

The Highland Council

Agenda Item	6
Report No	ECI/02/25

Committee: Economy and Infrastructure

Date: 13 February 2025

Report Title: Capital Monitoring – Q3 2024/25

Report By: Assistant Chief Executive - Place

1 Purpose/Executive Summary

- 1.1 This report provides Members with reported position for the third quarter ending 31 December 2024 of the 2024/25 financial year.
- 1.2 The spend on capital projects in the period to 31 December 2024 totalled £60.318m.

2 Recommendations

- 2.1 Members are asked to **consider** the financial position as at 31 December 2024 and note the estimated year end forecast.

3 Implications

- 3.1 **Resource** - Resource implications are discussed in the report. There are ongoing issues with inflation and supply chain that continue to put pressure on individual projects, or ongoing programmes of work. This is being regularly monitored and adjustments made where appropriate.
- 3.2 **Legal** - The contents of this report and the annual accounts aim to satisfy the requirement of Sections 6 and 7 of the CIPFA Financial Management Code - 'Monitoring financial performance' and 'External financial reporting'.
- 3.3 **Risk** - Risk implications to the budget position, and budget assumptions, will be kept under regular review and any risks identified reported to future Committees.
- 3.4 **Health and Safety (risks arising from changes to plant, equipment, process, or people)** – No implications.
- 3.5 **Gaelic** – No implications.

4 Impacts

- 4.1 In Highland, all policies, strategies or service changes are subject to an integrated screening for impact for Equalities, Poverty and Human Rights, Children's Rights and Wellbeing, Climate Change, Islands and Mainland Rural Communities, and Data Protection. Where identified as required, a full impact assessment will be undertaken.
- 4.2 Considering impacts is a core part of the decision-making process and needs to inform the decision-making process. When taking any decision, Members must give due regard to the findings of any assessment.
- 4.3 This is a monitoring report and therefore an impact assessment is not required.

5 Capital Programme 24/25 Q3 Report

- 5.1 **Appendix 1** provides a summary of the financial year 2024/25 Q3.
- 5.2 Overall, there has been a net expenditure of £41.148m for the 9 months to 31 December 2023 representing 86.9% of the 2024/25 programmed figure. For the period £60.318m of gross expenditure has been incurred. The programme remains on target, there is a small projected overspend due to projects spanning over several financial years. The overspend represents accelerations from future years. Of the project income received, funding streams relate to active travel, timber transport, City-Region deal funding, town centre funding, harbour infrastructure, regeneration funding and vacant and derelict land funding. These funding streams will be offset against specific project costs as they are incurred.
- 5.3 The first winter's construction of Naver bridge is proceeding with completion of targeted foundation works within the river and bulk earthworks being the initial priority. The construction outturn costs are within the budgeted value, but the outturn costs of the whole project will exceed the whole life budget. This is due to increased scheme development costs and cost inflation as construction was deferred. This will be covered by acceleration of future budget allocated to major bridge works within the existing programme.
- 5.4 Uig Harbour has been subject to cost increase during construction of the project related to changes following the award of the contract. This project is funded by the Scottish Government through grant funding and capital borrowing recovered through future harbour dues for the ferry operations. This overspend is not therefore considered to be a budget pressure related to the council's capital programme.

6 Strategic Timber Transport Schemes 2024/25

- 6.1 As previously stated to this committee, Scottish Forestry has grant funded 2 improvement schemes in the 2024/25 round of funding applications. This STTS funding totals £341k, third party contributions total £110k and the Council funding contribution will be the remainder of the project costs. It should be noted that STTS grant funding is now at a rate of 50% of a scheme cost, instead of the previous 70%.

6.2 Following grant funding awards, tenders were issued for the works on the 2 successful improvement schemes listed below, which have been awarded and works progressed:-

- U1991 Glenglass – replace small span masonry arch bridge, repair a land slip, improve passing places, drainage and surfacing works. Expected to be completed by the end of February; and
- U1019 Bohenie – edge strengthening/ widening, improving passing places and drainage. Project has been completed.

6.3 In addition to the above, a Preparatory Project Grant was applied for in November 2024 for the A884 Route Strategy (Lochaber area). Scottish Forestry provided a grant of up to £4,800, with an additional £1,200 provided by the Council (an 80% grant award). The project is to undertake survey work on the A884 to identify structural improvements needed to sustain timber harvesting in the area. The survey has been completed and a report is being produced, to enable a prioritisation of works for future bids to the STTF to be made.

