

## **EAST AYRSHIRE COUNCIL**

### **GOVERNANCE AND SCRUTINY COMMITTEE - 20 NOVEMBER 2009**

#### **FINAL MEASUREMENTS ON WORKS CONTRACTS FOR THE PERIOD 1 APRIL 2009 TO 31 OCTOBER 2009**

##### **Report by the Depute Chief Executive/Executive Director of Corporate Support**

#### **1. PURPOSE OF REPORT**

- 1.1 The purpose of the report is to provide, for information, details of final measurements for capital works contracts which have been accepted on behalf of the Council for the period from 1 April 2009 to 31 October 2009.

#### **2. PROJECTS AND TENDERS**

- 2.1 Final measurements on a number of Council works contracts have now been agreed with the contractors concerned. Details of final measurements for each project, together with explanations of any contract saving/overspend where relevant, are listed in Appendix 1 of the report.

#### **3. FINANCIAL IMPLICATIONS**

- 3.1 The cost of the works can be provided from approved budgets.

#### **4. LEGAL IMPLICATIONS**

- 4.1 This report is presented in terms of Section 27(4) of the Council's Standing Orders Relating to Contracts.

#### **5. POLICY IMPLICATIONS**

- 5.1 Nil.

#### **6. RECOMMENDATIONS**

- 6.1 The Committee is asked to note the terms of the report.

Elizabeth Morton  
Depute Chief Executive/  
Executive Director of Corporate Support

SMcH/FM

4 November 2009

**LIST OF BACKGROUND PAPERS – Nil**

Any person wishing further information on this report should contact Sharon McHarg, Administrative Officer on Telephone No (01563) 576131.

**Implementation Officer: Sharon McHarg, Administrative Officer.**

**APPENDIX 1**

**1. CHIEF EXECUTIVE'S OFFICE**

**1.1 FINANCE AND ASSET MANAGEMENT**

Contract Title	Contractor	Original Estimated Costs	Accepted Tender		Amount of Final Measurement	Contract Saving/ Overspend	Explanation
			Date	Amount			
Electrical Upgrade Lainshaw Primary School.	Mitie Property Services Limited	£128,782.00	09/06/09	£117,895.67	£125,151.53	Overspend £7,255.86 (6.1%)	The overspend was due to requirement to fit a Mini – Kitchen and associated electrical works.
Gardening Works at Sunnyside Children's Unit, Auchinleck	Caley Construction Limited	£35,700.00	25/03/09	£16,979.56	£16,855.01	Underspend £124.55	Underspend was due to the omission of contingencies and contract instructions.
Electrical Upgrade Mount Carmel Primary School, Kilmarnock	Weir and McQuiston	£86,430.42 Revised to £131,374.24	20/06/08	£131,167.31	£123,983.89	Underspend £7,183.42	Underspend was due to the omission of contingencies and contract instructions.
Onthank Primary School Electrical Upgrade	Millar Electrics Ltd	£102,127.66	18/06/07	£89,155.00	£94,489.13	Overspend £5,334.13 (6%)	Overspend was due to additional costs against provisional sums and additional electrical works.
Proposed Care Home for Adults Backrodgerton Crescent, Auchinleck	Flemming Buildings Ltd	£1,114,893.62	25/02/07	£1,104,599.87	£1,051,452.64	Underspend £53,147.23	Underspend was due to provisional sum for furniture omitted and procured direct by client. Provisional sum and contingencies not fully used.

Contract Title	Contractor	Original Estimated Costs	Accepted Tender		Amount of Final Measurement	Contract Saving/ Overspend	Explanation
			Date	Amount			
Re-Roofing Phase 2 2007/2008 Programme	AC Whyte	£470,000.00	22/08/07	£428,903.16	£406,146.40	Underspend £22,756.76	Underspend due to works being re-measured.

## 2. NEIGHBOURHOOD SERVICES

### 2.1 ROADS AND TRANSPORTATION

Contract Title	Contractor	Original Estimated Costs	Accepted Tender		Amount of Final Measurement	Contract Saving/ Overspend	Explanation
			Date	Amount			
Holmes Road, Kilmarnock – Lighting Replacement	McGivney Construction Ltd	£36,000.00	30/06/09	£25,961	£24,076	Underspend £1,885	Underspend due to competitive rates from lighting contractors.
Portland Brae, Hurlford Lighting Replacement	Lightsource Services Ltd	£7000.00	13/08/09	£3,970	£4,976	Overspend £1,006 (25.3%)	Overspend as contractor incurred additional time in locating ducts that were installed by Scottish Power. Ducts were also found to be blocked and had to be cleaned. In terms of Standing Orders relating to Contracts paragraph 25(6) this overspend is subject to a report to Cabinet.





Contract Title	Contractor	Original Estimated Costs	Accepted Tender		Amount of Final Measurement	Contract Saving/ Overspend	Explanation
			Date	Amount			
U741 Millmannoch Bridge Strengthening	I.H. Borland & Sale Associates	£50,000	23/01/09	£40,426	£67,615.23	Overspend £27,189.23 (67.3%)	Overspend due to a number of contract variations being required to carry out additional work that could not have been anticipated or identified before contract award. The main items were more extensive concrete repairs to deck, scour repairs to training walls, additional welding to steelwork and grit blasting prior to re-painting. Overspend reported to Cabinet on 21 October 2009.
D07602 Vehicle Incursion Safety Measures – Various Locations  A719 Crossroads Rail Bridge and U736 Loganhill Rail Bridge	Roads Contracts & James Strang Ltd	£35,000.00	27/2/08	£35,000	£52,079	Overspend £17,079 (48.8%)	Overspend due to poor ground conditions/lack of verge support at the Crossroads Bridge and statutory undertakers apparatus required extensive concrete strip foundation to fix posts and one approach leg required a change from standard safety fence to Varioguard. Overspend reported to Cabinet on 20 May 2009.
RT/OP/N/09F01 Footways Stewarton Area	Hamilton Tarmac	£65,000	14/04/09	£59,243	£56,732	Underspend £2,511	Underspend as work that was estimated to be undertaken at B7081 (Crosshouse) was not required.

