

In order to avoid the cashflow issue highlighted in paragraph 4.2 above, it is proposed that one of these projects be targeted for onsite start in the third quarter of financial year 2008/09.

The projects are currently at initial development stage and it is proposed that a final decision on timing of the projects be taken by Members once full information is available on which of the projects will be in a position to start in late 2007.

It is further proposed that the Lochaline Primary School project should be targeted for on site start in October/December 2009 as opposed to Spring 2008.

The proposed revision to the previously agreed timings of the 21st Century primary schools projects is set out in Appendix 2 to this report.

It is currently anticipated that the previously agreed scheduling of other projects within the programme will stand at this time. It may however be necessary to review this position should the funding position change.

The full revised Capital Programme is set out in Appendix 3 to this report with the projected cash flows being set out in Appendix 4.

It should be noted that the revised programme proposals are based upon the net income shown in Table 1 including the potential additional income due to PPP programme changes. As indicated in paragraph 3.2 this potential additional funding has not been confirmed and a further review of the programme will be necessary if the funding does not become available to the Service.

6. Year 5 additional funding bid

6.1 As indicated in paragraph 2.1 the Council's Budget Working Group will consider bids for additional funding for financial year 2010/11.

As indicated in paragraph 4.1 the project costs will always rise when a project is spread over a number of years or where project delivery is anticipated at the end of the programme period.

For the above reasons it is proposed that the Service bid should include:-

- £0.5M in respect of potential cost rises for the Lochaline Primary School replacement project currently anticipated to start on site in financial year 2009/10.
- £1.5M as a cost rise contingency sum in respect of the Lochaber High School refurbishment project which is currently programmed to be carried out across four financial years.

In addition to the above cost rise contingency elements to the bid it is proposed also that the Service should bid for the sum of £1M in respect of CLL facilities. This proposal relates to the continuing of the current programme of essential maintenance and upgrade currently to be funded through the previously agreed bids of £1M in each of the financial years from 2007/08 to 2009/10.

7.0 Additional SBIF Allocation – 2006/07

7.1 The following expenditure proposals are made in line with the guidance provided by the Minister at the time of allocating the additional funding.

It should be noted that all monies are to be spent in this financial year.

- Implementation of SSDN – this proposed expenditure is required in order to provide the equipment necessary for implementation of Broadband and the national education intranet in Highland schools.

Costs are being finalised currently. All schools will benefit from this proposed expenditure.

- Members will be aware of the significant developments in relation to school meals provision which had been taken forward in the last few years. In order to build on this work it is proposed to carry out enhancements to dining and servery provision in a number of schools. This work would include provision of new floor coverings, redecoration and provision of new furnishings. In two schools it is proposed that the work will also include the provision of Smartcard systems. Again projected costs are being finalised.
- The remaining balance would be allocated directly to schools for improvement of fabric for example floor coverings and redecoration. The allocation will be made on the basis of the existing DSM scheme.

8.0 Conclusion

8.1 The major issues driving the review of the Capital Programme are:-

- Cost changes
- Management of cashflow
- Corporate management of capital expenditure

8.2 On the basis of the proposed revised programming of the 21st Century primary school element of the programme and the bid for year 5 additional funding it is expected that the programme agreed in March 2006 can be delivered.

It should be noted however that the delivery of the revised programme is dependent upon the availability of the additional income due to PPP programme changes and that a further review of the programme will be required if these funds are not available to the Service.

9. Recommendations

Members are asked to:

1. Agree the revised Capital Programme as set out in Appendix 3.
2. Agree the bid to the Council's Budget Working Group as set out in paragraph 6.1.
3. Agree the uses of the additional SBIF monies as set out in paragraph 7.1 with finalised allocations being delegated to the Director of Education, Culture and Sport, following discussion with the Chairman and Vice-Chairman of the Education, Culture & Sport Committee once final costings are known.

