Item: 5

Asset Management Sub-committee: 2 November 2026.

Corporate Asset Improvement Programmes.

Capital Expenditure Monitoring.

Report by Head of Finance.

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1. Overview

1.1. This report presents the summary position of expenditure incurred as at 30 September 2026 in respect of the approved corporate asset improvement programmes for 2026/27, for scrutiny.

1.2. To demonstrate a focus on maintaining existing assets of the Council and ensuring that our buildings and infrastructure are maintained at levels expected by the Orkney public and that our IT, plant and vehicles achieve modern standards of security, safety and emissions, annual capital improvement and replacement programmes of work are agreed by the relevant service Committee or Sub-committee.

1.3. Delivery of planned programmes of work are thereafter monitored throughout the financial year by the relevant service Committee or Sub-committee.

1.4. The annual programmes of capital improvements are approved by the Asset Management Sub-committee. The plant and vehicle replacement programme, the corporate asset improvement programme and the IT capital improvement programme for financial year 2026/27 were approved on 24 March 2026.

1.5. Under delegated powers, the Head of Finance, approved the addition of £1,045,000 for quarry plant and equipment to the 2026/27 Capital Programme. This investment is fully funded by £533,000 from the Islands Accelerator Fund and £480,000 from Scottish Government Connectivity funding.

1.6. The table below provides an overview of the expenditure incurred as at 30 September 2026.

Project Description	Expenditure as at 30 September 2026	Annual Budget 2026/27	Probable Out-turn 2026/27	Overspend/ (Underspend)
IT Replacement Programme	£201,363.	£600,000.	£600,000.	£0.
General Fund - Plant, Equipment and Vehicle Replacement Programme	£470,062.	£1,400,000.	£1,398,012.	(£1,988)
Trading Services - Plant, Equipment and Vehicle Replacement Programme	£56,327	£1,045,000.	£1,065,943.	£20,943.
General Fund – Capital Improvement Programme	£280,569.	£2,174,000.	£1,569,901.	(£604,099).
Strategic Reserve Fund – Capital Improvement Programme	£0.	£118,600.	£3,950.	(£114,650).
Total	**£1,008,321**	**£5,337,600.**	**£4,637,806**	**(£699,794)**

1.7. A detailed breakdown of the approved programmes of work for financial year 2026/27, including individual project updates are attached as Appendices 1 and 2.

2. Recommendations

2.1. It is recommended that members of the Sub-committee:

i. Note the summary position of expenditure incurred as at 30 September 2026 against the approved corporate asset improvement programmes for 2026/27, as detailed in section 1.6 of this report.

ii. Note the detailed analysis of expenditure figures and programme updates in respect of the approved corporate asset improvement programmes for 2026/27, attached as Appendices 1 and 2 to this report.

For Further Information please contact:

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Implications of Report

1. **Financial** The Financial Regulations state that Corporate Directors can incur expenditure within approved revenue and capital budgets. Such expenditure must be in accordance with the Council's policies and objectives and subject to compliance with the Financial Regulations.
2. **Legal** Regular financial monitoring and reporting helps the Council meet its statutory obligation to secure best value.
3. **Corporate Governance** In terms of the Scheme of Administration, monitoring, on a quarterly basis, the levels of expenditure incurred against the approved annual capital improvement programmes is referred to the Asset Management Sub-committee.
4. **Human Resources** N/A
5. **Equalities** An Equality Impact Assessment is not required for financial monitoring.
6. **Island Communities Impact** An Island Communities Impact Assessment is not required for financial monitoring.
7. **Links to Council Plan** The proposals in this report support and contribute to improved outcomes for communities as outlined in the following Council Plan strategic priorities:
   ☐ Growing our economy.
   ☐ Strengthening our communities.
   ☐ Developing our Infrastructure.
   ☐ Transforming our Council.
8. **Links to Local Outcomes Improvement Plan** The proposals in this report support and contribute to improved outcomes for communities as outlined in the following Local Outcomes Improvement Plan priorities:
   ☐ Cost of Living.
   ☐ Sustainable Development.
   ☐ Local Equality.
   ☐ Improving Population Health.
9. **Environmental and Climate Risk** Where resources allow, improvement works can include 'greener' solutions.
10. **Risk** Improvement of existing assets can help reduce risks associated with these assets.
11. **Procurement** Any contractual arrangements require to comply with the Financial Regulations and Contract Standing Orders.
12. **Health and Safety** Well-maintained assets will assist the Council in complying with relevant Health and Safety requirements for both staff and the public.
13. **Property and Assets** Included throughout the report and detailed in the Appendix.
14. **Information Technology** Up to date IT systems should help reduce risk to the Council.

