

## KEY ISSUES – FEBRUARY 2014 PROGRAMME UPDATE

### CHILDREN'S SERVICES PORTFOLIO

The proposed February programme update totals **£31,517,000**. This can be compared to the previous September update total of **£31,194,000** resulting in an increase of **£323,000**, which represents a percentage increase of **10.4%**.

The changes to the programme are shown in the following summarised table:

	2013/14 £000's	2014/15 £000's	2015/16 £000's	2016/17 £000's	Later £000's	Total £000's
Proposed	21,584	5,169	4,764	0	0	31,517
Previous	22,336	5,024	3,834	0	0	31,194
Variance	(752)	145	930	0	0	323

### PROGRAMME CHANGES:

#### CS 1 – Refurbishment of 315 Coxford Road (Total budget change £247,000 increase)

Gold Scheme – £247,000 Scheme Budget

Overall RAG Status **GREEN**

Schedule RAG Status **GREEN**

Budget RAG Status **GREEN**

**Refurbishment of office accommodation**

Council approved this scheme to refurbish 315 Coxford Road the 20 November 2013 in order to amalgamate and co-locate three services to provide a range of direct support, assessment and supervised contact to children, young people and their families.

### MAJOR ITEMS OF SLIPPAGE/RE-PHASING:

#### CS 2 – Primary Review Phase 2 (Slippage of £1,727,000 from 2013/14 to 2014/15 (£797,000) and to 2015/16 (£940,000))

Various – £28,356,000 Scheme Budget

Overall RAG Status **GREEN**

Schedule RAG Status **GREEN**

Budget RAG Status **GREEN**

**Expansion of St John's Primary and Nursery school.**

The main project subject to slippage within this programme of works is the expansion of St John's Primary and Nursery School. Work on this project is currently on programme; however, at this stage expenditure is only on design fees which have been incurred at a slower rate than anticipated.

### **CS 3 – Primary Review (Re-phasing of £571,000 from 2014/15 to 2013/14)**

**Various – £4,315,000 Scheme Budget**

**Overall RAG Status        GREEN**

**Schedule RAG Status     GREEN**

**Budget RAG Status        GREEN**

#### **Expansion of St Mary's Primary School**

The expansion of St Mary's Primary school has been delivered in several phases. It has been determined that best value for money can be secured by delivering the current (and final) phase of the project via the Diocese. The intention is therefore to transfer the remainder of the budget to the Diocese within this financial year, with a view to them delivering the additional classroom space by September 2014.

### **CS 4 – School Capital Maintenance (Slippage of £271,000 between 2013/14 and 2014/15)**

**Gold Scheme – £10,426,000 Scheme Budget**

**Overall RAG Status        GREEN**

**Schedule RAG Status     GREEN**

**Budget RAG Status        GREEN**

#### **Delays in maintenance works until summer 2014**

Delays in securing approvals resulted in missing the optimum window for much of the programmed work over the 2013 summer holidays. As a result, some projects have been delayed until summer 2014.

### **CS 5 – Early Years Expansion Programme (Re-phasing of £444,000 from 2014/15 to 2013/14)**

**Gold Scheme – £1,341,000 Scheme Budget**

**Overall RAG Status        GREEN**

**Schedule RAG Status     GREEN**

**Budget RAG Status        GREEN**

#### **Expansion of nursery places for two year olds is progressing quicker than anticipated.**

The programme to expand the number of two year old nursery places across the city is progressing at a quicker rate than originally anticipated. This is due to the front-loading of later elements of the programme, with a view to delivering value for money via economies of scale.

## **CORPORATE FINANCIAL & PROJECT ISSUES:**

The corporate **FINANCIAL ISSUES** for the Portfolio relating to significant over or under spends are:

### **CS 6 – Newlands Primary Rebuild Project (Forecast £229,000 Adverse Scheme Variance)**

**Gold Scheme – £7,521,000 Scheme Budget**

**Overall RAG Status            GREEN**

**Schedule RAG Status        AMBER**

**Budget RAG Status          RED**

**Additional costs for approved extension of time.**

The Quantity Surveyor for the scheme is predicting an over spend of £250,000 due to an approved extension of time claim arising from the discovery of a buried electricity main under the old school building by the demolition contractor. This has resulted in an elongation of the project, as well as additional works, both of which have contributed to the anticipated over spend.