6.4 In 2023/24, Scottish Forestry awarded grant funding of just under £340k in total for a project on the B8005 Loch Arkaig road. This included the purchase of 4 no. small bridge units as replacements for structures on the road. Due to budget constraints from the STTS fund, Scottish Forestry were unable to award funding in 2024/25 for construction and the cost of installation of these bridges is being met from the Roads Capital budget, including the allocation for the Bridges, Walls and Culverts budget line. The bridge replacements are now complete, with works to install vehicle restraint systems expected to be completed by the beginning of February, weather dependent.

7 Large Directional Sign Replacements

7.1 The Roads Capital budget is used for replacement of all types of road assets, including large signs. A programme of large sign replacements is being developed, to ensure that they are fit for purpose and provide relevant information to the travelling public. In 2024/25, two signs either side of the Tore roundabout (on the A832) were replaced using an external contractor. To date, just under £55k has been spent on the design, contract production, replacement and supervision of large signs in 2024/25. Another contract for replacement of signs on the B865 Millburn Road (before the Raigmore Interchange), Harbour Road and Millburn Road (either side of Millburn roundabout) is being finalised before being put out to tender.

Designation: Assistant Chief Executive - Place

Date: 15 January 2025

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Background Papers: None

Appendices: Appendices 1&2 - Capital Monitoring Statement

Project Description	BUDGET	ACTUALS TO DATE Q3			FORECASTS TO END OF 24/25			VARIANCE			Comments
	2024/25 Capital Budget £000	2024/25 Actual Expenditure £000	2024/25 Actual Income £000	2024/25 Actual Net Year to Date £000	2024/25 Forecast Expenditure £000	2024/25 Forecast Income £000	2024/25 Forecast Outturn £000	2024/25 Variance F'cast Outturn v £000	2024/25 To Reprofile to Next £000	2024/25 Overspend / (Underspend) £000	
ROADS											
Roads General Infrastructure Improvements	17,903	13,884	(713)	13,171	20,176	(2,790)	17,386	(517)	(517)	0	This is the area roads capital budget principally used for structural improvements and surface dressing. The underspend forecast relates to the communal Highland-wide part of the budget covering road markings, cattle grids, signage and VRS. Contracts are in the process of being let. Progress against some lines will be weather dependent, particularly over the winter months. Income in the year primarily reflects funds through Skye for the new Dunvegan Primary access road and Community Regeneration Funding towards projects in Skye, Lochaber and Caithness. Any balance not spent this financial year will roll over and apply against contracts and commitments through 25/26.
Strategic Timber Transport Scheme (STTS)	615	698	(12)	686	1,018	(481)	537	(78)	(78)	0	Includes work at Loch Arkaig, Howford Bridge and Glenglass, with some grant funding from STTF. Any underspend that does exist will be available to go back into other area roads capital work such as surfacing.
Bridges, Retaining Walls & Culverts	576	437	0	437	576	0	576	0	0	0	Works being undertaken in 24/25 include Loch Arkaig replacements, Struie High Bridge and Aultvoulin, as well as progressing design works for Lealty Bridge, Loin & Bracora redecking and Averon Footbridge.
Road Safety Improvement Fund	0	231	0	231	513	(513)	0	0	0	0	4 RSIF projects have completed. Culloden/Tower Road (£138k contribution from RSIF into the Traffic Management Improvements line below) also completed and Priority Route Treatment Strategy on the NC500 is in design stage with extensive design fees due by end of FY 24/25.
20Mph Zones	0	49	(44)	5	150	(150)	0	0	0	0	20mph Pilot Scheme funded by Scottish Government.
Inshes Roundabout	52	99	0	99	110	0	110	58	58	0	Design work progressing as planned. Construction work expected to start 26/27.
A890 Stromeferry Rockface Stabilisation	563	275	0	275	563	0	563	0	0	0	Work has commenced onsite and expect to meet budget.