15. Cost of Living N/A

List of Background Papers

Asset Management Sub-committee, 24 March 2026, Plant and Vehicle Replacement Programme, IT Replacement Programme and Corporate Asset Improvement Programme

Appendices

Appendix 1 - Corporate Asset Improvement Programme Expenditure Monitoring Report 2026/27 – Q2
Appendix 2 – Summary of Plant and Vehicle Replacement Programme 2026.27 – Q2 update.

Appendix 1

IT Replacement Programme 2026/2027	Actual Spend to 30/09/2026 (£s)	Budget (£s)	Probable Out-turn (£s)	Overspend/ (Underspend) (£s)
Datacentre Replacement	8,333	30,000	30,000	0
Replacement Network Room Maintenance and Monitoring Equipment.	Orders have been placed for additional battery Universal Power Supplies (UPS) for the datacentres, some have arrived and have been installed. Awaiting invoices.			
Device Replacement	11,845	100,000	100,000	0
£50,000 - Replacement of end User Devices (Corporate). *£50,000 - Replacement of end User Devices (Schools).*	Devices have been ordered, however there has been a delay in some deliveries due to component shortages. Some have now arrived and we are awaiting these invoices. Orders to the full value of this account have been placed to ensure delivery before end of financial year.			
Local Area Network (LAN)	87,520	110,000	110,000	0
£20,000 - Wi-Fi Modernisation. *£90,000 - Replacement of Network Switches.*	Kirkwall Grammar School Core Replacement Switches are now in stock and are in the process of being installed. The residual amount will be spent on replacing older networking switchgear as part of the normal replacement programme.			
Telephony	10,156	25,000	25,000	0
Analogue to Digital Switchover - Complete Replacement of Voice Infrastructure.	This fund is being used to update the remaining Council telephony systems from analogue to digital. Additional phones and associated infrastructure has been ordered which will fully use this budget.			
Wide Area Network (WAN)	88,924	110,000	110,000	0
£55,000 - Proxy Firewall Replacements. *£55,000 - Replace Core WAN Infrastructure.*	The majority of this budget has been utilised to maintain an up-to-date secure Wide Area Network. The remaining budget will be used to upgrade some connections to sites, particularly in areas known to have winter disruption for example Braeburn Care Facility and St Margaret's Hope School. Many new connections are in place and invoices are now expected.			
Server Replacements	5,331	175,000	175,000	0
£85,000 - Replacement of Servers that are at end of life. *£90,000 - Replacement of Storage approaching capacity and enhance resilience of data backups.*	This budget has been fully committed with the major components being the replacement of the server infrastructure in the Council two main datacentres. This infrastructure has been installed, configured and is ready for use. The migration of the data is planned and in the process of being actioned.			
Other	(10,746)	50,000	50,000	0
Allocation to Replace Failures not covered by repairs. Systems that fail security audit requirements. Particularly WAN wireless.	This budget has some items purchased against it and invoices are imminent. However, this budget is retained for emergency replacements in the first instance and are usually required over the winter period. Hence this budget is held back in reserve at present but will be fully utilised. This is a timing difference and will be corrected once the outstanding invoices are received.			
IT Replacement Programme 2026/2027	**201,363**	**600,000**	**600,000**	**0**

