



CABINET

6 SEPTEMBER 2016

LGSS DIRECTOR OF FINANCE AND SECTION 151 OFFICER: DAMON LAWRENSON

**CABINET MEMBER WITH RESPONSIBILITY FOR FINANCE, PERFORMANCE &
LGSS: COUNCILLOR ROBIN BROWN**

Subject:	Monthly Capital Report (MCR) as at the end of July 2016 (Period 4) for the financial year ending 31 March 2017.
Recommendations:	<p>Cabinet is requested to:</p> <ol style="list-style-type: none">1. Note the current capital forecast expenditure outturn of £175m for the financial year 2016-17.2. Approve and recommend the inclusion of seven new schemes with investment totalling £16,002,139 to enable entry into the Council's Committed Capital Programme (detailed in section 9)<ol style="list-style-type: none">I. Civica ICON £267,000II. Darsdale Farm Phase 2 Highways Work £550,000III. Kilsby Traffic Calming £200,000IV. Fire Vehicle Security – Garages £15,139V. Moulton College LGF Allocation £3,500,000VI. Tresham College LGF Allocation £11,400,000VII. Adoptions Invest to Save – Home extension £70,0003. Approve capital investment totalling £14,606,488 to promote six schemes included in the Capital Strategy 2016-17<ol style="list-style-type: none">I. Friars School: Mobile & Dining Room Extension £190,000II. East Haddon Primary gable end repairs £30,000III. Wollaston Primary Extension £1,200,000IV. A43 Phase 2 £9,250,000V. Smart Commuters LGF Scheme £3,500,000VI. Corby SEN Free School Phase 1 £436,488

	<p>4. Approve further extensions to three schemes already within the current Capital Programme totalling £2,329,000</p> <p style="margin-left: 20px;">I. EDT IT Block £247,000</p> <p style="margin-left: 20px;">II. EDT LTP Maintenance £82,000</p> <p style="margin-left: 20px;">III. Superfast Northamptonshire Phase 3 £2,000,000.</p> <p>5. Approve In Principle to undertake the work and delegate the decision to The Strategic Commissioner for Place and S151 Officer before work commences for three schemes totalling £2,126,000</p> <p style="margin-left: 20px;">I. St Giles Street Public Realm Phase 2b £610,000</p> <p style="margin-left: 20px;">II. St Giles Street Public Realm Phase 3a £639,000</p> <p style="margin-left: 20px;">III. St Giles Street Public Realm Phase 4 £877,000</p> <p style="margin-left: 40px;">(further detail on all of the above schemes can be found in section 9)</p> <p>6. Note in relation to the Councils accountable body status for NEP that this will cease with a proposed date of 30/9/16. This is as a result of SEMLEP becoming the single integrated Local Enterprise Partnership (LEP) covering Northamptonshire</p> <p style="margin-left: 20px;">(further detail on the LEP changes can be found in section 10)</p>
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1. Purpose of Report

- 1.1 The report sets out the current financial position of the Council's Capital Programme in total, by Service area and on a scheme by scheme basis.
- 1.2 Cabinet is formally requested to give approval for entry into the Council's Committed Capital Programme of capital schemes following recent recommendation at the monthly meeting of the Capital Investment Board.

2. How this decision contributes to the Council Plan

- 2.1 The Council's vision is to make Northamptonshire a great place to live and work. This is achieved through increasing the wellbeing of your county's communities and/or safeguarding the county's communities.

This initiative specifically delivers increased wellbeing and/or safeguarding by:

- Contributing to creating safer communities
- Contributing to creating healthy communities
- Contributing to creating prosperous communities
- Creating a Sense of Place
- Provision of the personalisation agenda
- Access to information
- Providing choice and self-service
- Getting people involved

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And Through:

- Exploitation of Technology
- Intelligence Led Services
- Next Generation Working
- Ambitious Partnerships
- Use of the Asset Utilisation Strategy
- Commissioning and Market Developments
- Self-Financing

3.1

e current external funding environment and continued announcements from central government on capital schemes also highlight the need to ensure that appropriate monitoring, governance and approval of the Council's Capital Programme is undertaken.

3.2 Due to the significant levels of capital investment prioritised by the Council and as a key enabler in the growth, prosperity and economic wellbeing of the County the Council considers that a separate Capital Programme monitoring report is produced, reviewed and approved by Cabinet monthly in line with reporting on revenue expenditure.

4. Consultation and Scrutiny

4.1 This report has been produced in consultation with the NCC Group Management Board and the Directors of each of the Delivery Vehicles. The NCC Group Management Board is comprised of the Chief Executive, the Strategic Commissioners for People Services and Place Services, and the Director of Finance (S151 Officer). The report will also be subjected to scrutiny through the Finance Improvement and Performance Working Group.

5. Equality Screening

5.1 This report is for information purposes only and no Equality Impact assessment is required.

6. Alternative Options Considered

6.1 It is considered as best practice to brief members and report the latest budgetary position to Cabinet on a regular monthly basis, rather than less frequently, for example, quarterly. It also meets the Financial Regulations requirement to ensure the provision of financial information and compliance with financial management standards.

7. Executive Summary

7.1 The forecast outturn expenditure on the Council's Capital Programme stands at £175m for the financial year 2016-17. The forecast outturn by Service area can be found in Table 3 on page 8 with more detailed summaries explaining the significant variances and movements occurring within each Service area set out in Section 8.

