

Performance and Resources Committee Meeting

Date of Meeting	Friday 1 December 2017
Paper Title	Capital Funding 2017-18 – Progress Report
Agenda Item	11 (b)
Paper Number	PRC2-H
Responsible Officer	Jim Godfrey, Interim Finance and Resources Director
Status	Disclosable
Action	For Noting

1. Report Purpose

- 1.1. Consider the progress reports for the capital projects in 2017-18.

2. Recommendations

- 2.1. The Committee is invited to **note** the progress made by the colleges in respect of the capital projects in 2017-18.

3. Background

- 3.1. The allocation of capital funds to each of the 3 colleges were agreed by this Committee at its previous meeting on 16 June 2017. Decisions were communicated to each of the colleges on 20 June 2017 and since then the colleges have been progressing these projects.

- 3.2. The amounts allocated were as follows:

	City of Glasgow College	Glasgow Clyde College	Glasgow Kelvin College	Total
Lifecycle Maintenance	£1,056,800	£748,000	£478,900	£2,283,700
LAN Infrastructure		£985,000		£985,000
STEM Innovation	£427,200			£427,200
Interactive Smartboards		£300,000		£300,000
Building Improvements			£284,000	£284,000

4. City of Glasgow College Update

4.1. City of Glasgow College is currently progressing its Stem Project as outlined below:

Project	Description	Status	Initial Budget (£'000)	Revised Forecast (£'000)
Stem Innovation	Investments in IT/Smart Labs, Instrumentation & Control Rigs and High Specification PCs and Monitors	<p>A suitable location has been identified (the gateway area on the fourth floor of our Riverside Campus). The location will become the centre for STEM & Innovation and house the procured equipment and in time deliver the curriculum. Our Estates Team and FES are working on the required adjustments needed to ensure that this area is suitably transformed to meet the technical requirements and to stand out as a distinct centre.</p> <p>Robotic Kits: The tender process is complete and was awarded to Studica.</p> <p>Level Flow Rig: The tender process is complete and was awarded to Festo Ltd.</p> <p>Miniature Factory: The tender process for the large pneumatic (miniature factory) rig has been put out to bidders and bidders have returned. This is currently at the evaluation stage will be completed shortly.</p>	427.2	427.2

4.2. City of Glasgow College also received £1,056,800 towards the cost of lifecycle maintenance. Of this, £850,000 will be used to contribute towards the cost of the £2.5m NPD unitary charge and £206,800 to meet maintenance costs not included in the NPD contract.

5. Glasgow Kelvin College Update

5.1. Glasgow Kelvin College is currently progressing phase 2 of its Capital Plan with a total value of £2.6m. GCRB funded/part funded a number of projects, progress on each one is provided below:

Project	Description	Status	Initial Budget (£'000)	Revised Forecast (£'000)
Easterhouse Subsidence	Remedy subsidence and re-instate area	Complete	90	60
Security and Fire Systems	Project to install an integrated, open source fire and security system across all campuses	Complete	74	70
Campus Developments Springburn/ Easterhouse	-Science Storage -Front entrance -ICT Office -Relocation of admissions Learning Centre re-modelling Contribution to Estates work to create Innovation Centre.	Complete	120	154
Springburn & Easterhouse LAN	To improve network performance, learning experience and staff efficiency at Springburn Campus per ICT Strategy and Capital Investment Plan	Specification under development in partnership with Glasgow Clyde College. Anticipated that hardware will be purchased in March, installed during Easter break and during summer 2018 due to significant downtime associated with project. Majority of cost spent in March 2018.	246	246
Thin Client Installation	Project to implement an efficient, secure and modern ICT infrastructure over two years as per ICT Strategy. The College has 443 PC's on its network which are over 7 years old and a further 651 which are 5-6 years old	Specification now complete and procurement process underway. GCRB Funding is £264k, GKC £322k, total cost is £586k.	264	264
Total			794	794

- 5.2.** Glasgow Kelvin College also received £478,900 towards the cost of lifecycle maintenance. The lifecycle maintenance grant is critical to ensuring that the College is able to carry out day to day planned and reactive maintenance in respect of all of its campus buildings. The funding of contributes significantly to the totality of non-staff related Estates costs at the College which are budgeted at £1.7m in the current academic year. Of this total budget, £740k is allocated to replacement equipment and furniture, plant maintenance, general redecoration and cleaning and reactive repairs and replacements.

6. Glasgow Clyde College Update

- 6.1.** Glasgow Clyde College is currently progressing the following capital projects:

Project	Description	Status	Initial Budget (£'000)	Revised Forecast (£'000)
Interactive Smartboards	Procurement of 53 units	Complete. The College purchased 54 Avocor Smartboards, which were installed over the summer of 2017.	300	300
Anniesland LAN	Upgrade of network infrastructure	Tender issued 1 November 2017 with responses due by 20 November 2017. Commencement of contract 1 January 2018.	475	475
Total			775	775

- 6.2.** Glasgow Clyde College also received £748,000 towards the cost of lifecycle maintenance.
- 6.3.** Of this total, £400,000 has been invested in the programme of capital works over the summer period. This includes upgrades to the following areas: Anniesland Campus - Entrance Foyer, Bench Fitting Workshop, New Electrical Workshop and 2nd floor Classroom, Cardonald Campus - 3rd Floor Therapy Rooms, Langside Campus - Mary Stuart Building Entrance Foyer and Main Building Art Room, Shared Storage solution for the School of Media and Performing Arts, Television Production unit to allow GCC students to explore their potential with broadcast equipment to produce new and exciting video content.
- 6.4.** The remaining £348,000 has been spent on revenue works including redecoration and flooring replacement in general circulation areas across all three campuses based on the greatest priority need within the funding available.

7. Allocation to Alternative Projects

- 7.1.** It is expected that actual costs will sometimes be higher or lower than an initial estimate. This may be as a result of a competitive tendering exercise or the identification of a problem that becomes apparent during the course of project implementation.
- 7.2.** Within the limits of the overall allocation, the Committee agreed at its last meeting that a college may offset savings on one approved project with additional expenditure on another approved project. Should this arise, the College will send an email to the Executive Director outlining the reasons for the variation.
- 7.3.** The Executive Director will consider requests where this change is less than £50,000 in the financial year. Budget changes approved by the Executive Director will be reported to the next meeting of this Committee.
- 7.4.** Amounts greater than £50,000 will be referred to this Committee for approval.

8. Risk Analysis

- 8.1.** As the individual projects are now complete there are no further risks in respect of the allocation of capital funds.

9. Legal Implications

- 9.1.** No legal implications are identified.

10. Resource Implications

- 10.1.** The financial implications are outlined above.

11. Strategic Plan Implications

- 11.1.** The provision of high quality learning environments is integral to the delivery of commitments made in the Regional Outcome Agreement 2017-18 and the Regional Strategic Plan 2017-22.