



CABINET

10 JANUARY 2017

DIRECTOR OF FINANCE: DAMON LAWRENSON

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

Subject:	Monthly Capital Report (MCR) as at the end of November 2016 (Period 8) 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 £166m for the financial year 2016-17.2. Approve capital investment totalling £1,741,391 to promote three schemes included in the Capital Strategy 2016-17:<ol style="list-style-type: none">i. Lyttleton Road Assistive Technology Bid £30,447ii. Simon De Senlis extension £306,944iii. E-Marketplace Portal ASC (Brolly) £1,404,0003. Approve further extension to a scheme already within the current Capital Programme totalling £133,804:<ol style="list-style-type: none">iv. Superfast Broadband Additional grant income £133,804 <p>(further detail on all of the above schemes can be found in section 9)</p>

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 Programme 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 ensuring that:

- People of all ages are safe, protected from harm and able to live happy, healthy and independent lives in our communities.
- People have the information and support they need to make healthy choices and achieve wellbeing.
- People achieve economic prosperity, in a healthy, low carbon economy which give access to jobs, training and skills development.
- Communities thrive in a pleasant and resilient environment, with robust transport and communications infrastructure.
- Resources are utilised effectively and efficiently, in coordination with partners and providers.

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. Background

- 3.1 The 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 £166m 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 Programme Board, Cabinet are formally requested to approve the promotion of three schemes totalling £1,741,391 and the further extension to a scheme already within the current Capital Programme £133,804 totalling £1,875,195 detailed in Table 4 on page 17.

7.3 Expenditure across all projects within the Capital Programme to period 8 totals £80m or 48% of the total forecast outturn of £166m. This compares to 47% of a total forecast outturn of £121m at this time last financial year. Last year's final outturn was £111m due to slippage and movements on schemes during the second half of the year, with a large part of the slippage relating to Project Angel.

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	4,925	0	0	0	0
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	7,101	2,666	2,319	11,940	16,925

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	2,000	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	20%	Northampton International Academy, Corby Link Road, Superfast Broadband, Daventry Development Link, DFE Kitchen grant
S106	14%	

DFE Grants	14%	Includes Basic Need
DFT Grants	10%	Includes Integrated Transport & Maintenance grants
Local Growth Fund (LGF)	10%	Daventry Development Link, A43 Northampton to Kettering Phase 1b, Stanton Cross, partner schemes Tresham & Moulton Colleges
Other Contributions to works	3%	Waterside Zone Access, Abington Street Works, Chester Farm
Other funding	3%	Invest to save, Innovative, Public Health grants, Capital disposal receipts, Schools contributions

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

7.9 Funding of the Capital Programme

The Council's Capital Strategy includes within it 'Golden Rules' agreed by the Council. Rule 1 states 'Northamptonshire County Council's annual discretionary capital financing costs (not including Invest to Save and Innovative type investment) should not rise above the self-imposed ceiling of 9% of its annual net revenue budget over the plan period and any future plan periods'

The Annual Treasury Strategy includes the supporting section to this below: 'Actual and estimates of the ratio of financing costs to net revenue stream. This indicator identifies the trend in the cost of capital (borrowing and other long term obligation costs net of investment income) against the net revenue stream.

This is calculated as the estimated net financing costs for the year divided by the amounts to be met from government grants and local tax payers (described in the budget report as the net budget requirements).

2015-16	2016-17	2017-18	2018-19	2019-20	2020-21
Forecast	Estimate	Estimate	Estimate	Estimate	Estimate
7.1%	7.4%	8.2%	8.1%	8.3%	8.4%

This is an estimate only and the ceiling of 9% needs to be maintained over the life of the current plan period'

The Treasury Management report to November Cabinet showed an estimated position under its Affordability Ratios of 6.4% for 2016-17, a reduction of 1% from the Treasury Strategy published in February 2016.

7.10 Efficiency Statement and Flexible Use of Capital Receipts

As part of the Local Government Spending Review on 17 December 2015, the Government provided councils with the flexibility to utilise Capital Receipts for qualifying expenditure. This is to enable authorities to fund transformation and cost reduction programmes of reform from capital receipts in the years for which the flexibility is offered.

