



## **REPORT**

To: **Special Shetland Islands Council**

**17 February 2009**

From: **Assistant Chief Executive**

Report No: **CPS-01-09-F**

Subject: **Proposed General Fund Capital Programme 2009/ 2010**

### **1 Introduction**

- 1.1 This report has been presented to the Harbour Board (Min Ref. 02/09) together with the Infrastructure Committee (Min Ref. 04/09) and Services Committee (Min Ref. 03/09) before going on to full Council and asks members to decide on the Capital Programme prioritisation for 2009/ 10. Once this is decided work will begin on reviewing the current delivery mechanism and staffing of the Capital Programme and a 5 year Capital Programme will be presented hopefully in the next 2-3 cycles of meetings which will allow for preparation and planning of projects over a reasonable timescale.

### **2 Links to Corporate Priorities**

- 2.1 The capital programme continues to be managed in line with available funds in delivering a more sustainable approach to Council's spending and contributing towards the Council ensuring that its reserves are maintained at a sustainable level of £250M.

### **3 Background**

- 3.1 The Council has a heavily subscribed and pressurised Capital Programme notwithstanding the current allocation of £20M. Over and above this there is further capital spend of approximately £10M comprising Housing Revenue account (HRA), Harbour Account and Economic Development. In total therefore the overall spend on capital from the Council is in the region of £30M which is the equivalent to the annual Capital Programme of Highland Council which covers the largest land mass in Scotland.

- 3.2 It is worth emphasising the key principles of the current process for capital programme prioritising in order of importance.
- 3.3 Each Board or Committee will decide what capital expenditure will be required by services to maintain existing assets which will be in order of priority. This is to ensure that existing assets are protected before approving spending for creating new assets.
- 3.4 Once the above has been established consideration can then be given to creating new or replacement assets. It is again for each Board or Committee to decide what capital expenditure is required by Services to create new or replacement assets which will be in order of priority. In deciding this consideration has to be given to projects needing to be done because of legal requirement, projects needing to be done to meet an identified service need and finally projects which the Council aspire to do at some point in the future.
- 3.5 I would advise members that in March 2008 Audit Scotland identified the following risks to the Shetland Islands Council:-
- (a) The Council's Capital Programme is heavily over subscribed;
  - (b) It is essential in order to make long term financial strategy that capital programme prioritisation takes place;
  - (c) There is a risk that the Council will not be able to make a long term financial strategy in the absence of a robust and transparent methodology for prioritisation; and
  - (d) The availability to fund in the medium term the current revenue implications of the capital programme whilst maintaining the Councils Financial strategy.
- 3.6 In November 2008 both Education and Social Care and Infrastructure Departments submitted reports informing Members of the proposed Capital Projects within their respective areas of remit. Appendix 1 contains the list of projects as ranked by the respective Department Heads at those meetings. These take account of the change mechanism by which the Council wishes to assess the priority of capital project proposals with no point system to determine priorities but for each Committee to decide the relative priority of the project based on the Committee aspirations for Service Development over the next 4 to 5 years.
- 3.7 Education and Social Care projects are ranked taking account of the proposals made by the Services Committee in October 2008. These are numbered on Appendix 1. Infrastructure Committee decided to instruct the Chief Executive to review the proposals put to them and to rank the projects in a realistic order with funds likely to be available. Budget provision for the Care Homes Additional Beds Programme requires to be developed in further detail and will be reported in the future.
- 3.8 The Chief Executive collated information from the Boards and Committees together with other areas of capital spend, such as

Harbours and corporate (e.g. ICT) which he presented to Members in a seminar on 15 December 2008. The Chief Executive's proposals to Members, as amended, are contained in Appendix 2, which has been updated to include all service areas and is divided into service groupings.

- 3.9 This report includes comments made at Harbour Board, Infrastructure and Services Committees during this cycle of meetings so that the appendices are split into service areas together with the costs of each project over a 5-year period which are listed as bids in Appendix 1. Appendix 2 is the proposed capital programme for 2009/ 10 only although approval will have an impact for future years.

## **4 Proposals**

- 4.1 I also have attached as Appendix 3 the up to date position on each of the projects at Appendix 2, for example, which projects are ready or will be in a position to go to tender in the near future. This should help members identify projects that they may wish to prioritise with a high degree of optimism that those projects will develop and follow through to fruition with the money being spent in the time period set.
- 4.2 The Council's capital spend makes a major contribution to the local economy and local economic development. Although I have indicated the total capital spend available across all areas is in the region of £30M, in practice this does not happen. It is also a fact that the aspirations for capital expenditure are far in excess of even that £30M sum as can be seen in Appendix 1.
- 4.3 Members will note from the Appendix 2 that the proposed General Fund capital programme for this coming year, namely 2009/ 10 is within the General Fund capital spend allocation of £20M. However once existing asset maintenance and ongoing commitments are factored into these figures should they all be approved the following year capital spend namely 2010/ 11 will be in the region of £37M. It should be borne in mind that it is the Council's intention to reduce the capital programme in 2010/ 11 to £15m. There are therefore some hard decisions to be taken in forward planning even from the restricted list that the Chief Executive has presented.
- 4.4 In line with existing policy I would propose that in Appendix 2 the top section (A) for existing asset maintenance fund commitments is approved together with section (B) for committed projects which are principally legal requirements and that Members consider and debate the projects as set out at section (C) together with projects listed at Appendix 1 which were reported to the respective committees in November 2008. It should be noted that while a number of projects in Section C could be accommodated in 2009/ 10 the implications of these projects in future years cannot all be met with the budgets available as is referred to in the report by the Head of Finance which is also on today's agenda.

- 4.5 Approval for all projects listed in section (C) will be subject to going on a 5 year capital programme which may not proceed beyond design for 2010/ 11 unless a budget is identified and the project fits within the spend available on the 5 year programme. Although the focus of this report is purely on 2009/ 10 a member/ officer group to consider the plethora of projects listed at Appendix 1 and plan a capital programme for a 5-year period would, I suggest, be a step in the right direction.

## **5 Financial Implications**

- 5.1 This report asks members to agree the list of General Fund capital projects for financial year 2009/ 10 with a total spend within Council policy of £20M.

## **6 Policy & Delegated Authority**

- 6.1 The Capital Programme Prioritisation requires a decision of the Council.

## **7 Conclusions**

- 7.1 The existing Council financial strategy is based on an annual sum for Council wide General Fund capital expenditure of £20M. This does not include HRA, Harbour Account and Economic Development spend.
- 7.2 The respective Boards and Committees have considered prioritising for the capital programme at the end of 2008 and within this current cycle of meetings. The Chief Executive was instructed to bring forward his proposals to members which he did in a seminar on 15 December 2008.
- 7.3 It is for Members to consider the Chief Executive's proposals, as amended, in line with the bids put by the relevant Department Heads to the Committees in November 2008 and for Council to approve their priorities for the capital programme for the coming financial year 2009/ 10.
- 7.4 Members are aware that the intention is to reduce General Fund capital programme spend from £20M to £15M in 2010/ 11 and on that basis not all of the projects proposed can proceed immediately beyond design stage because of the knock on effect of subsequent years. I would also remind Members that in terms of the Head of Finance's report on long term planning presented to Council in May 2008 the proposed new build of the Anderson High School (AHS) does not feature as part of the capital programme although there will be a significant impact on the total monies available once the new AHS is built and being financed through revenue spending.

