



## **CAPITAL PROGRAMME 2004/05 TO 2006/07**

### **RECOMMENDATION**

1. Cabinet is requested to recommend to Council the 2004/05 capital programme, and the indicative programme for 2005/06 and 2006/07.

### **SUPPORTING INFORMATION**

## **Development of the 2004/05 to 2006/07 Capital Programme**

### **Prudential code**

- 2.1 The new Prudential Code takes effect from April 2004, which governs the way we fund the capital programme. Under the new regime the Council will receive:
  - Supported Capital Expenditure (Revenue) (SCE(R)) allocations to replace the Basic Credit Approvals (BCAs) received in the past. The Council will receive revenue support for the borrowing costs up to this level of funding. The main 2004/05 SCE(R) capital funding announcements were made in December and January. Announcements relating to future years will not be made until closer to the time;
  - Supported Capital Expenditure (Capital) (SCE(C)) allocations to replace capital grants for specific schemes.
  - Unsupported Borrowing - In addition to SCEs, the Code permits further 'unsupported' borrowing. Unsupported borrowing levels must be set within affordable limits to be identified using a set of prudential indicators. These limits must be set by Council and will be subject to a separate report at a later stage. The borrowing costs of unsupported borrowing will be included as part of the revenue budget process and will have a direct impact on Council Tax levels;
  - Supplementary Credit Approvals (SCAs) – some SCAs will still be receivable during 2004/05 and 2005/06 as they were awarded on a 2 year basis during the 2003/04 financial year. It is not yet clear how these will be replaced under the new regime.

## **Programme Development**

- 2.2 The three-year programme from 2004/05 has been developed in accordance with the corporate capital strategy approved by Cabinet on 5 August 2003. Within this framework, there are two elements to the capital programme . . .
- The “funded service programme”, where service departments have drawn up a proposed capital programme, which balances to estimates of funding earmarked for use by each service;
  - The “corporate programme”, which consists of schemes which were competing for funding from available corporate resources. The programme of schemes exceeded the available resources. A final proposed programme has been derived following consultation and the subsequent prioritisation of schemes.
- 2.3 These two elements are considered separately before being amalgamated so that a fully funded programme can be shown for each service area.

## **Funded Departmental Programmes**

- 2.4 The corporate capital strategy report determined that Housing, Education, Social Services and services covered by the Local Transport Plan should be permitted to retain their SCE(R)s in line with government proposals.
- 2.5 Subject to affordability within revenue budgets, funded department programmes also include:
- earmarked government resources such as SCE(C)s and SCAs
  - other earmarked external resources such as Section 106 receipts and lottery funding
  - capital receipts that are not pooled for corporate reallocation (Housing receipts in excess of those already budgeted for are being used to fund the corporate programme –see section 2.10)
  - direct revenue contributions
  - operating leases whose costs fall within controllable departmental budgets.
- 2.6 Individual detailed reports for Education, Housing and Development and Cultural Services funded programmes have been considered by the relevant Overview and Scrutiny Commissions during January and early February. Details of schemes included in the smaller programmes were considered by the Scrutiny Management Commission on 4 February. The major areas of spend within each service programme and how they link towards departmental and corporate objectives are detailed below.

### **Education**

The majority of the Education programme involves repairs, maintenance and improvements to the fabric of schools buildings. Much of the programme is still shown as block funding at this stage. A separate report will be taken to Cabinet before the start of the new year to approve the allocation of block programmes to individual schemes.

£2.7m New Opportunities Funding is being used to develop Physical Education and Sports projects in a number of schools for extended use by the community.

In addition to the funded programme detailed in this report, the Council is in the process of selecting a preferred bidder for the £44m Grouped Schools PFI project. This will involve the replacement of 7 existing schools with 5 new schools. The new schools are likely to open in 2006 and 2007.