B851/B862 South Loch Ness Road Improvements	347	330	0	330	347	0	347	0	0	0	Budget supports ongoing delivery of schemes. Costs this year include review of design and overseeing construction works in respect of upgrades to Flichity Bridge. There is also overlay work on B851 expected to be carried out this financial year.
Braehead Coastal Rock Armour Refurbishment	(13)	4	0	4	4	0	4	17	0	17	Project complete and expenditure includes final retention payment.
Traffic Management Improvements	76	496	0	496	496	(366)	130	54	0	54	Expenditure for works on Culloden Road/Tower Road junction signalisation. The spend in this code is to be funded from developer contributions of £228k, a £100k virement from Active Travel Transformation and the remainder of c£138k from the Road Safety Improvement Fund (RSIF). This budget line includes £24k overspend carried forward from 23/24 commitments.
Portree Link to A855	(6)	30	0	30	150	(156)	(6)	0	0	0	Project to proceed towards construction. Total project cost expected to be c£1.6m, with an estimate of £1.4m spend in 25/26 and £50k in 26/27 to cover retention. The spend in 24/25 will allow completion of design and tendering work and utility diversion planning.
A890 Strathcarron Widening	(284)	11	0	11	70	0	70	354	0	354	Expenditure expected this year in respect of land. Scheme won't progress further until funding is confirmed. Includes £284k spend carried over from prior year.
Inverness West Link	0	0	0	0	0	(450)	(450)	(450)	0	(450)	Drawdown of developer contributions towards the borrowing for the West Link project.
Other Minor Schemes	(187)	124	(8)	116	174	(58)	116	303	0	303	Forecast spend this year includes £64k for B863 landslide rectification; £52k for Slattadale to Kerrysdale widening; £58k for Glenmore Subway Access Path which is funded by CNPA (£8k) and Community Regeneration (£50k). Includes £187k overspend carried over from prior year.
BRIDGES											
Major Bridges General	1,532	914	0	914	1,014	0	1,014	(518)	(518)	0	Works at A831 Bridges to progress this year, along with the next phase of work at Ness Bridge and some work commencing at Bonar Bridge. Design works to also progress for Spey Bridge Cromdale as resource allows. It is expected that years 1 and 2 of the capital programme will have less spend as design and planning work progresses for the next priority bridges, but this will balance out in years 3 to 5 when construction commences.
B863 Invercoe Bridge	48	200	0	200	222	0	222	174	0	174	Project is complete with final retention payment made this financial year. Some further costs to come in respect of land acquisition agreements.
Naver Bridge	6,756	2,572	0	2,572	6,700	0	6,700	(56)	(56)	0	Construction work has commenced and is on track. The work is committed and programmed over two financial years. Underspend this year will be made up next year.
Infirmiry Bridge	150	7	0	7	10	0	10	(140)	(140)	0	Spend consists of essential structural improvement work with remainder to form part of 25/26 work plan.
ACTIVE TRAVEL & TRANSPORT											
Active Travel Transformation Highland Wide	766	571	(53)	518	1,194	(525)	669	(97)	(97)	0	Various projects Highland-wide including Culloden Rd junction, Kingussie Spey Street and Thurso Janet Street. £319k UKSPF funding for Merkinch, Obsdale Road, Raigmore Est and Balloch Footpath and £304k from various other sources. Includes £75k virement from Tier 1 AT budget line to fund Kingussie Spey Street project.
Aviemore Active Travel Path	0	12	0	12	60	0	60	60	60	0	Burnside footpath funded by AT Transformation budget.
Culbokie Active Travel Village	0	1	12	13	2	12	14	14	14	0	Culbokie design to be funded by AT Transformation budget. Construction works of £1.2m expected to commence 25/26, pending confirmation of funding from Scottish Government.
Muir of Ord to Conon Bridge AT	0	18	0	18	18	0	18	18	18	0	Design fees funded by AT Transformation budget.
Fort William Active Travel Improvements	0	194	(8)	186	194	(194)	0	0	0	0	Project Funded from UKSPF.
Wick Street Design	0	47	(15)	32	320	(320)	0	0	0	0	Works to install rising bollards to be complete and claimed by Mar 25. Remaining construction works of £2m expected to commence 25/26 pending confirmation of funding by Transport Scotland.
Accessing Inverness - Academy Street	0	164	11	175	164	(139)	25	25	25	0	Design costs funded by Transport Scotland. Small pressure from legal costs and possible clawback of funding. To be applied against the ATT budget line.