7.2 Following Capital Investment Board recommendation Cabinet are formally requested to approve seven new schemes, promotion of six schemes, extension of three schemes and promotion in principle linked to final funding agreements for three schemes totalling £35,063,627 detailed in Table 4 on page 15/16.

7.3 Place Services are still being formed and established in terms of transferred budgets and staff. When the Place Directorate is firmly established the reporting arrangements will be reorganised to reflect Next Generation Council working.

Capital Budget 2016-17

7.4 The Council's Capital Strategy 2016-17 to 2020-21, agreed by Council on 29 February 2016, approved a forecast capital programme of £736m (the Committed Capital Programme plus the Development Pool) over the five year plan period. The Capital Strategy also approved a Discretionary Funding Pot totalling £24.03m available for prioritisation against key Council capital investment schemes over the Medium Term Financial Plan (MTFP) period.

7.5 Table 1 below provides the detailed scheme by scheme prioritised balances against the £24.03m agreed by Council into the Development Pool, the approvals to date including those reported in this paper and the remaining balances to be progressed through the Council's capital approval routes for Cabinet approval.

Discretionary Funding Pot	Budget 2016-17 to 2020-21 £000	Cabinet Approvals To Date £000	Prioritised Balance 2016-17 £000	Prioritised Balance 2017-18 £000	Prioritised Balance 2018-19 to 2020-2021 £000	Prioritised Balance Available £000
Project Angel & NGW IT	1,846	1,846	0	0	0	0
Chester Farm	4,925	0	4,925	0	0	4,925
Property Minor Works	5,200	0	1,000	1,200	3,000	5,200
Highway Management	6,150	0	0	0	6,150	6,150
IT Infrastructure	4,160	330	670	690	2,470	3,830
A361 Chipping Warden Relief Road	996	0	996	0	0	996
Daventry Library Fit Out	629	0	0	429	200	629
A14 Cambridge to Huntingdon Improvement Scheme	120	0	0	0	120	120
Total Discretionary Funding Balance	24,026	2,176	7,591	2,319	11,940	21,850

Table 1 - Summary of Discretionary Funding Pot approved by Council in February 2016

7.6 In addition to discretionary approvals the Council has also prioritised £2.00m of Innovative capital funding over the plan period toward schemes within the Development Pool, detailed in Table 2.

Development Pool Innovative Funding Prioritisation	Budget 2016-17 to 2020-21 £000	Cabinet Approvals To Date £000	Prioritised Balance 2016-17 £000	Prioritised Balance 2017-18 £000	Prioritised Balance 2018-19 to 2020-21 £000	Total Prioritised Balance Available £000
Superfast Broadband	2,000	2,000	0	0	0	0
Total Discretionary Funding Balance	2,000	0	0	0	0	0

Table 2 – Summary of Development Pool Innovative Funding approved by Council in Feb 2016

7.7 These schemes support the Northamptonshire economy with key infrastructure projects that act as a catalyst to wider economic growth. Individual invest to save projects also contribute to Council efficiency savings to enable budgetary targets to be delivered. These assist in the Council being able to reduce revenue levels in line with grant reductions and ongoing austerity measures.

7.8 Approved Capital Programme Sources of Funding

Type of Funding	%	Key Schemes
Prudential Borrowing	26%	Project Angel, Highway Asset Management & Maintenance Investment, East Northants Schools Restructure, Superfast Broadband
Other Grants	22%	Northampton International Academy, Corby Link Road, Superfast Broadband, Daventry Development Link, DFE Kitchen grant
S106	14%	
DFE Grants	12%	Includes Basic Need
DFT Grants	11%	Includes Intergrated Transport & Maintenance grants
Local Growth Fund (LGF)	7%	Daventry Development Link, A43 Northampton to Kettering Phase 1b, Stanton Cross
Other Contributions to works	3%	Waterside Zone Access. Abington Street Works
Other funding	5%	Invest to save, Public Health grants, Capital disposal receipts, Schools contributions

Please note some schemes benefit from more than one type of funding

7.9 Forecast Capital Outturn 2016-17 by Service Area:

	Forecast Outturn
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	2016-17 £'000
Children's Services	75,071
Environment, Development and Transport Services	89,045
Adults Services	609
Wellbeing and Prevention Services	1,222
IT Infrastructure/Development	6,080
Property Maintenance	2,880
Chief Executive Services	380
Forecast Outturn Expenditure	175,287

The total 2016-17 forecast spend has reduced by £9m since the start of the year/original budget.

The main movements in this arise from:

1. Daventry Development Link Road (DDL) delay to main works start, now commenced. Reprofiled of £7m of expenditure to 2017-18, however the project is still scheduled to be completed on time.
2. A431b Northampton to Kettering delay to main works start. Report was presented to June Cabinet to allow rephasing of works. Reprofiled of £1.5m of expenditure to 2017-18.
3. Northamptonshire Superfast Broadband Project delays to national procurement have led to a reprofiling of £4m of expenditure into 2017-18. However the project is still scheduled to be completed on time.
4. New funding allocations in respect of highways works from The Incentive Fund and The Pothole Fund resulting in new schemes and additional expenditure totalling £1.5m in 2016-17.
5. Radstone Fields School delays to start of works/reprofiling of expenditure resulting in slippage of £3m expenditure to 2017-18.
6. Pineham Barns School delays to start of works/reprofiling of expenditure resulting in slippage of £2m expenditure to 2017-18.
7. Wootton Hall Temporary School allocation of £3m grant for works to be completed for September 2016. New expenditure for 2016-17.
8. Northampton International Academy additional grant allocated with a new profiled expenditure leading to increased 2016-17 expenditure of £2.5m.

