

## KEY ISSUES – QTR 2

### EDUCATION & CHILDRENS SOCIAL CARE PORTFOLIO

The portfolio capital programme currently totals **£19.49M**. This can be compared to the programme position following 2014/15 closedown of **£11.59M** resulting in an increase of **£7.9M** on the programme which represents a percentage variance of **68.2%**.

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

	<b>2015/16</b>	<b>2016/17</b>	<b>2017/18</b>	<b>Later</b>	<b>Total</b>
	<b>£M</b>	<b>£M</b>	<b>£M</b>	<b>£M</b>	<b>£M</b>
Programme post 14/15 outturn	10.00	1.59	0.00	0.00	11.59
New Schemes	0.92	0.35	0.00	0.00	1.27
Changes to the Existing Schemes	3.37	3.26	0.00	0.00	6.63
(Under)Overspends	0.00	0.00	0.00	0.00	0.00
Slippage/Rephasing	(2.67)	2.67	0.00	0.00	0.00
<b>Programme Total</b>	<b>11.62</b>	<b>7.87</b>	<b>0.00</b>	<b>0.00</b>	<b>19.49</b>

### **PROGRAMME CHANGES**

#### **NEW SCHEMES**

##### **ECSC 1 - The Polygon School expansion – Morris House (£0.46M Addition)**

##### **Addition of £0.46M (2015/16) for the purchase of Morris House**

The additional funding will enable Southampton City Council (SCC) to purchase Morris House from Southern NHS Trust to meet the needs of The Polygon School for additional provision; to provide an evening and weekend base for activities related to the Restorative Practice Network sponsored by the Youth Offending Service and for the Headstart programme, which is funded by the BIG Lottery.

##### **ECSC 2 - Bitterne Park Planning Obligations (£0.20M Addition)**

##### **Addition of £0.20M (2015/16) for Bitterne Park Planning Obligations**

Bitterne Park Secondary School is being re-built and its capacity expanded from 1,500 to 1,800 under the Priority Schools Building Programme, funded by the DfE and delivered by the Education Funding Agency. As a result of the expansion, it is likely that the planning approval will require SCC to make adaptation to highways and access arrangements. This sum is to cover potential costs, including legal fees, relating to the likely obligations.

##### **ECSC 3 – Weston Park Primary School (£0.10M Addition)**

##### **Addition of £0.10M (2015/16) for adaptations required to accommodate a bulge class.**

It is known that within the east of the city there is a short term capacity issue at Year R. This adaptation at Weston Park Primary will meet this short term need.

#### **ECSC 4 – Springhill Primary School (£0.40M Addition)**

**Addition of £0.05M (2015/16) and £0.35M (2016/17) for adaptations required to accommodate a bulge class.**

This allows for expansion by one bulge class to meet the forecast shortfall of places in the Central planning area. This is subject to further discussions with the Trust and the Diocese before agreement to proceed can be reached, but there is agreement in principle.

#### **ECSC 5 – Start Point Sholing (£0.10M Addition)**

**Addition of £0.10M (2015/16) for remedial works to accommodate the 2015/16 Year R intake for Springwell Special School at Start Point Sholing.**

These works are required to provide accommodation for the Springwell 2015/16 Year R group of 24 children who could not be admitted to the Springwell main school site due delays in the Springwell Scheme as outlined in ECSC 12. Some minor adaptations to staff accommodation at Springwell are also included as these could not be made at the Sholing site.

### **CHANGES TO EXISTING SCHEMES**

#### **ECSC 6 - R&M Planned Programme (£2.60M Increase)**

**Addition of £2.25M (2015/16) and 0.35M (2016/17) for Priority 1 repair and maintenance issues for maintained schools**

There is presently a backlog maintenance schedule at maintained schools in Southampton. Many of these condition-related items (e.g. boilers, roofs, windows) have a direct bearing on schools' ability to function. This capital allocation will deal with just over half of Priority 1 issues identified in maintained schools' condition surveys.

#### **ECSC 7 - Asbestos Management (£0.25M Increase)**

**Addition of £0.25M (2015/16) for the ongoing annual asbestos management for maintained schools**

The Council has a statutory responsibility to provide an ongoing programme of asbestos management for all its maintained schools that are affected by this issue. The cost of this inspection and works programme is generally stable from each financial year to the next.

