

Capital Budget Monitoring Report – September 2010

1. Capital Programme

1. The table below summarises the Council's capital spending against budget for the current year. This is made up of the following:
 - a. The original capital programme for 2010/11 of £5,757m as approved by Council in February 2010. This has since been increased by £0.985m to £6,742m to include newly approved schemes and the re-phasing of budgets from 2009/10.
 - b. The projected outturn is the most up to date estimate of spend for the year based upon detailed discussions with the officers responsible for delivering the projects. Currently this does not have Council approval but it will be brought forward at the appropriate stage of the budget cycle to obtain this. The projected outturn of £5,151m represents a reduction of £1,591m on the original budget which is made up as follows:

	£m
Re-phasing to 2011/12	695
Other variations	896

	1,591
	=====

- c. Actual expenditure to the end of September is £2,137m meaning that £3,014 remains to be spent in the final 6 months of the year to achieve the projected outturn of £5,151m. It should be noted that a sizeable proportion of the remaining spend is being profiled for the final quarter of the year, raising the prospect that some of this may be re-phased into the 2011/12 financial year. Spending against budget will continue to be monitored closely and any further variations reported at the earliest opportunity.
2. Attached to this report is a brief scheme by scheme commentary that has been agreed with the relevant service officer with budget and operational responsibility.

CAPITAL PROGRAMME SUMMARY

Portfolio	Budget (incl. re-phasing) 2010/11 £000	Projected Outturn 2010/11 £000	Actual to September 2010/11 £000	Variance 2010/11 £000
Corporate & Support Services	1,084	415	197	(218)
Finance & Resources	1,038	887	77	(810)
Regeneration and Planning	1,607	1,555	626	(929)
Neighbourhoods and Street Scene	3,013	2,294	1,237	(1,057)
GRAND TOTAL	6,742	5,151	2,137	3,014

CAPITAL PROGRAMME DETAILS

Portfolio	Description	Estimate (incl. re-phasing from 2009/10)	Projected Outturn	Budget Variance		Expenditure To Sept	Notes
		2010/11 £	2010/11 £	Re-phased 2010/11 £	Other 2010/11 £	2010/11 £	
Corporate & Support	Bank Wizard System	10,000	0	(10,000)	0	0	Re-phased into 2011/12.
	Committee Management System	25,000	0	(25,000)	0	0	System replacement date reviewed and budget will now only be required in 2011/12
	Customer Contact Centre CRM	250,000	75,000	0	(175,000)	20,446	C-Smart Project. Original CRM contract expires March 2011. C-Smart project (E-Forms) under implementation. The efficiency saving was identified in the C-Smart IT Work Programme is expected to be delivered April 2011. Forecast savings circa £175,000
	PC Replacements	285,000	0	(285,000)	0	0	Identified as a C-Smart Project. Currently under feasibility review. The project is designed to upgrade PCs rather than replace. Again, it is anticipated that significant financial efficiencies will be achieved.

Portfolio	Description	Estimate (incl. re-phasing from 2009/10)	Projected Outturn	Budget Variance		Expenditure To Sept	Notes
		2010/11 £	2010/11 £	Re-phased 2010/11 £	Other 2010/11 £	2010/11 £	
	Flexi System	20,000	0	(20,000)	0	0	Deferred pending completion of IT Work Programme included within the C-Smart agenda.
	Government Connect	17,577	17,577	0	0	16,040	On track for completion during this financial year.
	HR System Replacement	30,000	15,300	0	(14,700)	3,825	The Selima System has been implemented and is currently undergoing acceptance testing by Human Resources.
	Icon Replacement Programme	40,000	35,000	0	(5,000)	28,746	The system has been substantially implemented but there is additional functionality still being worked on. Will be completed by the financial year end.
	Ivy Learning Package	10,000	0	(10,000)		0	Expenditure has been re-phased into 2011/12.
	Members Support	7,013	0	(7,013)	0	0	Re-phased into 2011/12.
	Microsoft Licences	22,695	22,695	0	0	22,695	Annual programme complete in accordance with the Enterprise Agreement.

Portfolio	Description	Estimate (incl. re-phasing from 2009/10)	Projected Outturn	Budget Variance		Expenditure To Sept	Notes
		2010/11 £	2010/11 £	Re-phased 2010/11 £	Other 2010/11 £	2010/11 £	
	New Financial Management Information System	300,000	150,000	0	(150,000)	87,455	Forecast capital saving £150,000
	Paybase	10,000	0	(10,000)	0	0	Re-phased into 2011/12.
	Telephony Service	17,000	0	(17,000)	0	0	Waiting for implementation of the E-Form project (April 2011) before enhancing the switchboard, due to interface requirements.
	Webstructure / Internet	40,000	15,142	(24,858)	0	15,142	C-Smart Project - Technical webstructure
	PRG capital projects	0	84,948	0	84,948	2,300	Funded from Perf. Reward Grant
	Corporate & Support Total	1,084,285	415,662	(408,871)	(259,752)	196,649	
Finance & Resources	Asset Management Plan - Fees	77,150	50,820	0	(26,330)	0	Architect and engineering consultant fees reduced in line with Asset Management Plan spending.
	Asbestos Removal Civic Centre	6,160	0	(6,160)	0	0	May be re-phased into 2011/12 so that it can be aligned with the window replacement scheme
	Boxer Place New Roof Unit 17-18	49,950	30,000	0	(19,950)	0	Prices have been received and it is anticipated that work will start in November 2010.
	Civic Centre - Heating Vent Replace	160,000	160,000	0	0	0	Procurement process has commenced with heating & ventilation works to start in 4th qtr.

