APPENDIX 5

Capital Budget 2017/18 – forecast main variances

Children and Family Services

The forecast expenditure is in line with the updated budget.

Adults & Communities

Net slippage of £0.6m is forecast compared with the updated budget.
The main variances are:

	£000
Mobile Libraries	**-285**
A decision on whether to use the remaining funding will be taken after the report to Cabinet in September 2017 on the implementation of the C&W Strategy.	
Changing Places / Toilets	**-214**
At this stage there are no schemes identified that could be delivered in 2017/18. Slippage to next year as there are 2 potential schemes in 2018/19.	
Smart Libraries	**-100**
The procurement process for the SMART libraries contract is to begin after the September 2017 Cabinet report on the implementation of the C&W Strategy. As a result the procurement award is likely to occur in late 2017, therefore planned works in 2017/18 at this stage are unlikely and are most likely to occur in 2018/19.	
Other variances	**14**
TOTAL	**-585**

Environment and Transportation - Transport

A net acceleration of £3.8m is forecast compared with the updated budget.
The main variances are:

	£000
Zouch Bridge	**-1,355**
Slippage due to protracted Land purchase. CPO expected to take place in 2017/18 with construction commencing early in 2018/19.	
Hinckley Area Approach Scheme	**-366**
Slippage due to revised scope of works. Paper to go to cabinet in September 2017 detailing the works to be carried out.	
LED Street Lighting	**5,000**
Acceleration of scheme to enable early finish and early realisation of savings, additional installation gangs have been contracted.	

Preventative Maintenance - Surface Dressing	**200**
Extreme weather conditions have resulted in the programme being behind schedule. In order to bring the programme back on track the services of a top up contractor have been acquired. It is anticpated the all programmed jobs will now be completed this financial year.	
Welfare Unit	**200**
Detailed assessment and design has resulted in additional cost required to make the depot fit for purpose.	
Restorative Patching	**133**
Signiciant number of category 2 defects which is causing budget to overspend. Extra funding is required to meet the network condition repair category 2 defect, to prevent potholes forming and to be able to make sensible decisions about co-ordinating patching & utilising other traffic management on the network when available.	
Other variances	**0**
TOTAL	**3,812**

Environment and Transportation - Waste Management

The forecast expenditure is in line with the updated budget

Chief Executives

The forecast expenditure is in line with the updated budget

Corporate Resources

Net slippage of £0.1m is forecast compared with the updated budget.
The main variances are:

	£000
Loughborough, Pennine House Area Office	**-250**
Underspend due to the reduction in the refurbishment works required.	
Snibston Country Park Future Strategy	**-200**
Slippage while awaiting agreement with The Coal Authority to release a covenant before submitting the planning application. The negotiations have taken longer than expected. Once the application is submitted and validated it will go through the usual planning process, with the aim to be considered at NWLDC's planning committee in December for a decision.	
Corporate ICT	**204**
Unified Telephony/Skype - the scope and specification of the original business case has been been re-examined to include additional functionality for audio and video conferencing and additional resources to support the deployment and installation of hardware (£124k overspend) Geographical Information System (GIS) Replacement - original scheme scope changed to include external resources to design and build the infrastruture. (£80k overspend)	

WAN Replacement	100
Acceleration from 2018/19. Tender exercise is underway and expected to be completed in September 2017. Provisional profile of spend is £100k in 2017/18 and £350k in 2018/19.	
Beacon Hill Café and Education Centre	**60**
The final business case has now been completed which requires an additional £60k due to catering cabin upgrade and building regulation implications. Funded from underspends on other schemes.	
Other variances	**39**
TOTAL	**-47**

Corporate Programme

Net slippage of £6.8m is forecast compared with updated budget.
The main variances are:

	£000
Coalville Workspace Project	**-6,839**
The scheme is currently being redesigned as it is financially unviable and will then be re-costed and re-programmed.	
Other variances	**7**
TOTAL	**-6,832**

Capital Programme - Changes in Funding

Outturn Adjustments - 2016/17	£000
Children & Family Services	-3,235
Adults & Communities	314
E&T - Transportation	-870
E&T - Waste Management	20
Chief Executives	24
Corporate Resources	1,422
Corporate Programme	5,943
	3,618

2017/18 Adjustments

Children and Family Services	
Reprogramming to 2017/18 (acceleration) £7.2m: - Hinckley Richmond PS - £2.0m - Barwell Area Primary Places - £2.0m - Sketchley Hill PS - £1.8m - Earl Shilton, Townlands PS - £0.9m, and - SEND Initiatives - £0.5m	7,176
Early Years Capital Fund Grant - reduced by £170k as one scheme has now been withdrawn and the funding reclaimed	513
Section 106 - capital contributions unapplied (capital reserves)	1,314
Section 106 - various contributions to school accomodation programme.	960
School Condition Grant - adjustment for final allocation	24

Adults & Communities	
Disabled Facilities Capital Grant - adjustment for final allocation	350
Environment and Transportation - Transport	
Melton Eastern Distributor Road - removal of grant, now revenue	-800
Speed Awareness Pilot - funded from MTFS c/fwd from 2016/17	500
Corporate Resources	
Anstey Frith Cottages - funded from Future Capital Development earmarked fund.	479
Sub Total	**10,516**

Overall Total	**14,134**