### **Housing**

The housing capital programme continues to address corporate and departmental priorities as outlined in the Housing Strategy 2003-2006. The programme consists of private and public sectors. Private sector schemes are mainly concerned with area-based improvements to secure housing, environmental and socio-economic improvements in deprived inner city areas. Public Sector Schemes are mainly concerned with the achievement of decency for all stock by the end of 2005/06 following the securing of £80.98m additional arms length funding over 3 years. The schemes include programmes for improving energy efficiency in dwellings and safeguarding and enhancing the natural environment.

The programme may increase as earmarked funding streams such as Section 106 funding are identified. Cabinet approval will be required for these increases.

Schemes in both sectors include improvements to housing for disabled people and the elderly, enabling people to live independent lives.

The public sector housing capital programme will be delivered by Derby Homes.

### **Social Services**

The main driver behind the capital programme from 2004/05 onwards is the National Minimum Standards which are overseen by the National Care Standards Commission (NCSC). The NCSC regulates social care and independent healthcare services in accordance with statutory regulations and the National Minimum Standards issued by the Department of Health. The standards form the basis on which the NCSC will determine whether Social Services' establishments meet the needs and secure the welfare and social inclusion of service users.

The other main areas of work are the development of a base for the new family support service, improving facilities for looked after children and improving information systems throughout the department. This works towards the Council's key priorities of improving children's and young people's prospects and improving the life chances for disadvantaged people and communities.

### **Development and Cultural Services**

Much of this programme is linked to the Local Transport Plan. This, along with the Townscape Heritage Initiative, will play a major part in improving the physical environment of the city and enhancing economic vitality.

Other schemes include maintaining flood defence assets; this will reduce the danger of flooding and consequential impact on the prosperity of the City. Security Grants for small businesses are intended to improve the physical environment and enhance economic vitality by encouraging business development in the city.

## **Commercial Services**

This programme includes several improvements to parks facilities, including Derwent Ward Park, Arboretum Park and Osmaston Park, which contributes to the safeguarding and enhancing of the natural environment.

- 2.7 Appendices 2, 3 and 4 provide details regarding individual schemes in the complete programme. These appendices include corporate schemes as well as those in the funded programme, although corporate schemes have been separately identified. In general, schemes have only been included where funding has been secured or there is a reasonably strong indication that it will be secured, and there is a good basis for estimating the scale of funding.
- 2.8 Some elements of the Education and LTP are currently shown as blocks of funding. These will be the subject of separate reports to Cabinet to identify the allocation of the funding to individual schemes.

## **Corporate Programme**

- 2.9 Unsupported borrowing levels of £2m for each of the next 3 years have been assumed for the purposes of setting the Capital programme. The annual full year revenue cost of this borrowing will be in the region of £180,000 per £2m of borrowing. This is included in the revenue budget strategy.
- 2.10 Right to Buy housing capital receipts are now anticipated to be significantly higher than those levels planned for in the 2004/05 Housing programme. To the extent that this is the case, these receipts have been treated as a corporate resource. This is a variation on previous practice where Housing have been permitted to use all capital receipts generated from Right to Buy. As a consequence, a housing related bid has been permitted for consideration for corporate funding.
- 2.11 £7m of corporate funding is estimated to be available for allocation in 2004/05, consisting of unsupported borrowing and capital receipts. Possible commitments on this funding are estimated to be £5.24m (including flagship schemes), leaving £1.76m available to fund other corporate capital schemes. This is summarised in Table 1.

