

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

Net underspend of £4.3m is forecast compared with the updated budget. The main variances are:

	<b>£000</b>
<b>Provision of Additional Primary Places</b>	<b>-4,254</b>
Contingency set aside for issues arising from September admissions not needed, and underspend from 2017/18 was not required. One scheme identified for acceleration but 2018/19 spend will be minimal.	
<b>Other variances</b>	<b>-40</b>
<b>TOTAL</b>	<b>-4,294</b>

**Adults & Communities**

Net slippage of £0.3m is forecast compared with the updated budget. The main variances are:

	<b>£000</b>
<b>Changing Places / Toilets</b>	<b>-189</b>
At this stage there are 2 schemes expected to be delivered in 18/19 for £50k, with the remaining funding unspent and carried forward to 19/20 while further applications are sought.	
<b>Mobile Library Vehicles</b>	<b>-138</b>
During 18/19 purchase of a new vehicle to allow for rotation of vehicles during maintenance of major vehicles. The remaining funding to be reviewed for slippage to 19/20 for an additional vehicle.	
<b>Other variances</b>	<b>6</b>
<b>TOTAL</b>	<b>-321</b>

**Public Health**

The forecast expenditure is in line with the updated budget

**Environment and Transport**

Net slippage of £4.1m is forecast compared with the updated budget. The main variances are:

<b><u>Environment and Transport - Transportation</u></b>	<b>£000</b>
<b>Transport Asset Management - Maintenance</b>	<b>1,733</b>
Acceleration of budget due to reassessment of recharging of staff time to capital schemes to ensure all costs are appropriately reflected in outturn forecasts. In addition there has been damage to the highways from the heat in the summer months. Additional works have been identified to be completed this year.	
<b>Melton Mowbray Eastern Distributor Road</b>	<b>908</b>
Acceleration of budget due to additional AECOM design work anticipated this year rather than next.	

<b>County Council Vehicle Programme</b>	<b>876</b>
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 as well as additional vehicle requirements.	
<b>Advanced Design</b>	<b>349</b>
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.	
<b>A50 Overbridge Markfield</b>	<b>264</b>
Problems encountered with exposed bridge deck which required extensive repair at each of the three joints. This unanticipated delay in the works has led to a compensation event with the contractor.	
<b>Strategic Economic Plan (SEP) - M1 Junction 23</b>	<b>-2,979</b>
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.	
<b>Zouch Bridge Replacement</b>	<b>-2,470</b>
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 2019/20. Likely start Spring 2019 and the scheme would take 18 months to complete.	
<b>SEP - Anstey Lane A46</b>	<b>-1,407</b>
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.	
<b>National Productivity Investment Fund (NPIF) - Hinckley Hub</b>	<b>-1,058</b>
Original profile was from the original NPIF bid but spend profile has now been updated to reflect actual delivery programme. Any slippage this year will be spent in 2019/20.	
<b>Croft Office Blocks Improvements</b>	<b>-335</b>
Works at the workshop have slipped, primarily due to changes in key personnel to progress the project.	
<b>Melton Depot - Replacement</b>	<b>-220</b>
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.	
<b>Transport Asset Management - Flood Alleviation</b>	<b>-150</b>
Slippage of budget due to further site investigations identifying further surveying and design works to be completed however construction of these schemes is anticipated in 2019/20	
<b><u>Environment and Transport - Waste Management</u></b>	
<b>Recycling Household Waste Sites - General Improvements</b>	<b>401</b>
Additional funding is required for unforeseen essential repair works at Loughborough Waste Transfer Station. New compaction equipment is also required at the RHWS.	
<b>Other variances</b>	<b>-56</b>
<b>TOTAL</b>	<b>-4,144</b>

**Chief Executives**

Net slippage of £2.6m is forecast compared with the updated budget. The main variances are:

	£000
<b>Rural Broadband Scheme - Phase 3</b>	<b>-2,590</b>
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 be awarded in May 2019.	
<b>Other variances</b>	<b>-2</b>
<b>TOTAL</b>	<b>-2,592</b>

**Corporate Resources**

Net slippage of £0.8m is forecast compared with the updated budget. The main variances are:

	£000
<b>Snibston Country Park Future Strategy</b>	<b>-521</b>
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 slippage of the capital budget into 2019/20.	
<b>Beacon Hill Café and Education Centre</b>	<b>-148</b>
The potential to add a Café to one of the Authority's thriving Country Parks is still considered to be a key component of the Country Park Strategy. However, due to changes in personnel and other time pressures, this scheme will now likely slip into 2019/20 to allow time for full consideration of all options.	
<b>Other variances</b>	<b>-85</b>
<b>TOTAL</b>	<b>-754</b>

**Corporate Programme**

Net acceleration of £3.5m is forecast compared with the updated budget. The main variances are:

	£000
<b>Corporate Asset Investment Fund (CAIF) - East of Lutterworth Strategic Development</b>	<b>7,988</b>
Acceleration of scheme based on anticipated timing of land purchases.	
<b>CAIF - Loughborough University Science &amp; Enterprise Park (LUSEP)</b>	<b>-2,721</b>
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.	
<b>CAIF - Coalville Workspace Project</b>	<b>-1,308</b>
Works on site delayed to Oct/Nov 2018. Resolution of tenant issues delayed the build programme.	
<b>CAIF - Airfield Business Park</b>	<b>-391</b>
Slippage due to delay in the open tender procurement process and the work will now be commencing on site in January 2019.	
<b>Other variances</b>	<b>-26</b>
<b>TOTAL</b>	<b>3,542</b>

**Capital Programme - Changes in Funding**

Outturn Adjustments - 2017/18	£000
Children & Family Services	5,800
Adults & Communities	388
Environment & Transport	-297
Chief Executives	1,027
Corporate Resources	866
Corporate Programme	-7,338
	<b>446</b>

**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 &amp; Communities</u>	
Supported Living Scheme Great Glen (purchase of building) - funding approved Cabinet 6 July 2018 from Future Developments (additional Adult Social Care Precept).	1,000
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 Transport</u>	
Highways Maintenance Restorative Patching - funding approved Cabinet 22 May 2018 (part of £5.0m) from Future Developments Fund	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
West Lane Scheme - funded by developer	440
A42 Junction 13 - capital contributions unapplied	383
<u>Corporate Resources</u>	
Fit for the Future - funded from Future Developments Fund (part of £5m allocated)	2,000
CSC Telephony System Replacement - Transformation earmarked fund	70
Insurance System Replacement - Insurance earmarked fund	90
<b>Sub Total</b>	<b>13,420</b>
<b>Overall Total</b>	<b>13,866</b>