

**Capital Budget 2022/23 – forecast main variances****Children and Family Services**

Net forecast slippage of £5.0m. The main variances are:

	<b>£000</b>
<b>Provision of Additional School Places</b>	<b>-2,388</b>
<p>1) Barrow Humphreys Perkins - acceleration of £1.0m. This is a S.106 funded passported scheme included in 2023/24 as timing was not known. The works started earlier than anticipated to build a new two-storey 13 classroom block to replace several dilapidated temporary buildings.</p> <p>2) Hinckley Primary School - acceleration of £0.7m. Timing of budgets had been phased prudently, allowing for potential delays within the scheme. However the expected delays in this year have not materialised.</p> <p>3) Schemes to be defined - slippage of £2.0m. Some agreements with schools were signed prior to the current economic situation. Gaps between indexation and inflation rates are likely to continue to impact the delivery of schemes within budgets. For this reason this unallocated budget will be held as an inflation contingency into 23/24.</p> <p>4) Old Dalby primary school - slippage of £1m. Delays while updating the specification required, previous feasibility report was from a few years ago. Works have now been agreed and value engineering undertaken to be within budget. Practical completion is forecast for the autumn term.</p> <p>5) Melton, John Fernley - slippage of £0.8m. There have been numerous design changes requested, which along with procurement framework issues has resulted in significant delays. Works commenced on site in December 2022.</p> <p>6) Frisby Primary School - slippage of £0.2m The site has considerable constraints including access and levels, which needed to be worked through. Although initial scoping timescales showed a suggested completion of August 2022, this has now been pushed back due to the delays.</p>	
<b>SEND Programme</b>	<b>-1,539</b>
<p>(i) Foxfield's Special School - £0.75m slippage as detailed design and surveys are being undertaken to determine exact requirements. Planning permission is expected to be submitted shortly. Therefore it is unlikely that significant costs will be incurred in 22/23.</p> <p>(ii) Forest Way School - £0.66m slippage as the findings of an environmental impact assessment has resulted in a full environmental study needing to be undertaken. Certain parts of this cannot be undertaken until late March for ecological reasons, which results in the scheme being slipped to 23/24.</p> <p>(iii) Dorothy Goodman School - £0.15m slippage due to preliminary works originally planned to be undertaken during 22/23 have now been pushed back to 23/24, partially due to needing to align works with school closure periods.</p>	
<b>Children's Social Care Investment Plan</b>	<b>-774</b>
<p>Match funding bids submitted to the DfE have recently been confirmed successful. The delay in being advised of this outcome now means it will be unlike that significant expenditure will be incurred for this Phase in 22/23.</p>	
<b>Strategic Capital Maintenance</b>	<b>-250</b>
<p>Slippage due to the intrusive nature of this remedial work it is unlike to be undertaken until summer school closure.</p>	
<b>Other variances</b>	<b>-76</b>
<b>TOTAL</b>	<b>-5,027</b>

**Adults & Communities**

Net forecast slippage of £0.3m and £0.3m underspend. The main variances are:

	<b>£000</b>
<b>SCIP - Additional Schemes to be confirmed</b>	<b>-305</b>
<p>The SCIP schemes budget - slippage into 2023/24. Delays due to identifying suitable property also the time taken to ensure that schemes are properly reviewed and ready to progress.</p>	
<b>SCIP Specialist Dementia Facility (SDF) - Coalville</b>	<b>-130</b>

The Coalville Specialist Dementia Facility is no longer going ahead - underspend of £130k to be given up.	
<b>Other variances</b>	<b>-117</b>
<b>TOTAL</b>	<b>-552</b>

### Environment and Transport

Net forecast slippage of £0.5m. The main variances are:

	<b>£000</b>
<b>A511 Major Road Network</b>	<b>1,404</b>
Acceleration due to increased work on completing the Full Business case to secure the Major Road Network Funding.	
<b>Melton Distributor Rd - North and East Sections</b>	<b>1,385</b>
Acceleration due to a better understanding of the deliverability on the programme by construction contractor.	
<b>(HCM) Preventative maintenance</b>	<b>258</b>
Acceleration due to overspend in year caused by network deterioration and increase in surface dressing pre-planning needed.	
<b>(HCM) Restorative Maintenance</b>	<b>154</b>
Acceleration due to overspend in year caused by the number of defects in the planned patching programme developing in the deteriorating network.	
<b>Hinckley Hub ( Hawley Road) - National Productivity Investment Fund</b>	<b>-822</b>
Delay due to DfT LTN 1/20 guidance review has resulted in works being paused and reprogrammed for construction during 23/24 and 24/25. Recommendations from the review plus updated financial forecast and programme will follow.	
<b>Advanced Design</b>	<b>-637</b>
Slippage due to fewer funding bid opportunities being available than anticipated delaying preparations works. In addition some programmes have been reprofiled.	
<b>(HCM) Maintenances schemes</b>	<b>-498</b>
Slippage to allow for the completion of drainage works before maintenance scheme works on the roads commences.	
<b>Vehicle replacement programme</b>	<b>-462</b>
Slippage due to delays expected in deliveries. It is anticipated vehicles will have been ordered but not all will have been received by the end of the financial year.	
<b>(HCM) Street Lighting</b>	<b>-320</b>
Slippage due to resourcing for works and the availability to work on the network at Fosse Park.	
<b>(HCM) Bridge Maintenance</b>	<b>-250</b>
Slippage due to resourcing, wild life protection and flooding issues.	
<b>(HCM) Network performance &amp; Reliability</b>	<b>-193</b>
Slippage due to evaluating results from a trial to ensure best value for works is procured. The completion of the evaluation and subsequent procurement is expected in 23/24	
<b>(HCM) Traffic and signals</b>	<b>-115</b>
Slippage due to programmed work relating to Epinal Way on hold awaiting outcome of Local Cycling and Walking Infrastructure Plan work.	
<b>Cycleways</b>	<b>-109</b>
Underspend due to overestimation of costs when setting budgets.	
<b>Property Flood Risk Alleviation</b>	<b>-102</b>
Underspends due to eligibility of homes in project having been reassessed, slippage on projects due to delays in decisions on OBC from Environment Agency.	
<b>Ashby Canal</b>	<b>-100</b>

