
CAPITAL PLAN MONITORING REPORT – 30 SEPTEMBER 2010: SUMMARY

1 INTRODUCTION

1.1 This report summarises the position for all departments on the capital plan as at 30 September 2010. The report compares actual and budget expenditure for the period 1 April to 30 September 2010, forecast and budget expenditure for the whole of 2010-11 and total project forecast and budget expenditure.

- Forecast outturn is slippage of £1,339k
- Year to date actual is below budget by £905k
- Total project costs forecast to exceed the budget by £796k

2 RECOMMENDATIONS

2.1 The capital plan position report is noted.

2.2 The budget adjustments outlined in section 3.3 are approved.

3 FORECAST OUTTURN POSITION

3.1 The current forecast outturn position as at the end of September 2010 is for a forecast slippage of £1,339k. Forecast expenditure for the whole of 2010-11 is £23,875k compared to a budget of £25,214k.

3.2 The main projects contributing to the slippage are:

Project	Variance £000s	Explanation
Flood Prevention – Service Development	294	Delays in getting satisfactory documentation from Contractors has subsequently delayed land negotiations.
Campbeltown Grammar	264	Tenders for this year’s work were very competitive – options being considered for resultant underspend.
North Bute Primary School	227	Expenditure is currently under review by Community Services
B833 Peaton Rd to Clynder	219	Preliminary estimate cost & programme figures used. The project has now been reprofiled.
Kidston Park	195	No funding partners identified.

		Project now under review and new business case in preparation.
Total	£1,199k	

3.3 The following adjustments have been made to the phasing of budgets as the result of a detailed review of the implementation plans of the projects. These changes do not represent any change in the total budget for the projects.

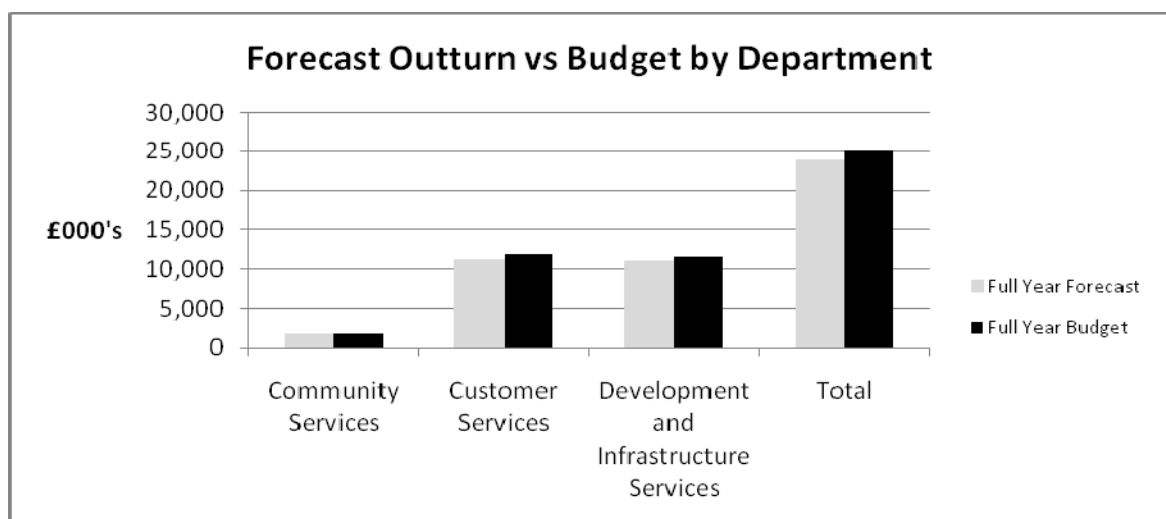
Tayinloan Slip – Budget of £2,005k has been transferred from 2010-11 to 2011-12.

Campbeltown Infrastructure Improvements – Budget of £1,261k has been transferred from 2010-11 to 2011-12.

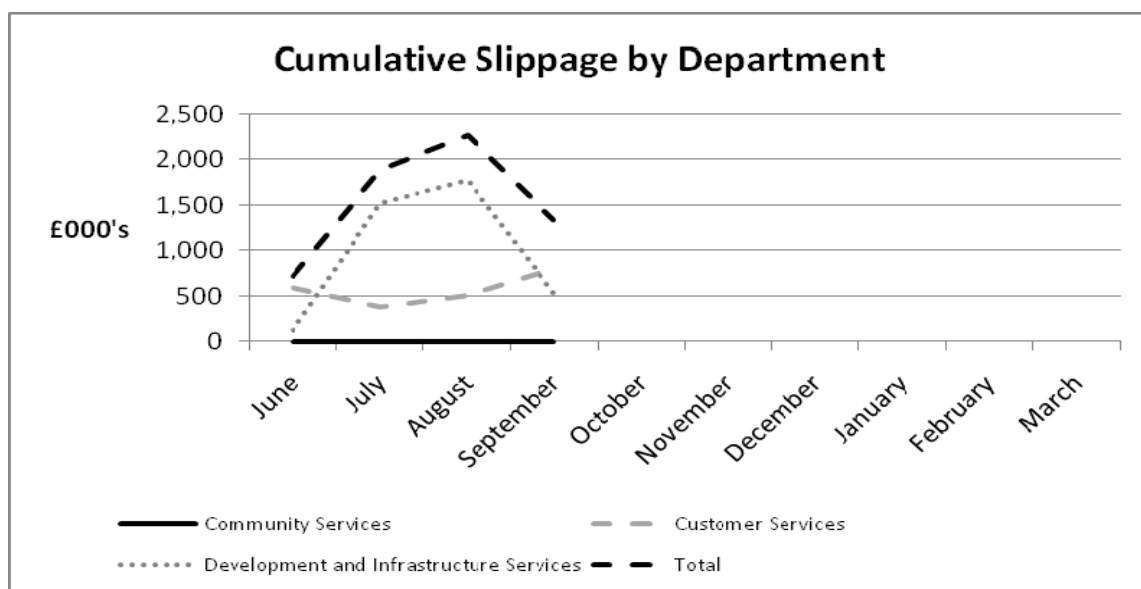
3.4 The table below outlines the main projects on which slippage has increased since August:

Project	Variance £000s	Explanation
Flood Prevention – Service Development	294	Delays in getting satisfactory documentation from Contractors has subsequently delayed land negotiations.
Kidston Park	195	No funding partners identified. Project now under review and new business case in preparation.
Flood Prevention – Asset Sustainability	140	Business case to be reviewed following delay in consultants supplying design and significant increase in cost estimates. Land entry not yet agreed.
Total	£629k	