### **CS 7 – Pupil Referral Unit (Forecast £470,000 Adverse Scheme Variance)**

**Gold Scheme – £2,650,000 Scheme Budget**

**Overall RAG Status            GREEN**

**Schedule RAG Status        GREEN**

**Budget RAG Status          RED**

**Additional costs on scheme.**

The anticipated cost overrun is due to the emergence of significant unforeseen issues on this project, which resulted in the contingency allowance being exceeded. These issues included the discovery of additional asbestos that had not been picked-up in previous surveys, as well as the effective disintegration of the concrete slab in certain areas, necessitating the laying of new flooring and an extension of the contract period.

The corporate **PROJECT ISSUES** for the Portfolio are:

### **CS 8 – Bitterne Park 6<sup>th</sup> Form (Forecast £0 Scheme Variance)**

**Gold Scheme – £6,108,000 Scheme Budget**

**Overall RAG Status            RED**

**Schedule RAG Status        GREEN**

**Budget RAG Status          RED**

**Dispute on final account.**

The contractor has submitted a final account which included a claim for extension of time which if accepted in full would have resulted in an over spend of approximately £1M. This is still being disputed. The Council issued the final account in December 2012 and is awaiting the contractor's response as to whether it is likely to go to adjudication. Under the Memorandum of Understanding agreed with Bitterne Park School, the responsibility for any over spend rests with the school.

## ECONOMIC DEVELOPMENT & LEISURE PORTFOLIO

### ECONOMIC DEVELOPMENT

The proposed February programme update totals **£28,144,000**. This can be compared to the previous September update total of **£21,144,000** resulting in an increase of **£7,000,000**, which represents a percentage increase of **33.1%**.

The changes to the programme are shown in the following summarised table:

	2013/14 £000's	2014/15 £000's	2015/16 £000's	2016/17 £000's	Later £000's	Total £000's
Proposed	5,451	9,573	12,796	324	0	28,144
Previous	5,491	7,512	8,030	0	111	21,144
Variance	(40)	2,061	4,766	324	(111)	7,000

### PROGRAMME CHANGES:

#### EDEV 1 – Watermark West Quay (Total budget change £7,000,000 increase)

**Gold Scheme – £7,000,000 Scheme Budget**

**Overall RAG Status        GREEN**

**Schedule RAG Status     GREEN**

**Budget RAG Status        GREEN**

#### **Regeneration of Watermark West Quay**

Council approved this £7M scheme on 20 November 2013, funded from Regional Growth Fund grant, for WestQuay public realm and infrastructure works to enhance the setting of the historic walls and to improve physical pedestrian links and permeability around the City Centre.

### MAJOR ITEMS OF SLIPPAGE/RE-PHASING:

#### EDEV 2 – Southampton New Arts Centre (SNAC) (Rephasing of £300,000 from 2014/15 (£15,000) and 2015/16 (£285,000) into 2013/14)

**Gold Scheme – £20,850,000 Scheme Budget**

Overall RAG Status **AMBER**

Schedule RAG Status **GREEN**

Budget RAG Status **AMBER**

#### Finalisation of Developer's Programme

The final agreement with developers Grosvenor was signed on the 21 October 2013. The project programme has now been confirmed and the budget has been re-phased accordingly.

#### CORPORATE FINANCIAL & PROJECT ISSUES:

There are no corporate FINANCIAL ISSUES for the Portfolio relating to significant over or under spends.

There are no corporate PROJECT ISSUES for the Portfolio.

#### LEISURE

The proposed February programme update totals **£3,931,000**. This can be compared to the previous September update total of **£3,510,000** resulting in an increase of **£421,000**, which represents a percentage increase of **12.0%**.

The changes to the programme are shown in the following summarised table:

	2013/14 £000's	2014/15 £000's	2015/16 £000's	2016/17 £000's	Later £000's	Total £000's
Proposed	984	2,686	144	117	0	3,931
Previous	1,204	1,670	617	0	19	3,510
Variance	(220)	1,016	(473)	117	(19)	421

#### PROGRAMME CHANGES:

##### LEIS 1 – Oaklands Swimming Pool (Total budget change £412,000 increase)

Gold Scheme – £1,670,000 Scheme Budget

Overall RAG Status **GREEN**

Schedule RAG Status **GREEN**

Budget RAG Status **GREEN**

Refurbishment of Oaklands Swimming Pool.

Council added £412,000 on 20 November 2013 to the budget to refurbish Oaklands swimming pool. This followed the results of a feasibility study which finalised the costs associated with the refurbishment of the pool to enable works to be completed by October 2014.