Signature:

Designation: Head of Support Services

Date: 30th October 2006

Author: Hugh Fraser

Ref: HF/MJT

Background Papers:

ECS Committee 16th March 2006

ECS Committee 10th August 2006

APPENDIX 1

HIGHLAND COUNCIL CAPITAL PROGRAMME - 2005/06 to 2009/10

Appendix 1

SERVICE:	Education Culture and Sport Service
-----------------	--

Capital Programme Details Project	LC NYLC	Agreed 2005/06			Agreed 2006/07			Proposed 2007/08			Proposed 2008/09			Proposed 2009/10			Future Years			Total Project Costs		
		Gross	Income	Net	Gross	Income	Net	Gross	Income	Net	Gross	Income	Net	Gross	Income	Net	Gross	Income	Net	Gross	Income	Net
Village Halls	LC	80		80	50		50	50		50		0			0			0	180		0	180
Leisure Facilities	NYLC/LC	275		275	170		170	130		130	130	130	170		170			0	875		0	875
Culture and Sport Facilities - Health and Safety		100		100	100		100	50		50	50	50		0				0	350		0	350
NOF Facilities Programme - Nairn Community Pitch	LC	190	613	-423			0			0		0			0			0	190	613		-423
NOF Facilities Programme - Grantown Community Sports Facility	NYLC	949	916	33	1,340		535	805		60		60			0			0	2,349	1,451		898
NOF Facilities Programme - Wick STP	NYLC	525	100	425	17		17			0		0			0			0	542	100		442
NOF Facilities Programme - Plockton STP	NYLC	520	317	203	17		17			0		0			0			0	537	317		220
NOF Facilities Programme - TRACC (Community Facility)	LC	256	205	52	7		7			0		0			0			0	263	205		59
NOF Facilities Programme - Badaguish Outdoor Education Centre	NYLC	900	772	128			0			0		0			0			0	900	772		128
Mallaig All Weather Pitch (retention and Repairs)	LC	60	20	40			0			0		0			0			0	60	20		40
Ullapool Primary School (less fees from previous year)	LC	70		70			0			0		0			0			0	70			70
Badenoch Leisure Centre	LC	330		330	9		9			0		0			0			0	339			339
Retentions (Various)	LC	100		100	57		57			0		0			0			0	157			157
21st Century Schools - Secondaries	NYLC	1,000		1,000	800		800	903		903	200	200	1,000		1,000			0	3,903			3,903
Roll Pressures	NYLC	1,000		1,000	300		300	300		300	300	300			300			0	2,200			2,200
21st Century Schools (SEN Early Years) (includes Merkinch)	NYLC	900	130	770	400		400	300		300	200	200			200			0	2,000	130		1,870
Science/Home Ec Classroom Upgrades	NYLC	370		370	230		230	300		300		0	300		300			0	1,200			1,200
ICT (infrastructure and Data Cabling)	NYLC	600		600	600		600	600		600	600	600			600			0	3,000			3,000
Health & Safety (Flexibility in consultation with P&AS)	NYLC	500		500	500		500			0		0			0			0	1,000			1,000
Glenurquhart PS Extension	NYLC	380		380	10		10			0		0			0			0	390			390
Mallaig Hostel	NYLC	150		150	1,000		1,000	25		25		0			0			0	1,175			1,175
Acharacle Primary School	NYLC	1,000		1,000	700		700	696		696		0			0			0	2,396			2,396
Aviemore PS Replacement(Guide Cost Only)	NYLC			0			0	100		100	2,569	2,569	2,574		2,574			0	5,243			5,243
Kingussie High School	LC	600		600	150		150			0		0			0			0	750			750
Major Maintenance Projects (Devolved to Areas Including £602k SBIF)	NYLC	2,236		2,236	1,102		1,102	1,102		1,102	1,102	1,102			1,102			0	6,644			6,644
Area Devolved Funding (H&S, Care Commission & HMle reports)	NYLC	500		500	500		500	500		500	500	500			500			0	2,500			2,500
Challenge fund (Matched Funding Required)	NYLC	100		100	41		41			0		0			0			0	141			141
PPP2 Consultancy	LC	210		210	110		110	210		210	100	100			0			0	630			630
21st Century Highland Schools (Includes PPP2 land purchase)	NYLC	2,201		2,201			0			0		0			0			0	2,201			2,201
School Security	NYLC	163		163	80		80	80		80	80	80			0			0	403			403
Catering Equipment and floor upgrade	NYLC	191		191	175		175	75		75	50	50	40		40			0	531			531
Office Accommodation	LC	90		90	50		50	100		100		0			0			0	240			240
Eden Court (Development Grant)	LC	688		688	125		125			0		0			0			0	813			813
Eden Court (latent defects)	LC	710		710	250		250			0		0			0			0	960			960
Replacement Primary Schools - Conon/ Maryburgh or substitute	NYLC	200		200	2,000		2,000	1,400		1,400		0			0			0	3,600			3,600
Lochaber High School Refurbishment	NYLC	0		0	0		0	2,550		2,550	2,550	2,550			2,550	2,550		2,550	10,200			10,200
Secondary Schools (Culloden & IRA Extensions)	NYLC	0		0	0		0	670		670	670	670			670	670		670	2,010			2,010
Primary Schools	NYLC	0		0	0		0	1,660		1,660	1,660	1,660			1,660	1,660		1,660	4,980			4,980
CLL Facilities	NYLC	0		0	0		0	1,000		1,000	1,000	1,000			1,000	1,000		1,000	3,000			3,000
SBIF Funding			4,332	-4,332		4,350	-4,350		2,351	-2,351		1,251	-1,251		2,206	-2,206			0		14,490	-14,490
PPP2 Curricular Equipment							0	1,598		1,598	3,302	3,302			0			0	4,900			4,900
TOTAL		18,144	7,405	10,739	10,890	4,885	6,005	14,459	2,351	12,108	15,063	1,251	13,812	12,716	2,206	10,510	2,550	0	2,550	73,822	18,098	55,724

