



SOUTH
KESTEVEN
DISTRICT
COUNCIL

Finance and Economic Overview and Scrutiny Committee

17th September 2024

Report of Councillor Richard Cleaver,
Cabinet Member for Property and
Public Engagement

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

Report Author

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Purpose of Report

This report provides a progress update on the construction of the new Waste Depot at Turnpike Close, Grantham.

Recommendations

The Finance and Economic Overview and Scrutiny Committee is asked to note the current position with respect to the delivery of the new Waste Depot Turnpike Close Grantham for the period up to 5th September 2024.

Decision Information

Is this a Key Decision?	N/a
Does the report contain any exempt or confidential information not for publication?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 by Council 28th September 2023 (£8m) and 29th February 2024 (£800k) and the ongoing financial updates are being 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: Graham Watts, Assistant Director (Governance and Public Protection) and Monitoring Officer

2. Background to the Report

- 2.1 The Finance and Economic Overview and Scrutiny Committee (FEOSC) was provided with an update on the new Waste Depot project at the last meeting on 17th July 2024 following the decision that the Committee would be provided regular updates at each of their meetings during the project delivery phase. This report is the third of the project updates the Committee will receive following report to the Committee at their last meeting.

Updated Timetable

- 2.2 The following provisional programme summary was presented at the July 2024 meeting. There has been some slight change from the original project timeline due to unforeseen circumstances leading to a change in design request from the client, and an updated proposed programme is outlined below:

	Programme Summary	Proposed Programme
Cabinet Approval	16 th April 2024	16 th April 2024
Value Engineering Period	16 th April – 24 th May 2024	16 th April – 24 th May 2024
Enter into NEC4 Professional Services Contract	14 th June 2024	14 th June 2024
Progression of Stage 4 Design	17 th June – 9 th August 2024	17 th June – 23 rd August 2024
Design Evaluation, Completion and legal preparation.	9 th August – 20 th September 2024	27 th August – 24 th September 2024
Construction Contract Award	27 th September 2024	Early October 2024
Contractor mobilisation period	30 th September - 11 th October 2024	Mid October 2024
Construction Period commences	11 th October 2024	29 th October 2024
Targeted completion date	22 nd October 2025	22 nd October 2025
Mobilisation Period	23 rd October 2025 – 22 nd November 25	23 rd October 2025 – 22 nd November 25
Operational Go-live	25 th November 2025	25 th November 2025

- 2.3 The above table shows that works as relating to the RIBA Stage 4 detailed design of the construction have now been undertaken. A value engineering (VE) exercise has also been completed to identify savings necessary to reduce the project costs, which have been confirmed as part of the stage 4 design phase. This period has taken slightly longer than expected in order to ensure the VE proposals did not compromise the quality or efficiency of the new depot.

2.4 Value Engineering Summary

As part of the RIBA Stage 4 Design construction costs have been compiled and works costs have now been rationalised to bring the Revised Tender sum to £7.99m. Officers are now working with the design team and contractor to evaluate the revised submission and progression of legal documentation for completion.

- 2.5 Following positive feedback from members at the July meeting the format of the supporting dashboard remains unchanged. It has been updated to reflect the updated position in relation to the revised project tender sum and current project risks and is shown at Appendix A.

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 previous update reports can be accessed here:

[Agenda for Finance and Economic Overview and Scrutiny Committee on Thursday, 27th June, 2024, 2.00 pm | South Kesteven District Council](#)

[Agenda for Finance and Economic Overview and Scrutiny Committee on Wednesday, 17th July, 2024, 10.00 am | South Kesteven District Council](#)

7. Appendix

- 7.1 Appendix A – Project Dashboard as at 5 September 2024.