### **MAJOR ITEMS OF SLIPPAGE/RE-PHASING:**

#### **LEIS 2 – Guildhall Refurbishment (Slippage of £217,000 between 2013/14 and 2014/15 to 2015/16 and 2016/17)**

**Gold Scheme – £519,000 Scheme Budget**

**Overall RAG Status        GREEN**

**Schedule RAG Status     GREEN**

**Budget RAG Status        GREEN**

**Delays in programme of work**

The project start date has been reprogrammed to a later date as has stonework re-instatement to avoid clashing with the Guildhall's busiest period.

#### **LEIS 3 – Woolston Library (Rephasing of £388,000 from 2015/16 to 2014/15)**

**Silver Scheme – £974,000 Scheme Budget**

**Overall RAG Status        GREEN**

**Schedule RAG Status     GREEN**

**Budget RAG Status        GREEN**

**Earlier start of works at new Woolston library.**

Tenders have now been issued allowing a more accurate forecast of spend which also reflects the anticipation of work starting earlier than previously programmed.

### **CORPORATE FINANCIAL & PROJECT ISSUES:**

The corporate **FINANCIAL ISSUES** for the Portfolio relating to significant over or under spends are:

#### **LEIS 4 – SeaCity Phase 2 (Forecast £358,000 Adverse Scheme Variance)**

**Gold Scheme – £16,759,000 Scheme Budget**

**Overall RAG Status        GREEN**

**Schedule RAG Status     GREEN**

**Budget RAG Status        AMBER**

**Difficulties finalising contractor accounts.**

The Council is currently in negotiations with the contractor to settle any claims on the final account for the construction of the museum. The current forecast over spend is largely down to additional work required with regards to asbestos and the associated additional work and delays that this caused. Every effort is being made to identify whether it is still possible to deliver the scheme on budget and it is anticipated that after much delay this will be finalised in the coming months. Council approved provision in July 2012 for additional DRF funding of up to £300,000 as a prudent response to this likely pressure.

**There are no corporate PROJECT ISSUES for the Portfolio.**

## **ENVIRONMENT AND TRANSPORT PORTFOLIO**

### **E&T A (ENVIRONMENT & TRANSPORT)**

The proposed February programme update totals **£43,443,000**. This can be compared to the previous September update total of **£39,985,000** resulting in an increase of **£3,458,000**, which represents a percentage increase of **8.6%**.

The changes to the programme are shown in the following summarised table:

	2013/14 £000's	2014/15 £000's	2015/16 £000's	2016/17 £000's	Later £000's	Total £000's
Proposed	18,919	23,897	627	0	0	43,443
Previous	26,986	11,995	1,004	0	0	39,985
Variance	(8,067)	11,902	(377)	0	0	3,458

### **PROGRAMME CHANGES:**

#### **E&T 1 – Roads Programme (Total budget change £2,544,000 increase)**

**Various Sharepoint Schemes – £10,304,000 Scheme Budget**

**Overall RAG Status           N/A**

**Schedule RAG Status       N/A**

**Budget RAG Status          N/A**

**Investment has been added for the Roads Programme in 2014/15.**

Council approval is sought to add £2,652,000 of DRF for Roads to the unapproved section of the capital programme in 2014/15. The Roads Programme (Principal, Classified & Unclassified) continues to reflect the need to maintain the structural integrity of the city wide highways network. The programme is designed in line with the Transport Asset Management Plan (TAMP) principles.

There is a reduction of £108,000 in the contribution from the On-Street Car Parking Account as the forecast income from new initiatives is lower than anticipated in 2013/14.

### **E&T 2 – Clean Bus Technology Fund (Total budget change £633,000 increase)**

**Not a Sharepoint Scheme – £703,000 Scheme Budget**

**Overall RAG Status            N/A**

**Schedule RAG Status        N/A**

**Budget RAG Status           N/A**

**Government Grant has been awarded for Clean Bus Technology.**

The Department for Transport (DfT) have awarded £633,000 from the Clean Bus Technology Fund towards reducing oxides of nitrogen (NOx) emissions from local buses. This scheme, which is also funded by £70,000 from the Local Transport Plan (LTP) government grant allocation, was added to the Capital Programme by Cabinet in September 2013. The Council will work with local bus operators who will bid for funding for innovative solutions to deal with air quality issues. One potential innovative solution is that of a flywheel hybrid solution.