APPENDIX 4

HIGHLAND COUNCIL CAPITAL PROGRAMME - 2005/06 to 2009/10

SERVICE: Education Culture and Sport Service

Capital Programme Details	LC	Proposed 2006/07		Proposed 2007/08		Proposed 2008/09		Proposed 2009/10		Future Years 2010/11		Total Project Costs							
	NYLC	Revised Gross	Revised Income	Net	Gross	Income	Net	Gross	Income	Net	Gross	Income	Net	Gross	Income	Net			
Village Halls	LC	104		104	75		75	50		50			0	229	0	229			
CLL Facilities	NYLC/LC	353		353	1,130		1,130	1,130		1,130	1,170	1,170	1,000	4,783	0	4,783			
Culture and Sport Facilities - Health and Safety		197		197			0			0		0		197	0	197			
NOF Facilities Programme - Naim Community Pitch	LC	53		53			0			0		0		53	0	53			
NOF Facilities Programme - Grantown Community Sports Facility	NYLC	1,650	1,244	406	60		60			0		0		1,710	1,244	466			
NOF Facilities Programme - Wick STP	NYLC	508		508	17		17			0		0		525	0	525			
NOF Facilities Programme - Plockton STP	NYLC	554	246	308	17	12	5			0		0		571	258	313			
NOF Facilities Programme - TRACC (Community Facility)	LC	22		22	7		7			0		0		29	0	29			
NOF Facilities Programme - Badaguish Outdoor Education Centre	NYLC	825	276	549	276		276			0		0		1,101	276	825			
Badenoch Leisure Centre	LC	108	28	80	10		10			0		0		118	28	90			
Retentions (Various)	LC	80		80	100		100	100		100	100	100	100	480	0	480			
21st Century Schools - Secondaries Costs £4.318M	NYLC	1,420		1,420	903		903	200		200	1,000	1,000	1,000	4,523	0	4,523			
Thurso High														0	0	0			
Naim Academy														0	0	0			
Plockton High														0	0	0			
Wick High School														0	0	0			
Technical room Upgrade £100k per annum														0	0	0			
Roll Pressures	NYLC	500		500	300		300	300		300	300	300	300	1,700	0	1,700			
21st Century Schools (SEN Early Years) (Includes Merkinch)	NYLC	848	140	708	300		300	200		200	200	200	200	1,748	140	1,608			
Science/Home Ec Classroom Upgrades	NYLC	197		197	300		300			0	300	300	300	1,097	0	1,097			
ICT (Infrastructure and Data Cabling)	NYLC	800		800	800		800	800		800	800	800	800	4,000	0	4,000			
Health & Safety (Flexibility in consultation with P&AS Includes St Brides)	NYLC	622		622			0			0		0		622	0	622			
Glenurquhart PS Extension	NYLC	10		10			0			0		0		10	0	10			
21st Century Primary Schools Projected Costs £24.43M		1,865		1,865	6,198		6,198	9,624		9,624	3,565	3,565	3,180	3,180	24,432	0	24,432		
Acharacle P. S	NYLC			0			0			0		0		0	0	0			
Aviemore PS Replacement	NYLC			0			0			0		0		0	0	0			
Maryburgh Canon P S Replacement				0			0			0		0		0	0	0			
Mallaig Hostel	NYLC			0			0			0		0		0	0	0			
Lochaline P S Replacement				0			0			0		0		0	0	0			
Kingussie High School	LC	126		126	20		20			0		0		146	0	146			
