



**Appendix 1**



**CAPITAL PROGRAMME 2012-13**

**Period 12 – March  
Final Outturn**

**1 Executive Summary**

The key headlines this month are:

- **The Capital Programme final outturn can now be confirmed at £101m.**
- **There have been no announcements on capital funding this month.**
- **Cabinet is formally requested to approve five schemes (detailed below) for inclusion in the Council’s Committed Capital Programme following recommendation by the Capital Investment Board (CIB) on the 2<sup>nd</sup> April and the 13<sup>th</sup> May.**

<b>Capital Scheme</b>	<b>Total Capital Expenditure Requiring Approval</b>	<b>Funded By</b>	<b>Annual Impact on Revenue Budgets (positive = saving)</b>	<b>Description</b>
LGSS ERP System OCR Scanning Solution	£255,000	Existing EFOC capital allocations of £150,500 & LGSS RCCO of £104,500	£80,000	Proposal to implement a scanning solution for purchase invoices.
LGSS Sharepoint Rollout	£100,000	LGSS RCCO	£0	Proposed extending of Sharepoint system.

LGSS Legal Case Management System	£60,000	LGSS RCCO	£0	Proposal to invest in legal system.
John Greenwood Shipman Centre Refurbishment	£93,008	PAM Minor Works Capital Funding	£0	Proposal to extend the existing scheme.
Capitalised Potholes 2013-14	£1,500,000	NCC discretionary capital funding	£0	Proposed scheme for further carriageway maintenance.
<b>Total Capital Investment</b>	<b>£2,008,008</b>			

### Capital Funding Announcements

1.1 There have been no further capital funding announcements.

### 2. Commentary Full Year 2012-13

2.1 Following financial year end adjustments the final capital expenditure outturn for 2012-2013 can now be confirmed at £100.8m. This compares to the provisional outturn of £94.9m reported in May. The major movement of £5.9m between provisional and final outturn is the result of including the devolved schools expenditure which is attributable to each maintained school. This expenditure is incorporated as part of the Council's year end activities. The explanation for the remaining variances between provisional and final outturn can be found in the directorate by directorate summary found in sections 5 to 12.

2.2 The final outturn figure of £100.8m represents the fourth consecutive year of Council capital investment above the £100m mark during a period of time of underlying austerity and economic uncertainty:

- 2009-2010        £119m
- 2010-2011        £141m
- 2011-2012        £122m
- 2012-2013        £101m

2.3 This capital investment has benefitted Northamptonshire with increased and enhanced educational facilities, improved and expanded highways and carriageways, improved adult care provision, increased environmental sustainability and investment in economic prosperity for Northamptonshire. Significant individual capital schemes delivered and/or progressed in 2012-2013 include:

- Kettering Buccleuch Academy – construction of primary and secondary elements of new academy facilities - £10.5m
- A43 Corby Link Road – new road linking the existing A6003 north west of Kettering to the existing A43 south east of Corby - £9.9m
- Highway Maintenance Investment Strategy – investment to improve road conditions across Northamptonshire - £8.4m

- Kettering Science Academy – investment in construction of new all through academy provision - £8.3m
- School Improvements – localised devolved capital investment by schools prioritised toward individual school needs - £8.1m

### **3 Recommendations by Capital Investment Board (CIB)**

3.1 The Capital Investment Board met on the 2<sup>nd</sup> April and the 13<sup>th</sup> May and has recommended 5 capital schemes to go forward for Cabinet approval to enable the schemes to be entered into the Council's Committed Capital Programme.

#### **LGSS ERP System OCR Scanning Solution - £255,000**

3.2 This scheme seeks approval for the implementation of an Optical Character Recognition (OCR) system to be used for scanning and saving purchase invoice details. The system when fully implemented will deliver future revenue budgeted savings between Northamptonshire County Council (NCC) and Cambridgeshire County Council (CCC) as part of LGSS.

3.3 The scheme will be managed and procured through CCC with NCC being invoiced for its 50% share (£255k) of the total project costs of £510k.

3.4 The scheme will be funded from existing EFOC approved capital funding of £150,500, LGSS Revenue Contribution to Capital Outlay (RCCO) Financial Year (FY) 2011-12 of £62,500 and LGSS RCCO FY2012-13 of £42,000.