### **E&T 3 – Digital Radio Service (Total budget change £132,000 increase)**

**Not a Sharepoint Scheme – £132,000 Scheme Budget**

**Overall RAG Status            N/A**

**Schedule RAG Status        N/A**

**Budget RAG Status           N/A**

**Funding has been added for a new Digital Radio Service.**

A joint procurement has been undertaken with Eastleigh for a new radio system. The current analogue system has poor reception quality and is outdated. There is a need to replace it with a digital system, with a number of booster aerials, as there have been health and safety issues for frontline staff, due to the unreliability of the current system. This scheme was added to the capital programme by the Chief Officer in September 2013.

### **E&T 4 – Platform for Prosperity (Total budget change £124,000 increase)**

**Gold Sharepoint Scheme – £11,082,000 Scheme Budget**

**Overall RAG Status            GREEN**

**Schedule RAG Status        AMBER**

**Budget RAG Status            GREEN**

**Developer Contributions have been added for Queens Park.**

Scheme specific Section 106 Developer Contribution funding for Queen's Park from Parks and Open Spaces was added to the scheme by the Chief Officer in November 2013. This will enable improvements to the park to be designed and undertaken by the Highways Partner, as part of the wider scheme at Platform Road.



## **MAJOR ITEMS OF SLIPPAGE/RE-PHASING**

### **E&T 5 – Platform for Prosperity (Slippage of £2,202,000 between 2013/14 and 2014/15)**

**Gold Sharepoint Scheme – £11,082,000 Scheme Budget**

**Overall RAG Status        GREEN**

**Schedule RAG Status     AMBER**

**Budget RAG Status        GREEN**

**There is slippage on this scheme due to drainage issues.**

Some work at Platform Road has slipped into 2014/15, due to drainage issues which have required additional design work.

### **E&T 6 – LSTF Smart Ticketing (Slippage of £2,039,000 between 2013/14 and 2014/15)**

**Gold Sharepoint Scheme – £4,968,000 Scheme Budget**

**Overall RAG Status        GREEN**

**Schedule RAG Status     GREEN**

**Budget RAG Status        GREEN**

**There is slippage on this scheme due to a number of key factors.**

The Transport for South Hampshire & Isle of Wight smart ticketing project has continued to progress throughout 2013/14. However, a number of key factors have resulted in the slippage of expenditure to 2014/15. These include:

- The procurement of the back-office systems came in under budget. As a result the chosen supplier solution represents better value for money for the authorities involved.
- It has taken longer than anticipated to develop and identify a suitable supplier for the smart ticketing equipment to create a 'smart enabled region'.

### **E&T 7 – Public Transport (Slippage of £186,000 between 2013/14 and 2014/15)**

**Not a Sharepoint Scheme – £348,000 Scheme Budget**

**Overall RAG Status        N/A**

**Schedule RAG Status     N/A**

**Budget RAG Status        N/A**

**The Public Transport contingency budget has been re-phased.**

The Public Transport contingency budget is not totally required in 2013/14 and has been re-phased into 2014/15.

### **E&T 8 – Legible Bus Network (Slippage of £170,000 between 2013/14 and 2014/15)**

**Bronze Scheme – £184,000 Scheme Budget**

**Overall RAG Status        GREEN**

**Schedule RAG Status**      **GREEN**

**Budget RAG Status**      **GREEN**

**There is slippage on this scheme due to bus network changes**

The Legible Bus Network budget has been split into two phases, due to changes to the bus network that have been confirmed for early part of next year. Phase 1 is now close to completion and Phase 2 will be carried out next year once all changes have taken place.

**E&T 9 – Bridges to Prosperity (Slippage of £1,200,000 between 2013/14 and 2014/15)**

**Silver Sharepoint Scheme – £4,190,000 Scheme Budget**

**Overall RAG Status**      **AMBER**

**Schedule RAG Status**      **RED**

**Budget RAG Status**      **GREEN**

**This scheme has been rescheduled to avoid conflicting with other planned works.**

The Central Bridge project has been re-phased into 2014/15 to take place between the completion of the Saltmarsh Lane junction works in March 2014 and the commencement of the Northam Bridge project in July 2014. The revised schedule will ensure that all Bridge to Prosperity projects are completed before the DfT deadline of March 2015.

**E&T 10 – Clean Bus Technology Fund (Slippage of £703,000 between 2013/14 and 2014/15)**

**Not a Sharepoint Scheme – £703,000 Scheme Budget**

**Overall RAG Status**      **N/A**

**Schedule RAG Status**      **N/A**

**Budget RAG Status**      **N/A**

**There is slippage on this scheme due to third party delays.**

The Clean Bus Technology Fund scheme has been re-phased into 2014/15, due to delays in receiving comprehensive information from third parties. The DfT have confirmed that grant funding will still be available for the scheme next year.