## **8 Recommendations**

I recommend that Shetland Islands Council:-

- 8.1 Approves the General Fund Capital Programme for 2009/ 10 taking into account the proposals from the relevant Boards/ Committees; and
- 8.2 Establishes a Member/ Officer Working Group to include Chair, Vice-Chairs and Spokespersons of principal Committees to take forward consideration and planning of a 5 year Capital Programme. I would ask Members to delegate the remit and appointment of officials to me.

CPS-01-09-D2/WS/RS

12 February 2009

Enclosed:

- Appendix 1 Capital Programme - All Service Bids
- Appendix 2 2009/ 10 Proposals for Total Capital Programme
- Appendix 3 Current Position of Proposed Projects for 2009/ 10



## Capital Programme - Service Bids

## Summary of all Committees / Services

Existing Asset Maintenance &amp; Ongoing Commitments

Committed projects or legal reqts.

Year 1 Provisional 09/10	Year 2 Provisional 10/11	Year 3 Provisional 11/12	Year 4 Provisional 12/13	Year 5 Provisional 13/14	Total Yrs. 1-6
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## Services Committee

Existing Asset & Ongoing Commitments	3,215,535	5,332,803	2,153,485	11,801,701	2,057,577	24,561,102
Committed Projects / Legal Requirements	7,380,248	3,998,000	150,000	0	0	11,528,248
Projects Lined Up	1,278,300	6,429,700	13,945,000	10,031,600	1,919,000	33,603,600
<b>Sub Total</b>	<b>11,874,083</b>	<b>15,760,503</b>	<b>16,248,485</b>	<b>21,833,301</b>	<b>3,976,577</b>	<b>69,692,950</b>

## Executive Services

Existing Asset & Ongoing Commitments	1,525,000	1,349,000	1,261,000	1,327,000	1,278,000	6,740,000
Committed Projects / Legal Requirements	242,000	12,000	12,000	12,000	12,000	290,000
Projects Lined Up	852,000	400,000	400,000	400,000	400,000	2,452,000
<b>Sub Total</b>	<b>2,619,000</b>	<b>1,761,000</b>	<b>1,673,000</b>	<b>1,739,000</b>	<b>1,690,000</b>	<b>9,482,000</b>

## Infrastructure Committee

Existing Asset & Ongoing Commitments	3,683,079	3,888,875	4,691,108	12,863,224	12,525,000	37,651,286
Committed Projects / Legal Requirements	2,173,000	2,310,000	870,000	350,000	350,000	6,053,000
Projects Lined Up	5,731,000	33,403,500	28,373,500	16,007,000	5,687,000	89,202,000
<b>Sub Total</b>	<b>11,587,079</b>	<b>39,602,375</b>	<b>33,934,608</b>	<b>29,220,224</b>	<b>18,562,000</b>	<b>132,906,286</b>

## Harbour Board

Existing Asset & Ongoing Commitments	50,000	250,000	0	300,000	100,000	700,000
Committed Projects / Legal Requirements	0	0	0	0	0	0
Projects Lined Up	100,000	4,400,000	2,000,000	5,000,000	7,000,000	18,500,000
<b>Sub Total</b>	<b>150,000</b>	<b>4,650,000</b>	<b>2,000,000</b>	<b>5,300,000</b>	<b>7,100,000</b>	<b>19,200,000</b>

<b>Total all Services</b>	<b>26,230,162</b>	<b>61,773,878</b>	<b>53,856,093</b>	<b>58,092,525</b>	<b>31,328,577</b>	<b>231,281,236</b>
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Year 1 Provisional 09/10	Year 2 Provisional 10/11	Year 3 Provisional 11/12	Year 4 Provisional 12/13	Year 5 Provisional 13/14	Total Yrs. 1-6
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## Ring Fenced Expenditure

Harbour Account	11,152,000	361,500	0	0	0	11,513,500
Housing Revenue Account	2,597,645	Not Available	Not Available	Not Available	Not Available	2,597,645
<b>Total 'Ring Fenced'</b>	<b>13,749,645</b>	<b>361,500</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>14,111,145</b>

# Summary of Services Committee

# CPS-01-09 Appendix 1

## Services Committee

Project	Year 1 Provisional 09/10	Year 2 Provisional 10/11	Year 3 Provisional 11/12	Year 4 Provisional 12/13	Year 5 Provisional 13/14	Total Yrs. 1-6
<b>Note: Base prices 2008/2009</b>						
<b>Services Committee - Existing Asset &amp; Ongoing Commitments</b>						
Education Capital Estate Maintenance No 2	1,505,000	1,505,000	750,000	845,000	545,000	5,150,000
Capital Grants to Voluntary Organisations No 4	456,000	300,000	300,000	300,000	300,000	1,656,000
SC RP Inspection Health & Safety - No 5	25,205	26,465	27,789	29,178	30,637	139,274
SC RP Building Fabric - No 5	39,857	41,850	43,942	46,139	48,446	220,235
SC RP Electrical Sys Upgrade - No 5	36,707	38,542	40,469	42,493	44,618	202,829
SC RP Mechanical Sys Upgrade - No 5	15,707	16,492	17,317	18,183	19,092	86,791
SC RP Plant Equip Replacements - No 5	2,057	2,160	2,268	2,381	2,500	11,366
SC RP Safety Surfaces - No 5	21,005	22,055	23,158	24,316	25,532	116,066
SC RP Special Studies - No 5	2,028	2,129	2,236	2,348	2,465	11,206
SC RP Special Aids Stock Items - No 5	90,176	94,685	99,419	104,390	109,609	498,279
SC RP Specialist Aids - No 5	264,222	277,433	291,305	305,870	321,163	1,459,993
SC RP Minor Adaptions - No 5	44,479	46,703	49,038	51,490	54,065	245,775
SC RP Major Adaptions - No 5	217,992	228,892	240,336	252,353	264,971	1,204,543
SC RP Housing Renovations - No 5	138,887	145,831	153,123	160,779	168,818	767,438
SC RP Professional Fees - No 5	23,360	24,528	25,754	27,042	28,394	129,079
SC RP Specialist Aids Reurbishment - No 5	43,684	45,868	48,162	50,570	53,098	241,382
SC RP Care Homes Additional Beds - No 9	250,000	2,475,000	0	9,500,000	0	12,225,000
Housing Staff Accommodation	10,969	10,969	10,969	10,969	10,969	54,845
Housing Chalet Accommodation	12,175	12,175	12,175	12,175	12,175	60,875
Housing Temporary Accom (Homelessness)	16,025	16,025	16,025	16,025	16,025	80,125
	3,215,535	5,332,803	2,153,485	11,801,701	2,057,577	24,561,102

