

Agenda Item	7.
Report No	CC/16/19

HIGHLAND COUNCIL

Committee: Caithness Committee

Date: 27 August 2019

Report Title: **Annual Area Capital Report**

Report By: Head of Corporate Finance and Commercialism

1. **Purpose/Executive Summary**

- 1.1 This report is the second of 5 annual capital reports to be presented at this Council Area Committee over the life of the Capital Programme for 2018/19 to 2022/23.
- 1.2 The report shows for the Caithness Council Area: the budget by capital project for 2019/20; the net expenditure by project in 2018/19 and the cumulative spend on each project in years 2018/19 and 2019/20 to end of June.

2. **Recommendations**

- 2.1 Members are asked to:
 - i. Note the expenditure on each project in this Council area in 2018/19.
 - ii. Note the budget for each project in this Council area in 2019/20.
 - iii. Note the cumulative spend for each project in this Council area for 2018/19 and 2019/20 to end of June.

3. **Implications**

- 3.1 Resource – the projects reported here are part of the overall Council Capital Programme for 2018/19 to 2022/23 and the required resource planning has been considered for the programme as a whole. The report presented here is for noting and therefore no further Resource implications arise.
- 3.2 Legal – no specific implications.
- 3.3 Community (Equality, Poverty and Rural) - no specific implications.
- 3.4 Climate Change / Carbon Clever - no specific implications.
- 3.5 Risk - The overall plan will be reviewed to ensure it continues to be affordable.

3.6 Gaelic - no specific implications.

4. Capital Programme

4.1 The Council's capital programme for 2018/19 to 2022/23 was agreed at Council on 7 March 2018. It was agreed a supplementary report should be prepared to show the total capital funding proposed for projects taking place in the district served by each Area Committee, with a follow-up end of year summary detailing the actual spend in each Area, and that this process should be continued annually over the 5 year term of the new Capital Budget to show also the cumulative year-on-year actual spend incurred in each Area.

4.2 The projects included in the report at Appendix 1 are all delivered within this Council area.

5. Capital Expenditure

5.1 On appendix 1, the "prior year actuals" column shows how much was spent on these projects in financial year 2018/19.

5.2 For the first time Cumulative Spend column is also included in this report and shows the total net expenditure on the project from April 2018 to end of June 2019.

6. Capital Budgets

6.1 The Capital budgets shown on the Appendix for 2019/20 derive from the Council Capital Programme which was agreed in March 2018.

6.2 The project budget figure reported here also includes any carry forward slippage from earlier years.

6.3 The budgets are not reflective of the Care and Learning investment as agreed at June 2019 Council. Also additional spend may occur during the year, funded from generic budgets e.g. energy management.

7. Projects

7.1 Officers managing the delivery of the projects on this list have provided additional detail and contextual information as follows:

7.2 Care and Learning Projects
Keiss nursery – works have started on site, due to be complete early 2020.

7.3 Community Services Projects
The delivery of the Roads Structural Maintenance Programme for 19/20 is proceeding. The Programme was approved by the Caithness Area Committee on 30 May 2019, and can be accessed on the following web-link:
https://www.highland.gov.uk/meetings/meeting/4129/caithness_committee

7.4 Development and Infrastructure Projects

Scalesburn Wick – Impact on private sewer following harbour works – legal agreement is awaited regarding ongoing maintenance.

River Thurso – Flood Protection Study - Study ongoing with Aecom to establish a preferred option for alleviation of flooding in Thurso. Expected to have an Options Appraisal Report available by December for consideration by SEPA in their national scheme prioritisation exercise. GI is required later this financial year, depending on outcome of options appraisal.

B876 Killmster Moss Improvements – Road works complete.

Seater Landfill Site Cell 9 & 10 – construction of additional cells at Seater complete.

Seater Landfill Restoration Project – temporary capping works to progress this summer – permanent capping to cells 6 & 7 are programmed for next summer.

7.5 Housing Projects

Further information on the Mainstream HRA Capital Programme is contained in the Quarterly Housing Performance being reported in a separate paper to this Committee.

Designation: Head of Corporate Finance and Commercialism

Date: 9 July 2019

Author: Edward Foster, Head of Corporate Finance and Commercialism
David Goldie, Head of Housing and Building Maintenance
Colin Howell, Head of Infrastructure
Tracey Urry, Head of Roads and Transport
Sharon Barrie, Programme Manager (Property)

