

Report To:	STRATEGIC PLANNING AND CAPITAL MONITORING PANEL
Date:	28 November 2016
Executive Member / Reporting Officer:	Councillor Gerald Cooney - Executive Member, Healthy and Working Damien Bourke – Assistant Executive Director, Development, Growth and Investment
Subject:	ACTIVE TAMESIDE - CAPITAL INVESTMENT PROGRAMME UPDATE
Report Summary:	This report provides a summary of progress to date with the delivery of the Council's capital investment programme into improving sports and leisure facilities in Tameside.
Recommendations:	That Strategic Planning and Capital Monitoring Panel notes the contents of the report.
Links to Community Strategy:	The Community Strategy 2012-22 (and the Corporate Plan 2013-18) outlines the priorities for improving the borough of Tameside. This proposal directly links to the Tameside Sustainable Community Strategy objective of 'Healthy Tameside'.
Policy Implications:	This proposal supports the Tameside Health and Wellbeing Strategy and, specifically the strategic priority pertaining to reducing physical inactivity and improved physical activity levels across Tameside.
Financial Implications: (Authorised by the Section 151 Officer)	Section 2.1.3 of this report provides an update on the Active Medlock Roof Replacement scheme which has a budget of £0120m. The actual cost of the scheme, including fees, is £0.129m leaving a shortfall of £0.009m. Existing revenue budget in the Place Directorate has been identified to fund the £0.009m. Section 2.1.4 of this report provides an update on the New Denton Wellness Centre scheme. It should be noted that the Denton Link new access road is estimated to cost £2m and is externally funded, mainly by grants. The link road scheme is included in the Engineers 2016/17 Capital Programme. The £2m link road scheme is additional to the £14.7m Wellness Centre scheme cost stated in section 2.1.4. Once implemented in full, the capital investment proposals will enable revenue investment in Active Tameside to be reduced from £1.865m in 2015/16 to £0.715m by 2019/20 (a reduction of £1.150m), and to £0.441m by the end of the existing contract in 2023/24 (a reduction of £1.424m).
Legal Implications: (Authorised by the Borough Solicitor)	Officers need to ensure that through robust project management techniques that the projects referred to in the report are delivered within the available budget and timeframe. Clearly any variations over £100k will need clear and transparent governance.

Risk Management:

Risk management is considered in section 3 of the report.

Access to Information:

The background papers can be obtained from the author of the report, Ade Alao, Head of Investment and Development, by:



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1. INTRODUCTION

- 1.1 This report provides a summary of progress to date with the delivery of the Council's capital investment programme into improving sports and leisure facilities which was approved by Executive Cabinet in March 2016. The £20.40 million investment (£2.85 million of which will be funded by Active Tameside) will provide high quality sports and leisure facilities in Tameside, create a platform to reduce physical inactivity and develop a sustainable funding model for Active Tameside.
- 1.2 Additional benefits from the programme include a reduction in dependence on other Council and health services, increased participation in community life, and improved quality of life for all residents including the most vulnerable.
- 1.3 Once implemented in full, the proposals will enable revenue investment in Active Tameside to be reduced from £1.865 million in 2015/16 to £0.715 million by 2019/20 (a reduction of £1.150 million or 62%), and to £0.441 million by the end of the contract in 2023/24 (a reduction of £1.424 million or 76%).
- 1.4 This report provides a summary of progress to date and identifies adjustments to the Capital Programme. Approval for any capital rephrasing highlighted in this report will be dealt with in the Capital Monitoring Report – Quarter 2 (2016/17) in March 2017.

2. CAPITAL INVESTMENT PROGRAMME UPDATE

- 2.1 Delivery of the capital investment programme is now underway and progress with individual elements are as follows:

Active Copley Heating Replacement (£0.369m) - The heating system installation has been completed and is now fully operational. The Copley Academy has installed its own heating system which now operates independently from the leisure centre.

Active Copley Pitch Replacement (£0.177m) - The synthetic turf pitch installation has now been completed.

Active Medlock Roof Replacement (£0.120m) - The roof replacement scheme has now been tendered with tender costs of £0.129m leaving a shortfall of £0.009m. The installation is now scheduled to take place between March and May 2017 to ensure that the facility is fully operational for the start of the summer school holidays. A further update on the financial implications will be presented at the next SPCMP meeting.

Active Hyde Wave Machine Replacement (£0.060m) - The installation will require a facility closure with a loss of income for Active Tameside. With Active Hyde also needing to close for integrating the new pool extension during Spring 2017, therefore it is proposed to carry out both closures at the same time to minimise the financial and operational impacts. A further update on the financial implications will be presented at the next SPCMP meeting.

Active Hyde Pool Extension (£2m) - The project is currently at the planning application and invitation to tender stage. It is anticipated that works will commence on site in Spring 2017.

New Denton Wellness Centre (£14.7m) – Design development is progressing well and with the new Denton Link Road due to complete in March 2017, the project is on course to commence on site in Summer/Autumn 2018. Discussions are ongoing with Sport England to attract additional capital grant towards the cost of the project and with the Tameside Investment Partnership and Network Space to ensure the development is undertaken in accordance with the requirements of the Public Contracts Regulations 2015. It should be noted that Active Tameside are financing £1.05m of the £14.7m total project cost.

Active Dukinfield (iTRAIN) (£2.3m) - The Active Dukinfield (iTRAIN) facility is due for completion in January 2017 with a phased opening to the public. It should be noted that Active Tameside are financing £1.0m of the £2.3m total project cost.

Active Longdendale (Total Adrenaline) (£0.600m) - The new play centre (Total Adrenaline) is due to open to the public on 19 November 2016. It should be noted Active Tameside are financing the total cost of this scheme.

Overall, good progress is being maintained with the delivery of the programme.

3. RISK MANAGEMENT

3.1 As with all capital projects, costs are subject to change from previously estimated through project development and delivery. In the event of costs for any element exceeding budget estimates, one or more of the following mitigation actions may be required:

- Further value engineering to reduce cost;
- Adjustment to the specification to reduce cost;
- Seeking additional capital contribution or reallocation of capital already allocated.

3.2 Time delays on the indicative programme may also arise during project development and delivery.

3.3 A robust project and programme management regime is being implemented to mitigate these risks.

4. RECOMMENDATIONS

4.1 As set out at the front of this report