

Capital Budget 2018/19 – forecast main variances**Children and Family Services**

Net underspend of £5.5m is forecast compared with the updated budget. The main variances are:

| | £000 |
|---|---------------|
| Provision of Additional Primary Places | -4,462 |
| Contingency set aside for issues arising from September admissions not needed. Underspend from 2017/18 has not been scheduled against schemes. One scheme identified for acceleration but 2018/19 spend will be minimal. | |
| SEND Initiatives Programme | -771 |
| New provision has been created from September, no further schemes being developed. | |
| 10+ Retention | -300 |
| Held as a contribution to 10+ scheme, scheme not progressing as scheme not approved by DfE . This was a contribution to a wider school expansion where funding by the DfE through the Condition Improvement Fund, the school was one undertaking age range change and this was recognised hence the contribution. It has no impact on the provision of school places. | |
| Other variances | 0 |
| TOTAL | -5,533 |

Adults & Communities

Net slippage of £0.4m is forecast compared with the updated budget. The main variances are:

| | £000 |
|--|-------------|
| Mobile Library Vehicles | -285 |
| Funding carried forward from 2017/18. At this stage there are no further vehicles planned to be purchased in 18/19. However a case is being drafted proposing one vehicle to be purchased in 18/19 but until this is approved the forecast spend is nil at this stage. | |
| Changing Places / Toilets | -164 |
| At this stage there are 2 schemes expected to be delivered in 18/19 for £50k. The remaining funding will be slipped into 19/20 while further applications are sought. | |
| Other variances | 38 |
| TOTAL | -411 |

Public Health

The forecast expenditure is in line with the updated budget

Environment and Transportation - Transport

Net slippage of £3.0m is forecast compared with the updated budget. The main variances are:

| | £000 |
|--|-------------|
| Melton Mowbray Eastern Distributor Road | 800 |
| Acceleration of budget due to additional AECOM design work anticipated this year rather than next. | |

| | |
|--|---------------|
| County Council Vehicle Programme | 776 |
| Acceleration of spend from future years' allocations due to evaluation of the fleet leading to some assets being identified as no longer being economical/safe to continue repairing and running. | |
| Advanced Design | 511 |
| Acceleration due to additional works advanced on the microsimulation project which will enable the project to finish earlier and the tool available for use. Additional emerging priorities work which will be accelerated and a review of the budgets is underway, additional works identified for the HIF bidding process. | |
| Transport Asset Management - Maintenance | 440 |
| Acceleration of highways scheme at West Lane/Victoria Road to mitigate traffic management by doing all the works now rather than some in this year and the rest in next financial year . | |
| Zouch Bridge Replacement | -2,504 |
| Slippage of budget due to a public enquiry which took place in August 2018. The DfT can take 12 weeks to publish their decision. Therefore the majority of spend for this project is now not anticipated to be until 2019-2020. Likely start Spring 2019 and the scheme would take 18 months to complete. | |
| SEP - Anstey Lane A46 | -1,716 |
| Slippage of budget due to identifying appropriate contractors to complete the work through the MSF3 framework which has now been issued. Delays in appointing Highways England's design consultant but no impact on final delivery. | |
| SEP - M1 Junction 23 | -628 |
| Slippage of budget due to identifying appropriate contractors to complete the work through the MSF3 framework which has now been issued. Also securing S106 agreements with developers has delayed progress but no impact on final delivery. | |
| Croft Office Blocks Improvements | -335 |
| Works at the workshop have slipped, primarily due to changes in key personnel to progress the project. | |
| Melton Depot - Replacement | -220 |
| Planning permission for the site at Sysonby Farm is due to be submitted imminently but there are unlikely to be significant works on site this financial year. | |
| Transport Asset Management - Flood Alleviation | -150 |
| Slippage of budget due to further site investigation on identified projects. However, work is commencing on identifying and advancing other appropriate projects. | |
| Other variances | -12 |
| TOTAL | -3,038 |

Environment and Transportation - Waste Management

The forecast expenditure is in line with the updated budget

Chief Executives

Net slippage of £1.9m is forecast compared with the updated budget. The main variances are:

| | |
|---|---------------|
| | £000 |
| Rural Broadband Scheme - Phase 3 | -1,940 |

There is slippage as delays have resulted from a longer than expected Open Market Review stage of the procurement, due to additional information being requested from a potential supplier to support their response. This was necessary to ensure the procurement met the requirements of the Broadband Programme Authority (BDUK). The contract is now expected to commence in January 2019.