Major Maintenance Projects (Devolved to Areas Including £602k SBIF)	NYLC	2,211		2,211	1,102		1,102	1,102		1,102	1,102	1,102	1,102	6,619	0	6,619			
Area Devolved Funding (H&S, Care Commission & HMIe reports)	NYLC	530		530	500		500	500		500	500	500	500	2,530	0	2,530			
Challenge fund (Matched Funding Required)	NYLC	41		41			0			0		0		41	0	41			
PPP2 Consultancy	LC	180		180	180		180	180		180				540	0	540			
21st Century Highland Schools (Includes PPP2 land purchase)	NYLC	240	520	-280		80	-80			0		0		240	600	-360			
School Security	NYLC	94		94	80		80	80		80		80	80	334	0	334			
Catering Equipment and floor upgrade	NYLC	350		350	75		75	50		50	40	40	40	515	0	515			
Office Accommodation	LC	48		48	100		100			0		0		148	0	148			
Eden Court (Development Grant)	LC			0			0			0		0		0	0	0			
Eden Court (latent defects and development grant))	LC	798		798			0			0		0		798	0	798			
Lochaber High School Refurbishment	NYLC	0		0	2,550		2,550	2,550		2,550	2,550	4,050	4,050	11,700	0	11,700			
Secondary Schools (Culloden & IRA Extensions)	NYLC	0		0	670		670	670		670	670	670	670	2,010	0	2,010			
SBIF Funding	NYLC	0	5,884	-5,884	2,351	-2,351	1,251	-1,251	2,206	-2,206				0	11,692	-11,692			
SBIF Funding (Balance due to PPP2 Programme)	NYLC			0	1,247	-1,247	1,978	-1,978	985	-985	3,152	-3,152	0	7,362	-7,362				
PPP2 Circular Equipment	NYLC			0	1,598		1,598	3,302		3,302				4,900	0	4,900			
Pool Maintenance	NYLC	150	150	0			0			0				150	150	0			
Technical Equipment replacement	LC	190	100	90			0			0		0		190	100	90			
Dornoch Academy Community Sports Facility	NYLC													0	0	0			
Caitness Indoor Sports Facilities	NYLC													0	0	0			
Cost Contingencies				0			0			0		0		0	0	0			
Naim Community Centre	LC	3,627	3,627	0			0			0		0		3,627	3,627	0			
Allocation of Capital Discretionary Fund		709		709			0			0		0		709		709			
Additional SBIF allocation		1,344		1,344			0			0		0		1,344		1,344			
TOTAL		21,353	12,214	9,139	17,368	3,690	13,678	20,838	3,229	17,609	12,297	3,191	9,106	12,612	3,152	9,460	84,468	25,476	58,992

Checksum 9,139 Difference 517 13,678 -1,053 17,609 -4,850 9,106 -3,446 9,460 -2,726 58,992 -14,282

COUNCIL FUNDING	2006/07	2007/08	2008/09	2009/10	Future Years	Total
Underspend brought forward	2,942	517	-1,053	-4,850	-3,446	-8,615
Highland Council - Service Floor Allocation	4,630	4,630	4,630	4,630	4,630	23,150
Highland Council - Specific Allocations (Eden Court latent defects)	250	0				250
Highland Council - Specific Allocations (Eden Court development grant)	125					125
Capital Discretionary Fund	709					709
Highland Council - Flexibility bids	1,000	7,478	9,182	5,880	5,550	29,090
Total Council Funding	9,656	12,625	12,759	5,660	6,734	44,709