#### **ECSC 8 - Health and Safety (incl. Fire Risk Assessments) (£0.25M Increase)**

**Addition of £0.25M (2015/16) for the annual programme of Health and Safety works at maintained schools**

Contractual delays in 2014/15 means that the programme of post-FRA implementation is behind schedule and additional costs will need to be met this year, having underspent (due to the delays) in 2014/15.

#### **ECSC 9 - Shirley Warren Primary School Expansion (£0.26M Increase)**

**Addition of £0.26M (2015/16) for three additional classrooms**

This scheme is to convert the old portage room into a classroom, build a new class above the year R playground and convert the staffroom to another classroom.

#### **ECSC 10 -Valentine Primary School Westwood Block (£0.34M Increase), (Slippage of £0.60M from 2015/16 to 2016/17)**

**Addition of £0.34M (2016/17) to fund the traditional build of three additional classrooms. Slippage of £0.60M from 2015/16 to 2016/17 due to delays arising from an unsuccessful tender process.**

It is expected that the DfE will fund a re-build of an existing block that is in poor condition as part of the PSBP Phase 2. This additional work has delayed the original project for four classrooms. To date one classroom has been built. It is hoped that the additional three classrooms will form part of the DfE project although funded by SCC. The SCC project would be completed after the rebuild has been completed. In addition the three classrooms will be based on a traditional build rather than a modular design and will therefore require the further funding of £0.34M.

**ECSC 11 - Sholing Junior (£0.75M Increase), (Slippage of £0.45M from 2015/16 to 2016/17)**

**Addition of £0.75M (2016/17) for expansion of four classrooms based on a traditional build. Slippage of £0.45M from 2015/16 to 2016/17 due to delays arising from an unsuccessful tender process.**

The capacity of the school is to be increased by five classrooms. One classroom has been completed from the conversion of a room within the school. The remaining four classrooms were originally intended to be completed through a modular solution. However, the tender process for the modular build was unsuccessful which has led to the project needing to be completed through a traditional build, at a higher cost and with significant delay. The works are now likely to be undertaken between February and August 2016.

**ECSC 12 – Springwell Special School Expansion (£1.30M Increase), (Slippage of £0.90M from 2015/16 to 2016/17)**

**Addition of £1.30M (2016/17) to fund the traditional build of six additional classrooms. Slippage of £0.90M from 2015/16 to 2016/17 due to delays arising from an unsuccessful tender process.**

£1.3M has been added to E&CSC capital programme for increased capacity at Springwell Special School following increased demand on special school places. The total estimated cost for the phase 1 is now £2.70M, an increase of £1.3M from the amount added by Cabinet in March 2015. This is because the project is now based on a traditional build after no tenders were received for a modular build. Currently there is slippage of £0.90M against 2015/16 approved budget as the need for a second tender process will lead to work on site beginning much later than originally intended.

The proposed extension will provide 6 additional classrooms with all ancillary facilities, built to match the style and design of the existing school.

**ECSC 13 - Portswood Primary Expansion (£0.10M Increase), (Slippage of £0.37M from 2015/16 to 2016/17)**

**Addition of £0.10M (2016/17) for the additional costs associated with a traditional build. Slippage of £0.37M from 2015/16 to 2016/17 due to delays arising from an unsuccessful tender process.**

The capacity at the school was originally intended to be increased through a modular build. However, the tender process for the modular build was unsuccessful which has led to the project needing to be completed through a traditional build, at a higher cost and with significant delay. Works are currently planned to begin on site in Jan 2016.

**ECSC 14 – Fairisle Infant and Nursery Expansion (£0.19M Increase).**

**Addition of £0.19M (2015/16) for the updated full cost for a modular build of two classrooms.**

This is the additional amount required based on an updated and more accurate assessment of the cost of a two classroom modular build to create the previously agreed additional capacity. The sum originally sought and approved amounted to only half of the real cost.

**ECSC 15 – Fairisle Junior Expansion (£0.55M Increase).**

**Addition of £0.55M (2016/17) for the updated full cost for a four classroom expansion.**

This is the additional amount required based on an updated and more accurate assessment of the cost of a four classroom expansion. The sum originally sought and approved amounted to only half of the real cost.