## Services Committee

Project	Year 1 Provisional 09/10	Year 2 Provisional 10/11	Year 3 Provisional 11/12	Year 4 Provisional 12/13	Year 5 Provisional 13/14	Total Yrs. 1-6
<b>Note: Base prices 2008/2009</b>						
<b>Services Committee - Committed Projects / Legal Requirements</b>						
Care Homes Fire Upgrade - No 1	342,000	148,000	0	0	0	490,000
AHS New Build (separate report) No 6 49M	0	0	0	0	0	0
Lerwick Temp Care Home - No 7 (100% NHS 2.4M)	0	0	0	0	0	0
Mid Yell JHS (ongoing)	4,000,000	3,350,000	150,000	0	0	7,500,000
Knab Dyke (ongoing)	71,000	0	0	0	0	71,000
Cinema and Music Venue (ongoing)	2,967,248	500,000	0	0	0	3,467,248
	7,380,248	3,998,000	150,000	0	0	11,528,248

## Services Committee

Project	Year 1 Provisional 09/10	Year 2 Provisional 10/11	Year 3 Provisional 11/12	Year 4 Provisional 12/13	Year 5 Provisional 13/14	Total Yrs. 1-6
<b>Note: Base prices 2008/2009</b>						
<b>Services Committee - Projects Lined Up</b>						
Refurbishment of Play Areas & Park Equip - No 3	210,000	175,000	175,000	175,000	175,000	910,000
Water Based Facilities (Marinas) - No 4	530,000	500,000	500,000	500,000	500,000	2,530,000
Resource Centre (50% NHS Funding) - No 8	100,000	2,600,000	0	0	0	2,700,000
Leog Replacement - No 10	400,000	0	0	0	0	400,000
Eric Gray Replacement - No 11	0	500,000	2,500,000	2,000,000	320,000	5,320,000
Shetland College Extension - No 12	0	400,000	1,500,000	2,500,000	122,000	4,522,000
Little Tikes - No 13	38,300	344,700	0	0	0	383,000
Lerwick Primary Provision - No 14	0	0	0	0	0	Unknown
Lerwick Library Redevelopment - No 15	0	300,000	1,500,000	550,000	127,000	2,477,000
Laburnum Replacement - No 16	0	300,000	1,500,000	600,000	100,000	2,500,000
Viewforth Replacement - No 17	0	400,000	2,500,000	1,500,000	400,000	4,800,000
Isleshavn Replacement - No 18	0	500,000	2,500,000	2,000,000	160,000	5,160,000
Family Centre - No 19	0	0	0	0	0	Unknown
Sandwick JHS Additional Classrooms - No 20	0	75,000	350,000	26,600	0	451,600
Happyhansel PS Additional Classrooms - No 21	0	50,000	230,000	20,000	0	300,000
Indoor Childrens Activity Centre - No 22	0	85,000	600,000	150,000	15,000	850,000
Halls of Residence - No 23	0	0	0	0	0	Unknown
Scalloway JHS Science Block - No 24	0	200,000	90,000	10,000	0	300,000
	1,278,300	6,429,700	13,945,000	10,031,600	1,919,000	33,603,600

## Total Bid Services Committee

11,874,083	15,760,503	16,248,485	21,833,301	3,976,577	69,692,950
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## Summary of Executive Services

CPS-01-09 Appendix 1

### Executive Services

Project	Year 1 Provisional 09/10	Year 2 Provisional 10/11	Year 3 Provisional 11/12	Year 4 Provisional 12/13	Year 5 Provisional 13/14	Total Yrs. 1-6
<b>Note: Base prices 2008/2009</b>						
<b>Executive Services - Existing Asset &amp; Ongoing Commitments</b>						
Copper Pipework Replacement	150,000	150,000	150,000	150,000	150,000	750,000
Disability Discrimination Act Works	100,000	100,000	100,000	100,000	100,000	500,000
Lystina House Maintenance	385,000					385,000
PC & LAN Replacement	257,000	278,000	203,000	257,000	202,000	1,197,000
Schools ICT Equipment	261,000	395,000	395,000	395,000	395,000	1,841,000
Photocopier Replacement	75,000	75,000	75,000	75,000	75,000	375,000
Shetland Public Sector Network	297,000	251,000	238,000	250,000	256,000	1,292,000
Final A/Cs Contingency	0	100,000	100,000	100,000	100,000	400,000
	<b>1,525,000</b>	<b>1,349,000</b>	<b>1,261,000</b>	<b>1,327,000</b>	<b>1,278,000</b>	<b>6,740,000</b>

### Executive Services

Project	Year 1 Provisional 09/10	Year 2 Provisional 10/11	Year 3 Provisional 11/12	Year 4 Provisional 12/13	Year 5 Provisional 13/14	Total Yrs. 1-6
<b>Note: Base prices 2008/2009</b>						
<b>Executive Services - Committed Projects / Legal Requirements</b>						
Ness Of Sound Farm	22,000	12,000	12,000	12,000	12,000	70,000
IP Phones	70,000					70,000
Planning ICT Project	150,000					150,000
	<b>242,000</b>	<b>12,000</b>	<b>12,000</b>	<b>12,000</b>	<b>12,000</b>	<b>290,000</b>

### Executive Services

Project	Year 1 Provisional 09/10	Year 2 Provisional 10/11	Year 3 Provisional 11/12	Year 4 Provisional 12/13	Year 5 Provisional 13/14	Total Yrs. 1-6
<b>Note: Base prices 2008/2009</b>						
<b>Executive Services - Projects Lined Up</b>						
Town Hall Further Planned Improvements	352,000	0	0	0	0	352,000
Feasibility Studies	500,000	400,000	400,000	400,000	400,000	2,100,000
	<b>852,000</b>	<b>400,000</b>	<b>400,000</b>	<b>400,000</b>	<b>400,000</b>	<b>2,452,000</b>

### Total Bid Executive Services

<b>2,619,000</b>	<b>1,761,000</b>	<b>1,673,000</b>	<b>1,739,000</b>	<b>1,690,000</b>	<b>9,482,000</b>
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# Summary of Infrastructure Committee Infrastructure Committee