Table 3 - Capital Expenditure Phasing Outturn Forecast (by Service) 2016-17

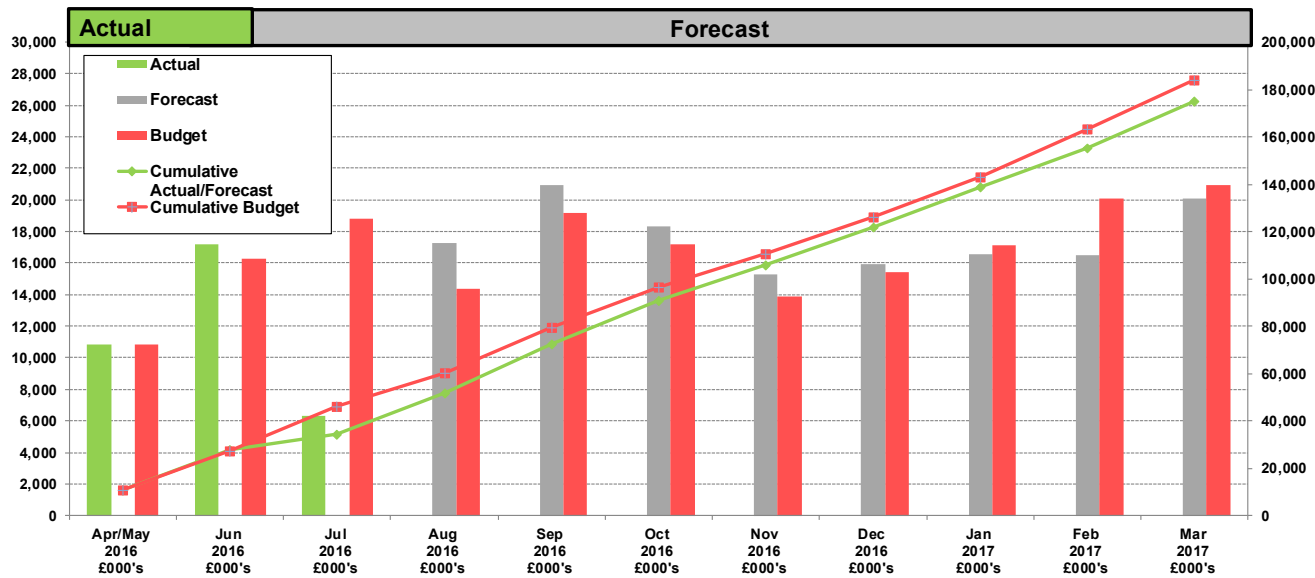


Period 4 - July 2016	Approved Expenditure Budget	Actual Previous Years Expenditure	Period 2	Period 3	Period 4	Period 5	Period 6	Period 7	Period 8	Period 9	Period 10	Period 11	Period 12	Forecast Full Year 2016-17 £000's
			Actuals Apr/May 2016 £000's	Actuals Jun 2016 £000's	Actuals Jul 2016 £000's	Forecast Aug 2016 £000's	Forecast Sep 2016 £000's	Forecast Oct 2016 £000's	Forecast Nov 2016 £000's	Forecast Dec 2016 £000's	Forecast Jan 2017 £000's	Forecast Feb 2017 £000's	Forecast Mar 2017 £000's	
Place	341,500	197,753	6,950	12,976	1,609	7,211	10,482	10,243	7,699	8,804	7,215	6,786	9,071	89,045
Children, Families and Education	224,615	113,084	3,184	3,174	3,939	8,532	9,128	7,200	6,945	6,590	8,200	9,023	9,156	75,071
Adult Social Care Services	1,179	570	0	1	0	0	0	0	0	0	0	0	608	609
Public Health and Wellbeing	17,063	15,546	24	80	10	106	158	15	194	0	110	0	526	1,222
IT Infrastructure / Development	21,588	15,287	535	896	703	1,008	766	491	282	418	657	228	96	6,080
Property Maintenance	16,401	11,134	115	15	75	387	403	316	146	94	389	436	504	2,880
Chief Executive	2,982	2,471	17	25	8	34	28	26	29	24	23	23	143	380
Total	625,328	355,845	10,825	17,167	6,344	17,277	20,965	18,291	15,295	15,929	16,595	16,496	20,104	175,287
Month %			6%	10%	4%	10%	12%	10%	9%	9%	9%	9%	11%	
Cumulative %			6%	16%	20%	29%	41%	52%	61%	70%	79%	89%	100%	
Cumulative Spend/Forecast			10,825	27,991	34,335	51,612	72,577	90,868	106,163	122,092	138,687	155,183	175,287	

Forecast	Forecast	Forecast	Forecast	Forecast	Forecast
2017-18 £000's	2018-19 £000's	2019-20 £000's	2020-21 £000's	2021-22 £000's	2022-23 & beyond £000's
51%	36,298	13,230	3,293	1,276	1,168
43%	34,253	1,381	317	300	0
0%	0	0	0	0	0
1%	0	0	0	50	0
3%	259	0	0	0	0
2%	2,253	135	0	0	0
0%	131	0	0	0	0
	73,194	14,746	3,610	1,626	1,168
Full Capital Programme					269,703