**ECSC 16 – Bitterne Manor Primary Expansion (£0.10M Increase).**

**Addition of £0.10M (2015/16) for adaptations required to accommodate a bulge class.**

A more complete assessment of the cost associated with the internal alterations to provide one additional bulge classroom has been undertaken. The required roofing works at £0.22M are being funded from within the agreed R&M budget.

**ECSC 17 – Primary Review Contingency (£0.09M Increase).**

**Addition of £0.09M (2015/16) to cover the entire Primary expansion programme in the event of additional unforeseen expenditure.**

In conjunction with the increase in specific schemes outlined in this report an increase in the contingency is required. This sum will be used to fund schemes across the programme where unforeseen additional works are identified as the scheme progresses.

**ECSC 18 – Schools Access Initiative (£0.15M Increase).**

**Addition of £0.15M (2015/16) to provide accessibility to educational facilities**

The Council has an ongoing statutory responsibility to provide accessibility to educational facilities for children with disabilities, which requires adaptations to be made to school buildings. This programme of work is reactive, with money being spent in response to requests from schools throughout the course of a given year. Previous examples of work carried out include the provision of access ramps, accessible toilets, stair lifts and changing benches. This addition represents the requirement for works estimated to occur in 2015/16.

**ECSC 19 - St John's Primary & Nursery (Under spend of £0.42M)**

**The under spend of £0.42M is split £0.29M (2015/16) and £0.13M (2016/17). The project has been reduced and will finish earlier than originally planned. The funding for this scheme will be transferred to other schools in order to fulfil the city's primary expansion requirements.**

Due to archaeological restrictions and issues with the depth of the foundations elements of this project could not continue. The associated planned increase in capacity and associated funding has been transferred to schemes at other schools within the programme.

**(UNDER)/OVERSPENDS**

**ECSC 20 – Secondary Schools Estates Capital (Over spend of £0.13M, this is offset by an equivalent under spend across the rest of the programme)**

Following the close of the financial year it was identified that the project is expected to be completed within this financial year.

Although there is a nil variance within the total programme, as outlined in the table below, there is currently a predicted over spend of £0.13M against Secondary School Estates Capital as the project is still ongoing without funding. This over spend can be met from within the existing capital programme through funding released by various under spends achieved in 2015/16.

	Under £M	Over £M
Secondary School Estates Capital		0.13
Schools Expansion Schemes	(0.12)	
Kitchen adaptations to meet Universal Infant Free School Meal obligations	(0.01)	
<b>Total</b>	<b>(0.13)</b>	<b>0.13</b>

**SLIPPAGE/REPHASING**

There has been £2.67M of slippage from 2015/16 to 2016/17. The detailed explanations, by scheme, to support this slippage are included above within the supporting narrative for Changes to Schemes where there has also been an addition to the scheme.

**ECSC 21 – Early Years Expansion Programme (Slippage of £0.14M from 2015/16 to 2016/17)**

**Slippage of £0.14M from 2015/16 to 2016/17 due to delays on four of the thirty one projects.**

This project is to ensure sufficient capacity exists to meet the Early Years entitlement of 3 to 4 year olds. Delays have been incurred on the works as it has taken longer than expected to undertake the full consultation required.

**ECSC 22 – Solar PV Resources project, (Slippage of £0.09M from 2015/16 to 2016/17)**

**Slippage of £0.09M from 2015/16 to 2016/17 due to approval for works required from the District Network Operator, (DNO).**

Installation works were scheduled for August 2015. These were postponed as approval from the District Network Operator had not been obtained. This has therefore caused a delay in the project until such time that the approval is granted.

**ENVIRONMENT & TRANSPORT PORTFOLIO**

The portfolio programme currently totals **£20.52M**. This can be compared to the programme position following 2014/15 closedown of **£20.07M** resulting in an increase of **£0.45M** on the programme which represents a percentage increase of **2.3%**.