**Table 1 – Allocation of Corporate Funding**

<b>Detail</b>	<b>2004/05 £'000</b>	<b>2005/06 £'000</b>	<b>2006/07 £'000</b>
<b>Available Funding</b>			
Unsupported Borrowing	2,000	2,000	2,000
Estimated Capital Receipts	5,000	5,000	3,000
<b>Total</b>	<b>7,000</b>	<b>7,000</b>	<b>5,000</b>
<b>Allocation:</b>			
Previous Year Commitments (see 2.12):	-275	-125	0
<b>Specific Allocations:</b>			
Flagship scheme (see 2.14)	-4,000	-4,000	-2,000
Planned Maintenance Programme (2.17)	-718	-750	-750
Contributions to e-Derby (2.13)	-250	-250	-250
<b>Available for allocation to schemes (2.20)</b>	<b>1,757</b>	<b>1,875</b>	<b>2,000</b>
<b>Schemes identified and prioritised by Asset Management Group:</b>			
National Care Standards – Residential Establishments	750	750	750
Ceiling Fixtures at Moorways Pool	40	0	0
Alvaston Park Changing Rooms	70	0	0
Car Parks – Chapel St & Assembly Rooms	400	400	400
School Gas & water pipe replacement	200	0	0
Assembly Rooms lighting	63	0	0
Playground improvements	204	250	250
Urban Countryside Mgmt Programme	30	30	30
<b>Total</b>	<b>1,757</b>	<b>1,430</b>	<b>1,430</b>

Note: Prioritised schemes in 2005/06 and 2006/07 will be subject to re-assessment as part of the budget process for these years.

### **Prior Year Commitments**

2.12 The 2003/04 corporately funded capital programme identified in the capital programme report on 18 February 2003 resulted in potential commitments for 2004/05 of £340k. These have been reviewed as part of the budget process and it is anticipated that only £275k of this is now required in 2004/05. Details are shown in Table 2.

**Table 2 – Details of Prior Year Commitments – 2004/05 Impact**

<b>Scheme</b>	<b>Original Requirement £'000</b>	<b>Revised Requirement £'000</b>	<b>Comments</b>
Urban Countryside Management	30	0	This scheme has been re-evaluated alongside other corporate schemes given that there are no contractual commitments to continuing the project.
Children's family Support	150	150	Still required.
Flood Defence Design Fees	150	125	This scheme also had a £150k commitment in 2005/06. It is now anticipated that £125k will be required in both 2004/05 and 2005/06.
Refurbishment of Museum Annex	10	0	Not required at this stage.
<b>Total</b>	<b>340</b>	<b>275</b>	

**Contribution to E-Derby**

2.13 This is a continuing contribution towards the costs of the E-Derby programme. The ICT schemes within the programme are subject to a separate evaluation process as part of the Building for Excellence programme.

**Flagship Schemes**

- 2.14 Alongside the funded programmes, the Council has an ambition to see major scheme developments occurring over the next 5 or so years. Historically, these ambitions have been contained in service plans and strategies and as opportunities have arisen through lottery and other sources, the Council has acted upon them. These include major projects such as Pride Park, Derbyshire Magistrates Courts and Arboretum Park as well as Derby Homes securing massive investments in the modernisation of Council houses.
- 2.15 Departments identified potential future flagship schemes as part of the 2003/04 budget process. An update of the current status of the flagship schemes is provided in Appendix 5. It is proposed that £4m of 2004/05 capital receipts is earmarked specifically to contribute towards the future year costs of the Accommodation Strategy and/or City Centre development.
- 2.16 A recent key development in the Street Lighting flagship project is the successful shortlisting of the PFI bid in December 2003. Provisional credits of £32.5m have been announced to support the replacement of the Council's street lighting stock over a 5 year period and its future maintenance.

## **Planned Maintenance Programme (including Disability Discrimination Act (DDA) Work)**

- 2.17 The Council's repair and maintenance programme is split between reactive repairs and planned repairs. The total revenue budget for repair and maintenance is £2,847k. £2,285k of this funding is used towards the reactive repair and servicing budget, leaving £562k to fund the revenue element of the planned maintenance programme.
- 2.18 The planned maintenance programme is guided by the maintenance strategy and all planned repairs are prioritised and monitored by the Asset Management Group. The proposed planned maintenance programme for 2004/05 is shown in Table 3.