| | |
|------------------------|---------------|
| Other variances | -2 |
| TOTAL | -1,942 |

Corporate Resources

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

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|---|-------------|
| | £000 |
| Snibston Country Park Future Strategy | -521 |
| As a result of the delay in being granted planning permission and the subsequent need to review plans to reflect planning conditions and changes to the scheme. Work will not begin in earnest on site until January 2019, necessitating a slippage of the capital budget into 2019/20. | |
| Other variances | -46 |
| TOTAL | -567 |

Corporate Programme

Net acceleration of £5.3m is forecast compared with the updated budget. The main variances are:

| | |
|---|---------------|
| | £000 |
| CAIF - East of Lutterworth SDA | 7,988 |
| Acceleration of scheme based on anticipated timing of land purchases. | |
| CAIF - Airfield Business Park | 1,409 |
| Acceleration of scheme as per the latest estimates of the spend profile. | |
| CAIF - Loughborough University Science & Enterprise Park (LUSEP) | -2,721 |
| Slippage due to delay in exchanging contracts with the University and the proposed tenant Access. Contracts have been exchanged in July 2018 with a view to commencing on site in February 2019. This is an extremely complex deal involving many stakeholders. | |
| CAIF - Coalville Workspace Project | -1,308 |
| Works on site delayed to Oct/Nov 2018. Resolution of tenant issues delayed the build programme. | |
| Other variances | -21 |
| TOTAL | 5,347 |

Capital Programme - Changes in Funding

| Outturn Adjustments - 2017/18 | £000 |
|-------------------------------|------------|
| Children & Family Services | 5,800 |
| Adults & Communities | 388 |
| E&T - Transportation | -480 |
| E&T - Waste Management | 183 |
| Chief Executives | 1,027 |
| Corporate Resources | 866 |
| Corporate Programme | -7,338 |
| | 446 |

2018/19 Budget Adjustments

| | |
|---|---------------|
| <u>Children and Family Services</u> | |
| Healthy Pupils New Capital Grant - New Announcement | 202 |
| School Condition Grant - Confirmation of 2018/19 allocation (difference) | 8 |
| | |
| <u>Adults & Communities</u> | |
| Supported Living Scheme Great Glen (purchase of building and refurbishment) - funding approved Cabinet 6 July 2018 from Future Developments (additional Adult Social care Precept) not yet included in the programme pending confirmation of purchase which is likely to take place later in 2018/19. | tbc |
| Mountsorrel Transforming Care - scheme removed which was subject to NHS bid | -440 |
| Hinckley, The Trees - scheme removed, will now take place in 2019/20 | -390 |
| Danemill Annex - revenue funding contribution | 84 |
| Carlton Drive - capital contributions unapplied (capital funding received in advance of need). | 15 |
| | |
| <u>Environment and Transportation - Transport</u> | |
| Highways Maintenance Restorative Patching - funding approved Cabinet 22 May 2018 (part of £5.0m) from Future Developments | 2,700 |
| Transport Asset Management Programme - DfT Flood Resilience Fund - New Grant allocation | 608 |
| Highways Capital - Capital Financing Earmarked Fund | 1,160 |
| Vehicle Programme and Safety Scheme - Capital Financing Earmarked Fund | 782 |
| DfT Pothole Fund and Incentive Fund Grant - Adjustment per announced grant allocation | -299 |
| A50 Markfield Overbridge -capital contributions unapplied | 302 |
| Advance Design SEP - LLITM earmarked fund | 208 |
| Sapcote Fleet Depot - capital contributions unapplied | 191 |
| Markfield, Shaw Lane - £233k section106 Developer and £700k capital contributions unapplied | 933 |
| Externally funded schemes - Section 106 Developer contributions | 1,709 |
| Speed Camera Replacement - Leicester, Leicestershire, Rutland Road Safety Partnership (LLRRSP) contribution | 913 |
| M1 Bridge to Growth - £150k capital contributions unapplied and £601k developer contribution | 751 |
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| <u>Corporate Resources</u> | |
| Fit for the Future - funded from Future Developments Fund | 2,000 |
| CSC Telephony System Replacement - Transformation earmarked fund | 70 |
| | |
| Sub Total | 11,507 |
| Overall Total | 11,953 |