The Highland Council

Transport, Environmental and Community Services Committee 6 February 2014

Agenda Item	17
Report	TEC
No	15/14

Capital Expenditure Monitoring – 1 April 2013 to 31 December 2013

Report by Service Finance Manager

Summary

This report invites Members to approve the capital expenditure monitoring position for the period from 1 April 2013 to 31 December 2013.

1. Background

- 1.1 This report is produced in support of the Council's corporate governance process, which in turn is designed to support/augment the Council's overall/corporate delivery of all of its obligations in terms of the Single Outcome agreement.
- 1.2 The summary of capital expenditure against current programme and estimated outturn is included in **Appendix A**. The "Budget" column is that approved at Highland Council on 27 June 2013, amended to include the 2012/13 overspend of £4.490m.

2. Expenditure

2.1 After 9 months of the financial year the gross expenditure is £17.734m representing 67.3% of the 2013/14 programmed figure.

3. Income

3.1 After 9 months of the financial year the gross income is £0.818m representing 50.0% of the 2013/14 programmed figure.

4. Progress on Capital Projects

4.1 Progress on capital projects is as reported in the notes column on **Appendix A**.

5. Estimated Outturn

- 5.1 The projected outturns for expenditure and income are £26.719m and £3.028m respectively leading to an underspend of £1.037m.
- The Council's Capital Programme was approved at Highland Council on 27 June 2013, and reflected £10m over-programming. Over-programming represents the difference between the capital programme agreed, and the funding in place. It reflects a plan to set a higher level of programme, on the basis that some degree of slippage in the year is to be expected, which would bring the programme down to the funded level. Over-programming has been introduced to avoid issues

experienced in past years where slippage resulted in the Council underspending its capital programme.

5.3 As previously reported to the TECS Committee the Service expected to deliver a balanced capital programme for the year to 31 March 2014. However, due to contractual delays on the first Phase of the River Ness Flood Prevention, and major works on the B851/B862 South Loch Ness Road Improvements delayed until 2014/15 the Service is now anticipating an underspend.

6. Major Issues and Variances

6.1 At present there are no major issues or variances.

7. Implications

- 7.1 Resource implications are discussed in the report.
- 7.2 There are no legal implications arising as a direct result of this report.
- 7.3 There are no equality implications arising as a direct result of this report.
- 7.4 There are no climate change implications arising as a direct result of this report.
- 7.5 There are no risk implications arising as a direct result of this report.

8. Recommendation

8.1 Members are invited to approve the capital expenditure monitoring position for the period 1 April 2013 to 31 December 2013.

Designation: Service Finance Manager

Date: 21 January 2014

Author: Mike Mitchell, Service Finance Manager

Background Papers:

