

Borders NHS Board



ROXBURGH STREET REPLACEMENT SURGERY PROJECT – UPDATE FEBRUARY 2016

Aim

To provide the Board with an update on the progress made on the Roxburgh Street Replacement Surgery Project.

Background

NHS Borders Board was previously updated on the status of the Roxburgh Street Replacement Surgery Project in October 2015.

The project is being delivered by the Scottish Government Procurement partner hub South East Territory through the nationally appointed Tier 1 contractor Morrison's Construction, who are delivering the project through a partnership approach with local construction firm ESH Borders Construction.

October - February 2016 Progress

The following elements of work have taken place since the last update

- **Demolition Works**
The demolition contract was awarded and on site works started in the middle of January and concluded on the 8th February 2016
- **Confirmation of funding has been received from Scottish Ambulance Service (SAS) of £65k to support the project**
- **Confirmation of funding from hub South East Territory of £55k has been received to support the project**
- **Stage 1 approved**
Approval was given to hub for Stage 1 on 21st January 2016, which enabled NHS Borders to progress to the detailed design stage of the procurement process.
The Stage 1 cost plan details an estimated cost of £1.914m excluding vat. In addition to the Stage 1 cost plan further funding is required to cover the cost of the demolition contract and the purchase of moveable furniture, fittings and equipment for the new premises. Total resources allocated to the project from the Board's approved Capital Plan totals £2.125m. After receiving financial support from SAS and hub a shortfall of £200k remains on this project.
- **Stage 2 detailed design**
The detailed design work to inform the construction contract for works packages is being progressed. The room layout drawings have been produced and are being reviewed for sign off by the stakeholders.
- **Weekly updates are taking place between hub, Tier 1 and Esh Borders and NHS Borders Capital Project Team.**

- Regular updates to, and meetings with, the wider Project Team members (GP Practice, Primary Care Team, SAS) are taking place.

Future period planned works

- An additional site survey is to be completed following demolition of the existing building. If issues are identified this may result in a cost increase.
- A request has been submitted to SAS and hub for any further funding contributions. Responses have been requested by the end of February.
- Work is ongoing with the GP Practice on the disposal process for the current GP premises.
- The Construction Contract is scheduled to be signed off on the 6th May 2016.
- Construction is due to start on site at the end of May 2016
- The Commissioning and handover of the new premises is programmed for February 2017.

Summary

This paper provides an update on the progress made on the Roxburgh Street Replacement Project and highlights the key timeline for the completion of the project.

The current Stage 1 cost of the project is detailed as £1.914m excluding vat. In addition the Board has allocated capital resources to cover the demolition contract and purchase of furniture, fittings and equipment. Capital resources identified in the Board's capital plan total £2.125m and SAS and hub have agreed to provide some funding support to this project which results in a shortfall of £200k being reported.

Recommendation

The Board is asked to

- **note** the update on progress made on the Roxburgh Street Replacement Project.
- **approve** an additional capital allocation of £200k to the project to enable agreement to be given to the Construction Contract following completion of Stage 2 detailed design.

Policy/Strategy Implications	This report ensures the Boards agreed capital governance process is followed.
Consultation	Capital governance groups
Consultation with Professional Committees	Relevant stakeholders have been involved
Risk Assessment	A specific risk register has been produced for the project
Compliance with Board Policy requirements on Equality and Diversity	Business Case approval supported by impact assessment.
Resource/Staffing Implications	Additional capital resources required to deliver the project.

Approved by

Name	Designation	Name	Designation
Carol Gillie	Director of Finance, Procurement, Estates & Facilities		

Author(s)

Name	Designation	Name	Designation
Susan Swan	Deputy Director of Finance (Financial Accounting)		