

Capital Budget – Revised budget and forecast main variancesIdentified Variances

The significant variances on schemes are:

Department	Reasons	£000
C&FS – School Accommodation 2015/16 (slippage)	Slippage due to project delays on the following schemes: <u>Birstall new Primary School</u> £0.3m as a result of late agreement from developers, <u>Kibworth CE Primary School</u> £0.5m due to Academy slippage which is out of LCC control as payments are passported to Academy. <u>Wigston 10+ Retention</u> £1.3m delays in agreeing scheme requirements and completion of feasibility studies. Works have now been submitted for planning. <u>New area special school, Wigston</u> £1.0m delays due to a redesign of the scheme due to the withdrawal of the original planning application following the listing of Abington House. Revised designs have now been submitted for planning permission. <u>Wigston Campus Masterplan</u> £0.7m project being undertaken by the Abington Academy Trust. Delays while awaiting for the works to be confirmed. Impacted by the delays to the Birkett House scheme. <u>Replacement mobile classrooms</u> £1.2m due to delays confirming scheme requirements and a review of schemes due to increases in the estimated costs. Works have now been agreed and submitted for planning approval. <u>Earl Shilton Townlands CE Primary School</u> £1.1m following a deferral of the provision of places in Earl Shilton. <u>Other schemes:</u> slippage of £0.4m on various other schemes.	-6,500
C&FS – School Accommodation 2015/16 (underspend)	Underspend arising from projects including: Ibstock St Denys Infants School £0.3m following agreement of contract sum; Great Glen St. Cuthbert's CE PS Glen £0.3m reflecting reduced scope of scheme and savings in contract sum; Secondary Basic Need £0.4m consideration of use of funds to be made by Corporate Schools Group; Reduced requirements for secondary school accommodation programme £0.8m.	-1,800
C&FS - Maintenance	Slippage on a 9 small schemes, mainly due to specific	-127

Department	Reasons	£000
	schemes not being ready to enable funding to be made available. The schemes are based on prioritised assessed needs.	
C&FS – School Accommodation 2016/17	In response to the forecast slippage it was agreed by the Corporate Schools Group under delegated powers given to the Director of Children & Family Services and the Director of Resources by Cabinet to accelerate seven schemes for a value of £2.6m from 2016/17; Hinckley - Mount Grace High School £0.9m, Countesthorpe - Greenfield Primary School £0.5m, Braunstone - new primary school £0.8m and four smaller schemes at £0.4m.	2,634
C&FS – Targeted Early Help Hubs	Programme completed ahead of schedule. Acceleration on the funding from 2016/17 programme.	376
A&C – Hinckley Library/The Limes DC scheme	The original programmed scheme to accommodate the Limes Day Centre within the Hinckley Library is no longer required.	-327
A&C – Replacement of Mobile Libraries	2 vehicles were ordered but delivery is expected early 2016/17 which is due to confirming exact requirements for the vehicles.	-200
A&C - Carlton Drive Respite Service	Delays in design work due to requirement to complete other similar schemes. To complete all schemes at the same time would have placed an unnecessary burden on service delivery and resources to complete the scheme.	-140
A&C – Changing Places	Slippage relates to 2 grants due to be paid to the City Council and Hinckley & Bosworth District Council but for which works were not completed.	-90
A&C – Extracare Loughborough Scheme	Indicative timelines have slipped due to delays in the purchase of the land.	-79
A&C – Donnington Le Heath Manor House Improvements	Delays in getting planning and listed building consent and supplier did not provide and install modular ticket office on time.	-57
A&C – Blaby Library space reconfiguration	Slippage of project, to be replaced by a scheme at Hinckley where a greater need was identified.	-50
E&T – M1 Junction 22	Slippage due to a delay in receiving technical approval from Highways England. Changes from the original design incurred time to be agreed by Highways England and tighter restricted working hours mean the scheme will take longer to complete than anticipated.	-2,051
E&T – Zouch Bridge Replacement	Delays with the land purchase (Compulsory Purchase Order may be issued) means that the work is likely to commence in Spring 2017, the revised completion date is March 2018 rather than December 2016.	-1,709
E&T – Major Scheme Prep/Feasibility	Slippage due to alignment with SEP schemes and future major transport projects	-1,317