The MTP 2016-17 to 2019-20 includes the use of capital receipts to fund the Council's NGC transformation totalling £25.5m over the period with a suggested profile of £14.5m required for 2016-17, £9m for 2017-18 and £2m in 2018-19. This profile will be reviewed in line with receipts available and the progress made in delivering the county wide transformation programme. Additional borrowing is

required and the capital financing costs have been included in the MTFP that was agreed at Cabinet in February 2016.

As part of period 6 monitoring a further £6.5m of capital receipts were identified as being within the disposals programme to be achieved in 2016-17. This brings the total proposed to be utilised under this flexibility to £21m in 2016-17.

This increased use of capital receipts to support revenue under the government flexibilities was recommended to Cabinet and went to Full Council as part of the Efficiency Plan Report. Latest forecasts suggest the £21m is achievable based on the current disposals programme.

7.11 Autumn Statement 2016

A large focus within the Autumn Statement continued to be around infrastructure and housing delivery. The three elements which may help enable the council in the delivery of its ambitions in relation to Highways Infrastructure and for which the outcome/impact for Northamptonshire are currently unknown are:

- The newly announced National Productivity Investment Fund of £23bn. The focus around this is for Innovation and Infrastructure with allocations covering Housing, Transport, Digital Communications and Research & Development. The detail on how much of an opportunity this may be for the Council is currently unknown with detail on allocations or the bidding process expected over the coming months.
- The government announcement of £1.8bn of round 3 Local Growth Fund (LGF) grant to be managed via the LEPs, with £542m earmarked for the Midlands. Northamptonshire submitted 3 bids via SEMLEP in relation to the fund covering A43 Northampton to Kettering phase 3, A509 Isham bypass and preliminary design work for the Northern Orbital. The outcome for bids submitted is due to be announced shortly.
- The outcome of the New Homes Bonus (NHB) consultation which ran from 17th December 2015 to 10th March 2016.

7.12 Forecast Capital Outturn 2016-17 by Service Area:

	Forecast Outturn 2016-17 £'000
Children's Services	58,233
Environment, Planning & Transport	92,824
Fire & Community Safety	1,420
Asset & Capital Management	3,467
Adults Services	2,496
Wellbeing and Prevention Services	1,240
IT Infrastructure/Development	5,682
Chief Executive Services	292
Forecast Outturn Expenditure	165,654

The total 2016-17 forecast spend has now decreased by £18.5m since the start of the year/original budget as a result of reprofiled spend on individual committed projects. The main movements arise from:

1. Daventry Development Link Road (DDL) delay to main works start, now commenced. Reprofiling of £9m 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. Reprofiling of £3.2m of expenditure to 2017-18, replaced by works on the new rephased phase 2 totalling £2.4m
3. 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.
4. Highway Asset Management Strategy £2m in 2016-17.
5. Radstone Fields School delays to start of works/reprofiling of expenditure resulting in slippage of £6.7m expenditure to 2017-18.
6. Wootton Hall Temporary School allocation of £3m grant for works to be completed for September 2016. New expenditure for 2016-17.
7. Tresham College Local Growth Fund Scheme £2.1m in 2016-17 from government grant allocated and administered via NEP.
8. Chester Farm Scheme £2.3m in 2016-17 with the main construction contract now awarded and on site.
9. Northampton International Academy delays to start of works/reprofiling of expenditure resulting in slippage of £7m expenditure to 2017-18.

