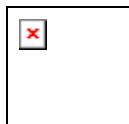


PUBLIC AND PRIVATE SECTOR CONSTRUCTION WORKFLOW PROJECTIONS

**Presented to the States on 25th June 2002
by the Industries Committee**



STATES OF JERSEY

STATES GREFFE

120

2002

R.C.24 (2nd re-issue)

Price code: B

COMMENTS FROM THE INDUSTRIES COMMITTEE

The Industries Committee has the responsibility of administering the Regulation of Undertakings and Development (Jersey) Law, Part III of which regulates development. The Committee does this by considering applications for development within the private sector, having regard to the need to regulate and manage the demand on the resources of the Island.

The control of the Public Sector Capital Programme is carried out on behalf of the States of Jersey by the Finance and Economics Committee.

Nevertheless, as previously indicated in Policy Statement R.C. 20/2001, the Committee has monitored and reviewed consolidated data for the combined public and private sector demand, and has sought to ensure a steady flow of major construction work.

Based on the data for the years 2001 to 2003 inclusive, and on advice from officers involved, the Industries Committee is satisfied that the policy objectives are being achieved to a satisfactory degree.

This is the first such report on development issued by the Industries Committee and is part of a series of regular six-monthly reports that the Committee has committed to publish.

PUBLIC AND PRIVATE SECTOR CONSTRUCTION WORKFLOW PROJECTIONS

The States under took a review of potential future capital expenditure in March 2000. To enable an equitable comparison of information, all projects were costed as at a base date of December 1999. This base date has been maintained in compiling the workflow projections.

The workflow projections and graphical representations are **indicative** of the level of workflow and are **based upon price levels as at December 1999**.

The figures relate to building construction works over £500,000 in value.

The figures exclude the following -

- (a) all building construction works less than 139 square metres (1,500 square feet) in area;
- (b) all building construction works under £500,000 in value;
- (c) all civil engineering construction works, sewer works and service company works.

Basis of calculation of supporting information

For each project -

- current anticipated contract value is derived;
- contract value is backdated to December 1999;
- a theoretical calculation is applied which apportions a cost per month based upon construction period;
- the monthly apportioned figures (as at December 1999) are applied to the actual construction period;
- individual projects are totalled per calendar month and quarterly totals derived which are then rounded to the nearest £1000.

Public Sector

Programme - the Public sector includes projects in the forward capital programme when included within the annual resource plan. The programme is monitored monthly and adjusted to reflect the anticipated status of all projects.

Value - contract values are monitored quarterly and adjusted to reflect the most recent estimate of anticipated construction cost. Upon receipt of tenders and during construction the values are adjusted to reflect actual construction cost.

Private Sector

Programme - The private sector is not pro-active in providing information and programming has to rely mainly upon the information provided with applications for a licence under the Regulation of Undertakings and Development Law, Part 3. The information is monitored and adjusted, when information is available, to reflect the anticipated status of all projects.

Value - The establishment of contract value is mainly reliant upon the information provided with applications for a licence under the Regulations of Undertakings and Development Law, Part 3. The veracity of construction values is checked, where possible, and adjusted to reflect actual construction value when known.

QUARTERLY FORECAST OF PUBLIC AND PRIVATE SECTOR WORKFLOW

base :-

Quarter	Current Projected Workflow			Previous Projected Workflow (Mar		
	Public Sector £' 000 / quarter	Private Sector £' 000 / quarter	Total Both Sectors £' 000 / quarter	Public Sector £' 000 / quarter	Private Sector £' 000 / quarter	B
March 2001	9,287	19,774	29,061	9,287	19,774	
June 2001	11,983	17,837	29,820	11,983	17,837	
September 2001	13,540	17,243	30,783	13,540	17,243	
December 2001	14,705	17,821	32,526	14,705	17,821	
March 2002	14,638	18,298	32,936	14,638	18,298	
June 2002	14,414	17,513	31,927	14,414	17,642	
September 2002	15,616	16,723	32,339	15,616	15,857	
December 2002	15,137	16,068	31,205	15,427	14,454	
March 2003	11,532	12,823	24,355	12,610	11,425	
June 2003	10,551	10,388	20,939	12,081	9,912	
September 2003	11,485	9,699	21,184	12,677	9,677	
December 2003	11,449	9,693	21,142	11,514	9,693	
	154,337	183,880	338,217	158,492	179,633	

YEARLY FORECAST OF PUBLIC AND PRIVATE SECTOR WORKFLOW

All figures relate to December 1999 price
base :-

Year	Current Projected Workflow			Previous Projected Workflow (M	
	Public Sector £' 000 / year	Private Sector £' 000 / year	Total Both Sectors £' 000 / year	Public Sector £' 000 / year	Private Sector £' 000 / year
2001	49,515	72,675	122,190	49,515	72,675
2002	59,805	68,602	128,407	60,095	66,251
2003	45,017	42,603	87,620	48,882	40,707

154,337	183,880	338,217	158,492	179,633
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PRIMARY BREAKDOWN OF PUBLIC AND PRIVATE SECTOR PROJECTED WORKFLOW

All figures relate to December 1999 price base :-

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Year	Public Sector Projections			Private Sector Projections		!
	Residential £' 000 / year	Educational £' 000 / year	Other £' 000 / year	Residential £' 000 / year	Commercial £' 000 / year	
2001	37,335	5,039	7,141	46,145	25,277	
2002	19,081	14,976	25,748	45,230	23,372	
2003	11,321	16,533	17,163	26,492	16,110	
	67,737	36,548	50,052	117,867	64,759	