**E&T 11 – Centenary Quay (Slippage of £286,000 between 2013/14 and 2014/15)**

**Silver Sharepoint Scheme – £1,328,000 Scheme Budget**

**Overall RAG Status**      **GREEN**

**Schedule RAG Status**      **GREEN**

**Budget RAG Status**      **AMBER**

**There is slippage on this scheme due to additional feasibility work and design consultation.**

There is slippage on this scheme due to two factors:

- An additional feasibility study was undertaken for the conversion of an existing lorry park to off-set the potential loss of off street parking.

- The preliminary designs completed by the Highways Partner will be used for a further round of consultation before detailed design work is commenced.

**E&T 12 – North of Station (Slippage of £843,000 between 2013/14 and 2014/15)**

**Not a Sharepoint Scheme – £2,288,000 Scheme Budget**

**Overall RAG Status        N/A**

**Schedule RAG Status     N/A**

**Budget RAG Status        N/A**

**The delivery programme for this scheme has been revised.**

Expenditure has been slipped into 2014/15 to reflect revisions to the delivery programme, which is now due to start on site in January 2014. Preliminary works have discovered a more complex network of cables than had been anticipated by earlier electronic surveys and it has therefore been necessary to commission more detailed investigatory works. However, a number of materials have been procured in advance, including the bespoke black granite ‘canal shore’ feature, to compensate for the delay. The delivery programme has now been compressed to 40 weeks.

**E&T 13 – Roads Programme (Slippage of £313,000 between 2013/14 and 2014/15)**

**Various Sharepoint Scheme – £10,304,000 Scheme Budget**

**Overall RAG Status        N/A**

**Schedule RAG Status     N/A**

**Budget RAG Status        N/A**

**Two projects within the programme have been slipped into 2014/15.**

There is slippage of £200,000 on the Pedestrian Enhancements project, due to delays in agreeing the final works to be carried out in conjunction with the Health Service. In addition, there is slippage of £133,000 as the Portswood Road scheme has been rescheduled following notice that work on utilities is due to be undertaken on this site. The carriageway will now be surfaced after these works are completed.

**E&T 14 – Civic Centre Place (Slippage of £197,000 between 2013/14 and 2014/15)**

**Bronze Scheme – £394,000 Scheme Budget**

**Overall RAG Status        AMBER**

**Schedule RAG Status     AMBER**

**Budget RAG Status        GREEN**

**There is slippage on this scheme due to design issues.**

Expenditure has been slipped into 2014/15 to reflect the revised programme. This has been influenced by the need to modify the designs to take into account Network Rail’s Long Term Planning Process, which may require an additional platform at Southampton Central, and to prioritise associated design work in support of potential regeneration sites around Central Station.

## CORPORATE FINANCIAL & PROJECT ISSUES:

There are no corporate FINANCIAL ISSUES for the Portfolio relating to significant over or under spends.

There are no corporate PROJECT ISSUES for the Portfolio.

### E&T B (CITY SERVICES)

The proposed February 2014 programme update totals **£3,656,000**. This can be compared to the previous September update total of **£3,285,000** resulting in an increase of **£371,000** which represents a percentage increase of **11.1%**.

The changes to the programme are shown in the following summarised table:

	2013/14 £000's	2014/15 £000's	2015/16 £000's	2016/17 £000's	Later £000's	Total £000's
Proposed	2,541	1,088	27	0	0	3,656
Previous	2,864	421	0	0	0	3,285
Variance	(323)	667	27	0	0	371

## PROGRAMME CHANGES:

### ECS 1 – Golden Grove Play Scheme (Total budget change £25,000 increase)

**Bronze Scheme – £59,000 Scheme Budget**

**Overall RAG Status        GREEN**

**Schedule RAG Status     GREEN**

**Budget RAG Status        GREEN**

**An additional £25,000 has been added to the Golden Grove Play Scheme.**

An additional £25,000 contribution from the Housing Revenue Account was approved to be added to the City Services Capital Programme for improvements to the Golden Grove Play Area by the Chief Officer in November 2013.

### ECS 2 – Compact Sweepers (Total budget change £350,000 increase)

**Not a Sharepoint Scheme – £350,000 Scheme Budget**

**Overall RAG Status        N/A**

**Schedule RAG Status     N/A**

**Budget RAG Status        N/A**

**Re-equip Southampton City Council's mechanised street sweeping fleet.**

A recommendation is included within this report to re-equip Southampton City Council's mechanised street sweeping fleet for 2014/15 to ensure the continued provision of an effective and economic street cleansing service for the city that meets citizen, business and visitor expectations. It is recommended that this scheme is to be funded by Council Resources.

