

THE HIGHLAND COUNCIL
EDUCATION, CULTURE AND SPORT SERVICE COMMITTEE

7 August 2008

Agenda Item	
Report No	

Capital expenditure – un-audited outturn 2007-08 and the monitoring position for the 3 months to end June 2008

Report by Director of Education, Culture and Sport Service

Summary

This report sets out the un-audited 2007-08 Capital outturn position and the monitoring position for the 3 months to the end of June 2008.

1. Background

1.1 **Annex 1** contains details of the un-audited 2007-08 Capital outturn position. **Annex 2** contains details of the corresponding information for the 3 months to 30th June 2008. The programme for 2008/09 is based upon the indicative capital allocations agreed by the Council on 26th June 2008, and the revised Capital programme set out later in this agenda.

In relation to these annexes this report will provide the following:

- An overview of the Capital expenditure incurred during the periods in question
- A progress report with the major projects currently underway

2. Overview

2.1 The actual 2007-08 Capital expenditure was £8.345M lower than the funding available. Members should note that the un-utilised funding remains within the ECS Service and is committed to projects during 2008/09 and future financial years.

2.2 The reasons for the slippage can be summarised as follows:-

- Planned slippage - for example the Highland Council share (£1.7M) of the £40M allocated to local authorities in July 2007 for the implementation of class size reduction. This funding was provided by the Scottish Government on the basis that it could be carried forward and utilised when the relevant projects have been identified.
- Regulatory approvals - for example the delays at Tomnacross PS as a result of on-going discussions with Scottish Water

- Protracted procurement processes – most notably the delays associated with awarding the contract to build the Highland Archive Centre and Acharacle Primary School
- On site issues – most notably issues with asbestos at Thurso HS and the issues with the foundations at Nairn Academy
- Programme scheduling – particularly in relation to the projects at Lochaline PS, Aviemore PS and Maryburgh/Conon and equipping new schools.

2.3 A number of major projects are now underway and will be progressed or completed during the current financial year. These include:

- The new Acharacle PS which will be completed this financial year
- The Mallaig Hostel – due to be completed by the autumn of 2009
- The Highland Archive Centre due to be completed during the first half of 2009
- Significant refurbishments at Lochaber High School, Nairn Academy, Thurso HS and Tomnacross PS
- Investing in excess of £3.0M equipping the new schools

3. Monitoring Arrangements

3.1 On the basis that Capital programmes by their very nature can be subject to delay for a variety of reasons (as evidenced in paragraph 2:2 above). Therefore it is essential that there is a robust monitoring framework is put in place that recognises and reports upon the following key elements of the capital programme. A cross Service Capital Officers Group has been established and the recommendations arising from that group will reported through a future Resources Committee.

4. Recommendations:

- 4.1 Members are requested to:
- i) Note the Content of the report.

Signature:

Designation: Director of Education, Culture and Sport

Date: 31 July 2008

Author: Ron MacKenzie, Head of Support Services, Education, Culture and Sport Service

Background Papers

Annex 1 - Capital monitoring statement for the financial year 2007/08

Annex 2 - Capital monitoring statement for the 3 months to 30th June 2008.