Background Papers: Capital Programme 2018/19 to 2022/23

Integra Finance System

Area Capital - Year 2 Caithness

Financial Year 1920

Cost Centre	Description	Current Year Budget £000s	Prior Year Actuals £000s	Cumulative Spend - 18/19 and 19/20 £000s
	Care and Learning			
10A0343000	Keiss Primary - New nursery classroom for up to 15 children with toilet and office	0	120	128
10A0395000	Castletown Primary - Nursery Works	0	4	4
10A0396000	Pennyland Primary - Additional School Needs Works	0	1	1
10A0397000	Mount Pleasant Primary - Nursery Works	0	2	2
10A0481000	Dunbeath Primary - Toilet Refurbishment	0	45	45
10A0490000	Pennyland Primary - Disabled WC	0	107	108
10A0558000	Lybster Primary School - 1140Hrs 18058	0	1	4
10AA343000	Keiss Primary - Nursery Refurbishment	0	4	4
	Estate Management	0	284	296
10A0113000	Thurso Swimming Pool Extension	0	53	54
	Major- Community and Leisure F	0	53	54
10A0115000	New Noss Primary School - Wick	0	355	360
	Major- Primary School Programm	0	355	360
10A0051000	Wick High New School	0	2,021	2,039
	Major- Secondary School Progra	0	2,021	2,039

Cost Centre	Description	Current Year Budget £000s	Prior Year Actuals £000s	Cumulative Spend - 18/19 and 19/20 £000s
Total Care & Learning - Capital		0	2,713	2,749
Community Services				
10C0040000	Caithness - Various Capital Structural Works - Roads General	320	627	695
10C0052000	Caithness Surface Dressing - Capital - Roads General	240	0	0
Roads & Bridges		559	627	695
Total Community Services Capital		559	627	695
Development and Infrastructure				
10E1100000	Vacant and Derelict Land Fund project - development potential of vacant site at Cowies Yard in Wick	0	0	1
Environment - V&DLF		0	0	1
10E0325000	Scalesburn Wick - Miscellaneous Capital Works	0	0	0
10E0495000	River Thurso - Flood Prevention Scheme	249	69	84
Flood Prevention		249	69	84
10E0023000	Care and Repair Public Sector Housing Grants - Caithness	0	143	170
Housing Development		0	143	170
10E0963000	Lybster Primary - Water Safety	0	4	4
Property - Health & Safety		0	4	4
10E0215000	Reconstruction of Market Square Offices	0	27	29
Property - Office Rationalisat		0	27	29
10E0461000	B876 Killmister Moss Improvements	0	7	7
Roads & Bridges		0	7	7
10E0231000	Seater Landfill Site Cell 9 & 10	0	894	900
10E0280000	Seater Landfill Restoration Project	1,138	38	38

Cost Centre	Description	Current Year Budget £000s	Prior Year Actuals £000s	Cumulative Spend - 18/19 and 19/20 £000s
Waste Management		1,138	932	938
Total D & I Capital		1,387	1,182	1,233
Housing- HRA				
10G0042F12	Capital Repairs Caithness - Free from Serious Disrepair - Windows and Doors	30	25	25
10G0043F22	Capital Repairs Caithness - Energy Efficient - Heating	230	636	669
10G0044F31	Capital Repairs Caithness - Modern Facilities and Services - Bathrooms	250	336	341
10G0045F32	Capital Repairs Caithness - Modern Facilities and Services - Kitchens	250	405	405
10G0047F43	Capital Repairs Caithness - Healthy, Safe & Secure - Re-wiring	100	13	13
10G0180F50	Repairs & Maintenance Caithness - Housing Aids & Adaptations	150	248	255
10G0236F23	Capital Repairs Caithness - Energy Efficient - Additional energy efficiency measures	0	56	57
10G0367F60	Capital Repairs - Caithness Environmental Works	210	8	137
10G0395F22	Caithness Heating Project 2018/19	13	798	801
10G0412F80	Insurance Claim re 2 Seaview Terrace Latheronwheel	0	0	3
10G0415F60	Environmental Capital Works - Ward 2 (Thurso & Northwest Caithness)	42	0	0
10G0416F60	Environmental Capital Works - Ward 3 (Wick and East Caithness)	60	0	0
Building Maintenance - North		1,336	2,525	2,706
10G0320000	External Insulation Works Caithness (HEEPSABS)	117	4	4
HEEPSABS		117	4	4
10G0121F11	Free from Serious Disrepair - Roof Replacements	0	23	23
10G0278000	Caithness Heating Project 2016/17	0	7	7
10G0363000	Gas heating replacement Caithness Project 2017/18	2	89	90
10G0365F43	Rewires Castlegreen Road and & Roxburgh Road	0	47	51

Cost Centre	Description	Current Year Budget £000s	Prior Year Actuals £000s	Cumulative Spend - 18/19 and 19/20 £000s
10G0397F43	Wick Rewire project	0	164	165
10G0443F22	CSH19033 Heating - Caithness 19/20	563	16	26
10G0444F22	CSH19034 Heating - Caithness 20/21	50	0	0
10G0468F43	CSH19062 Caithness Rewires 2019/20	97	0	0
10G0469F43	CSH19063 Caithness Rewires 2020/21	97	0	0
Project Managed		810	346	362
Total Housing HRA Capital		2,264	2,357	2,525
Grand Total		4,210	6,879	7,202