Monitoring Statement 31/12/13 and Highland Council Financial Ledger

THE HIGHLAND COUNCIL												
MONITORING OF CAPITAL EXPENDITURE - 1ST APRIL 2013 TO 313	ST DECEMBER 201	13										
SERVICE: TRANSPORT, ENVIRONMENTAL AND COMMUNITY												
SERVICE. TRANSPORT, ENVIRONMENTAL AND COMMONT												
			BUDGET		YEAR TO DATE ACTUAL				MATED OUT	TURN	Variance	COMMENTS
		Α	В	C	D	E	F	G	H	1	Column I	G
		Gross		Net	Gross		Net	Gross		Net	minus	
Project Description	GL Project Code	Expenditure	Income	Expenditure	Expenditure	Income	Expenditure	Expenditure	Income	Expenditure	Column C	
		£000	£000	£000	£000	£000	£000	£000	£000	£000	£000	
ROADS AND BRIDGES												
Major Road Improvements												
The Inverness West Link	TC928	1,914	0	1,914	1,501	0	1,501	1,845	0	1,845	(69)	Following a decision of the Council to adopt Option 6 as the preferred option, detailed design work by Consultants Capita Symonds is now being completed. Members wishes that the recreational areas at Torvean and Nessside be developed and enhanced on the back of the Inverness West Link have been progressed with a Planning in Principle Application being progressed for Torvean Golf Course and Sports Hub. A Ground Investigation Contract let to Holequest Ltd has been completed for the West Link. Full Council meeting on 5th September gave approval for issue of Planning Application and CPO, with Planning Application issued on 18th October and CPO on 15th November.
West Link - Golf Course & Sports Hub	TD141	0	0	0	20	0	20	200	0	200	200	Members wishes that the recreational areas at Torvean and Ness-side be developed and enhanced on the back of the Inverness West Link have been progressed with a Planning in Principle Application being progressed for Torvean Golf Course, Sports Hub Kilvean Cemetery Extension and Parkland. It is anticipated that the Planning in Principle Application will be issued on 7th January 2014.
Inshes Junction Phase 1 - Culloden Rd Improvement East	TD042	375	0	375	1,433	0	1,433	1,433	(781)	652	277	Works completed in July 2013. Fully funded by Developer's Contributions. £24K Retention due in 2014/2015.
Inshes Junction Phase 2 - Improvements West of Inshes Over Bridge	TD043	175	0	175	10	0	10	175	0	175	0	Design work ongoing. Traffic modelling work well developed. Work being coordinated with Transport Scotland and their work on the East Link, now entitled A9/A96 Connectivity Study. Fully funded by Developer's Contributions - £175K.
Kinnairdie Link Road, Dingwall	23024	200	0	200	86	0	86	150	0	150	(50)	Design work ongoing, planning application submitted, objections are being considered, issues raised by Network Rail regarding level crossings which are being looked into as is land access for the works. Flooding issues also being addressed to ensure that where opportunities arise flood mitigation can be provided. £150K Funded by Developer's Contributions.
Stromeferry Rockface	TC257	400	0	400	437	0	437	437	0	437	37	High Priority maintenance work as defined in the consultants report. Work commenced in June 2013 and is now complete. Committee approval obtained to investigate the options for a permanent solution.
A99 Keiss to North of Keiss Widening	TD071	125	0	125	14	0	14	19	0	19	(106)	Project on hold. PQQ process to restart when capital programme allows.
B851/B862 South Loch Ness Road Improvements	TD056	600	(600)	0	260	(173)	87	300	(300)	0	0	Remainder of 2013/2014 spend will be on design, land and accomodation works. No major works will be carried out until next financial year - Sokich's Bends is the most likely area of spend.
A832 Slattadale Widening	TD134	40	0	40	24	0	24	40	0	40	0	Design Works ongoing. Forecast tender date of February 2014 is on hold at present.
A890 Strathcarron Widening Lifeline Roads	TD135	55	0	55	0	0	0	55	0	55	0	Works incorporated in same contract as ERDF budget TC965. Some spend forecast this year. Contract completion set to achieve remaining spend of this budget - June 2014.
A855 - Portree to Staffin	TC848	0	0	0	7	0	7	7	0	7	7	Works complete on strip widening scheme. Monitoring being carried out of
A861 Drynie Hill - ERDF	TC964	0	(167)	(167)	22	(46)	(24)	22	(210)	(188)	(21)	deformation at one location arising from peat under existing road. Works completed and in maintenance. Open to traffic at ceremony on 26 June 2012. Income due.
A890 Strathcarron Junction to Balnacra - ERDF	TC965	1,000	(250)	750	334	0	334	1,000	(167)	833	83	Contract awarded to Wills Bros and now underway. ERDF spend complete by March 2014 - contract Key Dates written to place responsibility to achieve projected spend.
Laxford Bridge North Approach	TC995	1,000	(250)	750	983	0	983	993	(166)	827	77	Works are now complete. Opening planned for 28th November. £12K retention due in 2014/2015.
Major Bridge Works A862 Muir of Ord Railway Bridge	21616	260	0	260	326	0	326	375	0	375	115	Design progressing. Major advance Public Utilities work taking place.
Kyle of Tongue Bridge	22479	35	0	35	7	0	7	25	0	25		Scheme Complete
A836 Naver Bridge, Bettyhill, Sutherland	22480	45	0	45	16	0	16	40	0	40	(5)	Preliminary Design
B863 Invercoe Bridge, Lochaber	TC201	50	0	50	40	0	40	50	0	50	0	Preliminary Design
Laire Bridge Replacement	TD014	4	0	4	4	0	4	4	0	4	0	Scheme Complete
Lower Foyers Bridge B9090 White Bridge	TC981 TD047	25 0	0	25 0	14	0	14	16	0	16	(9)	Preliminary Design Preliminary Design

