

**THE HIGHLAND COUNCIL**  
**EDUCATION, CULTURE AND SPORT SERVICE COMMITTEE**

**17 January 2008**

**Capital Monitoring Report**

**Report by Director of Education, Culture and Sport Service**

Agenda Item	
Report No	

**Summary**

This report provides capital monitoring information for ECS Capital Expenditure to 30 November 2007 which includes Highland 2007 Year of Culture, progress on the ECS Public, Private Partnership schools contracts and information on expenditure of the PPP2 schools curricular equipment purchases. The report also seeks approval of projects at Knockbreck (Tain), Kilchuimen and Farr Primary Schools to meet accommodation needs due to building failure and increasing school rolls and meeting the costs of the implementation of the Phoenix e1 Educational Information system through the Capital Programme.

**1. Introduction**

- 1.1 The ECS Capital monitoring information to 30 November 2007 is set out in Appendix 1 and is analysed in paragraphs 1.3 to 1.5.
- 1.2 Members are also asked to note that the monitoring report is based upon current information and the anticipated out turn may be subject to alteration in the course of the financial year as projects progress through the tendering stage to implementation.
- 1.3 **Budgeted Expenditure** – identified by columns A, B and C as set out below:-

Column A	Budgeted Gross Expenditure (i.e. the total cost of projects this financial year)	£31.04M
Column B	Income from External Bodies (i.e. money we expect to draw down from External Funding Bodies such as <b>sportscotland</b> , ERDF etc)	£10.397M
Column C	Budgeted Net Expenditure (i.e. the net cost to the Council)	£20.462M

1.4 **Actual Expenditure** - identified by columns D and E as set out below:-

Column D	Net expenditure to date (i.e. the amount paid out after income from External Bodies)	£10.856M
Column E	Net estimated outturn (i.e. the full year projected amount to be paid out based upon project costs less projected income)	14.932M

From Column D it can be seen that expenditure to date is £ £10.856M at month 8 of the financial year.

- 1.5 Variance – Column E minus Column C shows an overall projected under spend of £5.710M. This under spend is associated with the receipt of the additional £1.714M Schools Fund grant from the Scottish Government and its allocation to projects at Raasay Primary School, Glenelg Primary School and Golspie Leisure Centre thus releasing funding to be carried forward into the next financial year 2008/09. Additionally, programme slippage due to resource availability and programming on the following major projects are part of the under spend position and Members are requested to note that these are all projects that are either legally committed or Committee approved:-

<b>Project</b>	<b>Projected Under spend 2007/08</b>	<b>Narrative</b>
Acharacle Primary School Replacement	£317,000	Award of contract approvals
Aviemore PS Replacement	£375,000	Completion of site investigations, traffic impact assessments, land assembly and closing out of feasibility study
Mallaig Hostel	£276,000	Design programming and staff resource
Tomnacross Primary School extension and improvements	£863,000	Capacity of village water supply and conflicts with fire fighting requirements. Scottish water approval required.
Nairn Academy SEN Unit	£665,000	On site 10 Dec 2007. Technical resource availability
Science Lab refurbishment (Thurso)	£290,000	Part of Thurso High upgrade. Asbestos and resources issue on current work.
Highland Archive and Registration Centre	£1,276,000	Part of Highland 2007 – Design development and contract award processes

## **2.0 Highland 2007 Year of Culture**

- 2.1 Net expenditure to date is £1.646M against a gross expenditure budget of £6.815M. This is in line with anticipated progress with a number of projects, including the community grants not expected to be completed and claimed until early 2008. The programme is progressing well overall but, as previously reported, there have been delays with Ferrycroft/Lairg Auction Mart, Sutherland Sports Facility and Caithness Regional Sports Facility which are likely to result in programme slippage of an estimated £445k into 2008/09. Further detail is contained in Appendix 1 of this report.

## **3.0 Monitoring of ECS Public Private Partnerships**

- 3.1 *PPP1* - The *PPP1* programme comprised four schools, Ardnamurchan High School, Glen Urquhart High School, Spean Bridge Primary and Strathdearn Primary which opened in August 2002. The Council contract with Community Schools (Highland) Ltd is operating satisfactorily and is monitored through regular contract monitoring meetings.

### **3.2 *PPP2* –**

- i)* As reported previously to the Highland Council, this 11 school contract was signed on 29<sup>th</sup> March 2006. The contract for schools handed over to date is operating satisfactorily with the construction programme for the remaining schools being on time. Regular meetings continue to be held with each of the schools' Liaison Groups under construction, to which members of Alpha Schools (Highland) Ltd and the construction teams give a report on progress. Additionally, detailed design meetings continue to be held between Council staff (including school staff) and Alpha Schools.
- ii)* The pre contract works associated with the extension of Inshes Primary School (design, Planning/ Building Warrant etc.) is on programme for a target completion date of August 2008.

