

REPORT TO: ECONOMIC DEVELOPMENT COMMITTEE – 25TH FEBRUARY 2008

**REPORT ON: CORNER PROJECT AND SHORE TERRACE BUILDING –
HEATING REPLACEMENT
EXTENSION TO CONTRACT
CONTRACT NR. 07-1107**

REPORT BY: CITY ARCHITECTURAL SERVICES OFFICER

REPORT NO: 146-2008

1.0 PURPOSE OF REPORT

1.1 To obtain approval for extending the existing contract.

2.0 RECOMMENDATIONS

2.1 That approval be given for extending the existing contract and incurring estimated additional expenditure of approximately £27,500.

3.0 FINANCIAL IMPLICATIONS

3.1 The Head of Finance has stated that the additional expenditure can be funded from the Economic Development Department's Capital Plan 2007/2008.

4.0 POLICY IMPLICATIONS

4.1 The report has been screened for any policy implications in respect of Sustainability, Strategic Environmental Assessment, Anti-Poverty, Equality Impact Assessment and Risk.

4.2 There are no major issues.

5.0 ESTIMATED ADDITIONAL EXPENDITURE

5.1 Reference is made to Article II of the minute of meeting of the Economic Development Committee of 10 December 2007 when report No 646-2007 was approved. The report authorised acceptance of the lowest tender for the work, that of Taylor Mechanical Services Ltd., Dundee in the amount of £98,466.73 and agreed allowances of £21,215.20 bringing out a total project cost of £119,681.93.

5.2 Further works have been required as follows:-

(1) Additional work has been required comprising extending the new heating system into the Aberlour and Health Board areas of the building.

5.3 The anticipated cost of this additional work is expected to be in the region of £27,500 inclusive of an allowance for professional fees etc.

6.0 CONSULTATIONS

6.1 The Chief Executive, Head of Finance, Depute Chief Executives (Finance and Support Services) and the Director of Economic Development have been consulted in the preparation of this report.

7.0 BACKGROUND PAPERS

- 7.1 Reference is made to Article II of the minute of meeting of the Economic Development Committee of 10th December 2007 when report No 646-2007 was approved.

Rob Pedersen

City Architectural Services Officer

11 February, 2008

Q1/reports/07-1107