REVENUE CONSEQUENCES	2006/07	2007/08	2008/09	2009/10	Future Years
Total Revenue Consequences in year	32	0	210	-510	

CAPITAL BIDS	2006/07	2007/08	2008/09	2009/10	Future Years	Total
Lochaber High School Refurbishment				1,500	1,500	1,500
Lochaber High School Refurbishment		2,550	2,550	2,550	2,550	10,200
Secondary Schools (Culloden & IRA Extensions)		670	670	670	670	2,010
Primary Schools		1,660	1,660	1,660	500	5,480
CLL Facilities		1,000	1,000	1,000	1,000	4,000
PPP2 Circular Equipment		0	1,598	3,302	0	4,900
Total	0	7,478	9,182	5,880	5,550	26,590

Checksum 7,478 9,182 5,880 28,090

THE HIGHLAND COUNCIL

EDUCATION, CULTURE AND SPORT SERVICE COMMITTEE

10 AUGUST 2006

Agenda Item	
Report No	

Service Capital Programme to 2009/10 – Proposed Implementation Plan – Primary Schools, Secondary Schools and Community Learning & Leisure Facilities

Report by Director of Education, Culture and Sport Service

Summary

This report proposes a detailed implementation plan in respect of named primary school, secondary school and community learning and leisure facilities projects for the 4 years from 2006/7 – 2009/10.

The report also provides information on the process of review of all Service Capital Programmes required by the Budget Working Group in order to develop proposals for the 5th year (2010/11).

2. Background

3. At their meeting on 16, March 2006 Members of the Education, Culture and Sport Committee received a report on the outcomes of the Service's capital funding bid to the Budget Working Group which had been approved at the Highland Council meeting on 2, March 2006. The outcomes of the bid are summarised in Table 1 below: -

Bid Summary		07/08	08/09	09/10	10/11
		£M's	£M's	£M's	£M's
1.	Lochaber High School– Refurbishment to 21 st Century School	2.55	2.55	2.55	2.55
2.	Secondary school Extensions at Culloden and Inverness Royal Academies	0.67	0.67	0.67	0
3.	Primary School – Replacements for worst condition schools commencing with Maryburgh/Conon	1.66	1.66	1.66	0
4.	CLL Facilities – Maintains condition status quo	1.0	1.0	1.0	0
5.	Energy – Improvements to building energy efficiency	(overtaken by Corporate bid)			
6.	Curricular Equipment PPP2	1.598	3.302		
Total		7,478	9,182	5,880	2,550

Table 1 – BWG Budget Allocations

4. The additional funding provided allowed a review of the existing programme up to and including financial year 2009/10.

2. CURRENT POSITION

- 2.1 Members approved the reviewed programme attached to this report as Appendix 1 and instructed that a detailed 21st century primary and secondary school programme be presented to a future meeting.

The proposed programme in respect of primary and secondary school projects is set out in the following tables in a project by project sequence.

The report also proposes a detailed programme for Community Learning and Leisure facilities by priority to 2008.

The running order of all projects will be used to provide project based progress reports to Members in the future.

Table 2

Primary School Replacement Projects				
<i>Priority</i>	<i>School</i>	<i>Timescale</i>	<i>Anticipated Site Start</i>	<i>Current Projected Cost</i>
1	Acharacle	Current	Sept/October 06	Out to Tender
2	Aviemore	Brief ready October 2006	Nov/Dec 07	Excess of £6m for school facilities
3	Maryburgh/Conon	Brief ready Nov 2006	Nov/Dec 07	TBA
4	Lochaline	Brief ready Dec 2006	Spring 2008	TBA
5	Caol/Banavie or Fort William Alternative	Brief ready Dec 2007	TBA	TBA

Table 3

Secondary Schools – Extension and refurbishment				
<i>Priority</i>	<i>School</i>	<i>Timescale</i>	<i>Anticipated Site Start</i>	<i>Current Projected Cost</i>
1	Lochaber High	Start Tender process Sept 07	Oct 2008	£10.2M
2	Inverness Royal Academy	Brief ready Oct 2006	Oct 2007	TBA
2	Culloden Academy	Brief Ready March 2007	Oct 2008	TBA