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

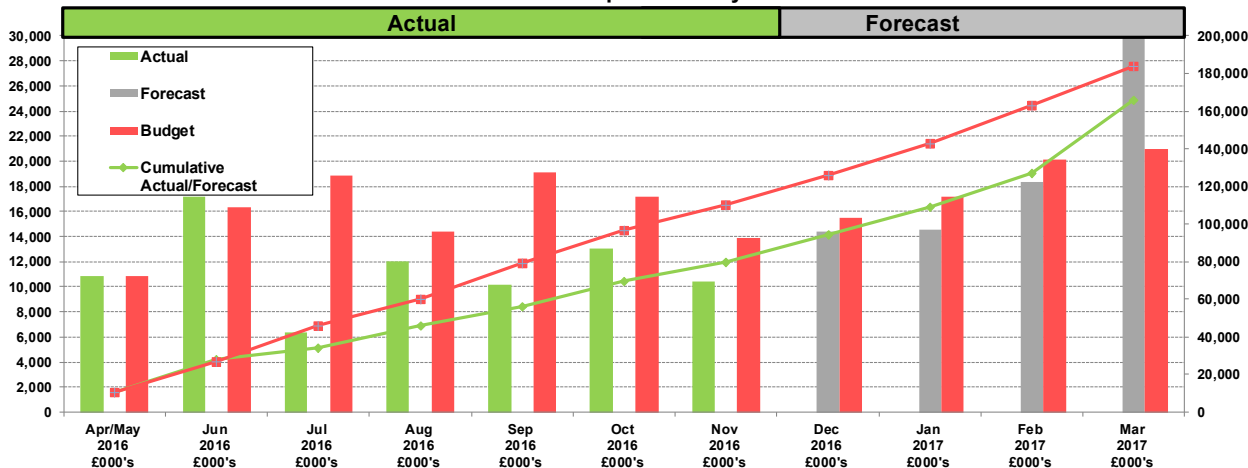


Period 8 - November 2016		Period 2	Period 3	Period 4	Period 5	Period 6	Period 7	Period 8	Period 9	Period 10	Period 11	Period 12	Forecast	
Approved	Actual	Actuals	Actuals	Actuals	Actuals	Actual	Actual	Actual	Forecast	Forecast	Forecast	Forecast	Forecast	
Expenditure Budget	Previous Years Expenditure	Apr/May 2016 £000's	Jun 2016 £000's	Jul 2016 £000's	Aug 2016 £000's	Sep 2016 £000's	Oct 2016 £000's	Nov 2016 £000's	Dec 2016 £000's	Jan 2017 £000's	Feb 2017 £000's	Mar 2017 £000's	Full Year 2016-17 £000's	
Place - Environment, Planning & Transport	338,864	158,022	6,925	12,919	1,609	7,464	5,784	7,152	5,993	6,662	6,556	9,412	22,349	92,824
Place - Fire & Community Safety	10,612	7,745	25	57	0	202	-23	234	-123	210	121	57	661	1,420
Place - Asset & Capital Management	15,822	10,088	115	15	75	9	44	146	113	455	459	894	1,144	3,467
Place - Children, Families and Education	226,800	113,084	3,184	3,174	3,939	4,274	3,870	4,271	4,053	6,567	6,756	7,689	10,456	58,233
Place - Adult Social Care Services	3,393	570	0	1	0	0	12	0	0	0	0	20	2,462	2,496
Place - Public Health and Wellbeing	17,248	15,546	23,813	80	10	27	40	20	196	101	125	21	597	1,240
LGSS - IT	21,855	15,287	535	896	703	57	409	1,174	208	410	526	273	491	5,682
NCC Group	2,982	2,471	17	25	8	14	9	11	-0	10	11	4	184	292
Total	637,576	322,813	10,825	17,167	6,344	12,047	10,145	13,007	10,438	14,415	14,554	18,370	38,344	165,654
Month %			7%	10%	4%	7%	6%	8%	6%	9%	9%	11%	23%	
Cumulative %			7%	17%	21%	28%	34%	42%	48%	57%	66%	77%	100%	
Cumulative Spend/Forecast			10,825	27,991	34,335	46,382	56,527	69,534	79,972	94,387	108,941	127,310	165,654	

Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast £ 000's
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		Life of Project
65,172	18,796	3,306	1,305	1,013	74	56%	340,511
1,422	0	0	0	0	0	1%	10,587
2,018	250	0	0	0	0	2%	15,823
47,146	4,303	319	300	0	0	35%	223,384
326	0	0	0	0	0	2%	3,392
43	0	0	50	0	0	1%	16,879
888	0	0	0	0	0	3%	21,857
218	0	0	0	0	0	0%	2,981
117,233	23,349	3,625	1,655	1,013	74		635,415
Full Capital Programme					312,603		

