

## BABERGH DISTRICT COUNCIL

<b>FROM: Head of Contract and Asset Management</b>	<b>REPORT NUMBER: L40</b>
<b>TO: STRATEGY COMMITTEE</b>	<b>DATE OF MEETING: 7 July 2011</b>

### CAPITAL PROGRAMME – HADLEIGH POOL MAJOR REFURBISHMENT

#### **1. Purpose of Report**

- 1.1 To seek approval to the final budget requirement for the Hadleigh Pool Major Refurbishment Project.

#### **2. Recommendations**

- 2.1 That the revised overall project cost be noted
- 2.2 That the transfer of funds within the General Fund as detailed in paragraph 3.2 of this report be approved.

The Committee is able to resolve this matter.

#### **3. Financial Implications**

- 3.1 The Council's Financial Procedures require a report to your committee where expenditure of greater than £25,000 requires the transfer of funds from other budgets.
- 3.2 Provision for the increased budget requirement of £34,900 on this project has been made from 2010/11 General Fund budgets in the sum of £33,200, and requires £1,700 to be met from existing 2011/12 General Fund budgets. The provisions proposed are:

<b>Financial Year</b>	<b>Budget Heading</b>	<b>Amount of Transfer (£)</b>
2010/11	Street Parking Improvements – surplus funds available as insufficient schemes brought forward	21,000
	Car Parks Planned Maintenance – surplus funds available due to inability to commence works on the additional car parking spaces at Sudbury Station	2,700
	Improvements to HQ – surplus funds available as not all schemes implemented pending outcome of the shared services agenda	9,500
2011/12	Corporate Buildings – Planned Maintenance	1,700
	<b>Total</b>	<b>34,900</b>

#### 4. Risk Management

##### 4.1 Risk table:

<b>Risk Description</b>	<b>Likelihood</b>	<b>Impact</b>	<b>Mitigation Measures</b>
Insufficient funds remaining in another 2011/12 budget	Almost impossible	Negligible	Only £1,700 is required from 2011/12 budgets.

#### 5. Equality and Diversity Impact

There are no implications from this proposal.

#### 6. Shared Service/Partnership Implications

There are no implications from this proposal.

#### 7. Key Information

7.1 The approved budget for the above project is £502,600 (Paper K71 – Strategy Committee September 2010). The project has been completed and a provisional final account agreed with the contractor and our quantity surveyors.

7.2 The final outturn is now estimated to be £537,500 i.e. an increase of £34,900.

7.3 The additional costs are due to:

- a) Increased cost of removal of asbestos and contaminated ground of £1,700. This was originally estimated at £18,000 – end cost £19,700
- b) Increased cost of replacement of air handling equipment of £9,000. This was originally estimated at £38,000 – end cost £47,000
- c) Increased cost of control systems of £3,200. This was originally estimated at £17,000 – end cost £20,200
- d) Additional preliminaries and overheads following award of 6 week extension of time for removal of asbestos and contaminated ground, and replacement of air handling equipment – agreed cost £21,000.

7.4 The proposals for funding this additional expenditure are shown in the table in paragraph 3.2 above.

#### 8. Appendices

8.1 None

**9. Background Documents**

9.1 None

Authorship:

Name  
Ryan Jones

Tel.  
01473 825787

Job Title  
Head of Contract and Asset Management

Email:  
[ryan.jones@babbergh.gov.uk](mailto:ryan.jones@babbergh.gov.uk)

H:\DOCS\Committee\REPORTS\Strategy\2011\070711cap prog report jul 11.doc