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

	2015/16	2016/17	2017/18	Later	Total

	£M	£M	£M	£M	£M
Programme post 14/15 outturn	20.07	0.00	0.00	0.00	20.07
New Schemes	0.07	0.00	0.00	0.00	0.07
Changes to Existing Schemes	0.38	0.00	0.00	0.00	0.38
(Under)/Overspend	0.00	0.00	0.00	0.00	0.00
Slippage/Rephasing	0.00	0.00	0.00	0.00	0.00
<b>Programme Total</b>	<b>20.52</b>	<b>0.38</b>	<b>0.00</b>	<b>0.00</b>	<b>20.52</b>

## **PROGRAMME CHANGES**

### **NEW SCHEMES**

#### **E&T 1 – Street Lighting (£0.07M Increase)**

**Developer Contributions have been added to the programme.**

The addition of ‘approved’ developer funds has created a scheme that will allow projects not included within the PFI to be considered for improvements. This increase was approved by the Director, Place and is funded by site specific S. 106 contributions.

### **CHANGES TO EXISTING SCHEMES**

#### **E&T 2 – Unclassified Roads (£0.15M Increase)**

**A budget was added for urgent works.**

An increase in the Above Bar project was required in order for the Council to commence the necessary repairs. The works needed to be carried out urgently in order to prevent further injury accidents and to facilitate the timely completion of the SNAC development, which is dependent upon the successful repair of this road. The total increase of £0.35M was approved by the Director, Place and is funded by £0.15M of external contributions and a virement of £0.2M from savings on completed Unclassified Roads projects.

#### **E&T 3 – Highways Improvements (£0.14M Increase)**

**Developer Contributions have been added to the programme.**

The addition of ‘approved’ developer funds will allow delivery of 13 infrastructure improvements with the works being programmed in conjunction with the 2015/16 Highways roads programme. This increase was approved by the Director, Place and is funded by site specific S. 106 contributions.

#### **E&T 4 – Centenary Quay (£0.09M Increase)**

**Developer Contributions have been added to the programme.**

The Woolston District Centre Improvement scheme will provide transport and public realm improvements in Woolston mitigating the potential traffic impacts of the Centenary Quay development and providing benefits for local residents and businesses. This increase was approved by the Director, Place and is funded by strategic S.106 contributions

### **(UNDER)/OVERSPENDS**

None

## **SLIPPAGE/REPHASING**

None

### **ENVIRONMENT & TRANSPORT PORTFOLIO – CITY SERVICES**

The portfolio programme currently totals **£1.61M**. This can be compared to the programme position following 2014/15 closedown of **£0.45M** resulting in an increase of **£1.16M** on the programme which represents a percentage increase of **257.7%**.

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

	<b>2015/16</b>	<b>2016/17</b>	<b>2017/18</b>	<b>Later</b>	<b>Total</b>
	<b>£M</b>	<b>£M</b>	<b>£M</b>	<b>£M</b>	<b>£M</b>
Programme post 14/15 outturn	0.45	0.00	0.00	0.00	0.45
New Schemes	0.82	0.30	0.00	0.00	1.12
Changes to Existing Schemes	0.04	0.00	0.00	0.00	0.04
(Under)/Overspends	0.00	0.00	0.00	0.00	0.00
Slippage/Rephasing	0.00	0.00	0.00	0.00	0.00
<b>Programme Total</b>	<b>1.31</b>	<b>1.30</b>	<b>0.00</b>	<b>0.00</b>	<b>1.61</b>

## **PROGRAMME CHANGES**

### **NEW SCHEMES**

#### **CS 1 – Central Depot Development (£1.12M Increase)**

##### **Relocation of Services from Town Depot to a Central Depot.**

Cabinet approved the addition of £1.12M to the City Services Capital Programme, £0.82M in 2015/16 and £0.30M in £2016/17, to relocate services from Town Depot to a central depot in Granville Street. The refurbishment of the property in Granville Street will provide an efficient, secure location, close to the City Centre, for Street Cleansing services to operate from and opportunities for the Council to relocate and consolidate services releasing currently used properties.

### **CHANGES TO EXISTING SCHEMES**

#### **CS 2 – Freemantle Common Play Area (£0.03M Increase)**

##### **Installation of a new play area at Freemantle Common.**

The Director, Place, approved the increase of an additional £0.03M, funded from S106 Developer Contributions, to install a new play area at Freemantle Common.

### **(UNDER)/OVERSPENDS**

None

## **SLIPPAGE/REPHASING**

None

## **HEALTH & ADULT SOCIAL CARE PORTFOLIO**

The portfolio capital programme currently totals **£0.60M**. This can be compared to the programme position following 2014/15 closedown of **£0.66M**. There has been a decrease of **£0.06M** on the programme which represents a percentage variance of **9.1%**.

