

**CAPITAL PROGRAMME MONITORING 2015/16  
POSITION AS AT OCTOBER 2015**

**1. INTRODUCTION**

1.1 This report informs Members of the Council's Capital Programme latest forecast for 2015/16, based on the monitoring exercise carried out during October.

**2. BACKGROUND**

2.1 Financial Services, in consultation with relevant budget officers, carry out regular monitoring of the Capital Programme.

2.2 A summary of the overall position is shown in Capital Programme Monitoring: Appendix A.

**3. CURRENT POSITION**

3.1 The Council has developed an 8 Point Plan for financial sustainability in response to continued economic pressures and the uncertainties faced in local government.

3.2 As part of the budget process, the Council reviewed all new Capital Schemes to ensure that they were a priority. The Council approved the 2015/16 Capital Programme on 20 February 2015 of £7,382,000.

3.3 In addition to the new schemes, there was carried forward slippage from 2014/15 of £2,292,000. Since February 2015 additional variations of £3,831,000 have also been approved. This brings the total approved Capital Programme for 2015/16 to £13,505,000.

3.4 Based on the October 2015 monitoring exercise, the forecast outturn for 2015/16 is expected to be £9,290,000; with a forecast shortfall of £4,215,000 against the approved Total Capital Programme of £13,505,000.

3.5 Of this shortfall :

	<b>£000's</b>
Schemes forecast to slip to 2016/17	<b>(2,632)</b>
Scheme forecast to underspend in 2015/16	<b>(1,583)</b>
Total Forecast Programme Shortfall 2015/16	<b>(4,215)</b>

3.6 The major scheme slippages identified to date are:

<b>Scheme</b>	<b>Explanation</b>	<b>£000's</b>
<p><b>Activation Aldershot</b></p> <p>- Project 1 Integration Between AUE &amp; Town Centre</p>	<p>This part of the project relates to the Grainger works. Slippage is due to lengthy delays with the legal agreement. Currently this is out to tender.</p>	<b>(1,500)</b>
<p><b>Pay and Display Machines</b></p> <p>- Replacements</p>	<p>Project slipped due to delays in implementing car park technology. It is due to be implemented in 16/17</p>	<b>(400)</b>
<p><b>Manor Park</b></p> <p>- Playground Refurbishment</p>	<p>Awaiting results of consultation before finalising the design brief and sending for tender with HIOWPP. Works will be completed by Summer of 2016</p>	<b>(160)</b>
<p><b>Municipal Gardens</b></p> <p>- Playground Refurbishment</p>	<p>Awaiting results of consultation before finalising the design brief and sending for tender with HIOWPP. Works will be completed by Summer of 2016</p>	<b>(160)</b>
<p><b>Beaumont Park</b></p> <p>- Emergency Works to Boundary Wall</p>	<p>Delays in finding a specialised contractor.</p>	<b>(127)</b>
<p><b>Co- Location</b></p> <p>- Project Phase 3</p>	<p>Delays in relocation of police and identifying the relevant building works required.</p>	<b>(115)</b>
<p><b>Pyestock Crescent Playground Renewal</b></p>	<p>Consultation completed, finalising the design brief, works will be completed by Summer of 2016</p>	<b>(80)</b>
<p><b>Activation Aldershot</b></p> <p>- Project 2 Town Centre Improvements</p>	<p>Project to be completed by the end of 15/16, with the final completion fees paid in early 16/17</p>	<b>(60)</b>
<p><b>Manor Park Lake &amp; Brickfield Country Park</b></p> <p>- Improvement Works</p>	<p>Project was delayed. However, works have now started, but will run into 16/17.</p>	<b>(30)</b>