- 3.3 Expenditure on *PPP2* Curricular Equipment – Expenditure to date on curricular equipment is £548,000 against a budget of £1,504,000. Appendix 2 identifies the individual spend to date for each school.

## **4.0 Other Capital Issues**

### **4.1 Capital Programme**

- i)* At the Education Culture and Sport Committee of 8 Nov 2007 it was proposed that a revised 5 year capital programme for the Service be prepared. This review will be brought forward for Members' consideration at the March meeting of the ECS Committee.
- ii)* Certain Projects, particularly those relating to provision of additional accommodation to meet roll increases require to be progressed quickly and Members are asked to agree the following:-
  - a) Knockbreck Primary School, Tain – Provision of a 1 classroom demountable unit to meet expanding school roll needs.
  - b) Farr Primary School – Hire of a 1 classroom demountable unit to meet expanding school roll pending the development of a

permanent extension to meet a sustained projected rising school roll.

- c) Kilchuimen Primary School - Hire of a 2 classroom demountable unit to replace current dilapidated unit pending the development of a permanent extension or suitable alterations that will continue to provide the school with suitable accommodation and meet future roll projections.

4.2 Information Management of School Resources –The ECS Service currently subscribes to a Local Authority software package known as ‘Phoenix’. This package enables the recording of statistical data ranging from school rolls to space utilisation to pupils’ performance. The current package, whilst providing information for Performance Indicators and statistical analysis, is limited and is in need of upgrade to improve business efficiency. In addition, the upgraded system is necessary to meet Scottish Government standards to integrate the local management information system with the eCare messaging framework, enabling implementation of “Getting It Right For Every Child (GIRFEC)” and Child Protection Messaging. There is, therefore, a need to update to a the new version, Phoenix e1, The current revenue costs for the software licence is already built into the revenue budget but there will be a one off implementation costs for the revised package of £181,000. Members are therefore requested to approve implementation costs be met through the capital programme.

## **5. Recommendation**

5.1 Members are requested to

- i) Note the position as per the monitoring statement at Appendix 1 and 2
- ii) Approve the accommodation projects at Knockbreck, Kilchuimen and Farr Primary schools.
- iii) Approve that the Phoenix e1 implementation costs be met through the capital programme.

Signature:

Designation: Director of Education, Culture and Sport

Date: 8 January 2008

Author: Brian Hemming Estate Strategy Manager ECS

Ref:

Background Papers

THE HIGHLAND COUNCIL  
MONITORING OF CAPITAL EXPENDITURE - MONTH - NOVEMBER - 2007-2008

Appendix 1

SERVICE: EDUCATION, CULTURE & SPORT

Project Description	Project Code	BUDGET			ACTUAL		VARIANCE	COMMENTS
		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)	
<b>Community Learning &amp; Leisure Recreation and Sports</b>								
Village Halls	14811	200	121	79	112	82	3	
Wick High School - Footpath & CCTV	0	30	0	30	0	30	0	
Badenoch Leisure Centre - Retention/Upper Floor	14822	44	0	44	44	44	0	
Leisure Facilities	15785/22690	453	0	453	290	453	0	
CLL Minor Works	EC072	50	0	50	9	50	0	
Helmsdale PS Potential Youth Facility	EC030	33	0	33	34	34	1	
Sutherland Swimming Pool Upgrade - Emergency	EC005	79	0	79	75	79	0	
Sutherland Swimming Pool Upgrade - Refurbishment	EC051	661	0	661	129	661	0	
BLF Facilities Programme	22689							
Grantown Sports Facilities - BLF	22689	420	156	264	230	264	0	
Wick Pitch - BLF	22689	23	0	23	8	23	0	
Nairn - BLF	22689	58	0	58	55	58	0	
TRACC - BLF	22689	8	0	8	0	8	0	
Plockton - BLF	22689	25	68	-43	0	-43	0	
Badaguish - BLF	22689	325	28	297	-12	297	0	
Capital Discretionary Fund								
Pool Maintenance - CDF	EC007	137	0	137	154	154	17	
Village Hall Dornie - CDF	EC040	50	0	50	40	50	0	
Village Hall Arnisdale - CDF	EC041	50	0	50	0	50	0	
Village Hall Keiss - CDF	EC042	150	0	150	70	150	0	
Village Hall Mey - CDF	EC076	150	0	150	0	150	0	
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	0	4	0	
Averon Leisure Centre Changing Rooms - CDF	EC045	15	0	15	0	15	0	
Brora Heritage Centre Upgrade - CDF	EC046	5	0	5	4	5	0	
Ferrycroft Unlocking the Potential - CDF	EC047	0	0	0	0	0	0	
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	15	15	15	
Caol Primary SEN and 5-a-side	21668	0	0	0	24	24	24	
<b>Community Education</b>								
Nairn Community Centre	22487	2204	1954	250	1630	1354	1104	

