

Changes to the Capital Programme 2017/18

£'000	Detail
Capital Receipts	
864	RTB receipts – Temporary Accommodation project – Council 21-02-18
(255)	Reallocation of underspends – Cabinet 31-01-18
7	HRA – purchase of properties
(1,350)	HRA – delay in provision for High Value Assets Levy
(734)	Subtotal Capital Receipts
Revenue Account	
1,100	NHB – Temporary Accommodation project – Council 21-02-18
20	Town Hall bell tower – from Building Maintenance Programme
(33)	Charter Hall seating – transfer to Revenue
(7)	St John's car park surface – balance to Building Maintenance Programme
2	COLBEA Enterprise Centre roof – from Building Maintenance Programme
41	HRA – purchase of properties
(490)	HRA – delay in provision for High Value Assets Levy
(30)	Northern Gateway North – transfer to Revenue
(75)	Northern Gateway South – transfer to Revenue
(19)	CNG Marketing & Branding – transfer to Revenue
(50)	Mercury Theatre Phase 1 – transfer to Revenue
(2)	Business Broadband – transfer to Revenue
(5)	Digital Strategy – transfer to Revenue
(7)	Town Centre – transfer to Revenue
(1)	Sheepen Road Phase 2 – transfer to Revenue
(5)	East Colchester – transfer to Revenue
(53)	MRC Relocation – transfer to Revenue
386	Subtotal Revenue Account
Section 106	
2	Garrison gym – parking bay lining & signs
(2)	Cook's Shipyard – transfer to Revenue
(26)	HRA purchase of properties
(26)	Subtotal Section 106
External Borrowing	
28,760	Lending to Colchester Amphora Homes Ltd – Council 21-02-18
4,000	New vehicle fleet (Phase 1) – Council 21-02-18
916	Temporary Accommodation project – Council 21-02-18
33,676	Subtotal External Borrowing
External Funding	
55	Garrison Gym – final insurance figures
55	Subtotal External Funding
33,357	Total Change

Capital Programme – Significant areas of spend 2017/18

Scheme	Forecast for year £'000	2017/18 Spend Qtr. 4 £'000	Commentary
Commercial			
Leisure World – health & fitness extension	960	951	Extension of Activa Gym & Redevelopment of offices to provide additional Studio space. Work commenced on 3 April and was completed on 8 September 2017. The contractor's account will be finalised in June.
Communities			
Relocation of Museum Resource Centre	676	676	The functions previously undertaken at the MRC successfully moved to our storage facility at Heckworth Close in November. The MRC building is currently under offer.
Garrison Gym Rebuild	666	662	The Garrison Gym project is progressing and building works for the final phase are almost complete. The Mercury Theatre have taken temporary tenancy of the building, which will also be available for wider community use later in the year. During 2018 a formal process is likely to commence for the longer term tenancy of the building and community groups and voluntary sector organisations have already participated in an open afternoon to view the building and discuss the sort of commitment this would require. This approach has provided a short term agreement that secures the building and opens it up to community use as soon as possible. At the same time it provides possible longer term plans to be developed by community groups, either independently or in partnership, and possible funding streams to be identified for sustainable longer term occupancy and management of the building.
Environment			
Waste Collection Strategy	589	571	The key aims of the waste collection changes are to reduce residual waste and increase recycling. The primary reason for the under-spend against the original budget allocation was that the cost of the wheeled bins came in under expectations due to the price obtained from the winning contractor. It was also possible to swap two vehicles on the fleet through our contractor for wheeled bin collections rather than modify others, which resulted in a saving.