SERVICE: EDUCATION, CULTURE & SPORT

Project Description	Project Code	BUDGET			ACTUAL		VARIANCE
		A	B	C	D	E	F
		Gross Expenditure £(000)	Income £(000)	Net Expenditure £(000)	Net Expenditure to date £(000)	Net Estimated Outturn £(000)	Col E minus Col. C £(000)
Community Learning & Leisure							
Recreation and Sports							
Village Halls	14811	200	121	79	35	35	(44)
Wick High School - Footpath & CCTV	0	32	0	32	29	29	(3)
Badenoch Leisure Centre - Retention/Upper Floor	14822	44	0	44	44	44	()
Leisure Facilities	15785/22690	453	0	453	367	367	(86)
CLL Minor Works	EC072	50	0	50	33	33	(17)
Helmsdale PS Potential Youth Facility	EC030	33	0	33	13	13	(21)
Sutherland Swimming Pool Upgrade - Emergency	EC005	79	0	79	79	79	
Sutherland Swimming Pool Upgrade - Refurbishment	EC051	661	0	661	692	692	31
BLF Facilities Programme	22689						
Granttown Sports Facilities - BLF	22689	420	156	264	309	309	45
Wick Pitch - BLF	22689	23	0	23	8	8	(15)
Nairn - BLF	22689	58	0	58	55	55	(3)
TRACC - BLF	22689	8	0	8	0	0	(8)
Plockton - BLF	22689	25	68	(43)	28	28	71
Badaguish - BLF	22689	325	28	297	(40)	(40)	(337)
Capital Discretionary Fund							
Pool Maintenance - CDF	EC007	137	0	137	154	154	17
Village Hall Dornie - CDF	EC040	50	0	50	50	50	0
Village Hall Arnisdale - CDF	EC041	50	0	50	0	0	(50)
Village Hall Keiss - CDF	EC042	150	0	150	125	125	(25)
Village Hall Mey - CDF	EC076	150	0	150	18	18	(132)
Village Hall Minginish - CDF	EC077	150	0	150	0	0	(150)
Village Halls Waternish - CDF	EC078	30	0	30	0	0	(30)
Achiltibuie Sports Field - CDF	EC043	25	0	25	25	25	0
Invergordon Leisure Centre Changing Rooms - CDF	EC044	4	0	4			(4)
Averon Leisure Centre Changing Rooms - CDF	EC045	15	0	15	0	0	(15)
Brora Heritage Centre Upgrade - CDF	EC046	5	0	5	4	4	(1)
Ferrycroft Unlocking the Potential - CDF	EC047	0	0	0	1	1	1
Multi Use Games Area	0	0	0	0	0	0	0
Kilchuimen - Multi Use Games Area	EC011	0	0	0	0	0	0
Skye - Multi Use Games Area	EC003	0	0	0	127	127	127
Caol Primary SEN and 5-a-side	21668	0	0	0	25	25	25
Community Education							
Nairn Community Centre	22487	1,004	754	250	1,647	1,647	1,397

Project Description	Project Code	BUDGET			ACTUAL		VARIANCE
		A	B	C	D	E	F
		Gross Expenditure £(000)	Income £(000)	Net Expenditure £(000)	Net Expenditure to date £(000)	Net Estimated Outturn £(000)	Col E minus Col. C £(000)
EDUCATION							
Primary & Secondary Schools							
PS Floor Upgrades / Maintenance	22036	75	0	75	13	13	(62)
Catering Equipment	20789	100	0	100	83	83	(17)
Replacement of Capital Equipment Post Servicing	EC073	50	0	50	105	105	55
Cashless Catering System	EC074	88	88	0	(84)	(84)	(84)
Dining Room Upgrades	EC048	226	0	226	201	201	(25)
ICT (Infrastructure & Data Cabling)	15699	800	0	800	835	835	35
LAN Upgrade - CDF	EC039	8	0	8			(8)
GLOW Project - capital grant	EC063	960	960	0	1	1	1
SSDN Infrastructure - SBIF	EC026	450	0	450	400	400	(50)
Major Maintenance Projects (Devolved to Areas)	20743	0	4,065	(4,065)	(3,951)	(3,951)	114
Schools Fund - Devolved - Badenoch & Strathclyde	20743	135	0	135	251	251	116
Schools Fund - Devolved - Caithness	20743	242	0	242	214	214	(28)
Schools Fund - Devolved - Inverness	20743	405	0	405	632	632	227
Schools Fund - Devolved - Lochaber	20743	208	0	208	183	183	(25)
Schools Fund - Devolved - Nairn	20743	1	0	1	1	1	()
Schools Fund - Devolved - Ross & Cromarty	20743	370	0	370	286	286	(84)
Schools Fund - Devolved - Skye & Lochalsh	20743	74	0	74	51	51	(23)
Schools Fund - Devolved - Sutherland	20743	364	0	364	330	330	(34)
Area Devolved Funding (H&S, Care Commission)	22778	0	0	0	0	0	0
Area Devolved - Badenoch & Strathspey	22778	25	0	25	27	27	2
Area Devolved - Caithness	22778	60	0	60	36	36	(24)
Area Devolved - Inverness	22778	130	0	130	93	93	(37)
Area Devolved - Lochaber	22778	60	0	60	71	71	11
Area Devolved - Nairn	22778	25	0	25	10	10	(15)
Area Devolved - Ross & Cromarty	22778	125	0	125	113	113	(12)
Area Devolved - Skye & Lochalsh	22778	30	0	30	51	51	21
Area Devolved - Sutherland	22778	40	0	40	45	45	5
Health & Safety (in consultation with PAS) Included	20790	400	0	400	310	310	(90)
21st Century Primary Schools Projected Costs £'000	0	0	0	0	0	0	0
Acharacle PS	22108	717	0	717	640	640	(77)
Aviemore PS Replacement	EC018	625	0	625	0	0	(625)
Maryburgh/Conon PS Replacement	EC019	250	0	250	0	0	(250)
Mallaig Hostel	22891	626	0	626	310	310	(316)
New Lochaline Primary School	EC001	90	0	90			(90)
Tomnacross	EC087	632	0	632	41	41	(591)
21st Century Schools - Secondaries	22892	0	0	0			
Thurso High	EC020	742	0	742	531	531	(211)
Nairn Academy	EC021	865	0	865	73	73	(792)
Plockton High	EC022	55	0	55	56	56	1
Wick High School	EC023	0	0	0	0	0	0
Farr Secondary School	22892	0	0	0	2	2	2