Department	Reasons	£000
E&T – LED Street Lighting – Invest to save	Slippage due to delays in signing the contract, project resources being unavailable and a 12 week lead time on the luminaires. Installation commenced in March 2016.	-1,045
E&T – A42 junction 13	Slippage due to revised profile of spend and works.	-297
E&T - Integrated Transport Schemes	Slippage to enable match funding of future SEP schemes.	-276
E&T – Ashby Canal	Slippage due to a revised funding profile	-72
E&T – M1 New Bridge	Acceleration of scheme based on revised profile of spend and works. The scheme is funded by the landowners.	2,178
E&T – Leic. North West Major Scheme	Acceleration of scheme based on revised profile of spend and works.	2,631
E&T – Hinckley Scheme Phase 3	Acceleration of scheme as a result of advance design fees to enable phase 3 works to begin in 2016/17.	548
E&T – Fleet Renewal	Acceleration from revised procurement timetable to ensure needs of the service is met.	471
E&T – Transport Asset Management (Maintenance)	Acceleration of maintenance schemes and works to enable efficient utilisation of resources over a 2 year programme.	445
E&T – Depot Review	Overspend due to Health & Safety and Environmental works.	419
E&T – Loughborough Town Centre (LTC) and other major schemes	Overspend as a result of fees and part 1 compensation schemes for LTC and Earl Shilton Bypass.	169
E&T – Lubbethorpe Strategic Employment Site Access	Acceleration due to fees/design expenditure incurred before scheme commences.	85
E&T – Waste Management – RHWS General	Spend delayed to allow additional resources to be added to the Coalville Transfer Station project if required.	-364
E&T – Waste Management – Coalville Transfer Station	Slippage due to delays in receiving a price from the contractor and subsequent evaluation of business case. Decision likely to be made by July 16.	-339
Chief Executives – Rural Broadband Scheme	Underspend £2,651k (less £545k acceleration from 16/17). BT progressed deployment of phase 1 ahead of schedule and at significantly lower cost. Due to the nature of the contract and partnership funding, the £2.7m will need to be kept available for further Broadband coverage in the medium term.	-2,106
Chief Executives – Loughborough University Science and Enterprise Park	Slippage £1,275k. Plans to progress a business investment opportunity with Loughborough University have advanced but not to the point where spend could be achieved in line with the capital programme. A contribution to the university towards infrastructure provision associated with the new Advanced	-1,275

Department	Reasons	£000
	Technology Innovation Centre will also occur later than programmed.	
Chief Executives – Rural Economic Grants	The securing of EU funding targeted at supporting economic growth in rural areas has meant this funding is no longer needed.	-55
Corporate Resources – ICT Programme	Restructures and shortage of filling some specialist roles have resulted in a slippage in the planned Corporate ICT programme for 2015/16.	-235
Corporate Resources – Demolition of Vacant Buildings	Works delayed due to specification and planning delays together with the seasonal nature of restoration/landscaping works.	-202
Corporate Resources – Industrial Properties	Lengthy timescales needed to design, tender and procure the works for a biomass boiler system at Riverside Court and façade replacement at Loughborough Technology Centre have led to delays on the programme.	-199
Corporate Resources – Data Pseudonymisation Software	The data quality aspect of this project has been completed but the software to anonymise personal data to enable secure analysis (e.g. social care) was delayed whilst the new team and Head of Business Intelligence was established. The budgets were set indicatively before the new Head of BI was in post.	-110
Corporate Resources – Ibstock, Station Road Land	Increased costs due to accommodation costs of build through a working farm and higher costs than the original feasibility.	128
Corporate Programme – Corporate Asset Investment Fund	The land purchase for Harborough Accelerator Zone has been delayed due to initial restrictions on planning permission. This investment is expected to complete and be development starting in 2016/17.	-2,315
Corporate Programme – Energy Strategy on Corporate Buildings	Energy projects with schools have been brought forward (all of which show a positive return) including the Mount Grace energy project.	119
Corporate Resources – Quorn Bridge	During removal the bridges stability decreased dramatically and parts of the bridge abutments fell into the river. The overspend is due to increased cost of repairing the bridge and reinstating the structure.	84
Corporate Programme – Anstey Frith House (former Fire HQ)	Additional expense incurred implementing a lift into the converted building to be used by the Registrars.	53