### **MAJOR ITEMS OF SLIPPAGE/RE-PHASING:**

#### **ECS 3 – Weston Shore Improvements (Slippage of £50,000 between 2013/14 and 2014/15)**

**Bronze Scheme – £59,000 Scheme Budget**

**Overall RAG Status            GREEN**

**Schedule RAG Status        GREEN**

**Budget RAG Status           GREEN**

**There is slippage due to the need for wider consultation with various groups.**

More time is required to work up project plans with local Friends groups and this may require additional funding bids.

#### **ECS 4 – Mayflower Basketball Court Renovation (Slippage of £27,000 between 2013/14 and 2015/16)**

**Bronze Scheme – £65,000 Scheme Budget**

**Overall RAG Status            GREEN**

**Schedule RAG Status        GREEN**

**Budget RAG Status            GREEN**

**There is slippage due to the impending redevelopment of Mayflower Park.**

Due to the impending redevelopment of Mayflower Park, new proposals are being worked up in conjunction with a Heritage Lottery Fund bid by Friends groups.

#### **ECS 5 – Minor Parks Development Works (Slippage of £155,000 between 2013/14 and 2014/15)**

**Bronze Schemes – £176,000 Schemes Budgets**

**Overall RAG Status            GREEN**

**Schedule RAG Status        GREEN**

**Budget RAG Status            GREEN**

**More time has been allocated to work up proposals.**

There is slippage across various Minor Parks Development Works schemes, funded from Section 106 Developer Contributions, due to ongoing works with Friends groups to agree appropriate improvements and match funding bids to progress projects.

**ECS 6 – Community Led Local Improvement Initiatives (Slippage of £73,000 between 2013/14 and 2014/15)**

**Bronze Scheme – £200,000 Scheme Budget**

**Overall RAG Status**           **GREEN**

**Schedule RAG Status**       **GREEN**

**Budget RAG Status**         **GREEN**

**There is slippage due to slow uptake of funding from local community groups.**

There has been slow uptake of grant applications from local community groups, due to difficulties in finding match funding. It has therefore been decided to put this project on hold until a decision is made on how best to take it forward.

**CORPORATE FINANCIAL & PROJECT ISSUES:**

There are no corporate **FINANCIAL ISSUES** for the Portfolio relating to significant over or under spends.

There are no corporate **PROJECT ISSUES** for the Portfolio.

**HEALTH & ADULT SOCIAL CARE PORTFOLIO**

The proposed February programme update totals **£1,627,000**. This can be compared to the previous September update total of **£1,627,000** resulting in no change for the total value of the programme.

The changes within the programme are shown in the following summarised table:

	2013/14 £000's	2014/15 £000's	2015/16 £000's	2016/17 £000's	Later £000's	Total £000's
Proposed	859	768	0	0	0	1,627
Previous	1,627	0	0	0	0	1,627
Variance	(768)	768	0	0	0	0

**PROGRAMME CHANGES:**

There are no programme changes for the Portfolio.

## **MAJOR ITEMS OF SLIPPAGE/RE-PHASING:**

### **H&ASC 1 – SDS Modernisation Woolston Comm Centre (Slippage of £95,000 between 2013/14 and 2014/15)**

**Silver Scheme – £1,179,000 Scheme Budget**

**Overall RAG Status        GREEN**

**Schedule RAG Status     GREEN**

**Budget RAG Status        GREEN**

**Scheme now complete, slippage required to fund retention payments.**

Work is now complete, but retention payments will not be made until 2014/15, slippage is therefore required to ensure sufficient funds available.

### **H&ASC 2 – National Care Standards (Slippage of £286,000 between 2013/14 and 2014/15)**

**Silver Scheme – £1,491,000 Scheme Budget**

**Overall RAG Status        GREEN**

**Schedule RAG Status     GREEN**

**Budget RAG Status        GREEN**

**Delays in work and overall reassessment of requirements**

Delays in work programmed at Kentish Road and a reassessment of the level of work required within the residential establishments going forward has resulting in slippage. It should be noted that the budget for this scheme may not be fully utilised, however, at this stage there are no specific levels of under spend to report. Work is ongoing to provide this clarity.