CPS-01-09 Appendix 1

Project	Year 1 Provisional 09/10	Year 2 Provisional 10/11	Year 3 Provisional 11/12	Year 4 Provisional 12/13	Year 5 Provisional 13/14	Total Yrs. 1-6
<b>Note: Base prices 2008/2009</b>						
<b>Infrastructure Committee - Existing Asset &amp; Ongoing Commitments</b>						
Vehicle & Plant Replacement Programme	1,200,000	1,200,000	1,200,000	1,200,000	1,200,000	6,000,000
Roads Rolling Bridge Replacements	350,000	350,000	350,000	350,000	350,000	1,750,000
Roads Rolling Streetlighting Replacement	220,000	200,000	200,000	200,000	200,000	1,020,000
Roads Rolling Air Service	20,000	20,000	20,000	20,000	20,000	100,000
Roads Rolling Road Reconstruction	300,000	300,000	500,000	500,000	300,000	1,900,000
Roads Rolling Roads Drainage Improvements	80,000	80,000	80,000	80,000	80,000	400,000
Roads Rolling Crash Barrier Replacement	150,000	150,000	150,000	150,000	150,000	750,000
Fernlea (Whalsay) SCT		0	60,000	0	0	60,000
Freefield Centre	0	0	0	40,000	0	40,000
Taing House	85,000	0	0	0	0	85,000
Viewforth	45,000	0	0	0	0	45,000
Leog		0	0	0	70,000	70,000
Laburnum	0	20,000	0	0	0	20,000
Islesburgh Community Centre	40,000	0	0	0	0	40,000
Weathersta - Depot Buildings	0	10,000	0	0	0	10,000
11 Hill Lane	0	0	0	0	30,000	30,000
2-4 Bank Lane	0	0	0	0	20,000	20,000
4 Market Street	0	0	0	0	125,000	125,000
6 Hillhead (Family History Group)	0	0	20,000	0	0	20,000
Greenhead Base (CPS)	25,000	0	0	0	0	25,000
Old Library Centre	0	85,000	0	0	0	85,000
Quendale House	0	0	100,000	0	0	100,000
Train Shetland	0	100,000	0	0	0	100,000
Public Toilets Essential Maintenance	60,000	60,000	60,000	60,000	60,000	300,000
Ferries Capital Rolling Programme	180,000	180,000	180,000	180,000	180,000	900,000
Urgent Repairs to Ferry Terminals	290,000	290,000	290,000	290,000	290,000	1,450,000
Fetlar Burial Ground	358,079	9,375				367,454
Bixter Burial Ground	10,000	374,500	56,608	10,625	0	451,733
Voe Burial Ground	5,000	10,000	359,500	45,785	0	420,285
Muckle Roe Burial Ground	5,000		15,000	481,814	0	501,814
Skerries Burial Ground	10,000			5,000	0	15,000
Burra and Trondra Bridge Walkways		200,000				200,000
Breiwick Road Sea Wall	250,000					250,000
Laxaburn Bridge Replacement			250,000			250,000
Burn Beach Sea Wall, Scalloway				250,000		250,000
Papa Stour Road		250,000			200,000	450,000
Walls Drainage Improvement					250,000	250,000
Bluemull Sound			800,000	9,000,000	9,000,000	18,800,000
	3,683,079	3,888,875	4,691,108	12,863,224	12,525,000	37,651,286

## Infrastructure Committee

Project	Year 1 Provisional 09/10	Year 2 Provisional 10/11	Year 3 Provisional 11/12	Year 4 Provisional 12/13	Year 5 Provisional 13/14	Total Yrs. 1-6
<b>Note: Base prices 2008/2009</b>						
<b>Infrastructure Committee - Committed Projects / Legal Requirements</b>						
Roads Rolling Accident Investigation & Prevention	100,000	100,000	100,000	100,000	100,000	500,000
Energy Recovery Plant	230,000	292,000	420,000			942,000
Replacement Esplanade Toilets	100,000	18,000				118,000
Rova Head Reinstatement	150,000	140,000				290,000
A970 Oversund Junction	13,000					13,000
B9081 Mid Yell (Hillend Section)	260,000	10,000				270,000
Tingwall Airport	500,000					500,000
Scord Quarry Fixed Plant Replace	250,000	250,000	250,000	250,000	250,000	1,250,000
A971 Haggersta to Cova	570,000	1,500,000	100,000			2,170,000
	2,173,000	2,310,000	870,000	350,000	350,000	6,053,000

# Summary of Infrastructure Committee

CPS-01-09 Appendix 1

## Infrastructure Committee cont....

Project	Year 1 Provisional 09/10	Year 2 Provisional 10/11	Year 3 Provisional 11/12	Year 4 Provisional 12/13	Year 5 Provisional 13/14	Total Yrs. 1-6
<b>Note: Base prices 2008/2009</b>						
<b>Infrastructure Committee - Projects Lined Up</b>						
Bixter Bus Interchange	160,000					160,000
Wheelie Bins	126,000	59,500	44,500	37,000	37,000	304,000
Replacement Workshop Mid Yell	195,000					195,000
Recladding Gremista Workshop	470,000	94,000	69,000			633,000
Fetlar Breakwater	300,000	2,600,000				2,900,000
Gremista Landfill Phase 2 (Design)	150,000	2,600,000	110,000			2,860,000
Replace Murrister Depot	180,000					180,000
Schools Speed Limits	360,000	0				360,000
Rural Toilets Spiggie	100,000					100,000
Rural Toilets Sands of Sound		100,000				100,000
Whalsay Link	500,000	6,000,000	6,000,000	6,000,000	1,500,000	20,000,000
Route Appraisal and Advanced Design	200,000	170,000	150,000	130,000	100,000	750,000
Development-Related Road Improvements	60,000	60,000	100,000	200,000	200,000	620,000
Bus Service Infrastructure Development	20,000	40,000	40,000	60,000	60,000	220,000
Traffic Management Road Improvements	50,000	50,000	100,000	110,000	140,000	450,000
Footways Improvements	100,000	100,000	100,000	100,000	100,000	500,000
General Minor Road Improvements & Purchases	100,000	100,000	100,000	100,000	100,000	500,000
Gremista Footways	300,000					300,000
Germatwatt Footway		1,300,000				1,300,000
Vidlin Shore Road Footway			300,000			300,000
East Voe Footway, Scalloway			300,000			300,000
Burravoe Footway, Yell					300,000	300,000
Tingwall Footways				300,000		300,000
Gremista Roads Store Replacement	10,000	180,000	10,000			200,000
Roads Testing Laboratory move from Hayfield			100,000			100,000
B9071 Bixter to Aith Phase 2	50,000	100,000	1,700,000	100,000		1,950,000
A971 W Burrafirth Junction to Brig o' Walls	50,000		100,000	2,000,000	1,000,000	3,150,000
B9082/3 Gutcher to Cullivoe		50,000		100,000	1,000,000	1,150,000
B9071 Laxo to Vidlin				50,000		50,000
B9122 Bigton Loop Road			50,000		100,000	150,000
B9071 Parkhall to Sand Junction				50,000		50,000
A970 Hillswick Junction to Urafirth					50,000	50,000
Energy Recovery Plant wind Turbine	750,000	750,000				1,500,000
Energy Recovery Plant Water Jacket				420,000		420,000
Burial Grounds Software Package	50,000					50,000
Offices for Transport Service	500,000	50,000				550,000
Yell marshalling areas				1,000,000	1,000,000	2,000,000
Bressay Tunnel	750,000	19,000,000	19,000,000	5,250,000		44,000,000
Skerries South Mouth	200,000					200,000
	<b>5,731,000</b>	<b>33,403,500</b>	<b>28,373,500</b>	<b>16,007,000</b>	<b>5,687,000</b>	<b>89,202,000</b>