THE HIGHLAND COUNCIL												
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MONITORING OF CAPITAL EXPENDITURE - 1ST APRIL 2013 TO 315	I DECEMBER 201	13										
SERVICE: TRANSPORT, ENVIRONMENTAL AND COMMUNITY												
	1		BUDGET		YEAR	TO DATE A	CTUAL	ESTI	MATED OUT	TURN	Variance	COMMENTS
		Α	В	С	D	E	F	G	Н	I	J	G
											Column I	
Project Description	GL Project Code	Gross Expanditure	Income	Net Expenditure	Gross Expenditure	Income	Net Expenditure	Gross Expenditure	Income	Net Expenditure	minus Column C	
1 Toject Description	GL Floject Code	£000	£000	£000	£000	£000	£000	£000	£000	£000	£000	
Lifeline Bridges												
B8021 Sand - Lifeline Bridges A861 Sheil - Lifeline Bridges	TC645 TC646	88 10	0	88 10	86	0	86 3	88 10	0	88 10	0 0	Works complete - in maintenance Scheme Complete
A986 Chada - Lifeline Bridges	TC648	35	0	35	21	0	21	35	0	35	0	Preliminary Design
B8007 Glenmore Bridge	TD107	30	0	30	16	0	16	30	0	30	0	Preliminary Design
B8005 Bridge Replacements - Lifeline Bridges U1547 Muchrachd - Lifeline Bridges	TC913 TC917	30 979	0	30 979	30 761	0	30 761	30 940	0	30 940	(39)	3 Structures Complete - 2 outstanding Works in progress
Henrietta Bridge	TC927	2	0	2	0	0	0	2	0	2	0	Scheme Complete
A832 Rosemarkie - Lifeline Bridges	TC931	6	0	6	6	0	6	6	0	6	0	Scheme Complete
Cantray Bridge - Lifeline Bridges A862 Conon Bridge - Lifeline Bridges - See SRTS Ben Wyvis Primary	TD046 TD089	3	0	3	0	0	0	3	0	3	0	Works Complete - in maintenance Scheme Complete
C1112 Innis An Droighinn - Lifeline Bridges	TD108	20	0	20	17	0	17	20	0	20	0	Ready to go to tender, subject to land and budget
U1074 Ruthven Bridge Structural Road Works	TD109 Various	10 4,380	0	10 4,380	0 3,047	0	0 3,047	10 4,408	0	10 4,408	0 28	Preliminary Design Works ongoing.
A850 Snizort - Skeabost Bridge	TC651	10	0	10	2	0	2	10	0	10	0	Works Ongoing. Works Complete - In Maintenance
A832 Refurbishments	TC935	3	0	3	6	0	6	6	0	6	3	Scheme Complete
B817 Rosskeen Achmore Bridge Repairs	TD032 TD101	0	0	0	2	0	<u>2</u> 5	2 25	0	2 25	0 25	Works Complete Preliminary Design
Sutherland Bridges Repairs	TD103 / 10289	0	0	0	3	(17)	(14)	3	0	3	3	Preliminary Design
Ralia Railway Bridge	TD112	20	0	20	26	0	26	26	0	26	6	Design and Contract preparation.
Area Minor Capital Works Area Minor Works - Traffic Calming	TD075	20	0	20	0	0	0	20	0	20	0	Works ongoing.
Timber Extraction	TD076	90	0	90	0	0	0	90	0	90	0	Works ongoing.
AOTIVE TO AVEL												
ACTIVE TRAVEL					1					╂	-	
Cycling, Walking & Safer Routes to Schools	21269	335	(270)	65	114	(56)	58	338	(270)	68	3	Works ongoing - at design and tender stage. Outturn estimate confirmed as £378K (including cycle shelters which are managed by the Safety Team).