Plant and Vehicle Replacement Programme 2026/2027	Actual Spend to 30/09/2026 (£s)	Budget (£s)	Probable Out-turn (£s)	Overspend/ (Underspend) (£s)
Plant & Vehicles Replacement Programme - General Fund	470,062	1,400,000	1,398,012	(1,988)
General Fund PVR programme as approved by AMS 24/03/2026	See Appendix 2.			
Plant & Vehicles Replacement Programme – Marine Services	56,327	0	56,327	56,327
Plant and Vehicle replacement – Marine Services	See Appendix 2.			
Plant & Vehicles Replacement Programme - Quarries	0	1,045,000	1,009,616	(35,384)
Plant and Vehicle replacement - Quarries	See Appendix 2.			
Plant & Vehicles Replacement Programme - UHI	0	0	0	0
Plant and Vehicle replacement - UHI Orkney	To date nothing has been requested by UHI.			
Plant and Vehicle Replacement Programme 2026/2027	**526,389**	**2,445,000**	**2,463,955**	**18,955**

Corporate Improvement Programme 2026/2027	Actual Spend to 30/09/2026 (£s)	Budget (£s)	Probable Out-turn (£s)	Overspend/ (Underspend) (£s)	Total Project Spend (£s)	Total Project Budget (£s)	Total Project Out-turn (£s)	Total Project Overspend / (Underspend) (£s)
Corporate Improvement - Contingency	0	4,500	0	(4,500)	0	4,500	0	(4,500)
Contingency to be utilised to develop future projects once resource identified to develop the required projects.	Contingency to be utilised on unforeseen works and acceleration of future works as deemed necessary to ensure capital budget is fully utilised. Outturn figure is zero.							
Council Offices - High level survey and scheme design	143,459	250,000	250,000	0	1,275,834	1,630,000	1,630,000	0
Project to address water ingress issues and stone erosion. *- Design Tender accepted June 2020.* *- Survey works completed in September 2020.* *- Design works to be completed in financial year 22/23.* *- Tender accepted June 2023.* *- Multi phase construction to commence 2023 and likely to run to 2033.*	Contract 2 - Procured in March 2025 and commenced on-site in June 2025. This contract covers two elevations in 2025 - these are now complete and one phase remains outstanding for 2026. All works will be complete by the end of 2026.							
Council Offices - Lighting replacement	0	10,000	10,000	0	0	500,000	500,000	0
Council Offices Lighting Replacement - Replace existing lighting with new LED fittings.	Existing light fittings are at the end of their life and require replacement. New LED fittings will reduce consumption from 115,000 to 55,600 kWh giving an anticipated saving of £14,000 per annum. Project to be on site 2027. Design works is complete, and project will be accelerated. Budget figure revised based upon more detailed project information / historical tenders.							
Lift refurbishment and replacement to various properties	0	155,000	158,580	3,580	0	155,000	158,580	3,580
Major lift refurbishments including new controls, hydraulic systems, door operators, landing entrances, lift car and doors. Year 1 - Council Offices, Papdale Primary School. Year 2 - Stromness Academy, Pickaquoy Centre. Year 3 - Kirkwall Travel Centre, Stromness Academy, Dounby Primary School, Orkney Library & Archive.	Major lift refurbishments including new controls, hydraulic systems, door operators, landing entrances, lift car and doors. This contract covers two lifts at the Council Offices. Contract has been awarded and works planned to commence November 2026. Tender figure slightly higher than anticipated, due to increased material and travel costs.							
Wideford Communications Hub Upgrade	0	54,000	54,000	0	0	54,000	54,000	0
Installation of a renewable energy system capable of supporting the operation of the communications hub in the event of a grid failure.	Design works nearing completion. Procurement to be November/December 2026. Works to commence on site January/February 2027 and complete by 31 March 2027.							
Stromness Academy - External wall insulation	0	80,000	80,000	0	4,900	500,000	500,000	0
Phase 5,6,7 external wall insulation, localised re-roofing, windows and door replacements.	Design works nearing completion. Project to be accelerated due to delays elsewhere in the General Fund Capital Improvement Programme. During project development numerous ventilation plant and equipment found to be broken and areas under ventilated. Scheme reflects additional work and total project cost to be adjusted when all information is available. Works to be procured prior to Christmas and materials ordered in the New Year.							
North Walls - Improve energy efficiency of the building	0	150,000	10,000	(140,000)	1,723	250,000	150,000	(100,000)
Replacement wind turbine to allow the school to generate the majority of their energy on site. Air tightness improvements to reduce the overall heat load for the building.	As the school is fully electric, including the swimming pool, it is proposed to install a larger capacity wind turbine to offset the building's electric load. Estimated savings are £27,000 per annum on energy consumption. The project originally included air tightness works but these are being undertaken in another project. Project unlikely to deliver the necessary spend due to the design and build contract and delays in procurement and securing statutory consents by the contractor.							
Glaitness Primary School - Replacement heat source project	0	530,000	10,000	(520,000)	0	530,000	530,000	0
Project to replace existing oil boilers with renewable heat source. Existing heating load is covered by immersio heaters. Proposed installation of replacement heat pumps will restore efficiency of the heating system, reducing the overall energy consumption and carbon emissions of the building. Cost savings anticipated to be £19,000 per annum.	Surveys have been conducted by the framework mechanical and electrical consultant. The works include replacing a failed ground source heat pump for one section of the school, which also heats the pool currently using immersion heaters. The project involves moving from centralised hot water cylinders to point-of-use water heaters to minimise standing losses from circulating and storing large quantities of hot water. Low temperature heat pumps are being re-used from Hamnavoe House and Smiddybrae Care Home for this project. This work is dependant on heat pumps from Hamnavoe and Smiddybrae being re-used, which have now been awarded and due to commence on site in January 2027. Works at Glaitness will be delayed and carried over into 2027/28. Expenditure limited to fees in developing the project.							
Papa Westray School - Re-roofing	1,821	0	1,821	1,821	284,813	115,000	284,813	169,813
Papa Westray School - re-roofing a section of the School	Re-roofing a section of the school due to extensive nail failure and slate slippage, along with external stores which are currently netted to secure slipping slates. Since the original budget was set, the scope of the project has expanded, and tender prices have increased significantly. Works are complete and the final account has been agreed.							