Capital Programme – Significant areas of spend 2017/18

Scheme	Forecast for year £'000	2017/18 Spend Qtr. 4 £'000	Commentary
Disabled Facilities Grants	500	580	This budget funds the mandatory support for adaptations for disabled people to enable them to remain living independently in their home. Where agreed locally it can also be used for other social care capital projects. All capital costs are funded by an external ring fenced grant from DCLG paid via the Better Care Fund which is paid annually and exceeds the level of expenditure for 2017/18. The remainder of the grant has been fully committed on individual grant cases and other similar capital projects that help residents to remain living independently in their own homes.
Revolving Investment Fund			
Northern Gateway - Sports Hub	1,182	899	Detailed cost review completed including value engineering omission of secondary items and revised funding package agreed at Full Council in November 2017. Planning application has now been submitted, and the procurement strategy was approved by Cabinet in March. Contracts will be let from early Summer 2018, with substantial capital expenditure from Autumn 2018.
Northern Gateway South	483	665	The CBC Planning Committee has made a resolution to grant consent to the Turnstone full application. This decision is subject to a judicial review challenge. The CNG Drainage Project is now complete and the system commissioned. However, this has required additional expenditure above the original budget allocation, which has been met from reallocating resources within the RIF. A full review of the project is ongoing as there is a cost dispute between the parties.
Housing Revenue Account			
Housing Improvement Programme	6,973	6,321	Programme to maintain and improve the council housing stock to the Colchester standard, the programme is devised using information from the Council's 30 year asset management strategy, which has recently been updated to realign it with the revised HRA business plan. We experienced delays and operational & delivery issues with some of our larger contracts on this programme, which resulted in a carry forward. Remedial action has been put in place by CBC & CBH but it means that some work planned for 17/18 will be completed in the next financial year. A revised Procurement plan has been established to tender for the necessary contracts to complete the work planned in the investment programme during 18/19.

Capital Programme – Significant areas of spend 2017/18

Scheme	Forecast for year £'000	2017/18 Spend Qtr. 4 £'000	Commentary
Sheltered Accommodation Review	998	734	Improvements made to Council's sheltered housing accommodation. Refurbishment work was completed at Enoch House in July 2017. The scaled down refurbishment has started at Harrison Court, and is now planned to complete during July 2018. The tendered amount to complete this work was less than originally expected.
Adaptations to Housing Stock	600	637	Improvements made to Council housing stock to meet specific tenants needs. The budget was fully expended and all work delivered. Demand continues to remain high and once again exceed the budget which led to a waiting list being held. Savings and small underspends in other areas of the capital programme enabled additional budget to be moved to this scheme.

Capital Programme – ‘Amber’ schemes Qtr 4 2017/18

Scheme	Spend to Qtr.4 £'000	Commentary
Environment		
Shrub End Depot	0	Whilst there is not currently a financial risk, Discussions with ECC are ongoing with regard to the potential redevelopment of the Recycling Centre for Household waste at Shrub End. Negotiations on land are also ongoing between Estates and ECC. The outcomes of these will feed into the options for the Council's Depot development alongside other potential sites.
Disabled Facilities Grants	580	See Appendix C
Communities		
Garrison Gymnasium Rebuild	662	See Appendix C
Revolving Investment Fund		
Northern Gateway – Sports Hub	899	See Appendix C
Northern Gateway South	665	See Appendix C
Surface Water Flooding - Distillery Lane/Haven Road	52	Joint project agreed between ECC, the Environment Agency and CBC to upgrade the sewage infrastructure between Distillery Pond and the river. This is likely to significantly reduce the risk of flooding along Haven Road during periods of heavy rainfall. CBC has contributed £53k S106 funding. The total cost of the project is estimated to be £270k, to be met by ECC and the Environment Agency.

Status Key

Status	Definition	Action
Red	There are significant issues with one or more aspects of the scheme (time, cost, scope), which require corrective action to meet the project objectives. The issue cannot be mitigated by the project manager or project team.	Escalate to project sponsor immediately. Highlight to PMB and the Scrutiny Panel.
Amber	One or more aspects of the project are at risk and are being flagged. Project performance is expected to be addressed by the project manager or project team.	Briefing to project sponsor. Report as part of overall summary.
Green	All aspects of the project are performing to plan.	No action required. Report as part of overall summary.