Capital Programme 2015/16 – Changes in Funding

Department	Reasons	£000
Outturn Adjustments	2014/15 Outturn adjustment: <ul style="list-style-type: none"> • C&FS - £2.612m • A&C – £0.703m • E&T Transportation - £5.312m • E&T Waste Management - £0.357m • Chief Execs - £0.120m • Corporate Resources - £1.074m • Corporate Programme - £1.594m 	11,772
Sub Total		11,772
C&FS	School Accommodation – Section 106 developer funding and contribution from schools	483
C&FS	Adoption Home Extension – revenue contribution	31
C&FS	School Accommodation – various Section 106 developer funding to schemes	1,766
C&FS	School Accommodation – Educational Trust contribution	288
C&FS	School Accommodation – transfer from Energy Strategy budget	135
C&FS	Targeted Early Help Hubs – contribution from Central Maintenance Fund and transfer from Energy Strategy budget (£37k)	282
C&FS	Enabling Access – contribution from school	4
C&FS	New area special school, Wigston – design costs recharged to revenue along with resources	-169
A&C	Donington Le Heath (DLH) Manor House Improvements – A&C earmarked fund, revenue contribution and £5k from Friends of DLH.	67
A&C	Changing Places/toilets – adjustment to match outturn (funding no longer required)	-15
A&C	Extracare Blaby Scheme - from earmarked funds	49
A&C	Adaptations Vehicle - from earmarked funds	14
PH	Warm and Healthy Homes – National Energy Action Grant	25
E&T - Transportation	Traffic Signals Update – revenue contribution	60
E&T - Transportation	Leicester and Leicestershire Integrated Transport Model (LLITM) – earmarked funds	250
E&T - Transportation	Major Scheme Preparation/Feasibility – earmarked funds	150
E&T - Transportation	Ashby Canal – Section 106 developer funding	45
E&T - Transportation	Hinckley Scheme Phase 2 – contribution from Hinckley Borough Council and Section 106 developer funding.	397
E&T - Transportation	Area Office Accommodation - contribution from Central Maintenance Fund	11
E&T - Transportation	Ashby Canal – Receipts in Advance Land	217

	Reclamation EMDA fund	
E&T - Transportation	Safety, Countesthorpe Road scheme – revenue contribution	85
E&T - Transportation	Externally funded schemes – developer funding	48
E&T - Transportation	Safety, Countesthorpe Road scheme – removed as scheme did not go ahead	-85
Chief Execs	Broadband, additional funding - District Councils	109
Chief Execs	Broadband – Grant funding in March 2016 from Local Growth Fund (LGF)	1,050
Chief Execs	Broadband – earmarked fund not required due to additional funding from District Councils and LGF	-1,159
Corporate Resources	Ibstock, Station Road (land), culvert and new access road - earmarked capital receipts	994
Corporate Resources	Transferred from Corporate Programme – relates to County Hall Master Plan	200
Corporate Resources	Quorn Bridge repairs – earmarked capital receipt	67
Corporate Resources	C&W Capital Transition (Snibston) – from revenue contributions and earmarked funds	550
Corporate Resources	Data Centre Reprovisioning – transfer of funds from Energy Strategy budget	45
Corporate Programme	Transferred to Corporate Resources – relates to County Hall Master Plan	-200
Corporate Programme	County Hall Master Plan 1 – revenue contribution	45
Corporate Programme	Refurbishment of former Fire HQ – contribution from Central Maintenance Fund	62
Corporate Programme	Energy Strategy – transfer of funds to C&FS Targeted Early Help Hubs	-37
Corporate Programme	Energy Strategy – transfer of funds to C&FS Hinckley Mount Grace High School	-135
Corporate Programme	Energy Strategy – transfer of funds to CR ICT Resilience: Data Centre Reprovisioning	-45
Corporate Programme	Energy Strategy – contribution from school	30
Corporate Programme	Energy Strategy – contribution from Harborough District Council	50
Corporate Programme	County Hall Master Plan 1 – from earmarked funds	330
Corporate Programme	County Hall Master Plan 1 – revenue contribution	225
Sub Total		6,319
Additional Funding	Agreed by Cabinet 11-Sep-2015	
E&T - Transportation	Replace aged/leased vehicles	500
E&T – Waste Mgt.	RHWS Improvements	100
E&T - Transportation	Highways Maintenance	2,000
E&T - Transportation	Advanced design/modelling	2,000
Corporate Resources	Property - Replace aged/leased vehicles	100
Corporate Resources	County Farms and Industrial Properties	53
Corporate Resources	Country Parks – maintenance/improvement	400
Corporate Programme	Energy efficiency, Score +	300
Sub Total		5,453
Overall Total		23,544