3.5 The graph below shows the forecast outturn and budget per department.



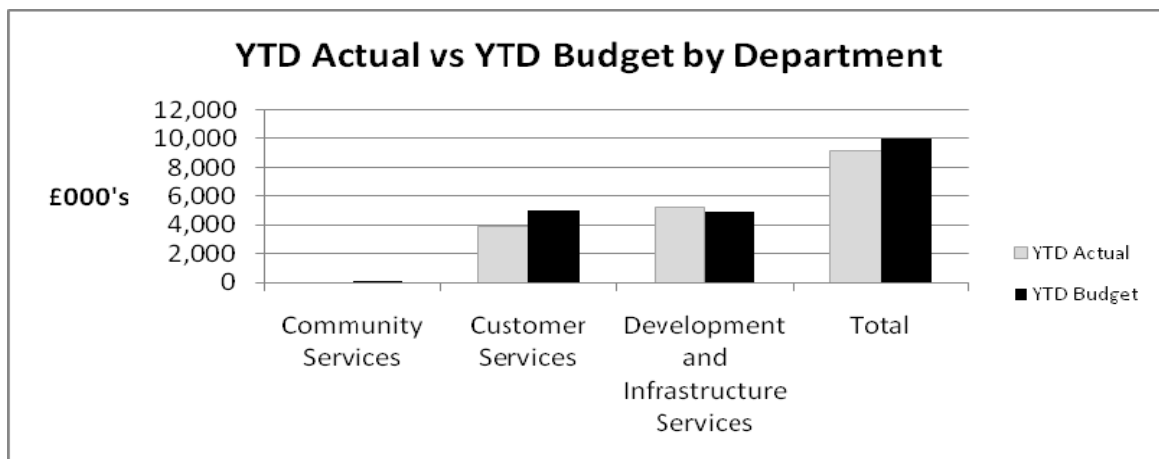
3.6 The graph below shows the trend as slippage.



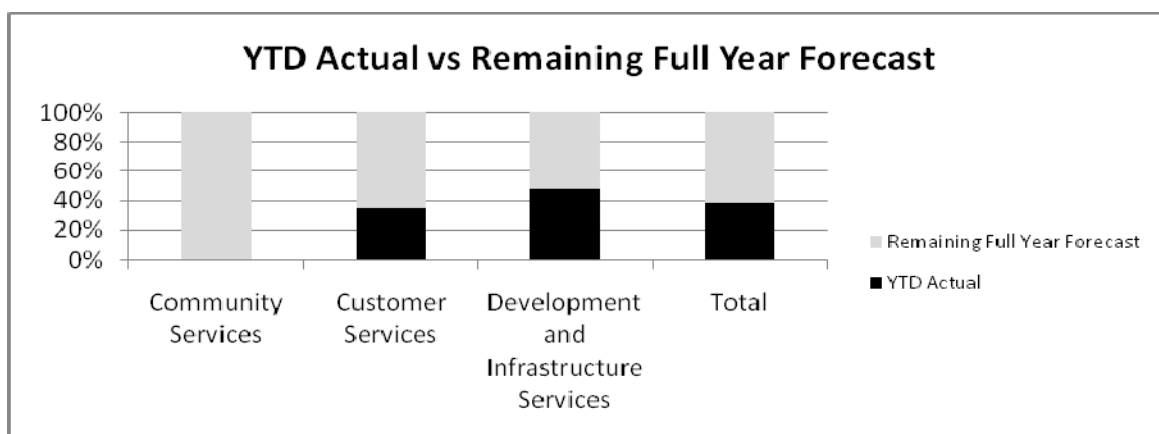
4 4.1 As at 30 September 2010, the year to date actual is less than the budget by £905k. Actual expenditure is £9,134k compared to a budget of £10,039k. The main projects contributing to the year to date underspend are:

Project	Variance £000s	Explanation
Glengorm 2010-11	215	There was a two week delay in completing Glengorm. It is now physically complete with most of the payment approved and working its way through the finance system. The year total expenditure will be as predicted.
North Bute Primary School	199	Under review by Education.
IT PC Replacement	120	The spend profile has been realigned to allow for the corporate audit of existing equipment to complete, prior to finalising the replacement plan for this and future years.
Helensburgh Swimming Pool	109	Project expected to complete under budget and funds to be vired to other projects within Facility Services.
Glencruitten Hostel	108	Estimated final cost of the project is less than was anticipated.
Campbeltown Grammar 2010-11	103	Tenders for this year's work were very competitive – options being considered for resultant underspend.
Total	£854k	

4.2 The graph below shows actual expenditure compared to budget per department.



4.3 The graph below compares expenditure to date against forecast outturn to show the annual expenditure still to be incurred.



5 TOTAL PROGRAMME

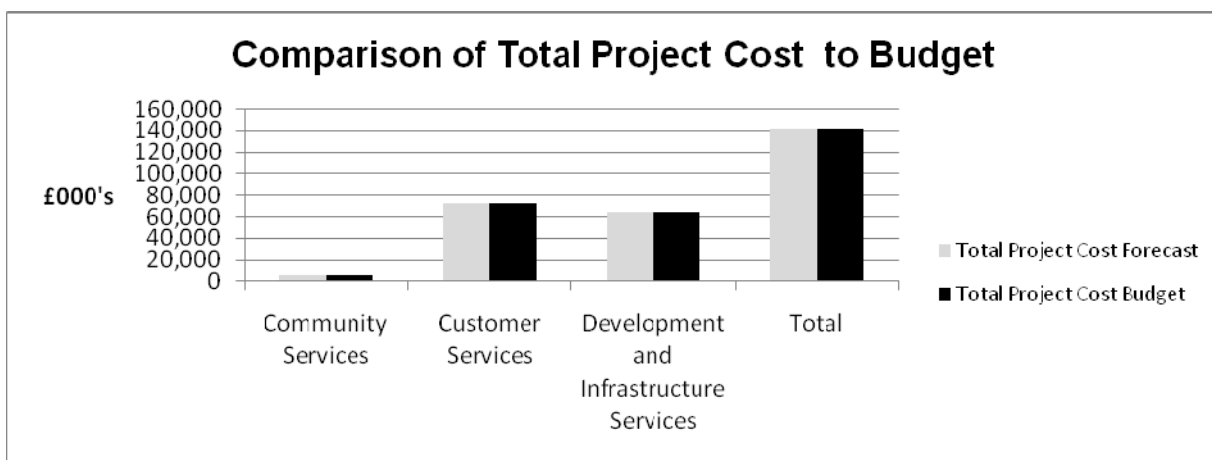
5.1 The current financial outturn position as at the end of September 2010 is for a total project cost overspend of £796k. Current forecast total project cost is £142,043k against a budget of £141,247k.

5.2 The main projects contributing to the overspend are:

Project	Variance £000s	Explanation
Oban Development Road	476	The DMT Strategic Project Board confirmed on 1 October 2010 that the project scope should remain (ie take it

		to planning stage) and that the latest cost estimate for this is £946k. The (£476k) excess is anticipated to be funded through drawdown of Oban CHORD monies.
Campbeltown Grammar	128	Overspend is as a result of additional unforeseen work including the replacement of the flue for the heating boilers, acceleration of elements of work to facilitate natural breaks in site operations, and the necessary payment of fees for design work for future phases.
Milton Burn	114	A more detailed design estimate is now available
Total	£718k	

5.3 The graph below shows how the £718k overspend is distributed across the departments. The pale shade represents the forecast total project cost and the darker shade represents the total project cost budget.