Community Links Plus	0	1,880	14	1,894	1,880	(1,865)	15	15	15	0	Work at Riverside Way to be primarily funded by Sustrans. £1.650m claimed with £44k of the original award still to be claimed. Awaiting confirmation of an additional £101k funding from TS. £15k overspend will be funded by Tier 1, along with 25/26 £94k retention referenced below within Tier 1.
Tier 1 Active Travel Fund Scottish Government	1,073	641	0	641	964	0	964	(109)	(109)	0	Funding award from Scottish Government, replacing Safer Routes to School Fund from previous years. £109k balance includes £15k to cover overspend in Community Links Plus line above and the remaining £94k will carry over into 25/26 to fund the retention for Riverside Way as referenced on the line above. £75k has been vired to Active Travel Transformation as a contribution towards work at Kingussie Spey Street.
Low Carbon Travel & Transport (LCTT)	0	4	0	4	4	0	4	4	0	4	Final retention payment for Scretan Burn AT project.
National Cycle Network - Ness Bridge	0	2	0	2	30	(30)	0	0	0	0	Funded by £30k grant from Sustrans through the National Cycle Network Development Fund for active travel improvements to Ness Bridge.
Aviemore Transport Hub	0	3	0	3	3	(3)	0	0	0	0	Work funded by CNPA to undertake concept/feasibility design on a transport hub in Aviemore.
Electric Vehicle Infrastructure	0	1	0	1	1	0	1	1	0	1	Minimal commitments in respect of completion of EV projects.
Bus Partnership Fund (BPF)	0	(8)	18	10	(8)	18	10	10	0	10	Funding has ended. Some late costs have come through that were not claimed.
Bus Shelters	39	25	0	25	37	(12)	25	(14)	(14)	0	Full spend expected by end of the year on these two budget lines, a further £291k expected Jan for purchase of buses and £180k expected Feb for bus shelters on order. Income reflects ward contributions of £3,920 (W15) and £3,861 (W16), plus £4,700 from an external bus company to cover damage caused to a shelter.
Community Bus Fund	520	63	0	63	534	0	534	14	14	0	
In-House Bus Operations	0	95	(95)	0	95	(95)	0	0	0	0	Purchase of bus to support in-house bus operations, funded by the service revenue budget.
PARKING											
Inverness Lorry Park	40	33	0	33	33	0	33	(7)	0	(7)	Project complete. Budget shared with Torvean. Intention is to use funds for other car park works.
Torvean Resurfacing	233	267	(201)	66	279	(201)	78	(155)	0	(155)	Substantive works complete. Tender returned c£140k less than original forecast. Intention is to use funds for other car park works. Estimated £12k costs still to come in Q4 for final works in respect of installation of steps and street lighting.
Rose Street Multistorey	290	42	0	42	180	0	180	(110)	(110)	0	Contract awarded Sept 24 for structural works to lower columns however works will not commence until 25/26 with a small amount of design costs in 24/25. Barrier installation tender likely to be awarded soon and will absorb the remaining budget this FY.
Parking Machines & Equipment	85	0	(52)	(52)	137	(52)	85	0	0	0	Purchase of car parking machines and equipment. Includes £52k investment from earmarked reserves to fund spend at Glenmore.
Glencoe Village*	175	15	(8)	7	23	(23)	0	(175)	(175)	0	Construction work was to be funded by the Scottish Government and THC capital programme. The Scottish Government announced a £4m allocation for RTIF for 25/26 in the December budget. It is hoped this will give this project a good chance of progressing but it will only be able to proceed if RTIF funding for the construction is confirmed. Design work to complete in January 2025 already confirmed and funded in part by RTIF and UKSPF.
Achmelvich Beach*	272	571	(145)	426	578	(287)	291	19	0	19	A final £14k which covers contractual retention and a small amount of fee will be incurred 2025/26 FY. Remaining RTIF (£100k) and CRF (£42k) funding to be claimed this year. The THC capital contribution for this project is self-funded in that it will be repaid from future car park income. Repayments to be made annually once complete and final outturn is known.
LIGHTING, CCTV & RADIO MASTS											
Structural Lighting Works	529	536	0	536	1,016	(487)	529	0	0	0	Income reflects drawdown from Salix Fund for the LED Programme.
Radio Masts	140	0	0	0	106	0	106	(34)	0	(34)	Awaiting conclusion of legal ownership transfer of TEF02 mast. Expected Feb 2025.
Public Space CCTV Modernisation	45	0	0	0	45	0	45	0	0	0	Full budget expected to be spent this financial year.
FLOOD PROTECTION											
Smithton / Culloden FPS	17	0	0	0	5	0	5	(12)	0	(12)	Small level of spend this year to secure culvert hatch but remainder of budget is not expected to be required.
Caol & Lochyside FPS	595	33	0	33	190	0	190	(405)	0	(405)	Project complete with final retention payment due to be made this financial year.
River Nairn & Auldearn Burn FPS	38	7	0	7	18	0	18	(20)	(20)	0	To conclude survey work and liaise with the local community on possible small scale interventions. Balance to carry over to 25/26.
River Gynack FPS	27	12	0	12	52	(30)	22	(5)	(5)	0	Work will focus on worst areas of erosion and as also affects the railway then income includes a contribution from Network Rail. The unspent budget will carry over to next year to allow further design work on the next section.
Scalesburn Wick	71	2	0	2	2	0	2	(69)	0	(69)	No further capital work expected. THC's ongoing obligation to residents would be funded from revenue budget.
Knockbain Burn Flood Improvement Works	(35)	3	0	3	3	0	3	38	0	38	Balance carried over from 23/24 to be offset against Scalesburn line above. Expenditure includes final retention.
River Peffery Dingwall Business Park	150	0	0	0	150	0	150	0	0	0	THC contribution towards flood mitigation work at River Peffery to unlock some of the planning issues at Dingwall Business Park, which will allow for wider economic development for the town.
Flood Risk Management Act	299	180	0	180	260	0	260	(39)	(39)	0	This line supports development of the 6 year flood risk plan and interim reviews throughout, as well as supporting planning consultations with aim of reducing future flood risk in areas of development. This budget line includes an annual allocation but spend comes in peaks and troughs. The underspend carried over is expected to be spent next year to support the next interim review as we enter the mid-way point of the 6 year cycle.
Coastal Change Management	254	62	0	62	90	0	90	(164)	(164)	0	This was a one year allocation but work will be spread out into next financial year. This budget supports finalisation of the Highland wide Coastal Change Adaptation Plan and then work will progress on Local Plans to identify specific works.
Coastal Flood Protection Studies	49	0	0	0	49	0	49	0	0	0	There are 6 coastal areas identified and a flood study will be carried out on each. This budget line includes an annual allocation in each year of the programme and will support 1 to 2 studies per year.
Surface Water Management Plans	68	4	0	4	48	0	48	(20)	(20)	0	Initial work focus on identifying a plan and then spend to be carried out on small case interventions, with more spend expected next year hence the balance carried forward.