## Total Bid Infrastructure Committee

<b>11,587,079</b>	<b>39,602,375</b>	<b>33,934,608</b>	<b>29,220,224</b>	<b>18,562,000</b>	<b>132,906,286</b>
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## Summary of Harbour Board Harbour Board

CPS-01-09 Appendix 1

Project	Year 1 Provisional 09/10	Year 2 Provisional 10/11	Year 3 Provisional 11/12	Year 4 Provisional 12/13	Year 5 Provisional 13/14	Total Yrs. 1-6
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Note: Base prices 2008/2009

### Harbour Board - Existing Asset & Ongoing Commitments

Water Main, Scalloway	50,000	250,000				300,000
Fish Market Roof, Scalloway				150,000		150,000
Old Breakwater, Symbister				150,000		150,000
Skerries Pier					100,000	100,000
	50,000	250,000	0	300,000	100,000	700,000

### Harbour Board

Project	Year 1 Provisional 09/10	Year 2 Provisional 10/11	Year 3 Provisional 11/12	Year 4 Provisional 12/13	Year 5 Provisional 13/14	Total Yrs. 1-6
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Note: Base prices 2008/2009

### Harbour Board - Projects Lined Up

Scalloway Dredging		3,000,000				3,000,000
Peerie Dock, Symbister						0
West Pier Scalloway				5,000,000		5,000,000
Sella Ness Pier					7,000,000	7,000,000
Walls Pier	100,000	1,400,000	2,000,000			3,500,000
	100,000	4,400,000	2,000,000	5,000,000	7,000,000	18,500,000

### Total Bid Harbour Board

150,000	4,650,000	2,000,000	5,300,000	7,100,000	19,200,000
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### Total for all Services

26,230,162	61,773,878	53,856,093	58,092,525	31,328,577	231,281,236
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## Summary of Ring Fenced Expenditure

CPS-01-09 Appendix 1

### Harbour Account (Ring Fenced Expenditure which cannot be used for anything else)

Project	Year 1 Provisional 09/10	Year 2 Provisional 10/11	Year 3 Provisional 11/12	Year 4 Provisional 12/13	Year 5 Provisional 13/14	Total Yrs. 1-6
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Note: Base prices 2008/2009

### Harbour Account - Existing Asset & Ongoing Commitments

Plant, Vehicles & Equipment	150,000	70,000	70,000	70,000	70,000	430,000
Navigational Aids - SV	70,000	70,000	70,000	70,000	70,000	350,000
Tug Jetty CP System			200,000			200,000
	220,000	140,000	340,000	140,000	140,000	980,000

### Harbour Account - Committed Projects / Legal Requirements

Tugs for Sellaness	11,152,000	361,500				11,513,500
	11,152,000	361,500	0	0	0	11,513,500

### Housing Revenue Account (Ring Fenced Expenditure which cannot be used for anything else)

Project	Year 1 Provisional 09/10	Year 2 Provisional 10/11	Year 3 Provisional 11/12	Year 4 Provisional 12/13	Year 5 Provisional 13/14	Total Yrs. 1-6
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Note: Base prices 2008/2009

### Housing - Projects

Land & Property Acquisition	678,851	0	0	0	0	678,851
Environmental Improvements	259,266	0	0	0	0	259,266
Community Care Projects	107,103	0	0	0	0	107,103
Feasibility Studies	25,655	0	0	0	0	25,655
Opportunity Conversion	124,862	0	0	0	0	124,862
Heating Replacement Programme	157,103	0	0	0	0	157,103
Re-harling Programme	387,758	0	0	0	0	387,758
Lerwick Crudens	1,146,933	0	0	0	0	1,146,933
Retentions/Final Accounts	40,000	0	0	0	0	40,000
Housing Quality Standard	360,000	0	0	0	0	360,000
Replacement MIS system	200,000	0	0	0	0	200,000
Capital Rec-Sale Council Houses	(889,886)	0	0	0	0	(889,886)
	2,597,645	0	0	0	0	2,597,645

## 09/10 Proposals for Total Capital Programme

Section A <u>Existing Asset Maint/Ongoing Commitments</u>	CE Original Proposal	Amended Proposal	Proposed Budget
	09/10	09/10	10/11
<b>Executive Services</b>			
Asset & Property Maintenance (Inc DDA etc)	635,000	571,500	250,000
ICT	890,000	801,000	999,000
Final Accounts	0	100,000	100,000
<b>Services Committee</b>			
Education Estate Maintenance	1,505,000	1,354,500	1,505,000
Capital Grants to Voluntary Organisations	456,000	426,000	300,000
Social Care Client Budgets (OT Rolling Programme)	965,366	868,829	1,013,634
Housing	39,169	35,252	39,169
Care Home Additional Beds (Rolling Programme)	250,000	225,000	2,475,000
<b>Infrastructure Committee</b>			
Building Services Estate Maintenance (Islesburgh/Taing/Viewforth)	170,000	153,000	215,000
Public Toilets Maintenance	60,000	0	60,000
Vehicle & Plant Replacement	1,200,000	1,080,000	1,200,000
Roads Maintenance and Improvements	1,120,000	1,008,000	1,100,000
Ferries Capital Maintenance	180,000	162,000	180,000
Urgent Repairs to Ferry Terminals	290,000	261,000	290,000
Burial Grounds	388,079	399,079	393,875
<b>Harbour Board</b>			
Water Main, Scalloway	0	50,000	250,000
<b>SUB TOTAL</b>	<b>8,148,614</b>	<b>7,495,160</b>	<b>10,370,678</b>

Section B <u>Committed Projects/Legal Requirements</u>	CE Original Proposal	Amended Proposal	Proposed Budget
	09/10	09/10	10/11
<b>Executive Services</b>			
Ness Of Sound Farm	22,000	22,000	12,000
IP Phones	70,000	70,000	0
Planning ICT Project	0	150,000	0
<b>Services Committee</b>			
Care Homes Fire Upgrade	342,000	342,000	148,000
AHS New Build (subject of separate report) 49M	0	0	0
Mid Yell JHS	4,000,000	4,000,000	3,350,000
Knab Dyke	71,000	71,000	0
Cinema and Music Venue	2,967,248	2,967,248	500,000
<b>Infrastructure Committee</b>			
Roads Rolling Accident Investigation & Prevention	100,000	90,000	100,000
Energy Recovery Plant	230,000	230,000	292,000
Replacement Esplanade Toilets	100,000	100,000	18,000
Rova Head Reinstatement	150,000	60,000	140,000
A970 Oversund Junction	13,000	13,000	0
B9081 Mid Yell (Hillend Section)	260,000	260,000	10,000
Tingwall Airport (HSE Work)	500,000	500,000	0
Scord Quarry Fixed Plant Replace	250,000	250,000	250,000
A971 Haggersta to Cova	570,000	70,000	2,000,000
<b>SUB TOTAL</b>	<b>9,645,248</b>	<b>9,195,248</b>	<b>6,820,000</b>