#### **LGSS Sharepoint Rollout - £100,000**

3.5 This scheme proposes to extend the existing Sharepoint project to include all LGSS users, enabling economies of scale and expanding use of existing best practice. The scheme will enable the switching off of shared network drives currently used by individual teams.

3.6 The scheme will be funded from an LGSS RCCO FY2012-13 of £100,000.

#### **LGSS Legal Case Management System - £60,000**

3.7 This scheme proposes to implement a single legal case management system across all LGSS offices. This scheme will increase efficiency and effectiveness of the LGSS legal service and their ability to operate as a true shared service across multiple locations.

3.8 The scheme will be funded from an LGSS RCCO FY2011-12 carry forward contribution of £60,000.

#### **John Greenwood Shipman Centre (JGSC) Revision April - £93,008**

3.9 This existing scheme to refurbish JGSC was approved into the Council's Committed Capital Programme in November 2011. The original budget being approved at £1,024,000. This was revised to £1,084,000 following approval by Cabinet in March 2012.

3.10 The works have now progressed on site to enable a formal review of the scheme scope ensuring that the refurbishment is fit for purpose and conforms to service delivery objectives. As part of this review it has been necessary to extend the works to accommodate the objectives and aims of Council partners from the PCT.

3.11 The scheme can now be confirmed with a fully funded budget of £1,177,008 with the funding split recommended as follows:

Short Breaks Capital Grant	£848,008
Short Breaks RCCO	£38,000

PAM RCCO	£60,000
PAM Minor Works Capital Funding	£231,000 (underwritten by PCT funding)

**Capitalised Potholes 2013-14 - £1,500,000**

- 3.12 This scheme seeks to allow essential category 2 repairs of the carriageway to be undertaken and continue to keep the network in a safe and useable condition. Investment in capital funding is critical to meet the Council's statutory obligations and maintain a defence against claims and costs to the Council highway maintenance service.
- 3.13 This capital scheme will enable more substantial repairs to be made to the carriageway and is proposed to be funded by way of Council discretionary capital funding in line with the Council's budget approved at Full Council in February.

