

North Lanarkshire Council Report

Environment and Transportation

approval noting

Ref ...

Date 13 February 2019

Contract overspend Finish Tower

From Head of Environmental Assets

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Executive Summary

In accordance with the Council's Financial Regulations any variations where the outturn/expected costs exceed the tendered contract price by the higher of £25,000 or 5%, shall be reported by the appropriate Budget Holder to the relevant Spending Committee at the earliest opportunity.

The purpose of this report is to inform committee of an over spend incurred on the contract to refurbish the Finish Tower in Strathclyde country park.

Recommendations

The Committee is asked to note overspend in the contract to refurbish Strathclyde Country Park Finish Tower.

Supporting Documents

Council business plan to 2020 These contracts contribute to the councils Business Plan Priority Outcome to Improve the local conditions and infrastructure to assist existing and new businesses to grow and create employment.
Pursue new opportunities to ensure North Lanarkshire is the place for business, investment and growth

1. Background

- 1.1 The Finish Tower in Strathclyde Country Park required upgrading to be of a standard to host the 2018 European Championships. Funding was made available through the capital programme and grant award of £368,735 was awarded by Sport Scotland. The contract award was advised to Infrastructure committee 01 November 2016.

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- 2.1 The Finish Tower refurbishment contract upgraded the tower to the standard required by FISA (world rowing's governing body) to host an international rowing regatta. The improvements aim to secure the venue at world class standard for the next 30 years. The contract value was £596,179.95. However, additional costs have been incurred on additional steelwork and additional down-takings, breaking out and propping. There was also direct loss and expense based on a four week extension of time/disruption claim.

- 2.2 The Final Adjustment of Contract Sum for the above contract amounted to £657,213.50. This equates to a variation of £61,033.55 which is approximately 10% above the original tender amount of £596,179.95

3. Equality and Diversity

3.1 Fairer Scotland

The requirement to comply with The Fairer Scotland Duty does not apply in this case.

3.2 Equality Impact Assessment

The contracts noted above relates to upgrade works on existing infrastructure and will have no impact on the Councils duties under the Equality Act 2010 Public Sector Equality Duty Regulations

4. Implications

4.1 Financial Impact

The additional costs have been accommodated within the contingency for the project and Environmental Assets Capital Allocation for 2017/2018 and 2018/2019.

4.2 HR/Policy/Legislative Impact

No impact...

4.3 Environmental Impact

No impact

4.4 Risk Impact

No impact

5. Measures of success

- 5.1 Completion of the contract allowed the 2018 European Rowing championships to proceed successfully at Strathclyde Country Park.
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Nicole Paterson
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