



SOUTH  
KESTEVEN  
DISTRICT  
COUNCIL



# Finance and Economic Overview and Scrutiny Committee

8 May 2024

Report of Councillor Richard Cleaver,  
Deputy Leader of the Council (Cabinet  
Member for Property and Public  
Engagement)

## Update report in respect of the construction of the Waste Depot, Turnpike Close Grantham

### Report Author

Richard Wyles, Deputy Chief Executive and s151 Officer



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### Purpose of Report

This report sets out the latest position with respect to the new Waste Depot project and confirms the next period of activity.

### Recommendations

1. The Finance and Economic Overview and Scrutiny Committee is asked to note the progress made and the next steps on the delivery of the new Depot at Turnpike Close Grantham.
2. The Finance and Economic Overview and Scrutiny Committee is asked to request that regular reports on the construction of the new Waste depot Turnpike Close Grantham are presented at each meeting.

### Decision Information

|   |                   |
|---|-------------------|
| Is this a Key Decision?   | Key Decision      |
| Does the report contain any exempt or confidential information not for publication? | N/a               |
| What are the relevant corporate priorities?   | Effective Council |
| Which wards are impacted?   | Earlesfield Ward  |

## 1. Implications

Taking into consideration implications relating to finance and procurement, legal and governance, risk and mitigation, health and safety, diversity and inclusion, safeguarding, staffing, community safety, mental health and wellbeing and the impact on the Council's declaration of a climate change emergency, the following implications have been identified:

### ***Finance***

- 1.1 Budget approval of £8.8m has been given for this project and the ongoing financial updates will be presented to the Finance and Economic Overview and Scrutiny Committee.

Completed by: Richard Wyles, Deputy Chief Executive and s151 Officer

### ***Legal and Governance***

- 1.2 There are no significant legal and governance implications associated with this proposal.

Completed by: Mandy Braithwaite, Legal Executive

## 2. Background to the Report

- 2.1 At its meeting on 16 April 2024, Cabinet approved the following recommendations:

- *Approves the outcome of the tender process and appoints Lindum Group Ltd as the preferred contractor for the construction of the Turnpike Close construction contract.*
- *Delegates to the Deputy Chief Executive in consultation with the Cabinet Member for Property and Public Engagement to enter into a NEC4 Professional Services Contract with Lindum Group Ltd in order to develop the submitted design to Stage 4 supported by a Value Engineering process in order to align the overall contract price with the approved budget.*
- *Following the conclusion of the Value Engineering, delegation be granted to the Deputy Chief Executive in consultation with the Cabinet Member for*

*Property and Public Engagement to enter into the construction contract to enable the commencement of the works.*

- 2.2 The report presented to Cabinet sets out there will be a period of value engineering with the preferred contractor in order to reduce the submitted bid to the budgeted level. In summary the activities necessary are:

|   | Provisional Programme Summary                                |
|---|--|
| <b>Cabinet Approval</b>                                     | 16 <sup>th</sup> April 2024                                  |
| <b>Value Engineering Period</b>                             | 16 <sup>th</sup> April – 3 <sup>rd</sup> May 2024            |
| <b>Enter into NEC4 Professional Services Contract</b>       | 14 <sup>th</sup> May 2024                                    |
| <b>Progression of Stage 4 Design</b>                        | 3 <sup>rd</sup> May – 2 <sup>nd</sup> July 2024              |
| <b>Design Evaluation, Completion and legal preparation.</b> | 23 <sup>rd</sup> July – 7 <sup>th</sup> September 2024       |
| <b>Construction Contract Award</b>                          | 18 <sup>th</sup> September 2024                              |
| <b>Contractor mobilisation period</b>                       | 19 <sup>th</sup> September – 9 <sup>th</sup> October 2024    |
| <b>Construction Period</b>                                  | 9 <sup>th</sup> October 2024 commences                       |
| <b>Targeted completion date</b>                             | 22 <sup>nd</sup> October 2025                                |
| <b>Mobilisation Period</b>                                  | 23 <sup>rd</sup> October 2025 – 22 <sup>nd</sup> November 25 |
| <b>Operational Go-live</b>                                  | 25 <sup>th</sup> November 2025                               |

- 2.3 The above table shows that there further steps that are necessary before on-site construction can commence. The dates shown are provisional as the various stages outlined are subject to change depending on progress that can be made.
- 2.4 The value engineering will be undertaken in conjunction with Lindums directly but within the parameters of the already approved planning permission of the development. Therefore the focus will be on modifications to the design and materials that will reduce the price without compromising the design of the overall depot. The modifications will not affect the overall sustainability of the new site nor will there be a reduction in the overall quality and life expectancy.

- 2.5 The Finance and Economic Overview and Scrutiny Committee has asked that regular updates are presented as the project progress through the various stages of the development.
- 2.6 A project dashboard will be developed that will show progress, risks, milestones and ongoing financial updates and will be presented to the Committee in order to provide regular updates on the construction progression.

### **3. Key Considerations**

- 3.1 This report sets out the latest position with this important project and the next stages in order to deliver the overall scheme. It is important the Committee is kept updated as the scheme progresses.

### **4. Other Options Considered**

- 4.1 No other options are considered.

### **5. Reasons for the Recommendations**

- 5.1 These are set out in the report.

### **6. Background Papers**

- 6.1 The Cabinet report can be accessed here:

[Agenda for Cabinet on Tuesday, 16th April, 2024, 2.00 pm | South Kesteven District Council](#)