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

	<b>2015/16</b>	<b>2016/17</b>	<b>2017/18</b>	<b>Later</b>	<b>Total</b>
	<b>£M</b>	<b>£M</b>	<b>£M</b>	<b>£M</b>	<b>£M</b>
Programme post 14/15 outturn	0.66	0.00	0.00	0.00	0.66
New Schemes	0.00	0.00	0.00	0.00	0.00
Changes to Existing Schemes	0.00	0.00	0.00	0.00	0.00
(Under)/Overspends	(0.06)	0.00	0.00	0.00	(0.06)
Slippage/Rephasing	0.00	0.00	0.00	0.00	0.00
<b>Programme Total</b>	<b>0.60</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.60</b>

## **PROGRAMME CHANGES**

### **NEW SCHEMES**

None

### **CHANGES TO EXISTING SCHEMES**

None

### **(UNDER)/OVERSPENDS**

#### **HASC 1 - Paris 5.1 Upgrade (Decrease of £0.06M)**

**The project has been completed below budget primarily due to the IT costs being significantly lower than anticipated.**

The £0.06M underspend is against the Paris 5.1 Upgrade project. This is primarily due to the use of greater volumes of pre-paid development days from IT. This is the expected saving on this project taking into consideration the current known commitments and forecast costs.

## **SLIPPAGE/REPHASING**

None

## **HOUSING & SUSTAINABILITY PORTFOLIO**



The portfolio capital programme currently totals **£5.77M**. This can be compared to the programme position following 2014/15 closedown of **£4.17m** resulting in an increase of **£1.60M** on the programme which represents a percentage variance of **38.4%**.

This is shown in the following summarised table:

	<b>2015/16</b>	<b>2016/17</b>	<b>2017/18</b>	<b>Later</b>	<b>Total</b>
	<b>£M</b>	<b>£M</b>	<b>£M</b>	<b>£M</b>	<b>£M</b>
Programme post 14/15 outturn	3.88	0.29	0.00	0.00	4.17
New Schemes	1.60	0.00	0.00	0.00	1.60
Changes to Existing Schemes	0.00	0.00	0.00	0.00	0.00
(Under)/Overspends	0.00	0.00	0.00	0.00	0.00
Slippage/Rephasing	0.00	0.00	0.00	0.00	0.00
<b>Programme Total</b>	<b>5.48</b>	<b>0.29</b>	<b>0.00</b>	<b>0.00</b>	<b>5.77</b>

## **PROGRAMME CHANGES**

### **HS 1 – Development Company (£0.25M Increase)**

#### **New project to undertake the set-up of a Development Company**

A new budget has been approved to undertake work to establish a wholly owned Development Company (DevCo) to deliver city wide development.

### **HS 2 – Green Deal (£0.75M Increase)**

#### **New project to undertake energy efficiency work across the City**

A government grant (held by Eastleigh Borough Council) has been awarded to fund energy efficiency home improvement work to residential properties across the City.

### **HS 3 – HIL/DFG Repayment (£0.60M Increase)**

#### **Funding from repayments of grants and loans to fund Private Sector Housing spend**

Income of £0.60M has been received from repayment of Home Improvement Loans and Disabled Facilities Grants following the sale of the recipient's properties. This funding is to be spent on Private Sector Housing expenditure, including fuel poverty initiatives.

## **CHANGES TO EXISTING SCHEMES**

None

## **(UNDER)/OVERSPENDS**

None

## **SLIPPAGE/REPHASING**

None

## **LEADER'S PORTFOLIO**

The portfolio programme currently totals **£24.82M**. This can be compared to the programme position following 2014/15 closedown of **£21.88M** resulting in an increase of **£2.94M** on the programme which represents a percentage increase of **13.5%**.