Figures in £ 000's

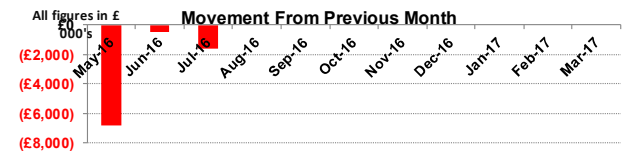
Phased Expenditure By Month



Financial Year 2016-17
Monitoring Progression - Forecast Outturn

All Figures in £	Forecast Capital Expenditure Outturn	Variance From Previous Month	Variance From Previous Month %	
1	Apr-16	184,145	n/a	n/a
2	May-16	177,328	-6,817	(3.7%)
3	Jun-16	176,872	-456	(0.3%)
4	Jul-16	175,287	-1,585	(0.9%)
5	Aug-16			
6	Sep-16			
7	Oct-16			
8	Nov-16			
9	Dec-16			
10	Jan-17			
11	Feb-17			
12	Mar-17			

Total Movement In Year (8,858) (4.8%)



8. Detailed Service Reports

8.1 Children's Services

Original Capital Budget 2016-17 £000's	New Schemes / (Completed Schemes) £000's	Revised Capital Budget 2016-17 £000's	Schemes rephased to /from 2017-18 £000's	Forecast 2016-17 Capital Outturn £000's
74,290	7,881	82,171	(7,100)	75,071

Children's Services Summary	£000's	%
Actual Cumulative Expenditure to Period 4	10,297	14%
Forecast Expenditure - Periods 5 to 12	64,774	86%
Forecast Outturn 2016-17	75,071	100%

Expenditure

Actual expenditure in the month totalled £3.94m, taking the cumulative actual expenditure at the end of period 4 to £10.3m, some 14% of the total forecast outturn for 2016-17. The forecast outturn of £75.07m represents a decrease of £0.9m when compared to previous forecasts.

Budget managers have re-profiled their forecast expenditure for Roade Primary and Moulton Primary by £0.3m each, leading to a reduction in 2016-17 forecast spend.

The following significant schemes are being delivered or progressed in 2016-17 to bring significant improvements and growth in schools infrastructure in the County:

Scheme Description	Forecast Expenditure 2016-17 £000
Northampton International Academy – new 2-19 all through school with 2,220 pupils from primary to post 16.	22,640
East Northants Educational Restructure from three to two tier following the closure of the two middle schools with capital schemes at 11 schools plus interim arrangements.	11,580
Silverstone Primary School	5,060
Pineham Barns Primary School (including Land)	4,490
Radstone Fields Primary School Brackley	4,030
Corby Technical College Extension	3,830
Wootton Park Academy	3,090
Moulton Primary Extension	2,330
Henry Chichele Primary Extension	1,910

Fairfields PDA - to increase from 112 to 120 pupils to meet the increasing demand for special places in the County and improve the onsite facilities.	1,630
Hardingstone Academy Extension & Remodelling	1,630
Roade Primary Extension	1,550
Moulton School Science College	1,550
Others (no individual scheme over £1.5m)	9,750
Total	75,070

Funding

Although the 2017-18 basic need allocations from the Department for Education (DfE) for the Council are positive, the authority has already committed the majority of its projected 2016-17 DfE capital grant funding towards the Directorate capital programme

Approval has been received from the Secretary of State to capitalise £220k Early Years Block Grant funding to provide Early Years Education and Childcare targeted at areas of high need and increasing provision of two year old free entitlement and future expansion of the 30 hours for 3 and 4 year old provision.

8.2 Environment, Development and Transport Services

Original Capital Budget 2016-17 £000's	New Schemes / (Completed Schemes) £000's	Revised Capital Budget 2016-17 £000's	Schemes rephased to /from 2017-18 £000's	Forecast 2016-17 Capital Outturn £000's
100,428	3,457	103,885	(14,840)	89,045

EDT Summary	£000's	%
Actual Cumulative Expenditure to Period 4	21,535	24%
Forecast Expenditure – Period 5 to 12	67,510	76%
Forecast Outturn 2016-17	89,045	100%

Capital investment plays a critical part in the Council's role of promoting growth, investment, jobs and bringing prosperity to Northamptonshire and its citizens. In recent years the Council has successfully delivered new or enhanced highway, transportation and environmental projects to the Northamptonshire economy and this has seen significantly improved or new transportation links reducing travel times and improving connectivity throughout and beyond Northamptonshire. This has included major schemes such as the Corby Link Road, Sandy Lane Improvements and the ongoing development and regeneration of the Northampton Enterprise Zone, the largest Enterprise Zone in England.

The Council has also pioneered innovative approaches and agreements through partnerships to deliver an infrastructure led regeneration of Northamptonshire. The

innovative implementation and funding of the Northamptonshire Revolving Infrastructure Fund (NRIF) has enabled the implementation and delivery of key pieces of infrastructure. This has been delivered hand in hand with Government funding through Local Growth Funds and Local Enterprise Partnerships and saw the start of the construction of the Northampton to Daventry Development Link (NDDL) in December 2015.

Management and funding of the capital programme is considered holistically with other funding streams including revenue budgets, external grants and innovative funding. The programmed delivery and management of capital investment is overseen by a unique public/private partnership Capital Programme Delivery Unit. This not only ensures effective management and controls are in place but enables 'ready to go' schemes to be delivered quickly on the ground.