Project Description	Project Code	BUDGET			ACTUAL		VARIANCE
		A	B	C	D	E	F
		Gross Expenditure £(000)	Income £(000)	Net Expenditure £(000)	Net Expenditure to date £(000)	Net Estimated Outturn £(000)	Col E minus Col. C £(000)
Lochaber High School Refurbishment	22241	100	0	100	4	4	(96)
21st Century Schools - (Includes PPP2 land purch	22072	230	80	150	62	62	(88)
PPP1 Spean Bridge PS	0	0	0	0	0	0	0
PPP2 Consultancy	20894	100	0	100	140	140	40
PPP2 Curricular Equipment	EC025	1,504	0	1,504	658	658	(846)
PPP2 Inshes Extension	EC104	32	0	32	0	0	(32)
Secondary Schools (Culloden & IRA Extensions)	EC024	0	0	0	0	0	0
Glenurquhart PS Extension	21529	34	0	34	44	44	10
Milton Primary School, Kildry - Refurbishment Sc	23040	20	0	20	18	18	(2)
Kingussie High Lift Installation	22486	116	0	116	93	93	(23)
Kingussie - Gynack Burn Flood Prevention	10148	0	0	0	13	13	
Science Labs/Home Ec Classroom Upgrades	20813	300	0	300	33	33	(267)
Technical Room Upgrade & Equipment Replacer	EC006	100	0	100	15	15	(85)
School Security	21141	80	0	80	17	17	(63)
Essential School Roll Alterations	20812	1,536	33	1,503	1,371	1,371	(132)
Muirtown PS - Flood	22456	0	0	0	0	0	0
Insurance & Damage Repairs	22396	15	0	15	3	3	(12)
Challenge Fund Matched Funding	21835	0	0	0	0	0	0
Land Purchase	0						
Purchase of Land for Scoraig PS - septic	EC035	10	0	10	1	1	(9)
Purchase of Land for Knockbreck PS car park	EC036	3	0	3	0	0	(3)
Purchase of Land for Footpath to Dunvegan P	EC037	2	0	2	0	0	(2)
Purchase of Nairn Police Station	EC038	0	0	0			
Retentions (Various)	Various	3	0	3	2	2	(1)
Special Schools & Nursery Schools							
21st Century Schools SEN & Early Years-(Includ	21528	1,106	52	1,054	787	787	(267)
Early Years Chilcare & Play Facilities	EC083	388	388	0	(439)	(439)	(439)
Office Accommodation	21784	55	0	55	2	2	(53)
Eden Court - Grant	21929	407	0	407	407	407	
Major Repairs to Eden Court (Including Latent De	21347	490	0	490	190	190	(300)
2008/09 Slippage	Various	1,396	0	1,396	0	0	(1,396)
TOTAL ECS		22,262	6,793	15,469	9,210	9,210	(6,272)