Corporate Improvement Programme 2026/2027	Actual Spend to 30/09/2026 (£s)	Budget (£s)	Probable Out-turn (£s)	Overspend/ (Underspend) (£s)	Total Project Spend (£s)	Total Project Budget (£s)	Total Project Out-turn (£s)	Total Project Overspend / (Underspend) (£s)
Papdale School Lighting - Replacement	188,646	170,000	315,000	145,000	198,029	370,000	320,000	(50,000)
Project to replace existing lighting with new LED fittings	Existing light fittings are at end of life and require replacement. The work is anticipated to provide annual savings of £10,000. Project has been accelerated due to delays elsewhere within the General Fund Capital Improvement Programme. Costs have been reduced by omitting recently upgraded areas in the past 5 years. The works are now complete and the final account has been agreed.							
Glaitness School Lighting - Replacement	700	10,000	10,000	0	3,700	220,000	350,000	130,000
Glaitness School Lighting Replacement - Project to replace existing lighting with new LED fittings.	Existing light fittings are at end of life and require replacement. New LED fittings are anticipated to provide annual savings. Design work has concluded. Works anticipated to commence 2027/28 at a total cost of £350,000. Budget of £10k has been allocated for 2026/27 for design fees and apportioned costs.							
Sanday JHS Lighting - Replacement	4,700	200,000	200,000	0	4,700	200,000	200,000	0
Project to replace existing lighting with new LED fittings.	Existing light fittings are at end of life and require replacement. New LED fittings are anticipated to reduce lighting consumption by 50%. Design work has been concluded and tenders will be issued Q3 2026 and works are anticipated to be complete by March 2027.							
St Margaret's Hope School - Heating	(50,000)	50,000	50,000	0	471,369	625,000	570,000	(55,000)
Boiler and flue improvement works - Replace oil boilers that are at the end of their life with air source heating, using existing wet system pipework and radiators.	Works complete, final account agreed and fully paid. Costs were supported by grant funding from Islands Centre for Net Zero.							
Stromness Swimming Pool - Heat source improvement	0	100,000	10,000	(90,000)	5,000	500,000	500,000	0
Existing oil boilers are at end of life. Design solution for replacement heat source.	Feasibility works have been undertaken to consider renewable options, and a report was submitted to the Asset Management Sub-Committee recommending that this property continues with oil heating. Design works have commenced and will be concluded by December 2026. Procurement to be undertaken in the new year and works to be coordinated with the building users and aligned with other building works funded from other accounts. Project to be carried forward to 2027/28 with design fees and apportioned costs paid from 2026/27.							
Orkney Library - Oil Boilers	(10,000)	0	0	0	293,338	304,000	1,615	(302,385)
Orkney Library - Replacement of oil boilers with renewable heat source.	Works are complete, final account agreed and fully paid. Negative expenditure due to prior year transactions. This is a timing difference and will be corrected once outstanding invoices are received.							
North Walls Swimming Pool - Plant and Structural Issues	0	95,500	95,500	0	0	95,500	95,500	0
Pool plant and structural issues have resulted in the pool not retaining water levels or required temperatures. Excavation work required around the pool and re-plumbing of filtration pipework.	Works involve excavating around the pool and re-plumbing the filtration pipework. Project to improve air tightness of the School building will be undertaken at the same time, focusing on wall/ceiling junctions. Contract has been awarded and will commence on site during the October holidays.							
Hamnavoe House - Heat Pump Installation	0	100,000	100,000	0	0	100,000	100,000	0
Domestic hot water is currently generated using electrical immersion heaters. The existing heat pumps can only produce water at 55C, which is not sufficient to deal with Legionella, so requires immersion back-up. Installation of high temperature heat pump within the existing plant room to provide domestic hot water to the hot water storage vessel, then distributed by the existing hot water system. Carbon emissions are anticipated to drop by 50% and cost savings in the region of £30,000 per annum.	Low temperature heat pump to be removed and to be re-used at the Glaitness School. Contract awarded and works to commence in January 2027.							
Smiddybrae House - Heat Pump Installation	1,080	100,000	100,000	0	1,080	100,000	100,000	0
Domestic hot water is currently generated using electrical immersion heaters. The existing heat pumps can only produce water at 55C, which is not sufficient to deal with Legionella, so requires immersion back-up. Installation of high temperature heat pump within the existing plant room to provide domestic hot water to the hot water storage vessel, then distributed by the existing hot water system. Carbon emissions are anticipated to drop by 50% and cost savings in the region of £30,000 per annum.	Low temperature heat pump to be removed and to be re-used at the Glaitness School. Contract awarded and works to commence in January 2027.							
Kalisgarth Care Home Heat Pump - Replacement	162	115,000	115,000	0	162	115,000	115,000	0
Currently heated by a single oil boiler, this project will replace the oil boiler with two ASHP providing a level of redundancy in addition to reducing the carbon emissions of the property. The Heat pumps will be capable of generating domestic hot water and will be supported by a standby generator in case mains power failure. Carbon savings are anticipated to be 21 tonnes per annum.	Design works concluded and procurement to commence Q3 2026. Tender returns on 21 October 2026.							
Corporate Improvement Programme 2026/2027	**280,569**	**2,174,000**	**1,569,901**	**(604,099)**	**2,544,648**	**6,368,000**	**6,159,509**	**(208,491)**