<b>Overall 'Committed' TOTAL</b>	<b>17,793,862</b>	<b>16,690,408</b>	<b>17,190,678</b>
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## CPS-01-09 Appendix 2

Section C <u>Proposed (Projects Lined Up)</u>	CE Original Proposal	Amended Proposal	Proposed Budget
	09/10	09/10	10/11
<b>Executive Services</b>			
Feasability Work/Working up Other Projects	500,000	500,000	400,000
Town Hall Further Planned Improvements	352,000	0	0
<b>Services Committee</b>			
Refurbishment of Play Areas	210,000	210,000	175,000
Capital Grants to Water Based Facilities	530,000	30,000	0
Little Tikes	38,300	38,300	344,700
Resource Centre (50% NHS Funding)	100,000	100,000	2,600,000
Leog Replacement	400,000	400,000	0
<b>Infrastructure Committee</b>			
Schools Speed Limits	300,000	360,000	0
Replacement Murrister Depot	180,000	180,000	0
Bixter Bus Interchange	160,000	160,000	0
Wheelie Bins	126,000	126,000	59,500
Replacement Workshop Mid Yell	195,000	195,000	0
Recladding Gremista Workshop	470,000	0	94,000
Rural Toilets Spiggie & Sands of Sound	100,000	0	100,000
Fetlar Breakwater and Harbour	300,000	300,000	2,600,000
Gremista Landfill Phase 2 (Design)	150,000	20,000	2,600,000
Whalsay Terminals	500,000	500,000	6,000,000
<b>Harbour Board</b>			
Scalloway Dredging	0	0	3,000,000
Walls Pier	0	100,000	1,400,000
<b>SUB TOTAL</b>	<b>4,611,300</b>	<b>3,219,300</b>	<b>19,373,200</b>
<b>OVERALL TOTAL</b>	<b>22,405,162</b>	<b>19,909,708</b>	<b>36,563,878</b>

Section D <u>Ring Fenced Budgets Required 09/10</u>	Proposed Budget	Proposed Budget
	09/10	10/11
<b>Harbour Account</b>		
<b>Existing Asset Maint/Ongoing Commitments</b>		
Plant, Vehicles & Equipment	150,000	70,000
Navigational Aids - SV	70,000	70,000
<b>Committed Projects/Legal Requirements</b>		
Tugs for Sellaness	11,152,000	361,500
	<b>11,372,000</b>	<b>501,500</b>
<b>Housing Revenue Account</b>		
Land & Property Acquisition	678,851	
Enviromental Improvements	259,266	
Community Care Projects	107,103	
Feasibility Studies	25,655	
Opportunity Conversion	124,862	
Heating Replacement Programme	157,103	
Re-harling Programme	387,758	
Lerwick Crudens	1,146,933	
Retentions/Final Accounts	40,000	
Housing Quality Standard	360,000	
Replacement MIS system	200,000	
Capital Rec-Sale Council Houses	(889,886)	
	<b>2,597,645</b>	

## CPS-01-09 Appendix 3 - Current Position of Proposed Projects for 09/10

<b><u>Section A - Existing Asset Maintenance and Ongoing Commitments</u></b>	<b><u>Current Position</u></b>
Asset & Property Maintenance (Inc DDA etc)	Copper Pipework replace (essential- ongoing programme, works can progress in 09/10.) DDA (essential/legal - ongoing programme, works can progress in 09/10) Lystina (feasibility complete, design & tender work spend only). Full spend can be achieved in 09/10
ICT	As per ICT rolling programme, essential to maintain service. Full spend anticipated in 09/10
Housing	Essential Maintenance - spend anticipated in 09/10
Education Estate Maintenance	A range of maintenance projects including some larger projects e.g. re-roofing, new curtain walling etc. Works can progress immediately in 09/10 with full spend.
Capital Grants to Voluntary Organisations	Projects have been developed to enable spend to progress immediately in 09/10
Social Care Client Budgets	Expenditure managed by Social Care. A number of smaller projects. Works generally reactive to client needs. Minimal carry forward into future years. Works can progress immediately in 09/10 with anticipated full spend.
Care Home Additional Beds (Rolling Programme)	Options reported to Services Committee February. Design expenditure and works on site subject to agreed options. No spend on the 08/09 budget of £278kK
Building Services Estate Maintenance	Taing House, Viewforth & Islesburgh H&S Maintenance - full spend anticipated
Public Toilets Maintenance	Removed from bid
Vehicle & Plant Replacement	Spend can progress in 09/10
Roads Maintenance and Improvements	A range of roads maintenance projects. Works can progress immediately in 09/10 with full spend.
Ferries Capital Maintenance	Full spend in 09/10 anticipated
Urgent Repairs to Ferry Terminals	Design work underway, works on site in 09/10.
<b>All of above projects have been subject to a 10% cut</b>	
Final Accounts	Requirement for retention on past projects plus allowance for unforeseen emergency or essential works.
Water Main Scalloway	Full spend for design anticipated in 09/10. Existing mains in poor condition.
Burial Grounds	Updated project list from J Grant indicates full spend 09/10

<b><u>Section B - Committed Projects /Legal Requirements</u></b>	<b><u>Current Position</u></b>
Ness Of Sound Farm	Legal requirement, full spend anticipated 09/10
IP Phones	Full spend anticipated in 09/10
Planning ICT Project	Full spend anticipated in 09/10
Care Homes Fire Upgrade	Ongoing legal requirement, part of a larger ongoing project in conjunction with CT. Full spend anticipated in 09/10.
AHS (New Build)	Subject of separate report
Mid Yell JHS	Contractor appointed, project revision ongoing, spend anticipated but subject to contractor programme proposals.
Knab Dyke	Ongoing, 71K required to complete project 09/10, full spend anticipated.
Cinema and Music Venue	Contractor selected and agreement reached on tender. Subject to no delays anticipated full spend in 09/10
Roads Accident Investigation & Prevention	
Energy Recovery Plant	Full spend in 09/10. Essential maintenance works, part of 3 year programme.
Replacement Esplanade Toilets	Project in site, anticipate full spend in 09/10
Rova Head Reinstatement	Contracturally committed - Retention. Full spend in 09/10
A970 Oversund Junction	Latest figures from council 3/12, full spend anticipated.
B9081 Mid Yell (Hillend Section)	Project designed and in tender process, <u>not yet committed</u> but full spend anticipated in 09/10.
Tingwall Airport (HSE Work)	Full spend anticipated in 09/10
Scord Quarry Fixed Plant Replace	Full spend in 09/10. Essential maintenance works, ongoing programme.
A971 Haggersta to Cova	Budget is for internal fees/ land acquisition, budget reduced to 70K