ERDF - Green & Active Travel	TC991	0	0	0	85	0	85	224	(224)	0	0	Year 1 works complete - Year 2 works ongoing. THC contribution for this is £51K each year from 2011/12 through to 2013/14.
Alness To Invergordon Cycle Path 20mph Zones	TC760 TC994	0 50	0	0 50	8	(6) 0	2 0	50 50	(6) 0	50 50	2 0	Designs in progress and works progressing.
Bus Shelters	TC837	50	0	50	44	0	44	50	0	50	0	Works ongoing.
Conon Railway Station Re-Opening	TD091	0	0	0	34	0	34	37	0	37	37	Footpath lighting works (as instructed by Members) now complete.
Traffic Management Improvements	TD104	0	0	0	38	0	38	38	0	38	38	Retentions still to pay.
					-		-			-		
LIGHTING												
Road Structural Capital Works - HQ - Street Lighting	TD013	426	0	426	388	0	388	426	0	426	0	Works ongoing in all areas. Funding allocated to replacement of old columns and defective cabling.
Street Lighting - Energy Reduction - Conversion to LED Lighting	TD117	120	0	120	75	0	75	120	0	120	0	LED Replacements underway in C&S and Ross.
FLOOD PREVENTION				-	-		\blacksquare			-		
Flood Prevention Schemes												
River Ness Flood Prevention - Tidal Section	TD048	7,231	0	7,231	3,661	0	3,661	7,658	0	7,658	427	Phase 1 contract on site with some delays to programmed spend. Phase 2 tender issued with works programmed to commence in January 2014.
South West Inverness Storm Water Relief	20373	0	0	0	76	0	76	76	0	76	76	Works Complete
Flood Prevention Orders					-		-			-		Design work ongoing. Tender in Autumn / Winter with construction in
Acharacle Flood Prevention	10146	259	0	259	54	0	54	54	0	54	(205)	2014/2015. Development of flood defences within field progressing as well as Kilmichael
River Enrick Flood Prevention, Drumnadrochit	21595	17	0	17	36	0	36	36	0	36	19	Road raising.
Dell Burn, Inverness Flood Study	22169	10	0	10	7	0	7	20	0	20	10	Design Work ongoing.
River Lochy - Caol Flood Scheme	22725	43	0	43	59	0	59	59	0	59	16	Design work ongoing. JBA appointed to re-assess flood mapping and finalise flood levels for various return periods. Report due in December 2013.
Mill Burn Flood Prevention	TC382	10	0	10	0	0	0	20	0	20	10	Ongoing assessment of survey results and scheme options. Progressing construction consents. Check revenue for costs.
Smithton / Culloden Flood Alleviation	TD061	375	0	375	157	0	157	458	0	458	83	Due to issue Tender with contract starting in January 2014. Ongoing Phase 3B work will continue with 2nd contract in summer 2014.
Feabuie (Near Balloch) Flood Alleviation	TD130	40	0	40	2	0	2	40	0	40	0	Design work ongoing.
Culloden - Murray Park Gardens - Flooding	TD131	15	0	15	0	0	0	0	0	0	(15)	Resources unavailable to progress.
Blairninch - Strathpeffer - Flooding	TD132	15	0	15	0	0	0	15	J 0	15	0	Design work ongoing.