Project Description	Project Code	BUDGET			ACTUAL		VARIANCE
		A	B	C	D	E	F
		Gross Expenditure £(000)	Income £(000)	Net Expenditure £(000)	Net Expenditure to date £(000)	Net Estimated Outturn £(000)	Col E minus Col. C £(000)
HIGHLAND 2007 YEAR OF CULTURE							
Capital Grant Scheme	22633						
<i>Badenoch & Strathspey</i>	22633	87	0	87	79	79	(8)
<i>Caithness</i>	22633	111	0	111	66	66	(45)
<i>Inverness</i>	22633	191	0	191	182	182	(9)
<i>Lochaber</i>	22633	157	0	157	86	86	(71)
<i>Nairn</i>	22633	98	0	98	89	89	(9)
<i>Ross & Cromarty</i>	22633	168	0	168	131	131	(37)
<i>Skye & Lochalsh</i>	22633	114	0	114	104	104	(10)
<i>Sutherland</i>	22633	111	0	111	74	74	(37)
Caithness Sports Facility	22633	300	0	300	25	25	(275)
Downhill Cycling World Championships	22633	56	0	56	56	56	0
FAS/SMO	22633	467	0	467	388	388	(79)
Ferrycoft/Lairg Auction Mart	22633	257	149	108	68	68	(40)
Project Costs	22633	40	0	40	39	39	(1)
Sutherland Sports Facility	22633	100	0	100	0	0	(100)
Inverness Museum And Art Gallery	22633	50	10	40	30	30	0
Highland Gallery & Museum	EC080	26	11	15	6	6	(10)
Highland Folk Museum	22633	81	0	81	0	0	(81)
Highland Archive Network	22633	0	0	0	0	0	0
<i>Inverness Hub Archive</i>	22633	4,100	2,250	1,850	850	850	(1,000)
<i>The Gathering (Lochaber Project)</i>	22633	0	4	(4)	(4)	(4)	
<i>Lochaber Spoke (Fort William)</i>	22633	94	0	94	72	72	(22)
<i>Skye & Lochalsh Spoke</i>	22633	195	0	195	7	7	(188)
<i>Caithness Spoke (Wick)</i>	22633	50	0	50	0	0	(50)
Highland 2007 Year of Culture		6,853	2,424	4,429	2,349	2,349	(2,072)
OVERALL TOTAL		29,115	9,217	19,898	11,558	11,558	(8,345)