The Directorate's capital programme is now forecast to spend £89.04m in the financial year 2016-17 which represents an overall reduction of £0.65m when compared to previous forecasts. This has been as a result of budget managers re-profiling expenditure in particular the A45 Daventry Development Link Road where a further movement of £0.28m has been re-profiled to 2017-18 this month.

Actual expenditure in the month totalled £1.61m taking the cumulative actual expenditure at the end of period 4 to £21.54m some 24% of the total forecast outturn for 2016-17.

The following significant schemes are being delivered or progressed in 2016-17 to bring significant improvements in infrastructure in the County, allowing for improved road network access and linkages, to help enable and support growth and development:

Scheme Description	Forecast Expenditure 2016-17 £000
Project Angel – design & construction	27,170
LTP Maintenance Block 2015-17	14,190
A45 Northampton to Daventry Development Link (NDDL)	10,330
A43 Northampton – Kettering Phase 1b	5,350
Highway Network	5,000
Highway Asset Management	4,040
Northampton Superfast Broadband	3,450
Fire Schemes	2,870
LTP Integrated Transport Block 2015-17	2,440
Corby Link Road	1,940
Stanton Cross	1,600
Others (no individual scheme over £1.5m)	10,660
Total	89,040

Funding

The Council continues to work on additional capital investment on highway maintenance to provide further significant cash injections within the next two 2 years, continuing the progress made in recent years. This is likely to see a step change in the asset condition reducing further deterioration and seeing significant savings against the continuing

maintenance of the asset over the medium term to the benefit and savings associated with revenue funding.

8.3 Adults Services

Original Capital Budget 2016-17 £000's	New Schemes / (Completed Schemes) £000's	Revised Capital Budget 2016-17 £000's	Schemes rephased to /from 2017-18 £000's	Forecast 2016-17 Capital Outturn £000's
608	0	608	1	609

Adults Services Summary	£000's	%
Actual Cumulative Expenditure to Period 4	1	0%
Forecast Expenditure - Periods 5 to 12	608	100%
Forecast Outturn 2016-17	609	100%

Expenditure

The Service's forecast capital expenditure for 2016-17 stands at £0.61m

Adults Services managers are reviewing service provision and future forecasts will reflect their plans.

Funding

In 2015-16 the Council received an allocation of £1,513,000 Social Care Grant funding

From 2016-17 Social Care Grant funding has been amalgamated with the Disabled Facilities Grant and £3,518,418 funding received by the Council is being passported to Northamptonshire District and Borough Councils to support people to remain independent in their own homes - reducing or delaying the need for care and support, and improving the quality of life for residents. The Council therefore has less capital resources to support this service area.

8.4 Wellbeing and Prevention Services

Original Capital Budget 2016-17 £000's	New Schemes / (Completed Schemes) £000's	Revised Capital Budget 2016-17 £000's	Schemes rephased to /from 2017-18 £000's	Forecast 2016-17 Capital Outturn £000's
1,173	0	1,173	49	1,222

PHW Summary	£000's	%
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Actual Cumulative Expenditure to Period 4	113	9%
Forecast Expenditure - Periods 5 to 12	1,109	91%
Forecast Outturn 2016-17	1,222	100%

Expenditure

The Service's forecast capital expenditure for 2016-17 stands at £1.22m

The Service has spent £0.11m of the £1.22m forecast capital expenditure outturn for the financial year 2016-17. The main scheme included in the 2016-17 forecast is the Moulton Library Relocation £0.52m

8.5 IT Infrastructure / Development

Original Capital Budget 2016-17 £000's	New Schemes / (Completed Schemes) £000's	Revised Capital Budget 2016-17 £000's	Schemes rephased to /from 2017-18 £000's	Forecast 2016-17 Capital Outturn £000's
4,142	2,176	6,318	-238	6,080

IT Summary	£000's	%
Actual Cumulative Expenditure to Period 4	2,134	35%
Forecast Expenditure - Periods 5 to 12	3,946	65%
Forecast Outturn 2016-17	6,080	100%

Expenditure

The IT Infrastructure capital expenditure forecast outturn for 2016-17 stands at £6.08m

The Directorate has spent £2.13m representing 35% of the £6.08m forecast capital expenditure outturn for the financial year.

The following significant schemes are being delivered or progressed in 2016-17:

Scheme Description	Forecast Expenditure 2016-17 £000
Project Angel & Next Generation Working IT – Phase 1 enabling mobile/agile working.	2,940

Next Generation ERP Financial Accounting System	850
Microsoft ESA and ECI 2014-17	510
Other IT capital schemes under £0.5m	1,780
Total	6,080

8.6 Property Maintenance

Original Capital Budget 2016-17 £000's	New Schemes / (Completed Schemes) £000's	Revised Capital Budget 2016-17 £000's	Schemes rephased to /from 2017-18 £000's	Forecast 2016-17 Capital Outturn £000's
2,993	0	2,993	-113	2,880

Property Summary	£000's	%
Actual Cumulative Expenditure to Period 4	205	7%
Forecast Expenditure - Periods 5-12	2,675	93%
Forecast Outturn 2016-17	2,880	100%

Expenditure

The Property Maintenance capital programme forecast outturn for 2016-17 stands at £2.88m.

The Directorate has spent £0.21m representing 7% of the £2.88m forecast capital expenditure outturn for the financial year.