HARBOURS & FERRIES											
Harbours Health & Safety and General Structural	184	153	0	153	153	0	153	(31)	(31)	0	Vectec Fuel replacement project now complete with a reduced spend of £54k. All other projects completed in Q1, balance will c/f to fund spend in 25/26.
Lochinver Harbour	500	6	0	6	500	0	500	0	0	0	Framework being established to take forward the three schemes in capital programme, being Lochinver, Portree and Kinlochberrie. Lochinver project to progress first. The small capital budget for Portree will allow improvement work to harbour steps that are currently closed.
Portree Harbour	20	0	0	0	20	0	20	0	0	0	
Sconser Raasay Ferry Infrastructure	0	16	0	16	16	(16)	0	0	0	0	SSEN Upgrade work at Sconser. Part of SVRP. Funding is from Scottish Govt.
Uig Ferry Terminal and Link Span*	1,289	9,702	(838)	8,864	10,731	(1,500)	9,231	7,942	0	7,942	Expect total overrun of c£10.9m. Project funded by mix of grant and THC capital recoverable from future harbour dues income. Discussions remain ongoing with Transport Scotland regarding funding of the overspend. The remaining £662k of income is the amount expected from Transport Scotland in respect of the new terminal building.
Corran Ferry Shoreside Infrastructure	830	782	494	1,276	1,000	(667)	333	(497)	(497)	0	Project includes shoreside infrastructure improvements and is to be funded £20m from CRD and £10m from THC capital.
Corran Ferry New Electric Vessel & Power Supply	0	443	0	443	600	(600)	0	0	0	0	Recent confirmation of £28m funding from City Region Deal to fund a new electric vessel and the necessary electrical infrastructure upgrades required for it to operate. Costs this financial year are in respect of SSEN redesign of their distribution network.
PLANNING & DEVELOPMENT											
Town & Countryside Regeneration	384	12	0	12	30	0	30	(354)	(354)	0	Replacement upgrades on structures following completion of survey works. In addition some works in early stages and so budget will help progress, including potential work at Smoo Cave, Falls of Foyers, Kilt Rock and North Kessock. This is a one-off budget but perhaps more appropriate to consider utilising over the remaining programme, so balance to carry over to next FY.
Inshes District Park	0	15	0	15	15	(9)	6	6	0	6	Final planting costs to be funded by remaining available developer contributions.
Wester Ross Visitor Hubs	64	0	0	0	1	0	1	(63)	(63)	0	Remaining budget to carry over into 25/26 to fund a number of projects that will progress next year.
Green Infrastructure Merkinch Boardwalk	89	17	(1)	16	30	(30)	0	(89)	(89)	0	Design stage will be fully claimed from SUSTRANS to end of 24/25 (circa £18k). A further £12k will be funded from the Coastal Communities fund by the end of 24/25. Construction works will not commence now until 25/26. £89k budget to carry forward and will be used to fund construction along with £45k from Common Good. Confirmation remains pending for £1.8m from Scottish Governments Active Travel Infrastructure Fund.
Storr Visitor Management	17	345	(364)	(19)	389	(372)	17	0	0	0	The budget of £17k relates to Storr path refurbishments. Also included is the OMOS Retail Unit & EV Charge project. Project completed this financial year and the expenditure will be fully funded.
Ullapool Motorhome Waste Disposal Unit	0	0	(50)	(50)	50	(50)	0	0	0	0	Project progressing slowly. Consideration being given to the cost of electricity & water connections. Additional funds may be required to complete but this is still being considered by project team and an update will be provided in future reporting.