THE HIGHLAND COUNCIL
MONITORING OF CAPITAL EXPENDITURE - JUNE - 2008-2009
SERVICE: EDUCATION, CULTURE & SPORT

Annex B

Project Description	Project Code	BUDGET			ACTUAL		VARIANCE
		A Gross Expenditure £(000)	B Income £(000)	C Net Expenditure £(000)	D Net Expenditure to date £(000)	E Net Estimated Outturn £(000)	F Col E minus Col. C £(000)
Community Learning & Leisure Recreation and Sports							
Village Halls	14811	487	0	487	52	487	0
Leisure Facilities	5785/2269	783	0	783	90	783	0
CLL Minor Works	EC072	50	0	50	8	50	0
Helmsdale PS Potential Youth Facility	EC030	0	0	0			0
Sutherland Swimming Pool Upgrade - Emergency Works	EC005	10	0	10	1	10	0
Sutherland Swimming Pool Upgrade - Refurbishment Work	EC051	359	0	359	273	359	0
BLF Facilities Programme	22689	225	0	225	0	225	0
Grantown Sports Facilities - BLF	22689	0	0	0	53	0	0
Capital Discretionary Fund							
Pool Maintenance - CDF	EC007	10	0	10	0	10	0
Invergordon Leisure Centre Changing Rooms - CDF	EC044	0	0	0			0
Multi Use Games Area	0	0	0	0	0	0	0
Kilchuimen - Multi Use Games Area	EC011	150	0	150	0	150	0
Skye - Multi Use Games Area	EC003	0	0	0	(30)	0	0
Halkirk Sports Facility - Contribution to Development	0	100	0	100	0	100	0
Barrowhill Hall Contribution to UHI Development	0	90	0	90	0	90	0
Cricket Pavilion Fraser Park	EC092	0	0	0	3	0	0
Community Education							
Nairn Community Centre	22487	100	2,094	(1,994)	12	(1,994)	0
EDUCATION							
Primary & Secondary Schools							
PS Floor Upgrades / Maintenance	22036	90	0	90	()	90	0
Catering Equipment	20789	50	0	50	0	50	0
Replacement of Capital Equipment Post Servicing	EC073	50	0	50	3	50	0
Cashless Catering System	EC074	160	0	160	0	160	0
Dining Room Upgrades	EC048	150	0	150	0	150	0
ICT (Infrastructure & Data Cabling)	15699	620	0	620	74	620	0
SSDN Infrastructure - SBIF	EC026	0	0	0	17	0	0
Major Maintenance Projects	20743	350	0	350	0	350	0
Schools Fund - Devolved - Badenoch & Strathspey	20743	0	0	0	9	0	0
Schools Fund - Devolved - Caithness	20743	0	0	0	0	0	0
Schools Fund - Devolved - Inverness	20743	0	0	0	10	0	0
Schools Fund - Devolved - Lochaber	20743	0	0	0	12	0	0
Schools Fund - Devolved - Nairn	20743	0	0	0	0	0	0
Schools Fund - Devolved - Ross & Cromarty	20743	0	0	0	5	0	0
Schools Fund - Devolved - Skye & Lochalsh	20743	0	0	0	0	0	0
Schools Fund - Devolved - Sutherland	20743	0	0	0	0	0	0
Area Devolved Funding (H&S, Care Commission & HMle re	22778	500	0	500	0	500	0
Area Devolved - Badenoch & Strathspey	22778	0	0	0	0	0	0
Area Devolved - Caithness	22778	0	0	0	9	0	0
Area Devolved - Inverness	22778	0	0	0	18	0	0
Area Devolved - Lochaber	22778	0	0	0	6	0	0
Area Devolved - Nairn	22778	0	0	0	9	0	0
Area Devolved - Ross & Cromarty	22778	0	0	0	25	0	0
Area Devolved - Skye & Lochalsh	22778	0	0	0	0	0	0
Area Devolved - Sutherland	22778	0	0	0	0	0	0
Health & Safety (in consultation with PAS) Includes St Bride	20790	300	0	300	31	300	0
21st Century Primary Schools Projected Costs £25.53.m	0	0	0	0	0	0	0
Acharacle PS	22108	5,000	0	5,000	376	5,000	0
Aviemore PS Replacement	EC018	522	0	522	0	522	0
Maryburgh/Conon PS Replacement	EC019	211	0	211	0	211	0
Mallaig Hostel	22891	2,617	0	2,617	98	2,617	0
New Lochaline Primary School	EC001	0	0	0	0	0	0
Tomnacross	EC087	1,086	50	1,036	0	1,036	0
21st Century Schools - Secondaries	22892	0	0	0	0	0	0
Thurso High	EC020	1,308	0	1,308	40	1,308	0
Nairn Academy	EC021	670	0	670	1	670	0
Plockton High	EC022	55	0	55	0	55	0
Wick High School	EC023	0	0	0	0	0	0
Farr Secondary School	22892	40	0	40	0	40	0
Lochaber High School Refurbishment, Phase 1	22241	1,012	0	1,012	214	1,012	0
21st Century Schools - (Includes PPP2 land purchase)	22072	0	0	0	8	0	0
PPP1 Spean Bridge PS	0	0	0	0	0	0	0
PPP2 Consultancy	20894	0	0	0	24	0	0
PPP2 Curricular Equipment	EC025	3,302	0	3,302	655	3,302	0
PPP2 Inshes Extension	EC104	448	0	448	174	448	0

