

**REPORT TO:** Housing, Dundee Contract Services and Environment Services Committee

**DATE:** 27 April 2009

**REPORT ON:** Douglas & Angus 1st & 4th Development - Kitchens and Bathrooms  
Extension to Contract  
Contract Nr. 08-564

**REPORT BY:** City Architectural Services Officer

**REPORT NO:** 236-2009

#### 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 £235,000 including allowances.

#### 3.0 FINANCIAL IMPLICATIONS

3.1 The Head of Finance has stated that the additional expenditure can be funded from the overall allowance for Heating, Kitchens, Bathrooms and Showers within the Housing Department's Capital Plan 2009/2010.

#### 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 the meeting of the Housing, Dundee Contract Services & Environment Services Committee of 9 March 2009 when report No 155-2009 was approved. The report authorised entering into a partnering contract with McGill Electrical Ltd., Dundee to carry out the installation of kitchens and bathrooms in 84 houses. The contract amount was £356,000, to which allowances of £51,065 were added giving a total project cost of £407,065.

5.2 The heating systems in 26 of these houses are soon due for upgrading / renewal and it is considered sensible to add this work to this contract in order to minimise disruption to the tenants. This work will cost approximately £135,000 including fees and allowances.

5.3 Also a further ten houses have been identified in the Douglas & Angus 3rd Development which require new heating, kitchens and bathrooms and it is considered beneficial to add these to this existing contract due to the proximity of the site. This work will cost approximately £100,000 including fees and allowances.

5.4 The total additional cost will be therefore be approximately £235,000 for the extra work identified in 5.2 and 5.3 above.

#### 6.0 CONSULTATIONS

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

There are no major issues.

**7.0 BACKGROUND PAPERS**

- 7.1 Reference is made to the meeting of the Housing, Dundee Contract Services & Environment Services Committee of 9 March 2009 when report No 155-2009 was approved.

**Rob Pedersen**

**City Architectural Services Officer**

**9 April, 2009**

Q2/reports/08-564