

Report of:	Meeting	Date	Item no.
Cllr L Bowen, Leisure and Culture Portfolio Holder and Michael Ryan, Corporate Director of People and Places	Cabinet	23 March 2016	8

**Poulton and Thornton Leisure Centres
Capital Improvement Works**

1. Purpose of report

- 1.1 To approve the funding of additional works as part of the Capital Improvement Scheme at Poulton and Thornton Leisure Centres and associated increase in client side costs.

2. Outcomes

- 2.1 Improved leisure facilities with a significant reduction in ongoing revenue expenditure.

3. Recommendations

- 3.1 That expenditure amounting to £152,336, in respect of contract variations at Poulton and Thornton Leisure Centres be approved.
- 3.2 That the additional client side costs payable to AECOM amounting to £50,000 be agreed.

4. Background

- 4.1 At the meeting of the Cabinet on 22 October, 2014, it was agreed to include provision for replacement roof coverings at Poulton and Thornton Leisure Centre as part of the approved package of capital works at a cost of £380,000.
- 4.2 Approval was also given to increase client side support from AECOM Limited by an amount of £15,000 as a result of the scheme extending beyond the original date for completion (Minute CAB.34 refers).

5. Key issues and proposals

- 5.1 As part of the scheme development a number of variations have been agreed totalling approximately £152,000. These include:

Thornton

- Survey and repair of pre cast concrete units
- additional preparation of existing floors
- replace five windows on east elevation
- overlay existing valley gutter and metal roofs
- UV lighting to ten pin bowling alley
- external lighting to building

Poulton

- removal of existing duct work to swimming pool air handling unit and installation of new ducting
- replacement air handling unit to swimming pool

- 5.2 The amendments to the scheme and revised completion dates have also resulted in associated increased client side support costs by AECOM of £50,000.

- 5.3 The capital investment was made on the basis of achieving revenue savings from the operation of the Council's leisure facilities by the Fylde Coast YMCA. The revenue budget for 2015/16 included a reduction of £130,000 as a result of the investment. The service is on course to deliver within the approved budget.

- 5.4 In addition, Members should be aware that the Contractor has lodged an Extension of Time claim. The extent of this claim is being vigorously opposed by the Council as revised completion dates were only partially due to variations added to the Contract by the Council. The details of the future settlement of this claim will be reported in due course.

Financial and legal implications	
Finance	After Cabinet's 22 October 2014 approval the total of client side costs and Poulton and Thornton Leisure Centre works, was £6,069,303. The additional client side (£50,000) and contract variations (£152,336), that will be funded by the Capital Investment Reserve, increase the overall scheme total to £6,271,639. This is reflected in the Cabinet Capital Programme approved by Cabinet 17 February 2016.

Legal	Compliance with the Council's Financial Procedure Rules Appendix F which permits exemptions to the contract procedures where the goods works or services constitute an extension or variation of an existing contract.
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Other risks/implications: checklist

If there are significant implications arising from this report on any issues marked with a ✓ below, the report author will have consulted with the appropriate specialist officers on those implications and addressed them in the body of the report. There are no significant implications arising directly from this report, for those issues marked with a x.

risks/implications	✓ / x
community safety	x
equality and diversity	x
sustainability	x
health and safety	✓

risks/implications	✓ / x
asset management	✓
climate change	x
data protection	x

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List of background papers:		
name of document	date	where available for inspection

List of appendices

arm/ex/cab/cr/16/2303mr1