Project Description	Project Code	BUDGET			ACTUAL		VARIANCE
		A	B	C	D	E	F
		Gross Expenditure £(000)	Income £(000)	Net Expenditure £(000)	Net Expenditure to date £(000)	Net Estimated Outturn £(000)	Col E minus Col. C £(000)
Milton Primary School, Kildary - Refurbishment School	23040	12	0	12	0	12	0
Kingussie High Lift Installation	22486	0	0	0	2	0	0
Technical Room Upgrade & Equipment Replacement	EC006	0	0	0	11	0	0
School Security	21141	50	0	50	0	50	0
Essential School Roll Alterations	20812	700	0	700	58	700	0
Land Purchase	0						
Purchase of Land for Scoraig PS - septic	EC035	0	0	0	0	0	0
Purchase of Land for Knockbreck PS car park - S&L	EC036	0	0	0	0	0	0
Purchase of Land for Footpath to Dunvegan PS - S&L	EC037	0	0	0	0	0	0
Purchase of Nairn Police Station	EC038	0	0	0	0	0	0
Milton of Leys PS	0	375	0	375	0	375	0
Black Isle Education Centre Replacement	0	68	0	68	0	68	0
Cradlehall Primary Drop Off - Health and Safety	0	150	0	150	0	150	0
East Seaboard SEN	0	0	0	0	0	0	0
Former Achintore School - Remedial Works	0	100	0	100	0	100	0
Plockton High School Hostel - Alerations to Showers	EC107	83	83	0	1	0	0
Gaelic Signage to Schools	0	50	0	50	0	50	0
Technical Room Dust Extraction Rolling Programme	0	25	0	25	0	25	0
Synthetic Turf Systems	EC108	100	0	100	0	100	0
Grass Pitch Condition and Improvement	0	50	0	50	0	50	0
Avoch P.S. and Community Centre Servitude to Broadland Retentions (Various)	EC110 Various	0 50	0 0	0 50	(5) 0	0 50	0 0
Special Schools & Nursery Schools							
21st Century Schools SEN & Early Years-(Includes Merking)	21528	700	0	700	511	700	0
Early Years Childcare & Play Facilities	EC083	600	0	600	27	600	0
Office Accommodation	21784	235	0	235	31	235	0
Eden Court - Grant	21929	400	200	200	399	200	0
Major Repairs to Eden Court (Incuding Latent Defects)	21347	0	0	0	0	0	0
2008/09 Slippage	Various	0	0	0	0	0	0
TOTAL ECS		24,653	2,427	22,226	3,315	22,227	0
HIGHLAND 2007 YEAR OF CULTURE							
Capital Grant Scheme	22633						
<i>Badenoch & Strathspey</i>	22633	3	0	3	3	3	0
<i>Caithness</i>	22633	30	0	30	30	30	0
<i>Inverness</i>	22633	2	0	2	2	2	0
<i>Lochaber</i>	22633	4	0	4	4	4	0
<i>Nairn</i>	22633	3	0	3	3	3	0
<i>Ross & Cromarty</i>	22633	3	0	3	3	3	0
<i>Skye & Lochalsh</i>	22633	3	0	3	3	3	0
<i>Sutherland</i>	22633	2	0	2	2	2	0
FAS/SMO	22633	58	0	58	40	58	0
Ferrycroft/Lairg Auction Mart	22633	140	129	11	39	11	0
Project Costs	22633	1	0	1	0	1	0
Sutherland Sports Facility	22633	80	0	80	0	80	0
Inverness Museum And Art Gallery	22633	0	0	0	3	0	0
Highland Gallery & Museum	EC080	20	10	10	8	10	0
Highland Folk Museum	22633	100	0	100	1	100	0
Highland Archive Network	22633	95	0	95	0	95	0
<i>Inverness Hub Archive</i>	22633	6,412	2,250	4,162	1,239	4,162	0
<i>The Gathering (Lochaber Project)</i>	22633	0	0	0	0	0	0
<i>Lochaber Spoke (Fort William)</i>	22633	0	0	0	1	0	0
<i>Skye & Lochalsh Spoke</i>	22633	0	0	0	0	0	0
<i>Caithness Spoke (Wick)</i>	22633	0	0	0	0	0	0
Highland 2007 Year of Culture		6,956	2,389	4,567	1,382	4,568	0
OVERALL TOTAL		31,609	4,816	26,793	4,697	26,795	0

