

EAST AYRSHIRE COUNCIL

HOUSING COMMITTEE – 31 JANUARY 2001

REQUEST MADE TO THE SCOTTISH EXECUTIVE FOR ADDITIONAL CAPITAL APPROVAL

Report by the Director of Homes and Technical Services

1. PURPOSE OF REPORT

- 1.1 To advise Members of the request made to the Scottish Executive for the allocation of additional Capital borrowing consent and to seek approval to negotiate extensions to Capital Contracts currently in place to enable expenditure of any grant funding obtained.

2. BACKGROUND

- 2.1 The Scottish Executive, in their correspondence of 19 December 2000 intimated to Councils that, in addition to the confirmed Section 94 consent for Capital borrowing for the current financial year, bids were invited for the allocation of an additional modest amount of funding.

3. FUNDING BID

- 3.1 A bid was forwarded to the Scottish Executive, by the Council comprising the following projects where it is considered that the works can be executed and expenditure made during the current financial year.

| Project | No. of Addresses | Anticipated Expenditure 2000/01 |
|-----------------------------|------------------|------------------------------------|
| a Bathroom Refurbishment | 80 | £57,600.00 |
| b Door & Screen Replacement | 120 | £98,400.00 |
| c Gas Central Heating | 100 | £202,000.00 |
| d Demolitions | To be determined | <u>£100,000.00</u> |
| | TOTAL | <u>£458,000.00</u> |

- 3.2 In addition to the above, payments to Contractors amounting to approximately £16,100.00 will require to be made during the currency of the 2001/02 financial year, by way of normal retentions.

4. PROPOSED CONTRACTUAL EXTENSIONS

- 4.1 With regard to the limited time available between the date of intimation of award of any additional funding and the necessity to complete works during the currency of this financial year, it is considered appropriate to instruct the works as extensions to existing contracts, at existing rates and conditions, rather than enter into fresh competitive tendering. The list of projects proposed for extensions are as follows:-

| Project | Contractor | Proposed Extension Value | Anticipated Overall Expenditure 2000/01 |
|---|---|--------------------------|---|
| a Replacement of Sanitary Appliances to 120 No. Houses, 2000/01 Prog, Ph 1 | Thomson Construction 3 Old Farm Road, AYR. KA8 9ST | £53,018.00 | £57,600.00 |
| b Replacement of Doors and Screens, 2000/01 Prog, Ph 1 | J & S McFadyen Ltd Airdrie Road, CARLUKE. | £90,482.81 | £98,400.00 |
| c Installation of Gas Central Heating to 255 No. Houses, 2000/01 Prog, Ph 3 | British Gas Services Public Sector Division Murdoch House 29 Bothwell Road UDDINGSTON | £185,294.12 | £202,000.00 |
| d Demolitions - Various | JB Black Construction Services Bairdsmill, Crosshill, MAYBOLE. KA19 7PU | £45,826.52 | £50,000.00 |
| e Demolitions - Various | W H McClounie Meikle Garclaugh NEW CUMNOCK | £45,826.52 | <u>£50,000.00</u> |
| | | TOTAL | <u>£458,000.00</u> |

5. LEGAL / POLICY IMPLICATIONS

- 5.1 This report is presented in terms of paragraph 10(2) and (3) of the Councils Standing Orders Relating to Contracts (negotiation and/or extension of contracts).

6. FINANCIAL IMPLICATIONS

- 6.1 Expenditure of anticipated additional funding during currency of financial year.

7. RECOMMENDATIONS

7.1 It is recommended Members

1. Note the bid made to the Scottish Executive for additional funding.
2. Authorise extension of the existing contracts as detailed above, provided additional funds are made available.

James Lavery
Director of Homes and Technical Services
AP/JL/WT
10 January 2001

LIST OF BACKGROUND PAPERS

NIL

For further information please contact James Lavery, Director of Homes and Technical Services, on 01563 554875

Implementation Officer: Alan Paterson, Principal Quantity Surveyor

AGENDA