Portfolio	Description	Estimate (incl. re-phasing from 2009/10)	Projected Outturn	Budget Variance		Expenditure To Sept	Notes
		2010/11 £	2010/11 £	Re-phased 2010/11 £	Other 2010/11 £	2010/11 £	
	Civic Centre – Civic Suite Roof	225,000	225,000	0	0	0	Procurement process has commenced and roofing works to commence in 4 th quarter
	Civic Centre – Photo Voltaic System/ Voltage Reduction System	20,000	20,000	0	0	0	Anticipated start 4 th Qtr, linked with roof and heating works above
	Energy Improvement Programme	14,488	14,488	0	0	0	Anticipated start 4 th Qtr
	Heating Controls Civic Suite	10,000	10,000	0	0	0	Heating and ventilation works to commence in 4th quarter
	Heating Boilers Civic Centre	30,000	30,000	0	0	0	Heating and ventilation works to commence in 4th quarter
	Leyland Leisure Centre Squash Court Roof	18,000	0	0	(18,000)	0	Emergency repair work undertaken & funded from revenue budget.
	Moss Side Community Centre - Roof, Window & Security measures	22,800	23,100	0	300	23,095	Scheme complete
	Moss Side depot yard modifications	72,000	0	(72,000)	0	0	Requirements under review following the recent changes to Waste operation.
	OAP Pavilion Worden Park	19,845	11,000	0	(8,845)	320	Demolition and remedial works completed at lower than budget.
	Penwortham Leisure Centre Capital works	180,000	180,000	0	0	0	Work has started with an anticipated completion date of mid January. Payment to LCC is expected by the financial year end.
	Public Convenience Refurbishment – Worden Playground	9,925	9,925	0	0	0	Anticipated start 4 nd Qtr. Work will be tendered with rossroads scheme.

Portfolio	Description	Estimate (incl. re-phasing from 2009/10)	Projected Outturn	Budget Variance		Expenditure To Sept	Notes
		2010/11 £	2010/11 £	Re-phased 2010/11 £	Other 2010/11 £	2010/11 £	
	Public Convenience Refurbishment - Worden Crossroads	22,325	22,325	0	0	0	Anticipated start 4rd Qtr, Work will be tendered with playground scheme.
	Removal Of Hot Water Storage Vessels	4,140	4,140	0	0	0	Anticipated start 4 th Qtr – linked with heating system
	Repairs To Parapet Wall ,Civic Centre	3,686	3,686	0	0	0	Anticipated start 4 rd Qtr-linked with roof scheme.
	Replace Cast Iron Rain Water Goods	6,596	6,596	0	0	3,345	Work has started and will be completed by year end.
	Worden Arts – Heating Renewal/Sustainable Measures	26,096	26,096	0	0	0	Awaiting return of feasibility study. Qtr 4 if any action is necessary
	Worden Park Energy Imp Programme	9,925	9,925	0	0	0	Anticipated start 4 th Qtr
	Worden Park Catering Pavilion Provision	50,000	50,000	0	0	50,237	Scheme complete
	Finance & Resources Total	1,038,086	887,101	(78,160)	(72,825)	76,997	
Streetscene	Co-Mingled Waste Bins	790,890	790,890	0	0	745,337	All bins received.
	Diesel Tank Replacement, Moss Side Depot	20,000	20,000	0	0	0	Currently out to tender. Work planned to be completed by Christmas.
	3x Dennis Eagle Rear Steer Refuse Vehicles	410,000	410,000	0	0	412,227	On target - Vehicles have been delivered.
	Kubota Tractor	20,950	20,950	0	0	20,950	Purchase Complete.
	Ride on Mower	16,093	16,093	0	0	16,093	Purchase Complete.