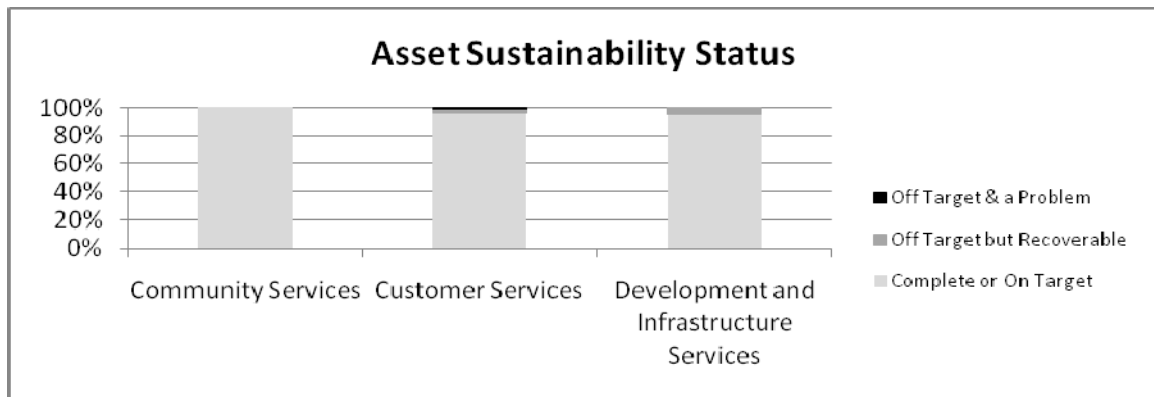


6 PROJECT PERFORMANCE

6.1 The graph below shows the status of asset sustainability projects shown as Complete or On Target, Off Target & Recoverable or Off target & a Problem. At 30 September the position was:

- 2 projects Off Target & a Problem
- 6 projects Off Target & Recoverable
- 185 projects Complete or On Target

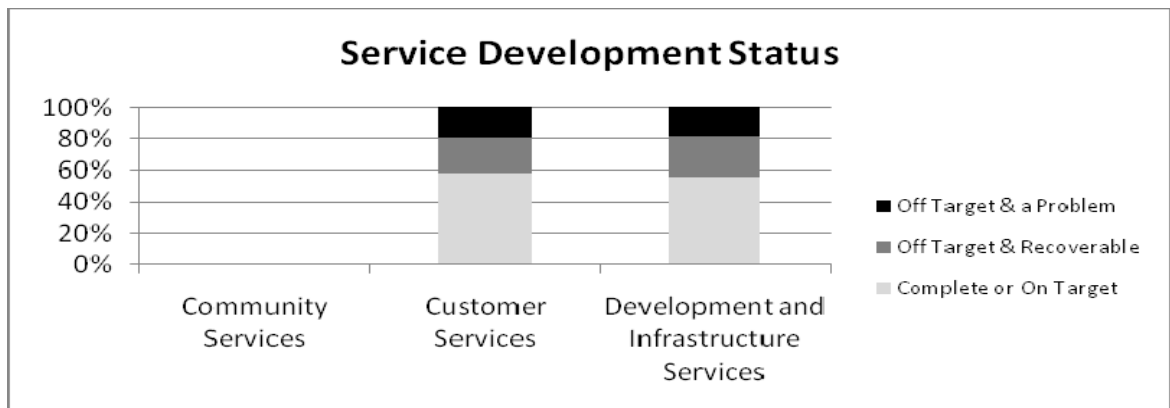
Asset Sustainability



6.2 The graph below shows the status of service development projects shown as Complete or On Target, Off Target & Recoverable, or Off Target & a Problem. At 30 September the position was:

- 11 projects shown as Off Target & a Problem
- 14 projects shown as Off Target & Recoverable
- 33 projects shown as Complete or On Target

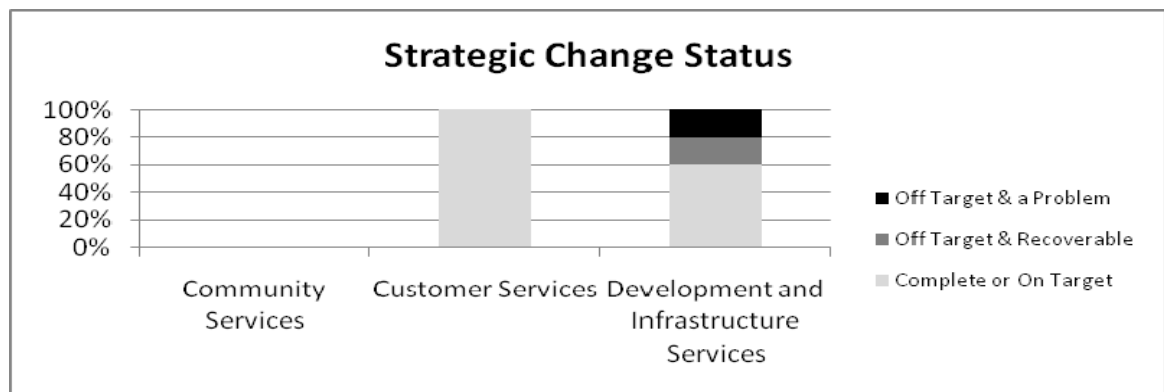
Service Development



6.3 The graph below shows the status of strategic change projects shown as Complete or On Target, Off Target & Recoverable, or Off Target & a Problem. At 30 September the position was:

- 2 projects shown as Off Target & a Problem
- 2 projects shown as Off Target & Recoverable
- 14 projects shown as Complete or On Target

Strategic Change



For further information please contact Bruce West, Head of Strategic Finance 01546-604220

Bruce West
Head of Strategic Finance
13 October 2010

ARGYLL AND BUTE COUNCIL - CAPITAL PLAN MONITORING REPORT - OVERALL COUNCIL FINANCIAL SUMMARY - 30 SEPTEMBER 2010

	Current Financial Year To Date			Full Year This Financial Year			Total Project Costs		
	Actual £000s	Budget £000s	Variance £000s	Forecast £000s	Budget £000s	Variance £000s	Forecast £000s	Budget £000s	Variance £000s
Asset Sustainability									
Community Services	0	100	100	1,770	1,770	0	5,310	5,310	0
Customer Services	3,046	3,745	699	7,859	8,225	366	45,832	45,217	-615
Development & Infrastructure Services	4,189	3,979	-210	7,772	8,450	678	22,810	22,773	-37
Asset Sustainability Total	7,235	7,824	589	17,401	18,445	1,044	73,952	73,300	-652
Service Development Projects									
Community Services	0	0	0	0	0	0	0	0	0
Customer Services	640	998	358	2,240	2,676	436	10,391	10,273	-118
Development & Infrastructure Services	406	439	33	1,228	1,458	230	11,924	12,399	475
Service Development Total	1,046	1,437	391	3,468	4,134	666	22,315	22,672	357
Strategic Change Projects									
Dunoon Primary - Joint Campus	21	10	-11	75	75	0	75	75	0
Campbeltown Schools Redevelopment	0	0	0	75	75	0	75	75	0
New Helensburgh Swimming Pool	91	91	0	107	107	0	160	160	0
Oban Office Rationalisation	0	8	8	30	30	0	30	30	0
Carbon Management	0	0	0	40	40	0	1,415	1,415	0
NPDO Capital Requirement - residual payments	5	0	-5	174	174	0	6,098	6,098	0
Aqualitrium - residual payments	-11	0	11	-9	-8	1	6,170	6,171	1
Helensburgh Office Project	68	154	86	533	533	0	2,575	2,575	0
Improvements to Landfill Sites	9	0	-9	50	50	0	1,221	1,221	0
Campbeltown Infrastructure Improvements	484	320	-164	750	750	0	6,600	6,600	0
Oban Development Road	107	107	0	733	357	-376	946	470	-476
A848 Salen - Tobermory	57	47	-10	269	269	0	390	390	0
Campbeltown Harbour	0	0	0	1	1	0	2,678	2,678	0
Bruichladdich Pier	6	12	6	28	28	0	2,104	2,104	0
Rothesay Harbour Ferry Berth Improvements	1	3	2	197	197	0	6,422	6,422	0
Dunoon Pier Phase 1 (C. Fund)	0	0	0	0	0	0	987	987	0
Port Askaig Pier	15	26	11	-50	-37	13	3,794	3,777	-17
Improvements to Landfill Sites Islay & Mull	0	0	0	3	-6	-9	4,036	4,027	-9
Strategic Change Total	853	778	-76	3,006	2,635	-371	45,776	45,275	-501
Total for all Departments	9,134	10,039	905	23,875	25,214	1,339	142,043	141,247	-796

