

**EAST AYRSHIRE COUNCIL**

**HOUSING COMMITTEE 8<sup>TH</sup> SEPTEMBER 2004**

**REINSTATEMENT OF FIRE DAMAGE AT 1 HARESHAW CRESCENT,  
MUIRKIRK**

**Report by the Director of Development and Property Services**

**1. PURPOSE OF REPORT**

- 1.1 To advise members of the contractual overspend upon the above project.

**2. BACKGROUND**

- 2.1 The contract for the Re-instatement works was accepted by the Council on 13<sup>th</sup> February 2004, in the sum of £27,769.57, and works commenced on site on 15<sup>th</sup> March 2004.

**3. CONTRACTUAL OVERSPEND**

- 3.1 During the Contract it became apparent that additional works would be required to complete the works satisfactorily. These comprised:-
- Removal of asbestos soffits in order to fit all upper floor windows
  - Replacement of wood wormed flooring to bathroom
  - Additional work to ceilings and partitions caused by water ingress
  - Replacement of lead water main

**4. FINANCIAL IMPLICATIONS**

4.1 Amount of Contract Acceptance £ 27,769.57

**ESTIMATED FINAL MEASUREMENT** £ 35,000.00

LESS:

Amount of Loss Adjusters settlement £ 29,501.00

**ADDITIONAL COST** £ 5,499.00

Certain of the costs of additional work were contained within the Contract Sum due to savings elsewhere, however, the overall cost of the additional works detailed above mean that the Contract Sum will be exceeded thus requiring formal approval.

The additional works were outwith the scope of the Insurance settlement Consequently, provision has been made within the Housing Repairs budget for the cost of additional items.

## **5. LEGAL POLICY IMPLICATIONS**

5.1 The Council is contractually bound to pay the Contractor for works instructed.

## **6. RECOMMENDATIONS**

6.1 It is recommended that members

(i) Approval be obtained in respect of additional expenditure.

**James Lavery**  
**Director of Development and Property Services**

## **LIST OF BACKGROUND PAPERS**

NIL

For further information please contact Alan Paterson, Principal Quantity Surveyor, Technical Services, Department of Economic Development and Technical Services, on 01563 555249.