<b>EDUCATION</b>							
<b>Primary &amp; Secondary Schools</b>							
PS Floor Upgrades / Maintenance	22036	75	0	75	30	75	0
Catering Equipment	20789	100	0	100	38	100	0
Replacement of Capital Equipment Post Servicing	EC073	50	0	50	77	50	0
Cashless Catering Sytem	EC074	88	88	0	-84	0	0
Dining Room Upgrades	EC048	226	0	226	175	226	0
ICT (Infrastructure & Data Cabling)	15699	800	0	800	168	800	0
LAN Upgrade - CDF	EC039	8	0	8	0	8	0
GLOW Project - capital grant	EC063	960	960	0	1	0	0
SSDN Infrastructure - SBIF	EC026	450	0	450	95	450	0
Major Maintenance Projects (Devolved to Areas)	20743	0	4065	-4065	0	-4065	0
Schools Fund - Devolved - Badenoch & Strathclyde	20743	424	0	424	209	424	0
Schools Fund - Devolved - Caithness	20743	242	0	242	158	242	0
Schools Fund - Devolved - Inverness	20743	530	0	530	609	600	70
Schools Fund - Devolved - Lochaber	20743	208	0	208	115	208	0
Schools Fund - Devolved - Nairn	20743	1	0	1	1	1	0
Schools Fund - Devolved - Ross & Cromarty	20743	370	0	370	233	370	0
Schools Fund - Devolved - Skye & Lochalsh	20743	74	0	74	23	34	-40
Schools Fund - Devolved - Sutherland	20743	364	0	364	250	364	0
Area Devolved Funding (H&S, Care Commission)	22778	0	0	0	0	0	0
Area Devolved - Badenoch & Strathspey	22778	25	0	25	17	25	0
Area Devolved - Caithness	22778	60	0	60	33	60	0
Area Devolved - Inverness	22778	130	0	130	39	130	0
Area Devolved - Lochaber	22778	60	0	60	56	60	0
Area Devolved - Nairn	22778	25	0	25	5	25	0
Area Devolved - Ross & Cromarty	22778	125	0	125	80	125	0
Area Devolved - Skye & Lochalsh	22778	75	45	30	-41	30	0
Area Devolved - Sutherland	22778	40	0	40	10	40	0
Area Devolved - Residential Area 09	22778	0	0	0	0	0	0
Health & Safety (in consultation with PAS) Included	20790	400	0	400	244	400	0
21st Century Primary Schools Projected Costs £m	0	0	0	0	0	0	0
Acharacle PS	22108	717	0	717	267	400	-317
Aviemore PS Replacement	EC018	625	0	625	0	250	-375
Maryburgh/Conon PS Replacement	EC019	250	0	250	0	250	0
Mallaig Hostel	22891	626	0	626	55	350	-276
New Lochaline Primary School	EC001	90	0	90	0	90	0
Tomnacross	EC087	963	0	963	41	100	-863

21st Century Schools - Secondaries	22892	0	0	0	0	0	0	
Thurso High	EC020	742	0	742	188	742	0	
Nairn Academy	EC021	865	0	865	14	200	-665	
Plockton High	EC022	55	0	55	3	55	0	
Wick High School	EC023	0	0	0	0	0	0	
Farr Secondary School	22892	0	0	0	1	1	1	
Lochaber High School Refurbishment	22241	100	0	100	4	100	0	
21st Century Schools - (Includes PPP2 land purch	22072	150	80	70	85	70	0	
PPP1 Spean Bridge PS	0	0	0	0	15	35	35	
PPP2 Consultancy	20894	100	0	100	91	127	27	
PPP2 Curricular Equipment	EC025	1504	0	1504	548	1504	0	
PPP2 Inshes Extension	EC090	121	0	121	0	121	0	
Secondary Schools (Culloden & IRA Extensions)	EC024	0	0	0	0	0	0	
Glenurquhart PS Extension	21529	34	0	34	35	50	16	
Milton Primary School, Kildry - Refurbishment Sc	23040	20	0	20	18	29	9	
Kingussie High Lift Installation	22486	116	0	116	88	116	0	
Science Labs/Home Ec Classroom Upgrades	20813	300	0	300	10	10	-290	
Technical Room Upgrade & Equipment Replacem	EC006	100	0	100	15	100	0	
School Security	21141	80	0	80	4	80	0	
Essential School Roll Alterations	20812	1501	0	1501	1154	1551	50	
Muirtown PS - Flood	22456	0	0	0	0	0	0	
Insurance & Damage Repairs	22396	15	0	15	2	15	0	
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	0	10	0	
Purchase of Land for Knockbreck PS car park	EC036	3	0	3	0	3	0	
Purchase of Land for Footpath to Dunvegan F	EC037	2	0	2	0	2	0	
Retentions (Various)	Various	3	0	3	2	3	0	
<b>Special Schools &amp; Nursery Schools</b>								
21st Century Schools SEN & Early Years-(Includ	21528	1106	50	1056	495	550	-506	
Early Years Chilcare & Play Facilities	0	388	388	0	0	-288	-288	
Office Accommodation	21784	55	0	55	0	55	0	
Eden Court - Grant	21929	407	0	407	407	407	0	
Major Repairs to Eden Court (Incuding Latent De	21347	490	0	490	190	490	0	
2008/09 Slippage	Various	1396	0	1396	0	0	-1396	
<b>TOTAL ECS</b>		<b>24224</b>	<b>8003</b>	<b>16221</b>	<b>9210</b>	<b>12397</b>	<b>-3824</b>	