Year to date expenditure is £9,134k compared to the year to date budget of £10,039k, resulting in a variance of £905k. The forecast for the whole of 2010/11 is for expenditure of £23,875k compared to the budget of £25,214k, giving a variance of £1,339k. In terms of total project costs these are currently forecast to exceed the budget by £796k.

ARGYLL AND BUTE COUNCIL - CAPITAL PLAN MONITORING REPORT - FINANCIAL PERFORMANCE -COMMUNITY SERVICES - 30 SEPTEMBER 2010

	Current Financial Year To Date		Full Year This Financial Year		Total Project Costs	
	Actual £000s	Budget £000s	Variance £000s	Forecast £000s	Budget £000s	Variance £000s
Asset Sustainability						
Private Sector Housing Grant	0	100	100	1,770	5,310	0
Asset Sustainability Total	0	100	100	1,770	5,310	0
Service Development Projects						
None at present						
Service Development Total	0	0	0	0	0	0
Strategic Change Projects						
None at present						
Strategic Change Total	0	0	0	0	0	0
Departmental Total	0	100	100	1,770	5,310	0

Private Sector Housing Grant is grant funded and does not score against the capital plan/borrowing. It is currently forecast that total project cost of £1,770k will be achieved.

ARGYLL AND BUTE COUNCIL - CAPITAL PLAN MONITORING REPORT - PROJECT PERFORMANCE - COMMUNITY SERVICES - 30 SEPTEMBER 2010

Asset Sustainability Project Progress		Complete or On Target No Of Projects	Off Target & Being Recoverd No Of Projects	Off Target & Problem No Of Projects	Comments On Asset Sustainability Programmes
Private Sector Housing Grant	1	0	0		
Asset Sustainability Total	1	0	0		

Service Development Projects								
Completion of OBC Due Date	On Track	Curr Year Exp RAG	Project Total Exp RAG	Benefits Expected RAG	Deliverability Of Project RAG	Project Risks RAG	Exception Report Yes/No	Comments
None at present								

Strategic Change Projects								
Completion of OBC Due Date	On Track	Completion of FBC Due Date	On Track	Curr Year Exp RAG	Project Total Exp RAG	Benefits Expected RAG	Deliverability Of Project RAG	Project Risks RAG
None at present								

Capital Plan Commentary - Key Successes	Capital Plan Commentary - Key Challenges	Capital Plan Commentary - Key Actions

Decisions/Approval Required
None

ARGYLL AND BUTE COUNCIL - CAPITAL PLAN MONITORING REPORT - FINANCIAL PERFORMANCE - CUSTOMER SERVICES
- 30 SEPTEMBER 2010

	Current Financial Year To Date			Full Year This Financial Year			Total Project Costs		
	Actual £000s	Budget £000s	Variance £000s	Forecast £000s	Budget £000s	Variance £000s	Forecast £000s	Budget £000s	Variance £000s
Asset Sustainability									
Education	1,645	2,055	410	3,165	3,601	436	3,793	3,601	-192
Non Education	3	60	57	557	639	82	964	964	0
Rothesay Swimming Pool	0	15	15	30	30	0	270	270	0
Shared Offices	0	0	0	10	10	0	10	10	0
Oban Municipal Buildings	2	0	-2	288	295	7	295	295	0
Fleet Management	285	171	-114	853	853	0	4,970	4,970	0
Residual Projects	1,111	1,444	333	2,956	2,797	-159	35,530	35,107	-423
Asset Sustainability Total	3,046	3,745	699	7,859	8,225	366	45,832	45,217	-615
Service Development Projects									
Consolidated Server Replacement	0	0	0	0	0	0	690	700	10
IT Enablement Process for Change	37	46	9	597	597	0	1,113	1,113	0
Applications Projects	0	0	0	114	114	0	504	504	0
IT PC Replacement	36	156	120	498	647	149	1,831	1,831	0
Archives	0	0	0	127	127	0	183	183	0
Income Recovery/Debtors	0	0	0	0	-2	-2	41	39	-2
Flexi System Ph 2 extra sites	0	0	0	12	17	5	31	36	5
Flexi System HRS Integration	0	0	0	16	37	21	37	37	0
Cash Receipting	2	2	0	2	5	3	85	88	3
Roads Costing	2	6	4	2	3	1	79	80	1
Fleet Management - IT	8	38	30	43	62	19	61	80	19
Home Working /Mobile Working Pilot	0	0	0	11	11	0	72	72	0
Time Management System	0	0	0	0	0	0	59	59	0
Rhu Primary School (Extension)	0	0	0	0	1	1	71	72	1
Achahoish Primary School (New Build)	0	0	0	0	-3	-3	39	36	-3
Southend Primary School (Partial re-build)	7	0	-7	7	-2	-9	86	77	-9
Class size reduction	154	200	46	250	348	98	687	700	13
Tobermory Early Years - Tobermory High	150	20	-130	152	139	-13	461	413	-48
Campbeltown Nursery - Capital Fund	0	30	30	49	49	0	523	523	0
Bowmore PS Gaelic Unit	10	0	-10	10	-6	-16	31	0	-31
Ledaig Replacement of Mobile Home	0	0	0	61	61	0	68	61	-7
Office Rationalisation	5	0	-5	15	38	23	654	677	23
Garelochhead Day Centre	0	0	0	5	-37	-42	546	504	-42
Mull & Iona Progressive Care Centre	0	100	100	319	419	100	767	767	0
Residential Respite Care Facility	228	250	22	260	302	42	513	543	30
Dunoon Childrens Unit	0	100	100	0	-14	-14	0	0	0