Some of the costs relating to the Canal Association transfer will not be incurred until 2023/24. The majority of the estimated spend is related to land purchase assumptions, which remain uncertain.

<b>Other variances</b>	<b>-92</b>
<b>TOTAL</b>	<b>-499</b>

### Chief Executives

A net underspend of £0.4m is forecast compared with the updated budget. The main variances are:

	<b>£000</b>
<b>Rural Broadband Scheme - Phase 3</b>	<b>-353</b>
The reason for the underspend is the impact of BT change requests which reduced the overall number of properties needing to be connected (fibre already there or delivery by another provider/method). This has resulted in a net reduction of the total cost.	
<b>TOTAL</b>	<b>-353</b>

### Corporate Resources

Slippage of £1.7m is forecast compared with the updated budget. The main variances are:

	<b>£000</b>
<b>LCC Public Sector Decarbonisation Scheme (PSDS)</b>	<b>323</b>
Overspend due to essential roof repairs prior to installing solar panels at Embankment House and additional costs to the thermal store at County Hall. The additional costs will be funded from the balance of funding for PSDS schemes in 2023/24.	
<b>Workplace Strategy - Office Infrastructure</b>	<b>-990</b>
Reprofiled based on timescales for implementation and lead times.	
<b>Workplace Strategy - End User Device (PC, laptop)</b>	<b>-247</b>
Slippage due to a reprogramme of works as agreed with Ways of Working (WoW) Programme board. This programme is now expected to run to 26/27 & 27/28 agreed with WoW.	
<b>Electric Vehicle Car Charge Points</b>	<b>-142</b>
Slippage due to internal resourcing pressures. Aiming to coordinate procurement and placement of EV's with other EV projects in E & T.	
<b>Minimum Energy Efficiency Standards</b>	<b>-137</b>
Slippage due to a decision awaited on the future of Glebe House any work carried out will now be 23/24. In addition there may be additional work identified by EPC certificates at other buildings and this work will be carried out in 23/24.	
<b>Ways of Working - Property</b>	<b>-107</b>
Slippage due to delays in office moves caused by reprofiling of programme.	
<b>Snibston E V Chargers &amp; Solar Car Port</b>	<b>-75</b>
Slippage due to a delay in planning permission which required additional work and are now resolved. In addition the project is still awaiting final designs and costs including additional drainage. The business case will be assessed to ensure it remains viable before proceeding with the project.	
<b>Other variances</b>	<b>-285</b>
<b>TOTAL</b>	<b>-1,660</b>

### Corporate Programme

Slippage of £14.1m is forecast compared with the updated budget. The main variances are:

	<b>£000</b>
<b>Oakham, Panniers Way - Industrial Units acquisition</b>	<b>-5,780</b>
Council no longer proceeding with the purchase due to capital constraints and funding pressures.	
<b>Quorn Solar Farm</b>	<b>-3,501</b>

Delays in completing archaeological surveys on the proposed site. These have now been received and the design is due to be completed shortly and tenders invited.	
<b>Lutterworth Leaders Farm - Drive Thru Restaurants</b>	<b>-2,588</b>
Scheme will be reprofiled due to planning delays, likely decision March 2023.	
<b>East of Lutterworth SDA (Planning and Preparatory works)</b>	<b>-1,108</b>
Scheme will be reprofiled due to further delays caused by a judicial review. Spend will depend on the outcome of the judgement.	
<b>M69 Junction 2 - SDA</b>	<b>-660</b>
Slippage because of continued delays in the local plan process resulting in the ongoing consultancy work being done over an extended period.	
<b>Industrial Properties Estate - General Improvements</b>	<b>-275</b>
Delays bringing forward Capital refurbishment projects due to lack of industrial unit turnover. Energy performance improvements not required at the level expected.	
<b>County Farms Estate - General Improvements</b>	<b>-150</b>
Delays bringing forward procurement of Capital projects due to resourcing of the process.	
<b>Other variances</b>	<b>-38</b>
<b>TOTAL</b>	<b>-14,100</b>

**Capital Programme - Changes in Funding****2022/23 Budget Adjustments**

<u>Children &amp; Family Services</u>	
Provision of Additional School Places - S.106 developer contributions adjustment, Oadby Beauchamp passported directly to the school.	-423
<u>Environment and Transport</u>	
Externally Funded Schemes - from S.106 developer contributions	163
Hinckley Hub (Hawley Road) - NPIF S.106 developer contribution	40
Safety Schemes - reduction as agreed during the MTFs exercise	-100
<u>Chief Executive's</u>	
Shire Community Grants - revenue substitution	-62
<b>Overall Total</b>	<b>-382</b>

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