CAPITAL EXPENDITURE 2012-13 - all directorate summary phasing

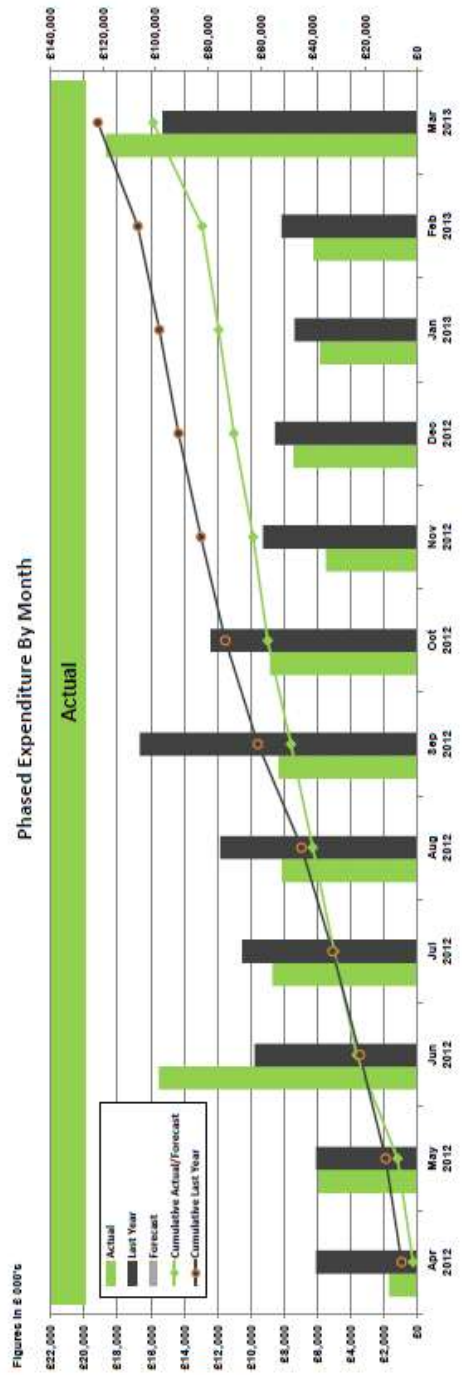
Period 12 - March



All Figures in £ 000's	Actual												Actual								
	Apr 2012	May 2012	Jun 2012	Jul 2012	Aug 2012	Sep 2012	Oct 2012	Nov 2012	Dec 2012	Jan 2013	Feb 2013	Mar 2013	Full Year 2012-13								
Environment Development and Transport	£296	£215	£4,569	£3,239	£3,142	£3,372	£3,503	£2,625	£2,878	£2,384	£3,372	£7,224	£36,808	37%	Forecast 2013-14	Forecast 2014-15	Forecast 2015-16	Forecast 2016-17	Forecast 2017-18	Forecast 2018-19 & 2019-20	
Customers, Communities & Learning	£786	£5,287	£10,338	£4,889	£4,089	£4,791	£4,763	£2,427	£4,479	£3,344	£2,012	£9,803	£56,771	56%	£40,200	£14,368	£3,289	£4,205	£2,308	£3,121	
Adult & Children's Services (DASS/DCS)	£1	£1	£1	£108	£1	£29	£25	£1	£35	£21	£401	£229	£759	1%	£67,615	£13,386	£1,303	£0	£22	£0	
LGSS - Operations (incl. IT)	£265	£297	£391	£296	£310	£85	£388	£187	£208	£15	£335	£194	£2,871	3%	£1,659	£175	£0	£0	£0	£0	
LGSS - Finance (incl. Property)	£50	£89	£180	£188	£473	£65	£125	£188	£70	£97	£80	£298	£1,593	2%	£2,898	£0	£0	£0	£0	£0	
Chief Executive	£298	£73	£55	£188	£139	£131	£108	£68	£114	£15	£40	£926	£1,826	2%	£9,070	£2,612	£262	£0	£0	£0	
<b>Total</b>	<b>£1,705</b>	<b>£5,941</b>	<b>£15,504</b>	<b>£8,704</b>	<b>£8,134</b>	<b>£8,323</b>	<b>£8,863</b>	<b>£5,496</b>	<b>£7,417</b>	<b>£5,835</b>	<b>£5,239</b>	<b>£18,674</b>	<b>£100,833</b>		£127,506	£30,581	£4,914	£4,205	£2,330	£3,121	
month percentage	2%	6%	15%	9%	8%	8%	9%	5%	7%	6%	6%	15%									
Cumulative Spend/Forecast	£1,705	£7,647	£23,150	£31,854	£39,988	£46,311	£57,174	£62,670	£70,087	£75,921	£82,160	£100,833									
% Cumulative Spend / Forecast	2%	8%	23%	32%	40%	48%	57%	62%	70%	75%	81%	100%									

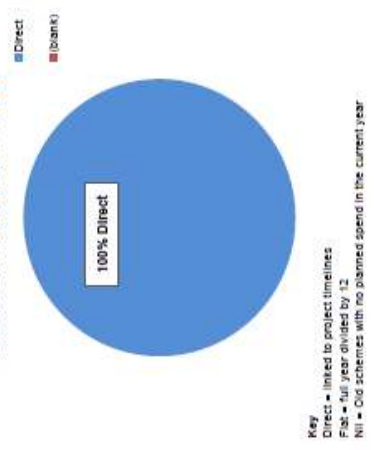
Full Capital Programme £273,491

Phased Expenditure By Month



Figures in £ 000's

Scheme Phasing Basis 2012-13



All Figures in £ 000's

Key  
 Direct = linked to project timelines  
 Flat = full year divided by 12  
 Nil = Old schemes with no planned spend in the current year

## 4 Customers, Communities and Learning (CCL)

### Expenditure

4.1 The Directorate's Capital Programme expenditure outturn for 2012-13 is £56.8m, which is a movement of £5.7m when compared to the previously reported provisional outturn figures. Primarily the movement has been attributable to an adjustment to include the expenditure incurred by schools on the Council's assets and an adjustment on PFI school's scheme.

4.2 Following major schemes were delivered during the year that provides increased number of pupil places within Northamptonshire schools;

- Hardwick Primary (Olympic School) £4.5m
- The Gateway Vocational Centre £1.5m
- Denfield Park £2.1m
- Irthlingborough Junior Extension £1.4m
- Little Stanion Primary £4.0m
- Upton Meadow Primary £1.4m

## 5 Environment, Development and Transport (EDT)

### 5.1 EDT Summary

	EDT Ex. Fire £m	Fire £m	EDT Total £m
Actual spend 2012-13	34.30	2.51	<b>36.81</b>

## 6 Highways, Transport, Waste and Development Services

### Expenditure

6.1 The Highways, Transport, Waste and Development services Capital Programme full year outturn for 2012-13 is £34.30m.

6.2 In 2012-13 the following main schemes were delivered to bring significant improvements in road infrastructure in the county, allowing for improved road network access and linkages, to help enable and support growth and development.