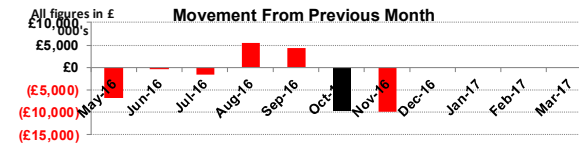
Figures in £ 000's

Phased Expenditure By Month



Financial Year 2016-17

All	Forecast Capital	Variance From	Variance From
Four			
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	180,833	5,546	3.2%
6 Sep-16	185,173	4,340	2.4%
7 Oct-16	175,606	-9,567	(5.2%)
8 Nov-16	165,654	-9,952	(5.7%)
9 Dec-16			
10 Jan-17			
11 Feb-17			
12 Mar-17			
Total Movement In Year		(18,491)	(10.0%)



8. Detailed Service Reports

8.1 Place - Children, Families and Education

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	8,932	83,222	(24,989)	58,233

Children, Families and Education Summary	£000's	%
Actual Cumulative Expenditure to Period 8	26.76	46%
Forecast Expenditure - Periods 9 to 12	31.47	54%
Forecast Outturn 2016-17	58.23	100%

Expenditure

Actual expenditure in the month totalled £4.01m, taking the cumulative actual expenditure at the end of period 8 to £26.76m, some 46% of the total forecast outturn for 2016-17.

The forecast outturn of £58.23m represents a decrease of £2.44m when compared to previous forecasts and relates to managers re-phasing capital works into 2017-18 as a result of changed site requirements:

The Overstone Primary School extension works have been delayed due to roosting bats in hibernation. This accounts for £501k of the £2.44m movement.

Provision of Funded Early Learning places to include 3 and 4 year pupil places has forecast that £414k will now be allocated in 2017-18, due to PFI implications affecting new investments.

Isebrook SEN Expansion has been re scheduled to complete in 2018 resulting in £645k moving forward to be spent in 2017-18.

The extension works to Moulton Primary have been revised to move £277k into 2017-18 due to planning and access issues with the site.

The Northampton International Academy scheme being delivered through the EFA Free Schools programme, is being reviewed in conjunction with the appointed contractor and will be reported on in more detail next month. Potential cost pressures associated with programme changes arising from this review are currently being assessed.

The following major 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's
Northampton International Academy – new 2-19 all through school with 2,220 pupils from primary to post 16.	12,791
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.	11,132
Silverstone Primary School	5,067
Pineham Barns Primary School (including land)	4,226
Corby Technical College Extension	3,832
Wootton Park Academy	3,086
Moulton Primary Extension	2,057
Henry Chichele Primary Extension	1,727
Hardingstone Academy Extension & Remodelling	1,638
Road Primary Extension	1,550
Others (no individual scheme over £1.5m)	11,127
Total	58,233

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.

8.2 Place – Environment, Planning & Transport

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	20,915	121,343	(28,519)	92,824

Environment, Planning & Transport	£000's	%
Actual Cumulative Expenditure to Period 8	47,845	52%
Forecast Expenditure – Periods 9 to 12	44,979	48%
Forecast Outturn 2016-17	92,824	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 forecast outturn of £92.8m represents a decrease of £8m when compared to previous forecasts and relates to managers reprofiling their forecast expenditure and in particular:

- The A45 Daventry Development Link Road has rephased £2.4m into 2017-18. With main work now commenced on site, robust scrutiny of payment schedules received has led to more accurate profiling of expenditure and scheme cost pressures are currently being assessed.
- The A43 Northampton to Kettering Phase 2 has rephased £2m into 2017-18 as contractor's profiling has been revised since commencement of work on site.
- The Tresham College scheme has rephased £3.3m into 2017-18. The 2016-17 budget will be reallocated to other Single Local Growth Fund schemes.

Total cost for the schemes remains within the previously agreed funding envelopes.