<b><u>Section C - (Proposed) Projects Lined Up</u></b>	<b><u>Current Position</u></b>
Town Hall Further Planned Improvements	Removed from bid
Feasability Work/Working up Other Projects	Council seminar - Proposed projects - Eric Grey, Laburnum, Isleshavn, Viewforth, Family Centre & Lerwick Library, design fees only - anticipate full spend.
Refurbishment of Play Areas & Park Equipment	Full spend can be achieved in 09/10
Water Based Facilities (Marinas)	Removed from bid
Little Tikes	New project - feasibility complete, design work required 09/10 - anticipate full spend.
Resource Centre (50% NHS Funding)	New project - feasibility complete, design work required 09/10 - anticipate full spend.
Leog Replacement	Requires design, and site identification/ land acquisition. Design can be done in 09/10 and possible site start with works but not full spend. Potential delay due to site acquisition.
Schools Speed Limits	A number of projects, full spend possible in 09/10
Replacement Murrister Depot	Full spend can be achieved in 09/10
Bixter Bus Interchange	Design progressed, full spend possible in 09/10
Wheelie Bins	Cost will be repaid over a 5 year period on the sale/lease of bins
Replacement Workshop Mid Yell	Design complete, works 09/10 with full spend subject to land acquisition and de-crofting
Recladding Gremista Workshop	Removed from bid
Rural Toilets Spiggie & Sands of Sound	Removed from bid
Fetlar Breakwater and Harbour	Full spend for design anticipated in 09/10, possible enabling works on site.
Gremista Landfill Phase 2 (Design)	Full spend for design anticipated in 09/10
Whalsay Terminals	Full spend for design anticipated in 09/10
Scalloway Dredging	No land issues. Consents commenced, however no budget requested until 10/11
Walls Pier	No land issues. Design commenced.







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## **REPORT**

**To: Special Shetland Islands Council**

**17 February 2009**

**From: Head of Finance**

### **CAPITAL PROGRAMME 2009/10**

**Report No: F-009-F**

#### **1. Introduction**

- 1.1 The Harbour Board, Infrastructure Committee and Services Committee have all considered a report from the Assistant Chief Executive (CPS-01-09-F) on the Capital Programme for 2009/10. That report is also before this Special Council meeting (in amended form) for consideration in detail.
- 1.2 The Executive Management Team considered it might be useful to have a further report, which summarises the overall position with reference to the overall financial policy framework, and that is the purpose of this report.

#### **2. Links to Council Corporate Priorities**

- 2.1 This report links to the Council's corporate priorities and financial policies, defined in its Corporate Plan, especially with regard to the financial sustainability of capital spending.

#### **3. Background**

- 3.1 The Council's current financial policy framework for the use of Reserves to support capital spending fixes a limit of £20 million for 2009/10. The following Table 1 sets out all elements of the Council's Capital Programme, and the funding arrangements which apply.

**TABLE 1: CAPITAL PROGRAMME FUNDING ARRANGEMENTS**

<b>Capital Programme</b>	<b>Funding Arrangements</b>
General Fund	SIC Discretionary Reserves (part of £20 million)
Non-Sullom Voe Harbour	SIC Discretionary Reserves (part of £20 million)
Sullom Voe Harbour	Sullom Voe Harbour Revenue Account
Housing Revenue Account	HRA Revenue Account

- 3.2 The 2009/10 budget proposals as discussed at Committees are summarised in Table 2.

**TABLE 2: 2009/10 CAPITAL PROGRAMME PROPOSALS**

<b>Capital Programme</b>	<b>Project Spending</b>	<b>Funding from General Fund Reserves</b>
	<b>£million</b>	<b>£million</b>
<b>General Fund</b>		
Existing asset maintenance and ongoing commitments	7.44	7.44
Committed projects/legal requirements	9.19	9.19
New Projects	3.12	3.12
Anderson High School (sale/leaseback finance)	0.00	0.00
<b>Non-Sullom Voe Harbour</b>		
Existing asset maintenance and ongoing commitments	0.05	0.05
New Projects	0.10	0.10
<b>Sullom Voe Harbour</b>		
New Tugs (debt finance)	11.15	0.00
Rolling Programmes (revenue account finance)	0.22	0.00
<b>Housing Revenue Account (debt/revenue account finance)</b>	2.60	0.00
<b>TOTAL</b>	<b>33.87</b>	<b>19.90</b>

- 3.3 It can be seen from Table 2 that the project proposals reported to Committees require £19.90 million of General Fund Reserves funding, which is just inside the £20 million policy limit.
- 3.4 Appendix A summarises the individual project estimates behind the summary figures in Table 2.

#### **4. Capital Spending Issues**

- 4.1 The Council could add project spending of up to £0.10 million to the 2009/10 Programme and still meet the policy objective of taking no more than £20 million from General Fund Reserves.
- 4.2 The Council could make balanced adjustments to the 2009/10 Programme. For example, if it wishes to add a project costing £0.5 million to the 2009/10 Programme, it could do so provided that it also deletes a project or projects to that equivalent value in order to maintain Programme and policy balance.
- 4.3 There are a number of elements of 2009/10 expenditure which lead on to heavy commitments of resources in later years. The Council needs to pay particular attention to these, and their impact on meeting the financial policy targets for those later years, not least since the amount available from Reserves comes down to £15 million (a fall of 25%) per annum from

2010/11 and on. And the Council should note that when the Anderson High School is complete (in 2013?) the lease payments (still to be negotiated to a conclusion) may require a further £4-5 million per annum to be top sliced out of Reserve funding allocations or from revenue budgets.

- 4.4 The aspirations for the years after 2009/10 far exceed available resources, and that problem will need to be addressed in the coming months. The immediate challenge is to look at projects where spending commences in 2009/10, but where spending in 2010/11 and thereafter threatens to breach Council financial limits. The main ones are:

**TABLE 3: PROJECTS STARTING IN 2009/10 WITH MAJOR SPENDING THEREAFTER**

	2009/10	2010/11	Years 2011/12 To 2013/14
	£million	£million	£million
Care Homes Additional Beds	0.22	2.47	9.50
Whalsay Terminals	0.50	6.00	13.50
Walls Pier	0.10	1.40	2.00
	<u>0.82</u>	<u>9.87</u>	<u>25.00</u>

- 4.5 The question which needs to be answered with regard to the projects in Table 3 is whether the Council is willing to allocate substantial resources to these projects in 2009/10 when there is considerable doubt about their affordability in 2010/11 and thereafter. In my view the Council should either not include provision for these projects in 2009/10 (freeing up resources for other priorities) or only include them on a provisional basis (i.e. that 2009/10 expenditure on these will only be incurred after it has been established that the expenditure in later years is affordable).

## **5. Financial Implications**

- 5.1 This report summarises the Capital Programme spending proposals and confirms that those are consistent with the Council's financial policy framework of taking no more than £20 million from General Fund Reserves to finance capital spending in 2009/10.

## **6. Conclusions**

- 6.1 The Capital Programme set out in this report achieves compliance with 2009/10 financial policy limits for the use of General Fund Reserves.
- 6.2 The biggest concern is that the Council is storing up aspirations and commitments for 2010/11 and beyond which exceed future funding limits.