Dunclutha Bungalow	1	50	49	1	123	122	180	148	-32
Tarbert HS S/C STP Facility	0	0	0	8	8	0	219	219	0
Kirkmichael Com Playing Field	0	0	0	8	8	0	56	56	0
Bute Shinty Pitch Upgrade	0	0	0	0	-18	-18	2	-16	-18
Oban High Community Facility	0	0	0	-330	-332	-2	379	377	-2
KMMF Tobermory Facility	0	0	0	3	-26	-29	323	294	-29
Service Development Total	640	998	358	2,240	2,676	436	10,391	10,273	-118
Strategic Change Projects									
Dunoon Primary - Joint Campus	21	10	-11	75	75	0	75	75	0
Campbeltown Schools Redevelopment	0	0	0	75	75	0	75	75	0
New Helensburgh Swimming Pool	91	91	0	107	107	0	160	160	0
Oban Office Rationalisation	0	8	8	30	30	0	30	30	0
Carbon Management	0	0	0	40	40	0	1,415	1,415	0
NPDO Capital Requirement - residual payments	5	0	-5	174	174	0	6,098	6,098	0
Aqualibrium - residual payments	-11	0	11	-9	-8	1	6,170	6,171	1
Helensburgh Office Project	68	154	86	533	533	0	2,575	2,575	0
Strategic Change Total	174	263	89	1,025	1,026	1	16,598	16,599	1
Departmental Total	3,860	5,006	1,146	11,124	11,927	803	72,821	72,089	-732

Actual expenditure to date is £3,860k compared to the year to date budget of £5,006k, resulting in a variance of £1,146k. At this stage it is forecast that actual expenditure this year will be £11,124k compared to a budget of £11,927k resulting in a variance of £803k. In terms of total project costs these are currently forecast to exceed the budget by £732k. Much of the reduction in the Education forecast is as a result of exceptionally keen tenders for the current years work. In addition, expenditure on North Bute Primary School is currently under review.

ARGYLL AND BUTE COUNCIL - CAPITAL PLAN MONITORING REPORT - PROJECT PERFORMANCE -CUSTOMER SERVICES - 30 SEPTEMBER 2010

Asset Sustainability Project Progress		Complete or On Target No Of Projects	Off Target & Being Recovered No Of Projects	Off Target & Problem No Of Projects	Comments On Asset Sustainability Programmes
Education	29	1	0		Out of 152 asset sustainability projects there are 146 on target or complete, 4 off target but being recovered. This leaves 2 projects which are off target and a problem. • North Bute Primary School - expenditure is currently under review by Community Services • Server Accommodation - An additional £82k is required to complete the extension & upgrade. A second UPS was omitted from the tender costs. In addition due to the prolonged delay and need to retender for the building work, internal Property fees have increased significantly.
Non Education	9	0	0		
Rothsay Swimming Pool	1	0	0		
Shared Offices	1	0	0		
Oban Municipal Buildings	1	0	0		
Fleet Management	1	0	0		
Residual Projects	104	3	2		
Asset Sustainability Total	146	4	2		

Service Development Projects		Completion of OBC	Curr Year Exp RAG	Project Total Exp RAG	Benefits Expected RAG	Deliverability Of Project RAG	Project Risks RAG	Exception Report Yes/No	Comments
Due Date	On Track	Yes							
IT Enablement Process for Change Applications Projects		Yes	G	G	G	G	G	No	There are red flags against 6 of the 31 service development projects. IT PC Replacement, Class Size Reduction and Mull & Iona Progressive Care Centre are classed as red against current year spend. Tobermory Early Years is classed as red against total project costs. Dunoon Children's Unit & Dunclutha Bungalow are classed as red against current year spend, deliverability of project and project risk.
IT PC Replacement Archives			A	G	G	G	G	No	
Income Recovery/Debtors			R	G	G	G	G	Yes	
Flexi System Ph 2 extra sites			G	G	G	G	G	No	
Flexi System HRS Integration			A	A	G	G	G	No	
Cash Receipting			A	G	G	G	G	No	
Roads Costing			A	A	G	G	G	No	
Fleet Management - IT			A	A	G	G	G	No	
Home Working /Mobile Working Pilot			A	A	G	G	G	No	
Time Management System			G	G	G	G	G	No	
Tobermory Early Years - Tobermory High			G	G	G	G	G	No	
Rhu Primary School (Extension)			A	R	G	G	G	Yes	
Achahoish Primary School (New Build)			G	G	G	G	G	No	
Southend Primary School (Partial re-build)			G	G	G	G	G	No	
Class size reduction	Residual projects already approved, no need for OBC		R	G	G	G	G	Yes	
Campbeltown Nursery - Capital Fund			G	G	G	G	G	No	
Bowmore Gaelic Unit			G	G	G	G	G	No	

Decisions/Approval Required

None

Project Name – IT PC Replacement					
First Added to Capital Plan – 2010/11					
Project Manager – Gerry Wilson					
	Tender Issue	Tender Return	Works Start	Works Complete	Cost £
Original Plan: Gross Exp Income Net Exp	n/a	n/a	August 2010	March 2011	£647,000 in 2010-11
Current Forecast: Gross Exp Income Net Exp	n/a	n/a	November 2010	March 2011	£498,000 in 2010-11
Variance: Gross Exp Income Net Exp	n/a	n/a	n/a	August 2011	£149,000 in 2011-12
Contractor :	PCs and laptops to be procured through existing framework contracts and deployed via in-house corporate IT function.				
What is this project?					
A PC replacement programme covering all corporate and education PCs and laptops.					
How is this project funded?					
Jointly from the IT & Community Services Capital Programmes .					
Why is this project classified as red?					
The programme has slipped.					
What has caused the issue outlined above?					
The programme requires a full baseline audit of all PCs and laptops in use across the Council. This audit will not complete until October.					
What action will be taken to rectify this issue?					
Additional temporary staff support required to complete the audit.					
What are the implications of the action proposed?					
Slippage to 2011/12.					

Project Name – Class Size Reduction First Added to Capital Plan – 07/08 Project Manager – A S Redpath					
	Tender Issue	Tender Return	Works Start	Works Complete	Cost £
Original Plan: Gross Exp Income Net Exp					700,000 0 700,000
Current Forecast: Gross Exp Income Net Exp	Various	Various	July 2009	Aug 2010	687,000 0 687,000
Variance: Gross Exp Income Net Exp					13,000 0 13,000
Contractor	Various				
What is this project? Provision of additional classroom accommodation to allow reduction in class sizes. Work is necessary at Colgrain (with associated alterations to the Kirkmichael Centre and Rhu Community Centre), Cardross, and Rhu Primary Schools.					
How is this project funded? From the Primary Education Capital programme.					
Why is this project classified as red? The estimated expenditure within the current financial year is £98,000 less than the available budget.					
What has caused the issue outlined above? Very competitive tenders have been received for work at Colgrain and Cardross, the scope of work at Rhu was re assessed, and work at Rhu Community centre has been delayed as a result of planning difficulties. In addition the requirement for additional accommodation at Taynult Primary school has been re assesses and shall be met through a new extension to the school for which a bid for additional funding shall be made.					
What action will be taken to rectify this issue? The under spend shall be used to support other primary education projects and some of the expenditure will slip into next year.					
What are the implications of the action proposed? The savings on this scheme shall be used to offset increased costs on other projects and to facilitate the acceleration of other work.					