Table 4

Secondary Schools – Rolling Upgrade Programme				
<i>Priority</i>	<i>School</i>	<i>Timescale</i>	<i>Anticipated Site Start</i>	<i>Current Projected Cost</i>
1	Thurso High	Underway	Enabling works underway. First labs Oct 2006	£800k to £1M
2	Plockton High	Feasibility instructed. AWP almost complete	Oct 2007	TBA
3	Nairn Academy *	Feasibility instructed	ASN Spring 2007 then phased works to 2009/10	TBA
4	Wick High	Brief ready by August 2007. AWP almost complete	TBA	TBA
5	Farr Secondary/Primary	Brief Ready Dec 2006	June 2007 Access Road restructure	TBA

2.2 Members will be aware that Nairn Academy has been programmed for a Science Laboratory upgrade for the last two years but the implementation of that programme has been delayed due to the nature and layout of the school accommodation and developing ASN accommodation requirements.

It is necessary to address the ASN accommodation needs by August 2007. In addition due to roll pressure there is a need to provide 2 additional science labs.

The alteration work will be complex due to the design and construction of the school and there will be significant impacts on areas throughout the building.

In order to be able to address the needs at Nairn Academy it is proposed that this project be included in the rolling upgrade programme with works commencing in 2007 and phased through to 2009/10.

2.3 **Table 5**

Community Learning and Leisure Projects through to 2008	
Priority	Project and projected budget allocation
1	Dingwall Leisure Centre – refurbishment of changing rooms and showers (to coincide with DDA works scheduled for 2007-08). Estimate £80,000.
2	Uig and Portree Changing Pavilions – refurbishment (there are no current usable facilities for changing for outdoor sport in Skye) Estimate £80,000.
3	Gairloch Artificial Pitch Rejuvenation. £25,000 – on site currently
4	Inverness Art Gallery and Museum - ventilation and air handling issues (to co-ordinate with programmed DDA works). Estimate £25,000
5	Mey and Keiss Village Halls – contribution to rebuild. Estimate £100,000.
6	Thurso Swimming Pool – changing room refurbishment. Estimate £75,000.
7	Wick Swimming Pool Air Handling Unit – Rebuild to reduce energy consumption £30,000
8	Hamsworth Park, Wick Changing Pavilion – refurbishment. Estimate £50,000
9	Lochaber Parks Changing Pavilions – refurbishment. Estimate £149,000
10	Northern Meeting Park Inverness – roof repairs. Estimate £50,000
11	Cannich Hall – roof repairs. Estimate £50,000
12	Portree Multi-court – resurface. Estimate £25,000
13	Spectrum Centre Inverness – enclose concourse, contribution. Estimate £30,000
14	Fort William Library refurbishment. Estimate £75,000
15	Inverness Library Refurbishment. Estimate £70,000
16	Small works – funds for small capital projects of maximum £10,000 to be bid into during the year. £116,000. Projects already requested to be included in this allocation: Invergordon Leisure Centre toilet improvements (Estimate £6,000) Black Isle Leisure Centre Games Hall Floor re-sealing and lining (Estimate £5,000)
17	Fees for consultants required to survey CLL Facilities to assess “fitness for purpose” and recommend future priorities for repair and replacement. Estimate £30,000
18	Contingencies - £120,000 (e.g. Additional Village Hall grants or building failures).

3. Review of current programme and proposals for year 5 (2010/11)

- 3.1 The Budget Working Group will consider updated 5 year programme proposals from all Services including year 5 (2010/11) in November 2006.
- 3.2 All Services will require to bring proposals for year 5 to Committee in the September/October cycle of the Council.
- 3.3 It is clear that there will be no additional funding for the period up to 2009/10 and Service proposals will require to take account of the effects of: -
- Current carry forwards
 - The estimated impact of inflation on current project costings

- 3.4 Members of the Education, Culture and Sport Committee have previously agreed a range of “future years” projects for inclusion in the Service Capital Programme.

The extent to which such projects can be accommodated will be dependant **firstly** upon the effects of carry forwards and building inflation costs on currently agreed projects and **secondly** on the outcomes of the bid to Budget Working Group for additional funding for 2010/11.

A detailed review taking account of the capital funding carry forward and estimated building inflation costs will be brought to Members at the meeting of the Education, Culture & Sport Service Committee in September.

