

CLACKMANNANSHIRE COUNCIL

Report to Council of 6th November 2008

Subject: B9140 Realignment of Bends (Collylands to Glenochil - West)

Prepared by: Mac West, Roads & Transportation Manager

1.0 SUMMARY

- 1.1. Tenders have been returned for the proposed realignment of the B9140 between Glenochil and Collyland Roundabout. The lowest tender combined with other project costs is above the budget currently allocated for the project and it is proposed to vire funds from other transportation related budgets to allow the project to proceed on programme.

2.0 RECOMMENDATIONS

- 2.1. It is recommended that Council
- authorise the acceptance of the tender submitted by Kilmac Construction Ltd.
 - approve the proposed virement of £103,000 to allow the project to proceed.

3.0 BACKGROUND

- 3.1. One of the Council's main long term transportation objectives is upgrading the length of the B9140 from west to east to create a strategic east - west route from one side of the County to the other. Tullibody Bypass has been completed, as has Muirside Roundabout and Collyland Roundabout. The next planned phase is to improve the section of road between Glenochil and Collyland. Budget provision of £848,000 has been made to cover design, supervision, public utilities, land costs, site surveys and construction.
- 3.2. The project has been designed and competitive tenders have been obtained for the construction work.

<u>Tenderer</u>	<u>Tender Value</u>
Kilmac Construction Ltd.	£856,941.63
R.J.McLeod (Contractors) Ltd.	£947,164.00

Luddon Construction Ltd.	£953,113.94
Marshall Construction Ltd.	£984,106.56
Roads Contracts	£985,890.00
Tarmac Ltd National Contracting	£1,105,190.58

3.3. The lowest tender is that submitted by Kilmac Construction Ltd amounting to £856,941.63. To this must be added

Design Costs	£28,500.00
Site Supervision	£15,000.00
PU Diversions (Estimate)	£37,000.00
Land Costs (Estimate)	£10,000.00
Site Surveys	£ 3,500.00
Total	£94,000.00

This results in an anticipated total project cost of £951,000 against an available budget of £848,000 i.e. a deficit of £103,000. A number of factors have contributed to this variance including the length of the scheme necessary to achieve a suitable tie-in to the existing road and inflation which has been particularly high in the construction industry.

3.4. All options for reducing the construction cost have been considered and no potential for savings has been identified.

3.5. To allow the project to proceed it is proposed to vire funds from other transport related Capital Projects. It is proposed to vire £50,000 from 20mph Speed Reduction leaving a balance of £50,000 and £53,000 from Public Transport and Walking leaving a balance of £88,000. These balances will allow the greatest priorities to be addressed in these areas.

4.0 CONCLUSIONS

4.1. Kilmac Construction Ltd have submitted the lowest tender for the construction work but this still results in a total project cost above the available budget. To allow the project to proceed it will be necessary to supplement the available budget. It is proposed to do this by viring funds from other transportation related projects.

5.0 SUSTAINABILITY IMPLICATIONS

5.1. This project will improve road safety, reduce congestion and fuel consumption as well as aid economic development.

6.0 FINANCIAL IMPLICATIONS

- 6.1. The total projected project cost is above the allocated budget by £103,000. It is possible to accommodate this by viring funds from other transport related projects.

Projected Cash Flow

Element	Total	2008/09	2009/10
Construction	£857,000	£844,000	£13,000
Fees	£43,500	£43,000	£500
PU's, Land & Surveys	£50,500	£50,500	Nil
Total	£951,000	£937,500	£13,500

6.2. Declarations

- (1) The recommendations contained within this report support or implement Corporate Priorities, Council Policies and/or the Community Plan:

- **Corporate Priorities (Key Themes)** (Please tick)

- Achieving Potential
- Maximising Quality of Life
- Securing Prosperity
- Enhancing the Environment
- Maintaining an Effective Organisation

- **Council Policies** (Please detail)

Local Transport Strategy

Asset Management

- **Community Plan (Themes)** (Please tick)

- Community Safety
- Economic Development

Environment and Sustainability

✓

Health Improvement

✓

(2) In adopting the recommendations contained in this report, the Council is acting within its legal powers. (Please tick)

✓

(3) The full financial implications of the recommendations contained in this report are set out in the report. This includes a reference to full life cycle costs where appropriate. (Please tick)

✓

Head of Service

Director



Report to Council

To accompany all Reports to Council

To: Head of Administration And Legal Services

Author: Mac West	Date: 15 October 2008
Service: Development & Environmental Services	
Date of Meeting: 6th November 2008	
Title of Report: B9140 Realignment of Bends (Collyland to Glenochil - West)	

Recommendation that the attached report be:

1. Given unrestricted circulation

(tick appropriate box)

2. Taken in private

By virtue of paragraph ____ of schedule 7A, Local Government (Scotland) Act 1973.

Appendices attached to this report (if none, state "none")

1. None
- 2.
- 3.
- 4.

List of Background Papers (if none, state "none")

1. None
- 2.
- 3.
- 4.

Note: All documents specified must be kept available by the author for public inspection for four years from the date of the meeting at which the report is considered.