- Highways Investment and Maintenance £ 16.95m
- A43 Corby link road £ 9.91m
- St John / Plough Gyratory (GPF) £ 0.81m
- Community Infrastructure schemes £ 0.61m
- Upton improvement works on behalf of HCA £ 0.50m
- Brampton Valley Way Improvement £ 0.31m
- Various small scale localised improvements £ 5.21m

## Funding

- 6.3 Further opportunities for highway infrastructure are being explored through the Government's new 'Pinch Point' initiative for local roads and also through the new devolved Local Major Transport schemes Programme for Local Transport Bodies.

## **7 Northamptonshire Fire and Rescue Service (NFRS)**

### Expenditure

- 7.1 The NFRS Capital Programme full year outturn for 2012-13 is £2.51m.

- 7.2 The 2012-13 spend relates to:

- Fire Service Appliance and Vehicle Replacement Strategy £0.79m
- Self Contained Breathing Apparatus £0.39m
- Control Centre Project (funded by DCLG Grant) £0.38m
- Various Small Scale Projects £0.01m
- Fire Capital Grant schemes 2011-12 (DCLG funded): £0.91m  
This includes expenditure on the Smaller Fire Appliance Project, Command Development Centre Phase Three, Retained Firefighter Duty system ICT, Enhanced Trauma Capability, Hydraulic Rescue Equipment, Home Fire Safety Checks and Vehicle Ramps
- Fire Capital Grant schemes 2012-13 (DCLG funded): £0.03m  
This includes expenditure on Fire Behaviour Training

## **8 Adult & Children's Services**

### Expenditure

- 8.1 The Directorate's Capital Programme full year outturn for 2012-13 has reduced to £0.759m. This is a reduction of £487k that is attributable to moving forecast cashflows to match revised project timelines for a number of key projects that include Adults re-design and John Greenwood Shipman refurbishment.
- 8.2 The 2012-13 capital expenditure includes;
- John Greenwood Shipman Refurbishment £0.62m
  - Learning Disability Re-provision £0.14m
- 8.3 Finance continue to work with budget managers across the service to ensure each individual project cashflow agrees with project timelines in 2013-14.

## **9 Local Government Shared Service (LGSS) - Operations**

## Expenditure

9.1 The services's Capital Programme full year outturn for 2012-13 is £2.97m

This programme includes all IT related capital investment schemes being undertaken at Northamptonshire apart from the R12 Oracle upgrade and investment in CareFirst systems.

Significant expenditure on the following schemes has been made:

• Infrastructure Growth	£0.26m
• Refresh of PC, printers and hand held devices	£0.67m
• Delivery of Corporate & Directorate Applications	£1.39m
• Delivery of Technical Integration	£0.39m
• IT E forms	£0.15m
• Other various schemes	£0.11m

9.2 All LGSS Operations capital schemes are forecast to be phased directly with their project timelines.

## **10 Local Government Shared Service (LGSS) - Finance**

### Expenditure

10.1 The services's Capital Programme full year outturn for 2012-13 is £1.59m.

• HQ Accommodation Strategy	£0.104m
• Project Angel	£0.589m
• Property and Asset Management Minor works programme	£0.413m
• Capital Replacement	£0.300m
• Other various schemes	£0.188m

10.2 Currently all LGSS Finance capital schemes are forecast phased directly with their project timelines.

## **11 Chief Executive**

### Expenditure

11.1 The services Capital Programme outturn for 2012-13 stands at £1.93m and includes IT schemes that are upgrading Oracle and CareFirst systems.

Significant expenditure on the following schemes is planned:

• Excellence for our Customers (invest to save)	£0.67m
• Oracle Convergence	£0.26m
• Financial Integration 2012-13	£0.24m
• Growth Fund	£0.59m
• Other various schemes	£0.17m



11.2 All Chief Executive capital schemes are forecast to be phased directly with their project timelines.