Members are asked to note that this process of review may have the effect of extending the timescales of the current programme in order to match project expenditure to available funding.

4. Recommendation

4.1 Members are asked to: -

- 1) Agree the currently proposed project by project sequence in respect of primary school replacements, secondary school extension and refurbishment projects, secondary school rolling upgrade programme and community learning and leisure facilities projects to 2008.
- 2) Note that a review of the current programme with proposals for year 5 (2010/11) will be presented for consideration in September 2006.

Signature:

Designation:

Date:

Author: Hugh Fraser, Head of Support Services

Ref:

Background Papers: Highland Council 2, March 2006
ECS 16, March 2006

HIGHLAND COUNCIL CAPITAL PROGRAMME - 2005/06 to 2009/10

Appendix 1

SERVICE:	Education Culture and Sport Service
-----------------	--

Capital Programme Details Project	LC	Agreed 2005/06			Agreed 2006/07			Proposed 2007/08			Proposed 2008/09			Proposed 2009/10			Future Years			Total Project Costs			
	NYLC	Gross	Income	Net	Gross	Income	Net	Gross	Income	Net	Gross	Income	Net	Gross	Income	Net	Gross	Income	Net	Gross	Income	Net	
Village Halls	LC	80		80	50		50	50		50		0		0		0		0		0	180	0	180
Leisure Facilities	NYLC/LC	275		275	170		170	130		130	130		130	170		170		0		0	875	0	875
Culture and Sport Facilities - Health and Safety		100		100	100		100	50		50	50		50	50		50		0		0	350	0	350
NOF Facilities Programme - Nairn Community Pitch	LC	190	613	-423			0			0			0			0		0		0	190	613	-423
NOF Facilities Programme - Grantown Community Sports Facility	NYLC	949	916	33	1,340	535	805	60		60			0			0		0		0	2,349	1,451	898
NOF Facilities Programme - Wick STP	NYLC	525	100	425	17		17			0			0			0		0		0	542	100	442
NOF Facilities Programme - Plockton STP	NYLC	520	317	203	17		17			0			0			0		0		0	537	317	220
NOF Facilities Programme - TRACC (Community Facility)	LC	256	205	52	7		7			0			0			0		0		0	263	205	59
NOF Facilities Programme - Badaguish Outdoor Education Centre	NYLC	900	772	128			0			0			0			0		0		0	900	772	128
Mallaig All Weather Pitch (retention and Repairs)	LC	60	20	40			0			0			0			0		0		0	60	20	40
Ullapool Primary School (less fees from previous year)	LC	70		70			0			0			0			0		0		0	70	0	70
Badenoch Leisure Centre	LC	330		330	9		9			0			0			0		0		0	339	0	339
Retentions (Various)	LC	100		100	57		57			0			0			0		0		0	157	0	157
21st Century Schools - Secondaries	NYLC	1,000		1,000	800		800	903		903	200		200	1,000		1,000		0		0	3,903	0	3,903
Roll Pressures	NYLC	1,000		1,000	300		300	300		300	300		300	300		300		0		0	2,200	0	2,200
21st Century Schools (SEN Early Years) (includes Merkinch)	NYLC	900	130	770	400		400	300		300	200		200	200		200		0		0	2,000	130	1,870
Science/Home Ec Classroom Upgrades	NYLC	370		370	230		230	300		300			0	300		300		0		0	1,200	0	1,200
ICT (infrastructure and Data Cabling)	NYLC	600		600	600		600	600		600	600		600	600		600		0		0	3,000	0	3,000
Health & Safety (Flexibility in consultation with P&AS)	NYLC	500		500	500		500			0			0			0		0		0	1,000	0	1,000
Glenurquhart PS Extension	NYLC	380		380	10		10			0			0			0		0		0	390	0	390
Mallaig Hostel	NYLC	150		150	1,000		1,000	25		25			0			0		0		0	1,175	0	1,175
Acharacle Primary School	NYLC	1,000		1,000	700		700	696		696			0			0		0		0	2,396	0	2,396
Aviemore PS Replacement (Guide Cost Only)	NYLC			0			0	100		100	2,569		2,569	2,574		2,574		0		0	5,243	0	5,243
Kingussie High School	LC	600		600	150		150			0			0			0		0		0	750	0	750
Major Maintenance Projects (Devolved to Areas Including £602k SBIF)	NYLC	2,236		2,236	1,102		1,102	1,102		1,102	1,102		1,102	1,102		1,102		0		0	6,644	0	6,644
Area Devolved Funding (H&S, Care Commission & HMIe reports)	NYLC	500		500	500		500	500		500	500		500	500		500		0		0	2,500	0	2,500
Challenge fund (Matched Funding Required)	NYLC	100		100	41		41			0			0			0		0		0	141	0	141
PPP2 Consultancy	LC	210		210	110		110	210		210	100		100			0		0		0	630	0	630
21st Century Highland Schools (Includes PPP2 land purchase)	NYLC	2,201		2,201			0			0			0			0		0		0	2,201	0	2,201
School Security	NYLC	163		163	80		80	80		80	80		80			0		0		0	403	0	403
Catering Equipment and floor upgrade	NYLC	191		191	175		175	75		75	50		50	40		40		0		0	531	0	531
Office Accommodation	LC	90		90	50		50	100		100			0			0		0		0	240	0	240
Eden Court (Development Grant)	LC	688		688	125		125			0			0			0		0		0	813	0	813
Eden Court (latent defects)	LC	710		710	250		250			0			0			0		0		0	960	0	960
Replacement Primary Schools - Conon/ Maryburgh or substitute	NYLC	200		200	2,000		2,000	1,400		1,400			0			0		0		0	3,600	0	3,600
Lochaber High School Refurbishment	NYLC	0		0	0		0	2,550		2,550	2,550		2,550	2,550		2,550	2,550	2,550		2,550	10,200	0	10,200
Secondary Schools (Culloden & IRA Extensions)	NYLC	0		0	0		0	670		670	670		670	670		670		0		0	2,010	0	2,010
Primary Schools	NYLC	0		0	0		0	1,660		1,660	1,660		1,660	1,660		1,660		0		0	4,980	0	4,980
CLL Facilities	NYLC	0		0	0		0	1,000		1,000	1,000		1,000	1,000		1,000		0		0	3,000	0	3,000
SBIF Funding			4,332	-4,332		4,350	-4,350		2,351	-2,351		1,251	-1,251		2,206	-2,206		0		0	0	14,490	-14,490
PPP2 Circular Equipment							0	1,598		1,598	3,302		3,302		0			0		0	4,900	0	4,900
TOTAL			18,144	7,405	10,739	10,890	4,885	6,005	14,459	2,351	12,108	15,063	1,251	13,812	12,716	2,206	10,510	2,550	0	2,550	73,822	18,098	55,724