THE HIGHLAND COUNCIL												
	LOT DECENIES											
MONITORING OF CAPITAL EXPENDITURE - 1ST APRIL 2013 TO 31	IST DECEMBER 201	13										
SERVICE: TRANSPORT, ENVIRONMENTAL AND COMMUNITY												
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		BUDGET		YEAR TO DATE ACTUAL		ESTIMATED OUTTU		TURN	Variance	COMMENTS		
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		Gross		Net	Gross		Net	Gross		Net	minus	
Project Description	GL Project Code		Income	Expenditure	Expenditure	Income	Expenditure	Expenditure	Income	Expenditure	Column C	
		£000	£000	£000	£000	£000	£000	£000	£000	£000	£000	
Balmacaan - Drumnadrochit - Flood Alleviation	TD133	30	0	30	0	0	0	30	0	30	0	Design work ongoing.
WASTE MANAGEMENT Landfill Extensions			-				\blacksquare		-			
							┨					Cell 10 and capping to Cell 5 design work on-going. Tender in Autumn with
Landfill Capacity Extensions - Ph B & C Seater - Cell 9 & 10	TC838 / 22073	719	0	719	80	0	80	101	0	101	(618)	Spring start. Works complete by late summer 2014.
Waste Management Strategy												
Green Waste Composting	TD137	224	0	224	0	0	0	0	0	0	(224)	
FERRIES AND HARBOURS	-		-	 			╫──┤		-	+	_	-
Lochinver Pontoons - PONTOONS BUDGET	TD093 / TC491	200	(100)	100	186	(135)	51	345	(175)	170	70	Work Complete
Boat Lift - Lochinver - HARBOURS BUDGET	TD090	250	0	250	51	0	51	301	(126)	175	(75)	Work Ongoing. Delayed by the weather - continuing in December.
Raasay Ferry Terminal	10175	0	0	0	3	0	3	5	0	5	5	Work Complete
												Construction works now complete and fully operational. Awaiting the arrival
Sconser Ferry Terminal	TC949	346	0	346	1,238	0	1,238	1,238	(500)	738	392	of the new Hybrid Ferry from Calmac. Formal opening planned for 1st
				<u> </u>			╂			_	_	November. £28.5K Retention due in July 2014.
ENVIRONMENTAL HEALTH							1				-	
Contaminated Land - General	20809	93	0	93	10	0	10	93	0	93	0	Works on-going.
COMMUNITY WORKS				ļ			┦——					
Burials and Cremations Burial Ground Extension - Portree	22362	22		22	7	0	 	22	0	22	0	Design work ongoing. Contract works to start post April 2014.
Burial Ground Extension - Portree			0		/	0	╂		U		─	Contract works January 2014 onwards. Forecast completion (except
Burial Ground Extension - Tain	TC808	0	0	0	6	0	6	180	0	180	180	seeding) is March 2014.
												Design work ongoing. SI (ground water monitoring) ongoing. Contract works
Burial Ground Extension - Nairn	TC701	0	0	0	8	0	8	10	0	10	10	expected summer 2014. Land purchase and SHETL diversions before
Duriel Creamed Wilesonia Consenters	TC452		0		40	0	10	40		40	40	March 2014.
Burial Ground Kilmuir Cemetery Burial Ground Mitchell Hill	TC589	0	0	0	18	0	18	18	0	18	18	No design work instructed to or started by the PDU in Dingwall. No design work instructed to or started by the PDU in Dingwall.
		0	∥				1 -		1			Design to tender stage January 2014. Tender February/March 2014 ready
Burial Ground Acharacle	TC480	0	0	0	4	0	4	10	0	10	10	for April 2014 award.
Burial Ground Ullapool	TC852	0	0	0	23	0	23	23	0	23	23	No design work instructed to or started by the PDU in Dingwall.
Public Toilets	04040							-		 		
Public Conveniences - Ullapool Public Conveniences - Thurso	21342 22882	0	0	0	5 7	0	5 7	5 7	0	5 7	5	Works complete. Works complete.
Public Conveniences - Thurso Public Conveniences - Invergordon	TC537	81	0	81	160	0	160	160	0	160	79	Design progressing - out to tender. Costs held in Property.
Parks and Play Areas - Development												
·												Retention Monies Due - June 2013 - £19K. This money has not been paid
Inshes Park (Phases 1 to 3)	TC460	15	0	15	29	0	29	29	0	29	14	due to ongoing contractual matters. It is likely that the HC will use this money
Play Areas - General - HQ	TD136	260	0	260	278	0	278	373	(103)	270	10	to repair outstanding defects. Works ongoing.
Depots	סטוטו	200	U	200	210		210	3/3	(103)	210	10	VY OTRO OTIGOTING.
Depots - Health & Safety	TD138 / TC866	83	0	83	31	0	31	84	0	84	1	
MISCELLANEOUS												
Vehicle Purchases (CFCR funded)	21060	3,000	0	3,000	1,178	(385)	793	1,000	0	1,000	(2,000)	-
	1		-				╫──┤	 	-	╂──┤	_	-
OVERALL TOTAL	 	26,365	(1,637)	24,728	17,734	(818)	16,916	26,719	(3,028)	23,691	(1,037)	
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