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

	<b>2015/16</b>	<b>2016/17</b>	<b>2017/18</b>	<b>Later</b>	<b>Total</b>
	<b>£M</b>	<b>£M</b>	<b>£M</b>	<b>£M</b>	<b>£M</b>
Programme post 14/15 outturn	18.31	3.12	0.35	0.10	21.88
New Schemes	0.00	0.00	0.00	0.00	0.00
Changes to Existing Schemes	(2.01)	4.95	0.00	0.00	2.94
(Under)/Overspends	0.00	0.00	0.00	0.00	0.00
Slippage/Rephasing	0.00	0.00	0.00	0.00	0.00
<b>Programme Total</b>	<b>16.30</b>	<b>8.07</b>	<b>0.35</b>	<b>0.10</b>	<b>24.82</b>

## **PROGRAMME CHANGES**

### **NEW SCHEMES**

None

### **CHANGES TO EXISTING SCHEMES**

#### **LEAD 1 – Southampton New Arts Centre (£2.86M Increase, slippage of £2.99M from 15/16 to 16/17)**

**Additional budget was required for the fit out of the Arts Centre.**

The fit out of the shell of the New Arts Centre recently went out to tender and the actual price of the work is expected to be substantially higher than the budget set for this aspect of the project. In order to fund this additional cost, £1.96M of Council funding was approved to be added to the capital programme by Council in July 2015. As the work on the fit out went out to tender later than originally anticipated, the majority of this work is expected to be completed in 2016/17. To reflect this change, Council also approved a re-profiling of the budget (£2.99M from 2015/16 to 2016/17).

Further to this, an addition to the programme of up to £0.90M was approved by Council in May 2013 for payments to the developer, if their profit level was less than an agreed target as valued on completion of the arts complex shell. The full sum has now been added to the scheme budget total, following the advice of an independent review of the scheme.

#### **LEAD 2 – West Quay Phase 3 (£0.04M Increase)**

**An increase in budgeted expenditure will be funded by external contributions.**

The cost of work on West Quay Phase 3 is expected to be higher than originally budgeted. An increase in the scheme has been approved, which will be fully funded by contributions from an external contractor.

#### **LEAD 3 – Town Depot (£0.05M Increase)**

## **An increase in budgeted expenditure will be funded by contributions.**

The cost of preparing the land at the Town Depot site will be higher than originally budgeted. An increase in the scheme has been approved which will be fully funded by contributions from a developer.

### **(UNDER)/OVERSPENDS**

None

### **SLIPPAGE/REPHASING**

None.

## **COMMUNITIES, CULTURE & LEISURE PORTFOLIO**

The portfolio programme currently totals **£2.30M**. This can be compared to the programme position following 2014/15 closedown of **£2.25M** resulting in an increase of **£0.05M** on the programme which represents a percentage increase of **2.2%**.

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

	<b>2015/16 £M</b>	<b>2016/17 £M</b>	<b>2017/18 £M</b>	<b>Later £M</b>	<b>Total £M</b>
Programme post 14/15 outturn	2.12	0.05	0.08	0.00	2.25
New Schemes	0.04	0.00	0.00	0.00	0.04
Changes to Existing Schemes	0.01	0.00	0.00	0.00	0.01
(Under)/Overspends	0.00	0.00	0.00	0.00	0.00
Slippage/Rephasing	0.00	0.00	0.00	0.00	0.00
<b>Programme Total</b>	<b>2.17</b>	<b>0.05</b>	<b>0.08</b>	<b>0.00</b>	<b>2.30</b>

### **PROGRAMME CHANGES**

#### **NEW SCHEMES**

#### **CCL 1 – Guildhall Square Electricity Supply Enhancement (£0.04M increase)**

#### **Improvements to Guildhall Square electricity supply to attract future events**

The Director, Place, approved the addition of £0.04M to the Leisure Capital Programme following a report to Council Capital Board, for the enhancement of the electricity supply in Guildhall Square to attract future events.

#### **CHANGES TO EXISTING SCHEMES**

## **CCL 2 – Lordshill Outdoor Recreation Drainage Works (£0.01M increase)**

### **Additional works to drainage at Lordshill Outdoor Recreation**

The Director, Place, approved the increase of an additional £0.01M Developer S106 Playing Field contributions to provide drainage to 5 pitches at Lordshill Outdoor Recreation Centre.

### **(UNDER)/OVERSPENDS**

None

### **SLIPPAGE/REPHASING**

None

## **FINANCE PORTFOLIO**

The portfolio capital programme currently totals **£2.97M**. This can be compared to the programme position following 2014/15 closedown of **£3.91m** resulting in a decrease of **£0.94M** on the programme which represents a percentage variance of **24.0%**.