Strategic Reserve Fund 2026/2027	Actual Spend to 30/09/2026 (£s)	Budget (£s)	Probable Out-turn (£s)	Overspend/ (Underspend) (£s)	Total Project Spend (£s)	Total Project Budget (£s)	Total Project Out-turn (£s)	Total Project Overspend / (Underspend) (£s)
Contingency (Hatston/Garson/Lyness/Stromness)	0	68,600	0	(68,600)	0	305,800	0	(305,800)
No works identified.	Contingency to be utilised on unforeseen works and acceleration of future works as deemed necessary to ensure capital budget is fully utilised. Out turn figure is zero.							
69/73 Victoria Street, Stromness - Localised re-pointing	0	50,000	3,950	(46,050)	0	50,000	50,000	0
Localised re-pointing to address water ingress issues, chimney repairs, re-pointing around openings and re-paint windows.	Initial scheme was for localised re-pointing to address water ingress issues, chimney repairs, re-pointing around openings and re-paint windows. Conservation Architect has attended site to survey and advise on remedial works, expected cost £3,950. Awaiting report which is due November 2026. Works likely to be extensive and in excess of £50k, but to be firmed up once survey is available. Once works have been agreed, this will be coordinated with the tenant to minimise disruption.							
Strategic Reserve Fund 2026/2027	**0**	**118,600**	**3,950**	**(114,650)**	**0**	**355,800**	**50,000**	**(305,800)**