The following significant schemes are being delivered or progressed in 2016-17:

Scheme Description	Forecast Expenditure 2016-17 £000
Kettering William Knibb Centre Refurbishment	1,160
Minor Works Schemes 2015-17	820
Other Property capital schemes under £0.5m	900
Total	2,880

8.7 Chief Executive Services

Original Capital Budget 2016-17 £000's	New Schemes / (Completed Schemes) £000's	Revised Capital Budget 2016-17 £000's	Schemes rephased to /from 2017-18 £000's	Forecast 2016-17 Capital Outturn £000's
511	0	511	(131)	380

Chief Executive Services Summary	£000's	%
Actual Cumulative Expenditure to Period 4	92	24%
Forecast Expenditure - Periods 5 to 12	288	76%
Forecast Outturn 2016-17	380	100%

Expenditure

The Chief Executive Services capital programme expenditure forecast outturn stands at £0.38m for 2016-17.

9. Capital Investment Board (CIB) - Recommendations and Updates

9.1 Each month the Capital Investment Board meets to discuss and recommend capital projects for inclusion in the Council's Committed Capital Programme.

The CIB met on the 30 June, 5 July and the 9 August and has recommended the promotion of nine schemes, extension of three schemes and the entry of seven new schemes totalling investment of £35,063,627 (Table 4), to go forward for Cabinet and Council approval, as required, to enable formal entry into the Council's Committed Capital Programme.

No.	Scheme Status	Capital Scheme Title	Capital Expenditure Requiring Approval £	Funding Source
1	New Scheme	Civica ICON	267,000	Invest to Save
2	Extension of existing scheme	Superfast Northamptonshire Phase 3	2,000,000	Innovative Funding
3	New Scheme	Darsdale Farm Phase 2 Highways Work	550,000	Developer Contribution
4	New Scheme	Kilsby Traffic Calming	200,000	Developer Contribution

5	New Scheme	Fire Vehicle Security Garages	15,139	S106 Contribution
6	New Scheme	Adoptions Invest to Save Scheme	70,000	Revenue Contribution to Capital
7	Promotion from Dev Pool	Friars Special School: Mobile classroom & dining extension	190,000	Re-cycled balances from capital programme
8	Promotion from Dev Pool	East Haddon Primary gable end repairs	30,000	Recycled DfE grant
9	Promotion from Dev. Pool	Wollaston Primary extension	1,200,000	Basic Need Grant 2017-18
10	Promotion from Dev. Pool	Corby SEN Free School Phase 1	436,488	EFA Funding
11	In Principle Promotion from Pre Qual. Pool	St Giles Street Public Realm phases 2b	610,000	NBC Capital Funding
12	In Principle Promotion from Pre Qual. Pool	St Giles Street Public Realm phases 3a	639,000	NBC Capital Funding
13	In Principle Promotion from Pre Qual. Pool	St Giles Street Public Realm phases 4	877,000	NBC Capital Funding
14	Extension of Scheme	EDT IT Block	247,000	Third Party Funding
15	Promotion from Pre Qual. Pool	A43 Phase 2	9,250,000	Single Local Growth Fund / S106 Contribution
16	Extension of Scheme	EDT LTP Maintenance	82,000	NCC Councillor Empowerment / Third Party Funding
17	New Scheme	Moulton College LGF Allocation	3,500,000	Single Local Growth Fund
18	New Scheme	Tresham College LGF Allocation	11,400,000	Single Local Growth Fund
19	Promotion from Dev. Pool	Smart Commuters LGF Scheme	3,500,000	Single Local Growth Fund
Capital Investment Recommendation			35,063,627	

Table 4 - Summary of Capital Schemes Recommended by the CIB from 30 June, 5 July & 9 August 2016

9.2 CIB Recommended Capital Schemes

Details of all the above schemes:

1. Civica ICON - £267,000

At NCC, ICON is already used for income management of accounts receivables. Without this system, approx. 67,000 cashing transactions would have to revert to manual processing. LGSS has negotiated an Enterprise Licence agreement with Civica for all 4 authorities that currently use the same system to enable online/upfront payment and income management.

NCC will benefit from:

- access to any and all ICON products until 2023 for a fixed enterprise licence and annual maintenance fees, instead of paying multiple licence and annual maintenance fees for each product.
- access to functionality to meet key business goals (e.g. shifting to more online, upfront, and recurring card payments and meeting PCI DSS compliance).
- sliding transaction costs based on combined volume from all participants
- decreased licence costs if more organisations join the agreement at a later stage

The Enterprise Licence agreement will be structured in such a way that each partner/customer will be responsible for the cost of their individual use of the ICON system.

2. Superfast Northamptonshire Phase 3 - £2,000,000

The Superfast Northamptonshire project, led by NCC, is investing in Next Generation broadband infrastructure to enable services to be provided in areas which otherwise would not be served - these are areas where there are no credible commercial plans. The project is also helping to maximise the impacts and benefits enabled by the capital investment by stimulating demand and take up of superfast services.

This submission for Stage 3 seeks to drawdown £2m of Innovative funding into the Committed Capital Programme from the 2016-17 Development Pool in the Capital Strategy which is to be repaid in 2022-23 and 2024-25 through forecast take-up claw back via two contracts with BT.

CIB Risk Assessment Action point:

As with any Invest to Save scheme reliant on future performance there is a level of risk around repayment of the £2m. Currently the risk is assessed as small and as part of managing this a 6 monthly report back to CIB is requested as part of the sign off.