Project Name – Tobermory Early Years Unit

First Added to Capital Plan – 09/10

Project Manager – A S Redpath

	Tender Issue	Tender Return	Works Start	Works Complete	Cost £
Original Plan: Gross Exp Income Net Exp	June 2009	July 2009	October 2009	April 2010	413,000 0 413,000
Current Forecast: Gross Exp Income Net Exp	June 2009	July 2009	October 2009	May 2010	484,000 0 484,000
Variance: Gross Exp Income Net Exp					-71,000 0 -71,000
Contractor					

What is this project? Provision of new Early Years unit at Tobermory School.

How is this project funded? From the Primary Education Capital programme

Why is this project classified as red? The estimated total project expenditure has increased from the budgeted £413,000 to £484,000.

What has caused the issue outlined above? Increased costs have been incurred as a result of delays and redesign of foundations associated with the discovery of a water main on site. In addition various additional items have been necessary include additional surface water drainage to the existing car park, and resurfacing areas of tarmac adjacent to the building.

What action will be taken to rectify this issue? All necessary steps have been taken to minimise the additional costs.

What are the implications of the action proposed? The additional expenditure shall be funded from under spends on other projects.

Project Name – Mull and Iona Progressive Care Centre

First Added to Capital Plan – 2006/2007

Project Manager – A S Redpath

	Tender Issue	Tender Return	Works Start	Works Complete	Cost £
Previous Plan: Gross Exp Income Net Exp			June 2010	December 2012	767,000 0 767,000
Current Forecast: Gross Exp Income Net Exp	July 2009	Aug 2009	September 2010	April 2013	767,000 0 767,000
Variance: Gross Exp Income Net Exp					0 0 0
Contractor	Not yet appointed				
What is this project? The budget is a contribution towards the cost of a multi agency development in Mull to provide Healthcare, Progressive Care Housing and Social Work facilities from a purpose built facility.					
How is this project funded? From the Social Work Capital programme.					
Why is this project classified as red? The start date for work on site has slipped from June 2010 to September 2010. The result of this will be an under spend of some £100k in the current financial year and a corresponding overspend in the 2012/13 financial year.					
What has caused the issue outlined above? Legal issues with one of the funding partners relating to the deed of conditions have delayed the acceptance of the building contract. In addition Building Control delays have contributed to the slippage.					
What action will be taken to rectify this issue? The expenditure forecast has been reprofiled.					
What are the implications of the action proposed? The under spend this year slips into future years, leaving the overall project costs unaltered.					

Project Name – Dunoon Childrens Unit First Added to Capital Plan – 04/05 Project Manager – A S Redpath					
	Tender Issue	Tender Return	Works Start	Works Complete	Cost £
Original Plan: Gross Exp Income Net Exp	n/a	n/a	July 2005	March 2006	464,000 464,000 0
Current Forecast: Gross Exp Income Net Exp	n/a	n/a	Unknown See note a	Unknown See note b	464,000 464,000 0
Variance: Gross Exp Income Net Exp					0 0 0
Contractor	Ecos Construction				
What is this project? The replacement of the existing unit.					
How is this project funded? The construction of the home is free of charge to the council as part of the offer for the larger Dunclutha site.					
Why is this project classified as red? The deliverability and project risks are currently classified as high given the Developers continued inability to progress the project in addition the forecast “expenditure” and corresponding income for the current financial year have been reduced to “0”. A building warrant has now been issued for the construction of the new home, however there are no indications of an early start on the works.					
What has caused the issue outlined above? Reluctance on the behalf of the developer, who is constructing the home, to expedite matters.					
What action will be taken to rectify this issue? Legal are pressing the Developer to submit a final/revised construction programme for the construction of the facility.					
What are the implications of the action proposed? The completion of the facility shall be delayed. A new completion date is currently awaited.					

Notes

- a) Dates awaited from Governance and Law
- b) Dates awaited from Governance and Law

Project Name – Dunclutha Bungalow
First Added to Capital Plan – 2009/2010
Project Manager – Allan Redpath

	Tender Issue	Tender Return	Works Start	Works Complete	Cost £
Original Plan: Gross Exp Income Net Exp	Oct 2009	Dec 2009	January 2010	March 2010	148,000 0 148,000
Current Forecast: Gross Exp Income Net Exp	Nov 2009	Dec 2009	Unknown	Unknown	180,000 0 180,000
Variance: Gross Exp Income Net Exp					-32,000 0 -32,000

Contractor Not yet appointed.

What is this project? The conversion of a derelict bungalow adjacent to Dunclutha Children’s Home, into a new Social Work Day centre. Access into the new facility is gained from a new entrance road being constructed by the developer who is constructing the new and adjacent children’s home.

How is this project funded? From the Social Work Capital programme

Why is this project classified as red? The deliverability and project risks are currently classified as high given the Developers continued inability to progress the project, in addition expenditure in the current year has been reduced to “0”. A building warrant has now been issued for the construction of the new home, however there are no indications of an early start on the works.

What has caused the issue outlined above? Access to the new Day Centre is gained from an extended access road and car park which serves the new Children’s Home. The new home is being constructed by a Developer and construction work is substantially behind programme. (Work has not yet started). Revised timescales are currently awaited from Legal and Protective Services..

What action will be taken to rectify this issue? Legal are pressing the developer for a revised construction programme.

What are the implications of the action proposed? The opening of the facility continues to be delayed.

ARGYLL AND BUTE COUNCIL - CAPITAL PLAN MONITORING REPORT - FINANCIAL PERFORMANCE - DEVELOPMENT & INFRASTRUCTURE SERVICES - 30 SEPTEMBER 2010