### **H&ASC 3 – Replacement of Appliances & Equipment (Slippage of £68,000 between 2013/14 and 2014/15)**

**Bronze Scheme – £450,000 Scheme Budget**

**Overall RAG Status        GREEN**

**Schedule RAG Status     GREEN**

**Budget RAG Status        GREEN**

**Funding held for equipment repair/replacement at short notice not fully allocated in 2013/14**

Due to the uncertainty of equipment needing repair or replacement especially at short notice, it can be difficult to forecast the level of expenditure to be incurred during the year; however, provision has been made for the anticipated costs during the remainder of 2013/14, with the balance to be taken into 2014/15.

**H&ASC 4 – Common Assessment Framework (Slippage of £307,000 between 2013/14 and 2014/15)**

**Silver Scheme – £1,278,000 Scheme Budget**

**Overall RAG Status        GREEN**

**Schedule RAG Status     GREEN**

**Budget RAG Status        GREEN**

**Final elements of the scheme to be completed in 2014/15**

The extension of two fixed term contracts within the PARIS team for a six month period from 1 April 2014 to complete the scheme has required the slippage of funding to 2014/15. In addition, as a result of the removal of Electronic Documents Records Managements System (EDRMS) from the Common Assessment Framework project, alternative work is currently being identified that will qualify under this scheme in the new financial year.

**CORPORATE FINANCIAL & PROJECT ISSUES:**

There are no corporate **FINANCIAL ISSUES** for the Portfolio relating to significant over or under spends.

There are no corporate **PROJECT ISSUES** for the Portfolio.

**HOUSING & SUSTAINABILITY PORTFOLIO**

The proposed February programme update totals **£14,193,000**. This can be compared to the previous September update total of **£5,700,000** resulting in an increase of **£8,493,000**, which represents a percentage increase of **149.0%**.

The changes to the programme are shown in the following summarised table:

	2013/14 £000's	2014/15 £000's	2015/16 £000's	2016/17 £000's	Later £000's	Total £000's
Proposed	2,051	10,615	1,400	127	0	14,193
Previous	2,243	2,758	572	0	127	5,700
Variance	(192)	7,857	828	127	(127)	8,493

**PROGRAMME CHANGES:**

**H&S 1 – Thornhill District Energy (Total budget change £6,712,000 increase)**

**Gold Scheme – £6,712,000 Scheme Budget**

**Overall RAG Status        N/A**

**Schedule RAG Status     N/A**



**Budget RAG Status            N/A**

**Addition of District Energy scheme to the capital programme**

On 20 November 2013 Council approved the addition of a Thornhill District Energy scheme to the General Fund Capital Programme, funded from Energy Company Obligation (ECO) grant, and gave approval for capital spending, in accordance with Financial Procedure Rules.

**H&S 2 – Support for Estate Regeneration (Total budget change £91,000 increase)**

**Unapproved Scheme – £789,000 Scheme Budget**

**Overall RAG Status            N/A**

**Schedule RAG Status        N/A**

**Budget RAG Status            N/A**

**Addition of Section 106 Funding for Affordable Housing**

An increase in the capital programme reflects the additional Section 106 Developer Contributions for Affordable Housing received. Approval to spend will be sought when an appropriate project plan has been formulated.

**H&S 3 – Registered Provider Grants (Total Budget change £1,628,000 increase)**

**Gold Scheme – £1,628,000 Scheme Budget**

**Overall RAG Status            N/A**

**Schedule RAG Status        N/A**

**Budget RAG Status            N/A**

**There has been an addition to the programme to utilise available Right to Buy (RTB) receipts.**

On 21 January 2014, Cabinet approved the use of £1,628,000 of available RTB receipts to grant-fund registered providers for the provision of affordable housing. Full details of the scheme are in the Cabinet report.

**MAJOR ITEMS OF SLIPPAGE/RE-PHASING**

**H&S 4 – Salix Energy Efficiency scheme (Slippage of £104,000 from 2013/14 to 2014/15)**

**Bronze Scheme – £508,000 Scheme Budget**

**Overall RAG Status            GREEN**

**Schedule RAG Status        GREEN**

**Budget RAG Status            GREEN**

**Three individual Salix projects have had implementation delays.**

Implementation delays have led to slippage in three individual projects, most notably lighting upgrades in the Civic Centre (£40,000). In addition, the unallocated part of the approved budget (£54,000) has also been slipped into 2014/15.