3. Darsdale Farm Phase 2 Highways Work - £550,000

This scheme involves Northamptonshire County Council facilitating the second phase of highway works on behalf of a developer, Taylor Wimpey East Midlands, through the Northamptonshire Highways Services contract. The development will deliver up to 460 dwellings and associated highways improvements of which this work forms part. By undertaking this work on behalf of Taylor Wimpey the access can be delivered earlier and facilitate Taylor Wimpey accessing their site and commencing construction of their development.

4. Kilsby Traffic Calming - £200,000

This scheme involves Northamptonshire County Council facilitating highway works on behalf of Prologis Developments Ltd associated with their development at DIRFT III through the Northamptonshire Highways Services contract with Kier WSP. These works are required by planning conditions imposed on the developer and have been agreed between the developer and NCC through the planning process as being required to enable the development to proceed and the traffic impacts mitigated. Prologis are keen to deliver the highway works, which include traffic calming in the village, early as a gesture of goodwill towards affected residents in Kilsby. The works have been designed by Northamptonshire Highways and approval to the measures shown has been given by the Kilsby Parish Council as well as the Local Planning Authority.

5. Fire Vehicle Security Garages - £15,139

This bid is for the provision of a garage at Woodford Halse Fire Station to house an Initial Intervention Vehicle. This will enable NFRS to mobilise this asset to provide 24 hour, 7 days a week EFR/CFR support jointly with the East Midlands Ambulance Service along with providing initial interventions at road accidents, water and animal rescues which will support communities to be more sustainable and resilient in tackling local issues.

6. Adoptions Invest to Save Scheme - £70,000

This scheme seeks to provide an extension to a property for adopters and their family, to ensure that the adopters can continue caring for their young relative and avoid the need for future foster care provision.

7. Friars Special School: Mobile classroom & dining extension - £190,000

This scheme seeks to increase the current pupil capacity of 145 at Friars Special School Academy by 13 from September 2016. The school roll in September 2016 will be at least 152 and there is pressure on the current facilities. In order to ensure sufficient and suitable accommodation, the local authority is proposing some small scale adjustments on site using refurbished mobile accommodation, improving the car park layout and extending the dining hall.

8. East Haddon Primary gable end repairs - £30,000

East Haddon Primary School is voluntary controlled and provides 70 pupil places from Reception – Year 6 (10 per year group) with NCC retaining strategic responsibility for the school buildings.

An inspection report was issued on 30 March 2016 with a summary of the findings and recommendations: “all of the gable ends constitute a risk to life and as such all gable ends must be fenced off to prevent people getting within 3m of the wall fence”. Immediate temporary measures were undertaken and more detailed surveys undertaken.

A stonemason has advised that rebuilding the mid kneeler correctly with dowel bar fixings to coping stones either side would be a practical & economical approach.

9. Wollaston Primary Extension - £1,200,000

Wollaston Primary school is at or over capacity in all year groups. They are committed to ensuring that children who live in Wollaston and the linked area of Strixton attend their local community school. This is supported by both the Parish Council and Neighbourhood Plan Steering Group who have identified that another 120 houses are expected to be built in the village, with the capacity of the school identified as an area of concern. The school is on a challenging site and several options have been considered to increase the capacity of the school from 315 to 420 pupils. This will give them a published admission number (PAN) of 60 per year group (2FE), rather than the current 45 and will allow the school to teach in discrete year groups rather than mixed age classes. The expansion/refurbishment plan includes a two storey extension to include three classrooms and toilets along with a new outdoor covered play area.

10. Corby New SEN School Preliminaries - £436,000

The Corby SEN Free School is planned to be a 100 place special school for children with significant learning difficulties aged 4–18, with a scheduled opening of September 2018. The curriculum access requires distinctive and specialised provision, including provision of a hydrotherapy pool, hygiene rooms and hoists. The sponsoring Academy Trust is the existing Kingsley Special School, in a partnership with Brooke Weston known as the Red Kite Trust. Construction is expected to start on site in June 2017 with practical completion in July 2018. Confirmation of support has been received from the Education Funding Agency and work will commence on receipt of the imminently expected Funding Allocation Letter (FAL).

St Giles Street Public Realm

As part of its overall programme for regeneration of the town centre, NBC wishes to undertake public realm improvements to the highway in St Giles Street, Northampton, and for those works to be undertaken by Northamptonshire Highways through the contract with Kier WSP.

It is an NCC requirement that a signed funding agreement providing upfront funding should be secured in advance of commencement of works.

Approval is in principle dependant on signed agreements confirming phase value and funding. Final confirmation from NBC on funding of phases is still required. Therefore this report seeks approval in principle from Cabinet to undertake the work and approval from Cabinet to delegate the decision to the Strategic Commissioner for Place and the S151 Officer before work commences.

11. Phase 2b - £610,000

12. Phase 3a - £639,000

13. Phase 4 - £877,000

14. EDT IT Block - £247,000

This proposal is to increase the current 2015-18 Integrated Transport Block (ITB) Grant for third party income already received. This 'top-up' consists of £247,000 of income banked from third parties taking the overall total budget to £5,923k.

15. A43 Phase 2 - £9,250,000

Dualling of the A43 between Northampton and Kettering is a priority infrastructure project for the county council and is being progressed in a series of phases. Phases 1b and 2 were expected to extend the duelling through to the Holcot/Sywell roundabout. The first phase of 2,000 houses already has planning permission and has a section 106 obligation to make a substantial contribution to the new road, as part of an overall highways contribution. Phase 2 will comprise the northern section of phase 1b and the southern section of 'old' phase 2 which can be delivered quickly.