Portfolio	Description	Estimate (incl. re-phasing from 2009/10)	Projected Outturn	Budget Variance		Expenditure To Sept	Notes
		2010/11 £	2010/11 £	Re-phased 2010/11 £	Other 2010/11 £	2010/11 £	
	Vehicle & Plant Replacement Programme	1,307,348	627,348	0	(680,000)	28,550	Budget reduced to reflect contract hire of 4 refuse vehicles. The current programme is being assessed as part of the ongoing budget challenges process.
	Birch Avenue Play Area	6,145	6,145	0	0	0	Retention payments
	Dob Lane Playing Field Phase1	102,000	102,000	0	0	0	Approval to spend by Council 26/05/10. Work has started and is due to complete by the end of November.
	Farington Park Play Area	130,495	0	(130,495)	0	0	Phase 1 complete in April. Phase 2 delayed due to legal negotiations.
	Higher Walton Playing Fields	4,903	4,903	0	0	0	Retention payments
	Kingsfold Drive Penwortham Play Area	6,658	6,658	0	0	6,658	Scheme complete
	Footpath & Footbridge, Holme Rd Playfield	5,639	0	0	(5,639)	0	Scheme completed in previous years and all final payments made.
	Much Hoole Play Area	0	7,775	0	7,775	7,773	Scheme complete
	Worden Park Playground Refurbishment	112,500	112,500	0	0	0	Approval to spend by Council 26/05/10 plus scheme increased by £30k due to additional funding. Anticipated start 4 th Qtr but some exp. may be re-phased into 2011/12. Will be further updated once phasing is finalised.

Portfolio	Description	Estimate (incl. re-phasing from 2009/10)	Projected Outturn	Budget Variance		Expenditure To Sept	Notes
		2010/11 £	2010/11 £	Re-phased 2010/11 £	Other 2010/11 £	2010/11 £	
	Tardy Gate Lighting Scheme	33,000	29,000	0	(4,000)	0	Work has started and is due to complete in this financial year.
	Withy Grove Park Phase 2	19,601	19,601	0	0	0	Retention payments
	Hutton Playing Fields	0	0	(18,000)	18,000	0	This has been approved as a new scheme in 2010/11 but has been re-phased to 2011/12.
	Gregson Lane Sport Field	26,500	0	0	(26,500)	0	Scheme not funded.
	Gregson Lane Play area	0	120,000	0	120,000	0	Approved new scheme funded partly from reserves and S106 monies. Currently out to tender with an expected January 2011 start date.
	Streetscene Total	3,012,722	2,293,863	(148,495)	(570,364)	1,237,588	
Regeneration & Planning	Disabled Facilities Grants	489,183	453,567	0	(35,616)	230,692	Council approved the spending programme in May 2010.
	Housing Strategy	605,989	667,863	0	61,874	241,998	Council approved the spending programme in May 2010 . The budget includes £180,000 allocated to the Hulmes Mill affordable housing development.

Portfolio	Description	Estimate (incl. re-phasing from 2009/10)	Projected Outturn	Budget Variance		Expenditure To Sept	Notes
		2010/11 £	2010/11 £	Re-phased 2010/11 £	Other 2010/11 £	2010/11 £	
	Home Purchase Assistance	9,988	9,988	0	0	7,910	Re-phasing from 2009/10. Committed and will be spent in 2010/11.
	Cycle Routes	20,000	0	(20,000)	0	0	No progress – this area of work has been temporarily put on hold so that Churchill Way & Hough lane schemes can progress as a priority.
	Design & Development	20,000	20,000	0	0	1,184	This budget allows ideas to be investigated and progressed from ideas to potential schemes. Little spend this year to date, but potential £10k call may be made soon.
	Churchill Area Scheme	100,000	100,000	0	0	1,803	Scheme approved by Cabinet 14.7.10 with revised cost of £100k. Work in progress and on target .
	Farington Lodges	24,392	24,392	0	0	483	Work has begun on this scheme with tree clearances and groundwork started. Main works should take place over the summer and autumn period.
	Giant Veggie Patch	5,356	5,356	0	0	0	Residual costs – this project is on target.
	Hope Terrace/Watkin Lane Improvements	25,000	0	(25,000)	0	0	No progress – this area of work has been temporarily put on hold so that Churchill Way & Hough Lane schemes can progress as priority.

Portfolio	Description	Estimate (incl. re-phasing from 2009/10)	Projected Outturn	Budget Variance		Expenditure To Sept	Notes
		2010/11 £	2010/11 £	Re-phased 2010/11 £	Other 2010/11 £	2010/11 £	
	Hough Lane	205,000	205,000	0	0	137,530	Scheme approved by Cabinet 14.7.10 with revised cost of £205k. Target completion date April/May 2011.
	Leyland Town Centre	34,459	30,000	0	(4,459)	57	This budget is used to progress general projects in the town centre and to complement Hough Lane works.
	Lostock Engine Sheds	23,580	23,580	0	0	3,589	Planning & consultation work completed. Contaminated land testing has been done and we are awaiting results. Funding is from LCC.
	Signage Strategy	44,391	15,000	(15,000)	(14,391)	853	No progress – this area of work has been temporarily put on hold so that Churchill Way & Hough lane schemes can progress as a priority. However, new signage is being prepared for the Sherdley Road Industrial Estate for early 2011.
	Regeneration & Planning Total	1,607,338	1,554,746	(60,000)	7,408	626,099	
	GRAND TOTAL	6,742,431	5,151,372	(695,526)	(895,533)	2,137,333	