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's
Project Angel – design & construction	27,057
LTP Maintenance Block 2015-17	13,775
A45 Northampton to Daventry Development Link (NDDL)	8,494

Highway Network	5,000
Highway Asset Management	4,036
A43 Northampton – Kettering Phase 1b	3,623
Northampton Superfast Broadband	3,261
LTP Integrated Transport Block 2015-17	3,041
A43 Northampton – Kettering Phase 2	2,425
Chester Farm	2,395
Tresham College	2,093
Highway Asset Management Strategy	2,000
Corby Link Road	1,871
William Knibb Centre	1,620
Stanton Cross	1,600
Others (no individual scheme over £1.5m)	10,533
Total	92,824

Funding

The Council continues to work on additional capital investment on highway maintenance to provide further significant cash injections within the next two 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.

Changes to the Structure of LEPs in the County from 30 September 2016

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). The responsibilities will transfer to Luton Borough Council who currently provide the Accountable Body role for the South East Midlands Local Enterprise Partnership (SEMLEP). However NCC will remain the Accountable Body for the Local Growth Fund to 31 March 2017.

The exact date and timings for transfer of responsibilities and transfer of ongoing commitments are subject to further detailed discussions which started in September between all interested parties i.e. NCC, NEP, SEMLEP & Luton Borough Council. These discussions are currently ongoing and include arrangements around 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.

Further updates on this work will be provided as part of next month's monitoring report.

8.3 Place – Fire & Community Safety

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
2,860	15	2,875	(1,455)	1,420

Fire & Community Safety	£000's	%
Actual Cumulative Expenditure to Period 8	371	26%
Forecast Expenditure – Periods 9 to 12	1,049	74%
Forecast Outturn 2016-17	1,420	100%

The forecast outturn of £1.4m represents a decrease of £1.4m when compared to previous forecasts and relates to managers' reprofiling their forecast expenditure. In particular on the NFRS Cobra and Intervention Vehicles scheme £1.1m has been rephased into 2017-18 as changes to original vehicles specification to ensure operationally fit for purpose has resulted in a delay to completion dates for operational use.

8.4 Place – Asset & Capital Management

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	100	3,093	374	3,467

Asset & Capital Management	£000's	%
Actual Cumulative Expenditure to Period 8	516	15%
Forecast Expenditure – Periods 9 to 12	2,951	85%
Forecast Outturn 2016-17	3,467	100%

This month the Asset & Capital Management expenditure has been included in Place resulting in an increase of £3.47m in 2016-17 forecast expenditure.

8.5 Place – Adult Social Care 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	2,214	2,822	326	2,496

Adults Services Summary	£000's	%
Actual Cumulative Expenditure to Period 8	13	1%
Forecast Expenditure - Periods 9 to 12	2,483	99%
Forecast Outturn 2016-17	2,496	100%

Expenditure

The Service's forecast capital expenditure for 2016-17 stands at £2.5m, a movement since last month of £2.2m including the Equipment Capitalisation scheme 2016-17 £2.21m

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.

8.6 Place - 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	125	1,298	-58	1,240

PHW Summary	£000's	%
Actual Cumulative Expenditure to Period 8	396	32%
Forecast Expenditure - Periods 9 to 12	844	68%
Forecast Outturn 2016-17	1,240	100%

Expenditure

The Service's forecast capital expenditure for 2016-17 stands at £1.24m.

The Service has spent £0.4m of the £1.24m forecast capital expenditure outturn for the financial year 2016-17. The main scheme included in the 2016-17 forecast is the Moulton Library Relocation - £0.49m.

8.7 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	2,443	6,585	(903)	5,682

IT Summary	£000's	%
Actual Cumulative Expenditure to Period 8	3,982	70%
Forecast Expenditure - Periods 9 to 12	1,700	30%
Forecast Outturn 2016-17	5,682	100%

Expenditure

The IT Infrastructure capital expenditure forecast outturn for 2016-17 stands at £5.68m

The Directorate has spent £3.98m representing 70% of the £5.68m 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's
Project Angel & Next Generation Working IT – Phase 1 enabling mobile/agile working.	2,947
Next Generation ERP Financial Accounting System	837
Microsoft ESA and ECI 2014-17	508
Other IT capital schemes under £0.5m	1,390
Total	5,682

8.8 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	(219)	292

Chief Executive Services Summary	£000's	%
Actual Cumulative Expenditure to Period 8	84	29%
Forecast Expenditure - Periods 9 to 12	208	71%
Forecast Outturn 2016-17	292	100%

Expenditure

The Chief Executive Services capital programme expenditure forecast outturn stands at £0.29m for 2016-17.