<b>HIGHLAND 2007 YEAR OF CULTURE</b>									
Capital Grant Scheme	22633								
<i>Badenoch &amp; Strathspey</i>	22633	87	0	87	45	86	-1		
<i>Caithness</i>	22633	111	0	111	37	108	-3		
<i>Inverness</i>	22633	191	0	191	120	187	-4		
<i>Lochaber</i>	22633	157	0	157	59	121	-36		
<i>Nairn</i>	22633	98	0	98	52	98	0		
<i>Ross &amp; Cromarty</i>	22633	168	0	168	91	168	0		
<i>Skye &amp; Lochalsh</i>	22633	114	0	114	88	114	0		
<i>Sutherland</i>	22633	111	0	111	55	111	0		
Caithness Sports Facility	22633	300	0	300	25	30	-270		
Downhill Cycling World Championships	22633	56	0	56	29	56	0		
FAS/SMO	22633	467	0	467	310	467	0		
Ferrycorft/Lairg Auction Mart	22633	230	130	100	0	100	0		
Project Costs	22633	40	0	40	27	40	0		
Sutherland Sports Facility	22633	100	0	100	0	20	-80		
Inverness Museum And Art Gallery	22633	50	10	40	7	40	0		
Highland Gallery & Museum	EC080	15	0	15	5	15	0		
Highland Folk Museum	22633	81	0	81	0	30	-51		
Highland Archive Network	22633	0	0	0	0	0	0		
<i>Inverness Hub Archive</i>	22633	4100	2250	1850	648	574	-1276		
<i>The Gathering (Lochaber Project)</i>	22633	0	4	-4	-4	-4	0		
<i>Lochaber Spoke (Fort William)</i>	22633	94	0	94	54	94	0		
<i>Skye &amp; Lochalsh Spoke</i>	22633	195	0	195	0	30	-165		
<i>Caithness Spoke (Wick)</i>	22633	50	0	50	0	50	0		
<b>Highland 2007 Year of Culture</b>		<b>6815</b>	<b>2394</b>	<b>4421</b>	<b>1646</b>	<b>2535</b>	<b>-1886</b>		
<b>OVERALL TOTAL</b>		<b>31,039</b>	<b>10,397</b>	<b>20,642</b>	<b>10,856</b>	<b>14,932</b>	<b>-5710</b>		

THE HIGHLAND COUNCIL  
 MONITORING OF CAPITAL EXPENDITURE - MONTH - NOVEMBER 2007-2008

SERVICE: EDUCATION, CULTURE & SPORT - PPP2 Equipment Annex

Project Description	Project Code	ACTUAL		COMMENTS
		D	E	
		Net Expenditure to date £(000)	Net Estimated Outturn £(000)	
<b>PPP2</b>				
<b>Cirricular Equipment</b>			1,504	
<b>Primary Schools</b>				
Resolis	EC025	16		
Culbokie	EC025	2		
Cawdor	EC025	24		
Inshes	EC025	184		
Bunsgoil Ghaidhlig Inbhir Nis	EC025	69		
Kinlochleven	EC025	0		
<b>Secondary Schools</b>				
Dingwall Academy	EC025	2		
Kinlochleven High School	EC025	0		
Millburn Academy	EC025	0		
Portree High School	EC025	56		
HQ	EC025	2		
<b>Library Stock</b>				
Dingwall Academy	EC068	0		
Inshes Primary School	EC068	33		
Kinlochleven High School	EC068	0		
Millburn Academy	EC068	0		
Portree High School	EC068	0		
<b>Catering</b>				
Resolis	EC067	2		
Culbokie	EC067	2		
Cawdor	EC067	3		
Inshes	EC067	12		
Bunsgoil Ghaidhlig Inbhir Nis	EC067	4		
Kinlochleven	EC067	0		
<b>ICT Infrastructure</b>	EC066	5		
<b>Change Orders</b>	EC081	132		
<b>OVERALL TOTAL</b>		<b>548</b>	<b>1,504</b>	