Misc Assets, Bridges & Structures	88	1	0	1	45	0	45	(43)	(43)	0	Forecasting spend for works on removal of old bridge at Foyers Falls plus survey works on structures. Remaining budget to be carried into 25/26 to progress further projects.
Smart City Digital Projects	0	0	237	237	0	0	0	0	0	0	A claim was submitted to recover the spend. The service are currently working through feedback and documentation provided by the funder in order to consider the recoverability position.
Inverness Castle Redevelopment*	9,413	7,815	(2,699)	5,116	11,071	(3,600)	7,471	(1,942)	(1,942)	0	Project remains on track and on budget. The only change is the expected timing of the need to drawdown THC capital, with the remainder due 25/26.
City Region Deal Projects	0	2,135	(1,103)	1,032	3,168	(3,168)	0	0	0	0	Progression of CRD projects including Northern Innovation Hub, Life Sciences Innovation Centre and Affordable Housing. 24/25 spend will be fully claimed from UK & Scot Gov.
ZCCR - Bught Park Stadium	0	3,596	(743)	2,853	7,983	(7,983)	0	0	0	0	Project on track and fully funded by LUF.
ZCCR - Energy Centre Inverness	0	1,600	(1,417)	183	2,254	(2,254)	0	0	0	0	Project on track and fully funded by LUF.
ZCCR - Northern Meeting Park	0	2,850	(1,123)	1,727	4,790	(4,790)	0	0	0	0	Project on track and fully funded by LUF.
Community Regeneration Capital Funds											
Nature Restoration Fund	580	187	0	187	371	0	371	(209)	(209)	0	There is a 2 year Nature Networks project running to Nov 2026 that will utilise the remainder of the funds. Budget is stated after a virement out of £143k to fund Amenities P&E purchases. Additional funding awarded for 24/25 of £331k was subsequently withdrawn by Scottish Government.
Highland Coastal Communities Fund	0	728	(672)	56	850	(850)	0	0	0	0	Funded by drawdown from Crown Estates earmarked balance.
Island Infrastructure Fund	0	184	(398)	(214)	398	(398)	0	0	0	0	Expected to fund projects at Canna Hub, Eigg Old Surgery and Small Isles Roads Improvements.
Islands Programme	0	0	0	0	350	(350)	0	0	0	0	Funding from Scottish Government for Staffin Harbour and Community & Public Access Improvements on Skye. The latter is expected to be paid out by end of 24/25 with Staffin expected in 25/26.
Place Based Investment Programme 21/22 Fund	0	50	(469)	(419)	134	(134)	0	0	0	0	£298k has been repaid to Scottish Government for projects that have underspent or no longer progressing. £335k of funding for UHI Campus Pitch expected to be carried forward until the project progresses.
Place Based Investment Programme 22/23 Fund	0	417	(809)	(392)	689	(689)	0	0	0	0	Any funds not paid out to community groups will carry over to next financial year.
Place Based Investment Programme 23/24 Fund	0	431	(1,106)	(675)	700	(700)	0	0	0	0	Any funds not paid out to community groups will carry over to next financial year.
UK Shared Prosperity Fund	0	816	(1,655)	(839)	1,655	(1,655)	0	0	0	0	Expecting full pay out of capital funds by the end of 24/25.
Town Centre Fund	0	2	(131)	(129)	7	(7)	0	0	0	0	£236k of funds to be repaid to Scottish Government from TCF1 and TCF2. £124k of funding for UHI Campus Pitch expected to be carried forward.
Vacant & Derelict Land Fund	0	0	(556)	(556)	0	0	0	0	0	0	Currently in discussions with Scottish Government to seek approval spend the balance on a long standing project. If approval is given then those funds will be paid out in 25/26.
Regeneration Capital Grant Fund	0	1,926	(4,330)	(2,404)	2,300	(2,300)	0	0	0	0	Additional funds of £405k from Scottish Govt due in Q3.
Community Led Local Development	0	193	(83)	110	430	(430)	0	0	0	0	Funds of £430k due from Scottish Government this year to be spent.
Other Regeneration Projects	0	55	(55)	0	55	(55)	0	0	0	0	
OVERALL TOTAL	47,326	60,318	(19,170)	41,148	91,834	(41,804)	50,030	2,704	(5,086)	7,790	