9. Major Projects and Capital Programme Board (CPB) - Recommendations and Updates

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

The CPB met on 21 December and has recommended the promotion of three schemes & the extension of one scheme with totalling investment of £1,875,195 (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	Promotion from Pre Qual. Group	Lyttleton Road Assistive Technology	30,447	DOH Housing & Technology Capital Fund 2016-17 Grant
2	Promotion from Development Pool	Simon de Senlis Extension	306,944	Recycled Basic Need Grant
3	Promotion from Pre Qual. Group	E-Marketplace Portal ASC – Brolly (previously Breeze-e)	1,404,000	Invest to Save Loan
4	Extension to an existing scheme	Superfast Broadband	133,804	BDUK Grant
Major Projects and Capital Programme Board Recommendation			1,875,195	

Table 4 - Summary of Capital Schemes Recommended by the CPB from 21st December 2016

1. Lyttleton Road Assistive Technology - £30,447

This invest to save supported housing scheme proposes to upgrade the Nottingham Community Housing Association NCHA owned building in Lyttleton Road with Assistive Technology, allowing tenants further independence and ensuring a safe environment in their own home. The property has ten two bedroom flats and a staff office/ sleep in room. By implementing assistive technology monitors to each flat NCHA can manage risk at the same time as giving people their space and independence. This scheme will support adults of any age with a Learning Disability, Autism, complex needs, Mental Health and sensory impairment. NCC are committed to delivering outcome focused care in a cost effective way and this scheme will increase the provision for adults with a disability in Northampton.

NCC has been awarded £30,447 from Department of Health Housing & Technology Capital Fund 2016-17 to fund this scheme in the current financial year.

2. Simon de Senlis Extension - £306,944

Simon de Senlis is a popular primary school situated in the Hunsbury area of Northampton, located between Wootton and Duston areas of the town – both of which are hugely oversubscribed. It is proposed that two covered courtyards within the school, are converted into two classrooms to increase capacity permanently from September 2017. The scheme of work includes conversion of two covered courtyards to create two classrooms, replacement of the roof and floor of each former courtyard to convert each into fully insulated indoor spaces suitable for year round use and provision of heating and lighting systems for the newly converted spaces.

The Simon de Senlis extension works will be funded using recycled Basic Need Grant from other school capital schemes.

3. E-Marketplace Portal ASC (Brolly) - £1,404,000

NCC is planning to enter into a partnership in the form of a JV Company for the creation of a social care platform.

The vision for this platform (currently referred to by the name Brolly, formerly Breeze-e), is to be the leading consumer-centric national website for the provision of information, advice, products and services across adult care, health and wellbeing. A consumer-centric technology platform will be built in partnership with an experienced consumer website provider, this will be supported by appropriate infrastructure, marketing and communications to ensure that the technology investment is well aligned with an engaged customer base.

Market research shows there is a clear consumer need as navigating the Local Authority and Social Care system is cumbersome, with no single online destination of choice.

NCC will support the JV Company with a £1,404,000 Capital loan funded by Council Borrowing and forecast to be paid back by the end of 2018-19 from the Commission fee income.

The December cabinet report relating to the project provides further detail on the benefits.

4. Extension to Superfast Broadband scheme - £133,804

In addition to the local implementation of the Superfast Broadband Scheme, the County Council is performing a national role for BDUK in relation to the (former) Infill Scheme. This forms part of our first contract with BT.

This latest update of the Superfast Northamptonshire PID involves an increase in capital income of £133,804 from BDUK for the National Broadband Scheme (set up & operation). NCC has paid an equivalent sum to BT (split between 2015/16 and 2016/17).

10. Government Funding Announcements

There are no new funding announcements.

11. 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 and NCC Group
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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 taken?	YES
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