**H&S 5 – Estate Parking Improvements (Slippage of £86,000 from 2013/14 to 2014/15)**

**Not a Sharepoint Scheme – £300,000 Scheme Budget**

**Overall RAG Status        N/A**

**Schedule RAG Status      N/A**

**Budget RAG Status        N/A**

**Owner/occupier consultation has delayed the project start**

The Estate Parking Improvements scheme covers several areas of the city, two of which were to be implemented in 2013/14. Implementation of the scheme requires all owner/occupiers to agree to pay 50% of costs. Delays in achieving this agreement, due in part to difficulty in contacting non-resident owners, have led to a delay in starting these projects.

**CORPORATE FINANCIAL & PROJECT ISSUES:**

There are no corporate **FINANCIAL ISSUES** for the Portfolio relating to significant over or under spends.

There are no corporate **PROJECT ISSUES** for the Portfolio.

**RESOURCES PORTFOLIO**

The proposed February programme update totals **£6,007,000**. This can be compared to the previous September update total of **£6,007,000** resulting in no change for the total value of the programme.

The changes within the programme are shown in the following summarised table:

	2013/14 £000's	2014/15 £000's	2015/16 £000's	2016/17 £000's	Later £000's	Total £000's
Proposed	2,762	2,695	550	0	0	6,007
Previous	5,807	200	0	0	0	6,007
Variance	(3,045)	2,495	550	0	0	0

**PROGRAMME CHANGES:**

There are no programme changes for the Portfolio.

## **MAJOR ITEMS OF SLIPPAGE/RE-PHASING:**

### **RES 1 – Works to Enable Marland House Vacation (Slippage of £895,000 between 13/14 and 14/15)**

**Gold Scheme – £1,200,000 Scheme Budget**

**Overall RAG Status        GREEN**

**Schedule RAG Status     GREEN**

**Budget RAG Status        GREEN**

#### **Slippage to reflect scheduling of works**

Approval for the scheme was given on the understanding that flexible working will be applied to facilitate the vacation of Marland House and that conversion works will only be done if absolutely necessary. Limited but essential electrical works have recently been approved to facilitate a greater density of desks / flexible working facilities within the Civic Centre North Block. The remaining budget in the current financial year will be slipped into 2014/15.

### **RES 2 – Art Gallery Roof Repairs and AHU Replacement (Slippage of £550,000 between 13/14 and 15/16)**

**Gold Scheme – £1,936,000 Scheme Budget**

**Overall RAG Status        GREEN**

**Schedule RAG Status     GREEN**

**Budget RAG Status        AMBER**

Completion of the project was initially delayed due to re-tendering of the work for Phase 2. Tenders have now been received and after a detailed review, a decision has been taken that the works will not proceed at this stage. The scheme is therefore on hold whilst further work is undertaken to explore alternative funding sources to enable completion of the works. Until this is concluded, any urgent reactive repairs will need to be addressed and managed as part of the existing Centralised Repair and Maintenance budgets. The remaining budget of £550,000 has therefore been slipped into 2015/16 at which time is anticipated that the funding review will have concluded.

### **RES 3 – Office Accommodation (Slippage of £1,600,000 between 13/14 and 14/15)**

**Gold Scheme– £24,500,000 Scheme Budget**

**Overall RAG Status        AMBER**

**Schedule RAG Status     GREEN**

**Budget RAG Status        AMBER**

#### **Slippage to reflect scheduling of works**

The detailed plans to complete this project and facilitate the re-occupation of the Civic Centre North Block are expected to be agreed shortly and the planned works to the building to enable this to take place have commenced. However due to the volume and complexity of the work together with the need for listed building consent, it is now anticipated that some of the work will slip into the early part of the next financial year. These works will include IT, toilet facilities, supervision space, storage facilities and provision of a back-up generator for the IT suite and it is essential that these are completed within the timescales necessary to enable the vacation of Marland House. In addition to this, a £0.5M under spend is forecast on the overall project as set out in RES 4 below and this sum has been slipped into 2014/15.

### **CORPORATE FINANCIAL & PROJECT ISSUES:**

The corporate **FINANCIAL ISSUES** for the Portfolio relating to significant over or under spends are:

#### **RES 4 – Office Accommodation (Forecast £500,000 Favourable Scheme Variance)**

Gold Scheme– £24,500,000 Scheme Budget

Overall RAG Status       **AMBER**

Schedule RAG Status     **GREEN**

Budget RAG Status       **AMBER**

#### **Review of final spend subject to completion of works and agreement of Phase 3 final account**

The favourable variance reflects latest forecasts for final spend against the overall project. However, these figures will be subject to a detailed review once the North Block works are complete and the final accounts for Phase 3 in relation to works and associated fees are agreed with the contractor.

There are no corporate **PROJECT ISSUES** for the Portfolio.