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

	<b>2015/16</b>	<b>2016/17</b>	<b>2017/18</b>	<b>Later</b>	<b>Total</b>
	<b>£M</b>	<b>£M</b>	<b>£M</b>	<b>£M</b>	<b>£M</b>
Programme post 2014/15 outturn	3.31	0.31	0.29	0.00	3.91
New Schemes	0.29	0.09	0.00	0.00	0.38
Changes to Existing Schemes	0.00	0.00	0.00	0.00	0.00
(Under)/Overspends	(1.32)	0.00	0.00	0.00	(1.32)
Slippage/Rephasing	(0.62)	0.62	0.00	0.00	(0.00)
<b>Programme Total</b>	<b>1.66</b>	<b>1.02</b>	<b>0.29</b>	<b>0.00</b>	<b>2.97</b>

## **PROGRAMME CHANGES**

### **NEW SCHEMES**

#### **FIN 1 – Customer Portal (£0.36M Increase)**

##### **Implementation of new Customer Portal.**

The new scheme was approved under delegated powers in August 2015, funded from revenue (Transformation funding) to enable the implementation of a single sign-on customer portal for all customer accounts held within the council. The scheme is phased £0.27M in 2015/16 and £0.09M in 2016/17.

#### **FIN 2 – Investment in Local Capital Finance Company (£0.02M Increase)**

## **Investment in Local Capital Finance Company.**

The scheme was approved to enable the Council to invest £20,000 in the Local Capital Finance Company (LCFC) established by the Local Government Association as an alternative to the PWLB. The LCFC will exist to issue bonds on the capital markets and lend the proceeds to local authorities. This investment will enable the Council to borrow from the agency. Scheme funding has been allocated from Council Resources.

## **CHANGES TO EXISTING SCHEMES**

None

## **(UNDER)/OVERSPENDS**

### **FIN 3 – Accommodation Strategy Action Programme (ASAP) (£0.23M Decrease)**

#### **Fit out costs for former Fountains café area to be met by new occupier.**

A budget of £225,000 had been retained within the scheme to cover the cost of fit-out for any future use of the former Fountains café area within the Civic Centre North Block. However a lease is now in place from 1<sup>st</sup> September for this area to be occupied by the Police and any fit-out costs will be incurred by the new occupier. As a result this budget and the associated direct revenue funding will no longer be required.

### **FIN 4 – Works to Enable Accommodation Strategy (£1.00M Decrease)**

#### **Reduction in assumed future accommodation changes as a result of a review of the Accommodation Strategy.**

The scheme exists to cover any further accommodation changes required to implement the overall accommodation strategy, to include where possible the future vacation and disposal of Service Property and any required Civic Centre adaptations. Following a detailed review of the remaining budget it has been agreed by the Accommodation Board that a sum of £1M can be released to be considered as part of any wider prioritisation of resources. This sum is funded from direct revenue funding (£0.7M) and Council Resources (£0.3M). The reduction of £0.7M has already been included as a 2015/16 one-off saving within the 18<sup>th</sup> August 2015 Cabinet report.

### **FIN 5 – Oaklands School Site Demolition (£0.09M Decrease)**

#### **Release of retention and residual fee monies no longer required.**

Demolition works on site were completed in 2014/15, however a sum of £0.09M was slipped into 2015/16 to meet the costs of any residual retention or fee payments. No further payments are now expected and therefore the £0.09M is no longer required.

## **SLIPPAGE/REPHASING**

### **FIN 6 – Accommodation Strategy Action Programme (ASAP) (Slippage of £0.09M from 15/16 to 16/17)**

#### **Revised phasing of works under the Accommodation Strategy Action Programme.**

The slippage has arisen due to the updated phasing of works to complete the programme together with disputed amounts. These works include increased IT capacity and provision of a backup generator to the IT suite.

### **FIN 7 – Works to Enable Accommodation Strategy (Slippage of £0.53M from 15/16 to 16/17)**

**Provision of future years requirements for accommodation related changes.**

The slippage is intended to cover any works required in future years for accommodation related changes to enable implementation of the wider accommodation strategy e.g. potential vacation of service properties.