*Project budgets are either wholly or partly self-funded (ie from income generated or

SERVICE: INFRASTRUCTURE, ENVIRONMENT & ECONOMY

Project Description	WHOLE LIFE BUDGET			ACTUALS TO DATE 24/25 Q3			FORECAST TO END OF PROJECT			PROJECT ASSESSMENT			COMMENTS
	LIFE BUDGET EXPENDITURE	LIFE BUDGET INCOME	LIFE BUDGET NET	ACTUAL EXPENDITURE TO DATE	ACTUAL INCOME TO DATE	ACTUAL NET TO DATE	FORECAST EXPENDITURE	FORECAST INCOME	FORECAST NET	COST	TIMING	SCOPE	
	£000	£000	£000	£000	£000	£000	£000	£000	£000				
Naver Bridge	11,575	0	11,575	2,791	0	2,791	13,000	0	13,000	R	G	G	Work to replace aged single track bridge carrying A836 over River Naver in Sutherland. Work has commenced and is expected to complete in Autumn 2025. The project outturn is expected to be £13m after taking account of continued site supervision and compensation events. The funding of this additional cost will be raised with the Capital Programme Board.
Uig Ferry Terminal and Link Span	65,098	-39,058	26,040	71,578	-38,436	33,142	76,000	-39,098	36,902	R	G	G	Life budget includes additional £1.1m for the terminal building, funded 60% by grant and 40% by THC capital recoverable through harbour dues. Construction works ongoing with new ferry terminal building expected to complete Spring 2025. The project in total expects a c£10.9m overrun primarily due to the split outage and talks remain ongoing with Transport Scotland regarding funding. The capital is expected to be repaid from future Transport Scotland/harbour dues income stream.
Inverness Castle	35,905	-20,350	15,555	27,551	-16,964	10,587	35,905	-20,350	15,555	G	G	G	Contract let, on programme, estimated completion Summer 2025. Fixed price contract currently on track across all aspects, including price, timing and scope. Approximately 1/3 of the THC capital contribution is to be repaid by future income generated.
Inshes Roundabout	10,050	0	10,050	347	0	347	10,050	0	10,050	G	G	G	Design work progressing as planned. Budget considered appropriate.
Corran Ferry Shoreside Infrastructure	30,000	-20,000	10,000	1,276	0	1,276	30,000	-20,000	10,000	G	G	G	Preliminary work progressing. Formal approval of funding from UK Government CRD to be confirmed.
Corran Ferry New Electric Vessel & Power Supply	28,000	-28,000	0	443	0	0	28,000	-28,000	0	G	G	G	£28m funding through City Region Deal towards a new electric vessel and supporting electrical infrastructure.