3.7 The major forecast underspends arise on the following schemes:

<b>Scheme</b>	<b>Explanation</b>	<b>£000's</b>
<b>Activation Aldershot</b> - Project 2 Town Centre Improvements	There have been significant savings across various aspects especially where we have managed the works ourselves.	<b>(1,240)</b>
<b>Pay and Display Machines</b> - Replacements	Project underspend of £100k anticipated, on the basis that technology prices should come in lower than expected.	<b>(100)</b>
<b>ICT Strategy &amp; Digital Strategy</b>	Pre-spend was incurred in 2014/15 due to the complexities of Channel Shift and additional costs to ensure compliance with PSN (Government Connect). The 2015/16 forecast has therefore been reduced to reflect this.	<b>(84)</b>
<b>Depot</b> - Temporary Depot Refurbishment	Savings arise as the temporary depot refurbishment is no longer needed.	<b>(75)</b>
<b>Car Parks</b> - Management Systems	Pre-spend was incurred in 2014/15. The 2015/16 forecast has therefore been reduced to reflect this.	<b>(58)</b>
<b>Princes Hall</b> - New Paving	Project is now not proceeding as budget is insufficient and the future of the Princes Hall site is now being reviewed as part of the master planning work.	<b>(18)</b>
<b>Car Parks</b> - Provision for Enhancements	Pre-spend was incurred in 2014/15. The 2015/16 forecast has therefore been reduced to reflect this.	<b>(16)</b>

#### 4. CONCLUSIONS

- 4.1 Slippage has been identified on several schemes and these are shown above, along with any other material variations. The Activation Aldershot underspend of £1.24m will allow the Council to progress with Phase 6 of the scheme and the development of the Aldershot Station area. Phase 6 will be presented as a New Capital Bid for 16/17.
- 4.2 The Council's Capital Programme is currently forecast to spend £9.3m, £1.9m above the original approved budget of £7.4m.

**5. RECOMMENDATION**

5.1 Members are requested to note the latest Capital Programme monitoring position.

**AMANDA FAHEY  
HEAD OF FINANCIAL SERVICES**

**CAPITAL PROGRAMME MONITORING SUMMARY 2015/16**

PORTFOLIO	SLIPPAGE FROM 2014/15	ORIGINAL BUDGET 2015/16	ADDITIONAL BUDGET APPROVALS 2015/16	TOTAL APPROVED BUDGET 2015/16	ACTUAL AS AT 30.9.15	VARIANCE	FORECAST SPEND 2015/16	FORECAST SPEND LESS APPROVED BUDGET	SLIPPAGE TO 2016/17
		£	£	£	£	£	£	£	£
CORPORATE SERVICES	13,000	642,000	2,295,000	2,950,000	96,217	(2,853,783)	2,752,230	(197,770)	115,000
LEISURE AND YOUTH	261,000	868,000	20,000	1,149,000	194,965	(954,035)	699,000	(450,000)	430,000
ENVIRONMENT & SERVICE DELIVERY	1,604,000	4,948,000	1,516,000	8,068,000	1,834,620	(4,733,380)	4,500,647	(3,567,353)	2,087,000
BUSINESS, SAFETY AND REGULATION	0	0	0	0	0	0	0	0	0
HEALTH AND HOUSING	414,000	924,000	0	1,338,000	222,848	(1,115,152)	1,338,000	0	0
<b>TOTAL</b>	<b>2,292,000</b>	<b>7,382,000</b>	<b>3,831,000</b>	<b>13,505,000</b>	<b>2,348,649</b>	<b>(9,656,351)</b>	<b>9,289,877</b>	<b>(4,215,123)</b>	<b>2,632,000</b>

**Amendments to Programme Approved 2015/16**

	<u>Approved By</u>	<u>Date</u>	<u>£</u>
Original Budget 2015/16	Full Council	26/02/2015	7,382,000
Slippage From 2014/15	Cabinet	02/06/2015	2,292,000
6555 - Redan Hill Fortifications	DMB	10/03/2015	20,000
5211 - Purchase of land - Ball Hill (SANG)	Cabinet	02/06/2015	1,700,000
5213 - Purchase of 10A Wellesley House	Cabinet	30/06/2015	595,000
6587 - Aldershot Bus Station - Refurbishment of Facilities	DMB	21/07/2015	16,000
New Depot - Land & Fees	Cabinet	20/10/2015	1,500,000
		<b>Total Approved Budget</b>	<b>13,505,000</b>

**Other Projects Approved but now unlikely to proceed**

	<u>Approved By</u>	<u>Date</u>	
5210 - Kings Centre & Car Wash Site	Cabinet	10/02/2015	1,050,000
5212 - Purchase of Plot 5 and 6 Farnborough Industrial Est	Cabinet	02/06/2015	3,000,000