	Current Financial Year To Date			Full Year This Financial Year			Total Project Costs		
	Actual £000s	Budget £000s	Variance £000s	Forecast £000s	Budget £000s	Variance £000s	Forecast £000s	Budget £000s	Variance £000s
Asset Sustainability									
Environmental	0	20	20	150	250	100	534	534	0
PC Upgrades	0	0	0	50	50	0	150	150	0
Bridge Strengthening	0	0	0	449	449	0	1,347	1,347	0
Street Lighting	278	310	32	628	628	0	1,828	1,828	0
Roads Reconstruction	3,349	2,840	-509	4,129	4,129	0	8,764	8,764	0
Traffic Management	0	0	0	100	100	0	300	300	0
Glengorm	49	264	215	290	300	10	300	300	0
Zero Waste Fund	0	41	41	101	101	0	101	101	0
Residual Projects	513	504	-9	1,875	2,443	568	9,486	9,449	-37
Asset Sustainability Total	4,189	3,979	-210	7,772	8,450	678	22,810	22,773	-37
Service Development Projects									
A83 South of Muasdale	0	0	0	10	0	-10	600	600	0
A849 Pennyghael Bridge Mull	2	1	-1	3	1	-2	133	131	-2
A816 Oude Bridge Realignment	0	2	2	2	2	0	135	135	0
A816 Tibertich No 1 Bridge	0	1	1	6	6	0	49	49	0
A816 Ford Rd End to Mill Brae	5	0	-5	15	15	0	279	279	0
B833 Footway Rosneath to Caravan Park	0	0	0	0	5	5	1	6	5
U133 Glenloin Housing Scheme Footway	0	0	0	2	0	-2	9	7	-2
Tayinloan Slip	228	214	-14	500	500	0	2,150	2,650	500
Helensburgh CA/ Recycling Site	0	0	0	0	-2	-2	2,075	2,073	-2
Ardencraig Nurseries	2	0	-2	2	0	-2	336	334	-2
Preliminary design for Regional Transport projects	0	0	0	5	74	69	266	266	0
Public Transport Route West King St	0	5	5	0	5	5	295	300	5
A814 Bend at Mollandhu	0	0	0	5	5	0	156	156	0
Cycleways - H & L	1	1	0	5	2	-3	8	5	-3
Flood Prevention	37	30	-7	72	366	294	1,039	1,039	0
Carradale Harbour	0	0	0	5	0	-5	385	380	-5
Kilbride Road	15	19	4	20	82	62	1,338	1,400	62
Milton Burn	107	156	49	500	288	-212	2,414	2,300	-114
Dunoon Town Centre Regeneration	0	0	0	0	0	0	30	30	0
Bowmore Town Centre Regeneration	0	0	0	0	0	0	36	36	0
Telematics	0	1	1	0	1	1	22	23	1
Portnacroish to Inverfolla cycle route	5	5	0	0	0	0	-12	-12	0
Safe Streets, Walking and Cycling	0	0	0	11	11	0	0	0	0
B836 Sandbank - Dunoon	0	0	0	8	8	0	0	0	0
Sealife Cnt to Creagan Br Ph 2A	0	0	0	13	13	0	0	0	0

Kilmartin to B840 Cycleway	0	0	0	39	39	0	0	0	0	0	0	0
Taynuilt Footbridge	3	3	0	6	6	0	0	0	0	0	0	0
Marine Access to Nat. Park	-1	0	1	-1	-1	0	0	-2	-2	0	0	0
SPFT 08/09	2	1	-1	0	0	0	0	0	0	0	0	0
Land Decontamination	0	0	0	32	32	32	182	214	214	32	32	32
Service Development Total	406	439	33	1,228	1,458	230	11,924	12,399	12,399	475	475	475
Strategic Change Projects												
Improvements to Landfill Sites	9	0	-9	50	50	0	1,221	1,221	1,221	0	0	0
Campbeltown Infrastructure Improvements	484	320	-164	750	750	0	6,600	6,600	6,600	0	0	0
Oban Development Road	107	107	0	733	357	-376	946	470	470	-476	-476	-476
A848 Salen - Tobermory	57	47	-10	269	269	0	390	390	390	0	0	0
Campbeltown Harbour	0	0	0	1	1	0	2,678	2,678	2,678	0	0	0
Bruichladdich Pier	6	12	6	28	28	0	2,104	2,104	2,104	0	0	0
Rothesay Harbour Ferry Berth Improvements	1	3	2	197	197	0	6,422	6,422	6,422	0	0	0
Dunoon Pier Phase 1 (C. Fund)	0	0	0	0	0	0	987	987	987	0	0	0
Port Askaig Pier	15	26	11	-50	-37	13	3,794	3,777	3,777	-17	-17	-17
Improvements to Landfill Sites Islay & Mull	0	0	0	3	-6	-9	4,036	4,027	4,027	-9	-9	-9
Strategic Change Total	679	515	-164	1,981	1,609	-372	29,178	28,676	28,676	-502	-502	-502
Departmental Total	5,274	4,933	-341	10,981	11,517	536	63,912	63,848	63,848	-64	-64	-64

Actual expenditure to date is £5,274k compared to the year to date budget of £4,933k, resulting in a variance £341k. At this stage it is forecast that actual expenditure this year will be £10,981k compared to the budget of £11,517k resulting in a slippage of £536k. In terms of total project costs these are currently forecast to exceed the budget by £64k.

ARGYLL AND BUTE COUNCIL - CAPITAL PLAN MONITORING REPORT - PROJECT PERFORMANCE -DEVELOPMENT & INFRASTRUCTURE SERVICES - 30 SEPTEMBER 2010

Asset Sustainability Project Progress		Complete or On Target No Of Projects	Off Target & Being Recovered No Of Projects	Off Target & Problem No Of Projects	Comments On Asset Sustainability Programmes
Environmental		1	0	0	
PC Upgrades		1	0	0	
Bridge Strengthening		1	0	0	
Street Lighting		1	0	0	
Roads Reconstruction		1	0	0	
Traffic Management		1	0	0	
Glengorm		1	0	0	
Zero Waste Fund		1	0	0	
Residual Projects		30	2	0	Out of 40 asset sustainability projects there are 38 on track and 2 off track but being recovered.
Asset Sustainability Total		38	2	0	

Service Development Projects		Completion of OBC Due Date	On Track	Curr Year Exp RAG	Project Total Exp RAG	Benefits Expected RAG	Deliverability Of Project RAG	Project Risks RAG	Exception Report Yes/No	Comments
A83 South of Muasdale		Dec-12	Yes	G	G	G	A	A	No	
A849 Pennyghael Bridge Mull		Dec-12	Yes	A	A	G	G	G	No	
A816 Oude Bridge Realignment		Dec-12	Yes	G	G	G	G	G	No	
A816 Tibertich No 1 Bridge		Aug-09	Yes	G	G	G	G	G	No	
A816 Ford Rd End to Mill Brae		N/r		A	A	G	G	G	No	
B833 Footway Rosneath to Caravan Park		TBA		A	A	A	A	A	No	
U133 Glenloin Housing Scheme Footway		Dec-10	Yes	G	R	G	A	A	No	
Tayinloan Slip		Residual projects already approved, no OBC required		G	G	G	G	G	No	
Helensburgh CA/ Recycling Site				G	G	G	G	G	No	
Ardencraig Nurseries				G	G	G	G	G	No	
Preliminary design for Regional Transport projects				R	G	G	G	G	Yes	
Public Transport Route West King St				G	G	G	G	G	No	
A814 Bend at Mollandhu				G	G	G	G	G	No	
Cycleways - H & L				A	A	G	G	G	No	
Flood Prevention				R	A	G	G	A	Yes	
Carradale Harbour				A	A	G	G	G	No	
Kilbride Road				R	A	G	G	G	Yes	
Milton Burn				R	A	G	G	G	Yes	
Dunoon Town Centre Regeneration				G	G	G	G	G	No	There are red flags against 5 of the 29 service development projects. In 4 cases the current project cost is flagged as red. Total Project Cost is flagged as red in respect of Tayinloan Slip.

Project Name – Tayinloan ferry berth improvements**First Added to Capital Plan – 2008/9****Project Manger: Martin Gorringe**

	Tender Issue	Tender Return	Works Start	Works Complete	Cost £
Original Plan: Gross Exp Income Net Exp	Jan 2010	Feb 2010	March 2010	October 2010	2,650,000 0 2,650,000
Current Forecast: Gross Exp Income Net Exp	Dec 10	Jan 10	March 2011	sept 11	2,650,000 500,000 2,150,000
Variance: Gross Exp Income Net Exp	11 months	11 months	11 months	11 months	0 -500,000 500,000

Contractor Not appointed

What is this project?