COUNCIL FUNDING	2005/06	2006/07	2007/08	2008/09	2009/10	Future Years	Total
Underspend brought forward	2,918						2,918
Highland Council - Service Floor Allocation	4,871	4,630	4,630	4,630	4,630		23,391
Highland Council - Specific Allocations (Eden Court latent defects)	700	250	0				950
Highland Council - Specific Allocations (Eden Court development grant)	688	125					813
Highland Council - Flexibility bids	1,562	1,000					2,562
Total Council Funding	10,739	6,005	4,630	4,630	4,630	0	30,634

REVENUE CONSEQUENCES	2005/06	2006/07	2007/08	2008/09	2009/10	Future Years
Total Revenue Consequences in year	399	32	0	210	-510	

CAPITAL BIDS																							
Lochaber High School Refurbishment						2550	2,550	2550	2,550	2550	2,550	2550	2,550	10200	0	10,200							
Secondary Schools (Culloden & IRA Extensions)						670	670	670	670	670	670	670	670	2010	0	2,010							
Primary Schools						1660	1,660	1660	1,660	1660	1,660	1660	1,660	4980	0	4,980							
CLL Facilities						1000	1,000	1000	1,000	1000	1,000	1000	1,000	3000	0	3,000							
PPP2 Circular Equipment						0	1,598	3,302	3,302					4900	0	4,900							
Total						0	0	0	7,478	0	7,478	9,182	0	9,182	5,880	0	5,880	2,550	0	2,550	25,090	0	25,090