Plant & Vehicle Replacement Programme	Actual Spend as at 30/09/2026	Committed Spend as at 30/09/2026	Budget 2026/27	Probable Out-turn 2026/7	Overspend/ (Underspend)	Purchase Status/Update
Planned purchases as approved at AM Sub 24/03/2026						
VW Bus	£0	£0	£70,000	£0	(£70,000)	Not replacing this cycle
DAF 25D LF Euro 6	£161,334	£0	£161,334	£161,334	£0	Arrived May 2026
DAF 25D LF Euro 6	£161,334	£0	£161,334	£161,334	£0	Arrived May 2026
Iveco Daily Tipping Pickup	£0	£47,540	£45,000	£47,540	£2,540	Ordered - delivery expected January 2027
Iveco Daily 35C14 Tipping Pickup	£0	£47,540	£45,000	£47,540	£2,540	Ordered - delivery anticipated January 2027
Wideford Generator	£0	£0	£20,000	£0	(£20,000)	Not needed to be replaced
Iveco Daily Tipping Pickup	£0	£46,040	£60,000	£46,040	(£13,960)	Ordered - delivery anticipated January 2027
Merc-Benz Econic 2630	£0	£248,000	£230,000	£248,000	£18,000	Ordered - delivery anticipated December 2026
Iveco Trakker Walking floor (VOR UNSAFE)	£94,000	£0	£170,000	£94,000	(£76,000)	Arrived August 2026
HL5 Closed in Skip 2 Doors L&R	£6,096	£0	£7,450	£6,096	(£1,354)	Arrived September 2026
HL20 Closed in Skip 3 Doors L&R	£6,096	£0	£7,450	£6,096	(£1,354)	Arrived September 2026
HL20 Closed in Skip 3 Doors L&R	£0	£0	£7,450	£0	(£7,450)	Service have advised this is no longer required
HL20 Closed in Skip 3 Doors L&R	£0	£0	£7,450	£0	(£7,450)	Service have advised this is no longer required
HL20 Open Top Skip	£6,096	£0	£7,450	£6,096	(£1,354)	Arrived September 2026
HL5 Recycling Skip 3 Compartment	£6,096	£0	£7,450	£6,096	(£1,354)	Arrived September 2026
HL2 Skeletal Frame	£0	£0	£7,450	£0	(£7,450)	Service have advised this is no longer required
Iveco Daily Pickup with closed back	£0	£62,875	£48,000	£62,875	£14,875	The estimated cost was from 2025, with current costs exceeding the estimate.
Contingency	£0	£0	£4,740	£4,740	£0	
Slippage from 2025/26						
Iveco Daily Tipping Pickup	£0	£43,400	£43,400	£0	(£43,400)	This is no longer required as it was added in error to the previous reporting period. It duplicates the Iveco Daily Tipping Pickup listed below
Isuzu Fire Tender	£0	£74,559	£74,559	£74,559	£0	Delivery expected October 2026
Isuzu Fire Tender	£0	£74,559	£74,559	£74,559	£0	Delivery expected October 2026
Iveco Daily Tipping Pickup	£0	£43,400	£43,400	£43,400	£0	Delivery expected January 2027
Iveco Daily Tipping Pickup	£0	£41,524	£41,524	£41,524	£0	Delivery expected January 2027
Iveco Daily Tipping Pickup & T/L	£0	£55,000	£55,000	£55,000	£0	Delivery expected January 2027