The construction of an extended breakwater, a suspended slab accessway and a sand bypass.

How is this Project Funded?

Funded from Council's Capital Budget and an award has been made from the ERDF valued at £500,000.

Why is this project classified as red?

The project has been awarded £500,000 of ERDF funding.

What has caused the issue outlined above?

The ERDF funding was unbudgeted.

What action will be taken to rectify this issue?

The saving in budget will be vired to other projects within the Roads Reconstruction Programme.

What are the implications of the action proposed?

None.

Project Name – Preliminary Design for Regional Transport Projects					
First Added to Capital Plan – 2005					
Project Manger: Arthur McCulloch					
	Tender Issue	Tender Return	Works Start	Works Complete	Cost £
Original Plan:	No works tenders	No works tenders	July 2005	March 2009	
Gross Exp					266,000
Income					0
Net Exp					266,000
Current Forecast:	No works tenders	No works tenders	July 2005	March 2011	
Gross Exp					266,000
Income					0
Net Exp					266,000
Variance:					
Gross Exp					0
Income					0
Net Exp					0
Contractor	No contractors. Consultants - Steer Davies Gleave used for a STAG. L & M Surveys used for topographical survey work				
What is this project?					
This project is an allocation of capital funding to allow preliminary design work on strategic projects to support any funding bids. £192,000 has been spent to date.					
How is this Project Funded?					
Council Capital budget					
Why is this project classified as red?					
Predicted expenditure in 2010/11 of £74,000 will not be achieved.					
What has caused the issue outlined above?					
A reassessment of the overall capital funding and potential sources of funding has delayed identification of which projects to progress and prioritisation of other projects has fully committed Roads Design staff resources. In addition we are now bidding for outside funding to progress design work for possible projects.					
What action will be taken to rectify this issue?					
£69,000 will be reallocated to Traffic Management.					
What are the implications of the action proposed?					
The capital allocation will be used to procure improvements instead of slipping from year to year.					

Project Name – Flood Prevention Revision 1: October 2010

First Added to Capital Plan – 2006/9

Project Manger: Alan Kerr

	Tender Issue	Tender Return	Works Start	Works Complete	Cost £
Original Plan: Gross Exp Income Net Exp	Started 2006/7	Various	Various	Various	366,000 0 366,000
Current Forecast: Gross Exp Income Net Exp	Various 20010/11	Various	Various	Various	72,000 0 72,000
Variance: Gross Exp Income Net Exp					294,000 0 294,000
Contractor	Works have been carried out by operational services and Grontmij consultants.				

What is this project? Project consists of various minor flood schemes identified prior to and subsequently in a three year programme funded at £200,000 per annum over the 2006-9 three year period. Previously £673,000 has been spent with £366,000 budgeted for this year.

How is this Project Funded? 100% Capital Budget

Why is this project classified as red? Underspend predicted

What has caused the issue outlined above?

Grontmij were awarded a combined contract to design projects in December 2009 for this and the other Capital Flood Prevention line reference 0633. Following delays in appointing a sub contractor a revised programme indicated July finish for tenders. Designs for Hall Road, Lochgoilhead and McKinlay Street, Rothesay have yet not progressed to contract documentation stage and detailed cost assessment. The design for Frederick Crescent was to be allocated to Grontmij on timely completion of the above and this has had to be reconsidered and will be issued elsewhere. Grontmij had been concentrating on two other schemes which were of higher priority. The delay in getting satisfactory documentation has subsequently delayed land negotiations. Planned expenditure will not now be achieved.

Small schemes allocated to Operations at West Princes Street, Helensburgh and Ferndene Gardens, Cove can be completed. Value £25,000.

What action will be taken to rectify this issue? Delay **£294,000** expenditure to 2010/11. Appoint external consultants and also contractors. The flood prevention programme will be reviewed by the DMT Strategic Project Board in November to establish clarity of the business cases which underpin these projects and the project management to deliver them effectively.

What are the implications of the action proposed? Increased risk of flood damage.

Project Name – Milton Burn, Dunoon – Flood Prevention Scheme

First Added to Capital Plan – 2000

Project Manger: Arthur McCulloch

	Tender Issue	Tender Return	Works Start	Works Complete	Cost £
Original Plan:	Dec 09	Jan 10	Feb 10	Mar 11	
Gross Exp					2,300,000
Income					
Net Exp					2,300,000
Current Forecast:	Phase 1 - May 09	Phase 1 – May 09	Phase 1 – June 09	Phase 1 – July 09	2,414,000
Gross Exp	Phase 2 - Oct 10	Phase 2 - Nov 10	Phase 2 Jan 11	Phase 2 – Nov 11	0
Income					2,414,000
Net Exp					
Variance:	Phase 1 -7 mths	Phase 1 -8 mths	Phase 1 -8 mths	Phase 1 -16 mths	-114,000
Gross Exp	Phase 2 +11 mths	Phase 2 +10 mths	Phase 2 +11 mths	Phase 2 +8 mths	0
Income					
Net Exp					-114,000

Contractor
Storie (Argyll) Ltd for first phase just completed. Not yet appointed for main works. Raeburn were Ground Investigation for Phase 2.

What is this project?

Flood alleviation measures for the Milton Burn in Dunoon.

How is this Project Funded?

Council's Capital Budget

Why is this project classified as red?

Overspend in 2010/11.

What has caused the issue outlined above?

It is anticipated that a part of the remaining construction spend will be advanced into 10-11.

What action will be taken to rectify this issue?

Expenditure advanced from 11-12 year, but this is dependent on the assumption that agreement will be made in September to enter ground belonging to supermarket to undertake works.

What are the implications of the action proposed?

Rephasing of the budget, but this is totally dependant on date of agreement of land entry.

Project Name – Kilbride Road, Dunoon – Flood Prevention Scheme

First Added to Capital Plan – 2000

Project Manger: Arthur McCulloch

	Tender Issue	Tender Return	Works Start	Works Complete	Cost £
Original Plan:	Jun 2008	July 2008	Sept 2008	Mar 2009	
Gross Exp					1,400,000
Income					0
Net Exp					1,400,000
Current Forecast:	Aug 08	Sept 08	Nov 08	May 09	
Gross Exp					1,338,000
Income					0
Net Exp					1,338,000
Variance:	2 months	2 months	2 months	2 months	
Gross Exp					62,000
Income					0
Net Exp					62,000
Contractor	McKean and Company (Glasgow) Ltd				
What is this project?					
The construction of a new surface water outfall down Kilbride Road to alleviate the current flooding problems in the Kilbride area of Dunoon.					
How is this Project Funded?					
Now fully funded from Council's Capital Budget following introduction of block grant system and removal of 80% cash grant.					
Why is this project classified as red?					
Anticipated under spend in 10-11.					
What has caused the issue outlined above?					
The final project cost has come in lower than budget.					
What action will be taken to rectify this issue?					
None					
What are the implications of the action proposed?					
Reduction in expenditure overall leaving a balance to be allocated to other projects within Development & Infrastructure by use of virement.					