16. EDT LTP Maintenance - £82,000

This proposal is to increase the current Maintenance Block Grant budget for additional contributions received to support the Local Transport Plan. The 2015-16 budget gained recommendation at the CIB in October 2014 followed by approval from Cabinet in November 2014, £15.276m. The 2016-17 grant release to the capital programme was recommended at CIB in January 2016 and approved by Cabinet in February 2016, £14.004m, giving a total of £29.280m. Through working with the Highways Community Liaison Officers additional funding has been secured from NCC Cllr Empowerment and Third parties totalling £82,000.

The following three schemes are Local Growth Fund (LGF). With Moulton and Tresham Schemes solely concerned with the passporting of grant monies

17. Moulton College LGF Allocation - £3,500,000

Northamptonshire Enterprise Partnership was awarded £26.6m Local Growth Funding in 2016-17. Northamptonshire County Council is the Accountable Body for this funding and received the Local Growth Fund capital payment under a Section 31 grant. This funding was awarded for a number of named schemes, one of which was an award of £3.5m to Moulton College for the Construction of a new Food and Drink Academy at its Moulton campus. The project will enable construction of a modern, purpose built food technology teaching facility equipped with the most up-to-date facilities and technology to teach a technical and vocational curriculum, and include a commercial food processing unit adding significant value to locally produced commodities.

18. Tresham College LGF Allocation - £11,400,000

Northamptonshire Enterprise Partnership was awarded £26.6m Local Growth Funding in 2016-17. This funding was awarded for a number of named schemes, one of which was an award of £11.4m to Tresham College for the Redevelopment of its Wellingborough Campus. A funding agreement between NCC, NEP and Tresham College is in place which sets out the obligations, milestones and a claim profile. The project will enable construction of a modern, purpose built facility comprising 4,000sqm educational floor space in Wellingborough, specialising in delivery of STEM (Science, Technology, Engineering and Maths), digital media, logistics, construction and high performance technology courses. The redevelopment will deliver an increase in learner numbers leading to a qualification for 408 additional students.

19. Smart Commuters LGF Scheme - £3,500,000

The Smart Commuter project will bring live and user-focused travel information to Northamptonshire and offer it to people in a way that suits the way they lead their lives and which reflects the growing importance and value of new technology. The initial focus is Northampton, but it will also be rolled out to other towns and across the county. It is part of the wider Northamptonshire Arc portfolio of initiatives. Specific aspects include building a Bluetooth sensor network, on-road infrastructure (Information Totems/Variable Message Signs) to deliver real time journey information to all network users and enhanced information delivery via an online travel portal and smartphone apps. The Smart Commuter project is funded up until 2019 with £3.5m of Growth Deal funding.

10. Changes to the Structure of LEPs in the County

Following Government approval for the creation of a new, single integrated Local Enterprise Partnership for the South East Midlands and Northamptonshire area, the County Council will cease its role as the Accountable Body for the Northamptonshire Enterprise Partnership (NEP) with a proposed date of 30th September 2016. The responsibilities will transfer to Luton Borough Council who currently provide the Accountable Body role for the South East Midlands Local Enterprise Partnership (SEMLEP).

The exact date and timings for transfer of responsibilities and transfer of ongoing commitments will be the subject of further detailed discussions in September between all interested parties i.e. NCC, NEP, SEMLEP & Luton Borough Council. This will include the novation of current loan agreements where NCC currently acts as the accountable body and therefore signatory to the agreements and the transfer of balances of Local Growth Fund Grant and Growing Places Grant.

11. Government Funding Announcements

There are no new funding announcements.

12. Risk and Business Continuity Management

There are internal control processes in place to ensure that the Council does not spend beyond the resources available. Risk will be managed and monitored throughout the organisation during the delivery of the Council's budget plans.

12 List of appendices

No appendices to this document are included. All information to enable a decision is included within the main report.

Author:	Name:Andrea Devereux Team: LGSS Finance – Place, C Exec, LGSS & Capital
Contact details:	Tel: 01604 367348 Email: adevereux@northamptonshire.gov.uk
Background Papers:	CP monitoring returns, Head of Service Reports and Capital Monitoring spreadsheets, DMT Meetings and Government Announcements
Does the report propose a key decision is	YES

taken?	
If yes, is the decision in the Forward Plan?	NO
Will further decisions be required? If so, please outline the timetable here	NO
Is this report proposing an amendment to the budget and/or policy framework?	NO
Have the financial implications been cleared by the Strategic Finance Manager (SFM)? Have any capital spend implications been cleared by the Capital Investment Board (CIB)	Yes Name of SFM: Rosemary Pallot YES
Has the report been cleared by the relevant Director?	YES Name: Damon Lawrenson
Has the relevant Cabinet Member been consulted?	YES Cabinet Member: Cllr Robin Brown
Has the relevant scrutiny committee been consulted?	NO
Has the report been cleared by Legal Services?	YES Name of solicitor: Laurie Gould
	Solicitor's comments:
Have any communications issues been cleared by Communications and Marketing?	YES Name of officer: Simon Deacon
Have any property issues been cleared by Property and Asset Management	NO
Has an Equalities Impact Assessment been carried out in relation to this report?	NO
Are there any community safety implications?	NO
Are there any environmental implications:	NO
Are there any Health & Safety Implications:	NO
Are there any Human Resources Implications:	NO
Are there any human rights implications:	NO
Constituency Interest:	ALL