Plant & Vehicle Replacement Programme	Actual Spend as at 30/09/2026	Committed Spend as at 30/09/2026	Budget 2026/27	Probable Out-turn 2026/7	Overspend/ (Underspend)	Purchase Status/Update
Additional Purchases in 2026/27 (Accelerated From Indicative 2026-2029 Programme)						
Road Roller 1200mm	£8,500	£0	£0	£8,500	£8,500	Roads requested a smaller 800mm roller (traded 1200mm in). Arrived May 2026
Econ de-mountable griter (YFB	£9,990	£0	£0	£9,990	£9,990	Was due for replacement 2027/28 however due to mechanical failure this was brought forward to 2026/27 to asisst with winter service needs. Arrived July 2026.
HL5 DAF LF 220	£0	£94,423	£0	£94,423	£94,423	Accelerated from 2027/28 delivery anticipated February 2027, as the vehicle has become unserviceable due to corrosion.
Additions to Approved Programme						
Additional RCV (refuse collect vehicle)	£0	£35,000	£0	£35,000	£35,000	Additional purchase required to cover the continued off road time of 3 waste vehicles. These vehicles are not within the 2026-29 plan, however, they will need to be replaced as soon as practicable, as discussed with the Corporate Leadership Team in August 2026. Lorna Richardson approved the addition with the Non Competitive Action signed by Erik Knight.
Temp Fuel Tank (Roads)	£10,520	£0	£0	£10,520	£10,520	Two temporary tanks are required while the new main diesel tanks are built and delivered, this is an additional purchase to assist Roads and Waste for 3-5 months. These tanks will then be utilised on Outer Isles to save services from rising forecourt fuel prices. This has been discussed with Roads Services, who have agreed that these will become permanent asset in the Outer Isles.
New Fuel Tank for OIC services	£0	£52,750	£0	£52,750	£52,750	The existing fuel tank has failed and does not meet current compliance, this is an additional emergency purchase, while not able to bunker our own fuel, services costs will increase due to forecourt prices. The existing tank at Hatston is now completely out of service.
GENERAL FUND	**£470,062**	**£966,610**	**£1,400,000**	**£1,398,012**	**(£1,988)**	

Plant & Vehicle Replacement Programme	Actual Spend as at 30/09/2026	Committed Spend as at 30/09/2026	Budget 2026/27	Probable Out-turn 2026/7	Overspend/ (Underspend)	Purchase Status/Update
Trading Service Purchases - Funded by The Service						
UHI Orkney						
Marine Services						
Isuzu tipping pickup	£56,327	£0	£0	£56,327	£56,327	Vehicle delivered 30 June 2026.
	£56,327	**£0**	**£0**	**£56,327**	**£56,327**	
Quarry Services						
2 Crusher Engines Replaced and Warranty	£0	£164,616	£200,000	£164,616	(£35,384)	Purchase orders have been raised, estimated time of arrival has not been received from Quarry
Cat 336	£0	£0	£280,000	£280,000	£0	Waiting for instruction from the Quarry Services to raise purchase order
Cat 966	£0	£0	£295,000	£295,000	£0	Waiting for instruction from the Quarry Services to raise purchase order
Rock Breaker	£0	£0	£70,000	£70,000	£0	Waiting for instruction from the Quarry Services to raise purchase order
Scalper	£0	£0	£200,000	£200,000	£0	Waiting for instruction from the Quarry Services to raise purchase order
	£0	**£164,616**	**£1,045,000**	**£1,009,616**	**(£35,384)**	
TRADING SERVICES	**£56,327**	**£164,616**	**£1,045,000**	**£1,065,943**	**£20,943**	
GENERAL FUND	**£470,062**	**£966,610**	**£1,400,000**	**£1,398,012**	**(£1,988)**	
TRADING SERVICES	**£56,327**	**£164,616**	**£1,045,000**	**£1,065,943**	**£20,943**	
Contact Officer - Service Manager (Fleet), Extn 4240	**£526,389**	**£1,131,226**	**£2,445,000**	**£2,463,955**	**£18,955**	