## **7. Recommendations**

7.1 I recommend that the Council:

7.1.1 should consider the projects in Table 3 and EITHER:

7.1.1.1 delete them from the 2009/10 Capital Programme, on the basis that subsequent costs have not been proven to be affordable, OR;

7.1.1.2 approve them on a provisional basis, with 2009/10 expenditure only being incurred after it has been established that subsequent costs are affordable; and

7.1.2 should, if so minded, make balanced adjustments to the 2009/10 Capital Programme, which maintains compliance with Council financial policy.

Date: 12 February 2009  
Ref: GJ/DS/F/1/1

Report No: F-009-F

# Proposed SIC Capital Programme 2009/10

# F-009 Appendix A

Project	Provisional Budget as as approved by Harbour Board, Infrastructure & Services Committees 2009/10	Anticipated Ongoing Funding Requirement 2010/11
Note: Base prices 2008/2009		

## General Fund

Existing Asset Maintenance & Ongoing Commitments		
Social Care Client Budgets	868,829	1,013,634
Council Estate Maintenance	1,354,500	1,505,000
Care Home Additional Beds (Rolling Programme)	225,000	2,475,000
Community Development Grants	426,000	300,000
Housing	35,252	39,169
<b>Services Committee Sub-Total</b>	<b>2,909,581</b>	<b>5,332,803</b>
Vehicle & Plant Replacement	1,080,000	1,200,000
Public Toilets Maintenance (Rolling Programme)	0	60,000
Roads Maintenance & Improvements	1,008,000	1,100,000
Ferries Capital Maintenance (Rolling Programme)	162,000	180,000
Urgent Repairs to Ferry Terminals	261,000	290,000
Burial Grounds	399,079	393,875
Building Services Estate Maintenance (Islesburgh/Taing/Viewforth)	153,000	215,000
<b>Infrastructure Committee Sub-Total</b>	<b>3,063,079</b>	<b>3,438,875</b>
Council Building Maintenance (incl DDA etc)	571,500	250,000
ICT	801,000	999,000
Final Accounts	100,000	100,000
<b>Full Council for Executive Sub-Total</b>	<b>1,472,500</b>	<b>1,349,000</b>
<b>Sub-Total (Asset Maint/Ongoing Commitments)</b>	<b>7,445,160</b>	<b>10,120,678</b>
Committed Projects/Legal Requirements		
Mid Yell JHS	4,000,000	3,350,000
Care Homes Fire Upgrade	342,000	148,000
Cinema and Music Venue	2,967,248	500,000
AHS New Build	0	0
Knab Dyke	71,000	0
AHS - New Build (subject to separate report) £49m	0	0
<b>Services Committee Sub-Total</b>	<b>7,380,248</b>	<b>3,998,000</b>
Energy Recovery Plant	230,000	292,000
Replacement Esplanade Toilets	100,000	18,000
Rova Head Reinstatement	60,000	140,000
A970 Oversund Junction	13,000	0
B9081 Mid Yell (Hillend Section)	260,000	10,000
Tingwall Airport	500,000	0
Scord Quarry Fixed Plant Replace	250,000	250,000
A971 Haggersta to Cova	70,000	2,000,000
Roads Rolling Accident Investigation & Prevention	90,000	100,000
<b>Infrastructure Committee Sub-Total</b>	<b>1,573,000</b>	<b>2,810,000</b>
IP Phones	70,000	0
Ness Of Sound Farm	22,000	12,000
Planning ICT Project	150,000	0
<b>Full Council for Executive Sub-Total</b>	<b>242,000</b>	<b>12,000</b>
<b>Sub-Total (Committed Projects/Legal Requirements)</b>	<b>9,195,248</b>	<b>6,820,000</b>
New Projects		
Refurbishment of Play Areas	210,000	175,000
Water Based Facilities (Marinas)	30,000	0
Little Tykes	38,300	344,700
Resource Centre (50% NHS Funding)	100,000	2,600,000
Leog Replacement	400,000	0
<b>Services Committee Sub-Total</b>	<b>778,300</b>	<b>3,119,700</b>
Bixter Bus Interchange	160,000	0
Wheeled Bins	126,000	59,500
Replacement Murrister Depot	180,000	0
School Speed Limits (part of Roads Rolling Traffic Mgt Programme)	360,000	0
Replacement Workshop Mid Yell	195,000	0
Recladding Gremista Workshop	0	94,000
Rural Toilets Spiggie & Sands of Sound	0	100,000
Fetlar Breakwater	300,000	2,600,000
Gremista Landfill Phase 2 (Design)	20,000	2,600,000
Whalsay Link	500,000	6,000,000
<b>Infrastructure Committee Sub-Total</b>	<b>1,841,000</b>	<b>11,453,500</b>
Town Hall Steps & Further Planned Improvements	0	0
Feasibility Studies	500,000	400,000
<b>Full Council for Executive Sub-Total</b>	<b>500,000</b>	<b>400,000</b>
<b>Sub-Total (New Projects)</b>	<b>3,119,300</b>	<b>14,973,200</b>
<b>Sub-Total (General Fund)</b>	<b>19,759,708</b>	<b>31,913,878</b>

### Non-Sullom Voe Harbour - General Fund

Existing Asset Maintenance & Ongoing Commitments		
Scalloway Water Main	50,000	250,000
New Projects		
Walls Pier	100,000	1,400,000
Scalloway Dredging	0	3,000,000
<b>Harbour Board Sub-Total</b>	<b>150,000</b>	<b>4,650,000</b>
<b>Sub-Total (Non-Sullom Voe Harbour - General Fund)</b>	<b>150,000</b>	<b>4,650,000</b>

<b>TOTAL GENERAL FUND</b>	<b>19,909,708</b>	<b>36,563,878</b>
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### Sullom Voe Harbour (debt finance & current revenue on Harbour Account)

Existing Asset Maintenance & Ongoing Commitments		
P&H Plant, Vehicles & Equipment	150,000	70000
P&H Navigational Aids	70,000	70000
Committed Projects/Legal Requirements		
Tugs for Sellaness	11,152,000	361,500
<b>Harbour Board Sub-Total</b>	<b>11,372,000</b>	<b>501,500</b>
<b>Sub-Total (Harbour Account)</b>	<b>11,372,000</b>	<b>501,500</b>

### Housing Revenue Account (debt finance & current revenue)

Land/Property Acquisition	678,851	Not available
Environmental Improvements	259,266	Not available
Community Care Projects	107,103	Not available
Feasibility Studies HRA	25,655	Not available
Opportunity Conversion	124,862	Not available
Heating Replacement Programme	157,103	Not available
External Re-render Programme	387,758	Not available
Lerwick Crudens	1,146,933	Not available
Retention/Final A/C	40,000	Not available
Housing Quality Standards	360,000	Not available
Replacement MIS System	200,000	Not available
Cap Rec/Sale Council Hs	(889,886)	Not available
<b>Sub-Total (Housing Revenue Account)</b>	<b>2,597,645</b>	<b>0</b>

<b>OVERALL TOTAL CAPITAL PROJECT SPEND</b>	<b>33,879,353</b>	<b>37,065,378</b>
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