**Table 3 – Planned Maintenance Programme**

	<b>£'000</b>
Buildings at Risk	200
Disability and Discrimination Act (DDA) work	150
Boundary Walls and Fences	100
Asbestos Removal	125
Gas Pipework	100
Fire Evacuation	100
Boiler Replacement	75
Glazing Work	50
Cyclical Painting	50
Buildings at Risk Surveyor	30
Contingency	300
<b>Total</b>	<b>1,280</b>
Less revenue funded work	-562
<b>Capital funding requirement</b>	<b>718</b>

- 2.19 Once the exact content of the planned maintenance programme has been determined by the Asset Management Group it may be necessary to re-evaluate the revenue/capital funding split if an insufficient amount of work is of a capital nature.

### **Schemes Requiring Corporate Funding**

- 2.20 A total of 26 schemes requiring corporate funding which have not been addressed in this report have been submitted with a total value of £16m. Departments were requested to restrict the number of schemes submitted to reflect the limited amount of funding available for allocation.
- 2.21 These bids include a Housing scheme relating to increased funding for Disabled Facilities Grants (DFGs). This is in addition to the funded Housing capital programme which already includes a £1.1m annual programme for DFGs. The scheme has been included as a large proportion of the available Capital Receipt funding comes from Right to Buy receipts which have been allocated in their entirety to the Housing programme in previous years (see 2.10).

## Evaluation Process

- 2.22 To ensure consistency regarding the use of the limited funding available, the Asset Management Group have taken on full responsibility for evaluating corporate schemes as well as managing the repair and maintenance programme. The balance of funding between the repair and maintenance programme and corporate schemes was considered as part of the process.
- 2.23 The schemes have been assessed using the evaluation criteria attached at Appendix 6. These criteria are based on those in the 2002 Capital Strategy but have been amended to simplify the process following the relaxation of the Single Capital Pot rules.
- 2.24 The evaluation process has provided a prioritised list of schemes – see Appendix 7. The purpose of this evaluation was to provide a starting point to enable Cabinet to determine a final prioritised list of schemes. In determining the prioritised list of schemes, the following adjustments to scheme submissions have been made . . .
- Funding for the National Care Standards - Residential Establishments. This scheme has been reprofiled to show £750k in 2004/05 (from £1,519k), and £750k in each of 2005/06 and 2006/07 (from £375k in each of these 2 years). There will be further opportunity to review future years allocations as part of the 2005/06 budget process. The impact of this reprofiling will be that it will be necessary to negotiate with inspectors a revised timetable for meeting the deadline for DDA access alterations which currently have a deadline to be completed by October 2004.
  - Urban Countryside Management – Although not being evaluated as a high priority by the Asset Management Group, this project has a high level of Member support and not to fund the scheme would result in the termination of an existing environmental scheme. It has therefore been included at a reduced corporate allocation of £30k per year (from £40k per year).
  - Playground improvement. There is available funding of £1,757k to fund corporate schemes. If this is used to fund the prioritised list of schemes in priority order after making the amendments identified above, there will be £204k which can be allocated to playground improvements in 2004/05, rather than the £296 requested. The proposal by the Commercial Services Department indicates that significant leverage of external funds should be possible with Council investment on this scale to create a total investment of around £500k. The list of schemes under consideration is included in Table 4.



**Table 4 – Prioritised List of Play Area Schemes**

<b>Priority</b>	<b>Site</b>
1	Field Lane Multi User Games Area
2	Cotton Lane Multi User Games Area
3	Chesapeake Multi User Games Area
4	Sunny Hill Multi User Games Area and Junior Play
5	Chaddeston Park Play Area
6	Bendall Green Teen Zone & Play Area
7	Alvaston Park Play Area
8	Boulton Lane Play ARea

- 2.25 Cabinet is requested to approve the schemes identified in Table 1 for funding in 2004/05. Schemes which are not able to be funded in 2004/05 will be reconsidered for funding in 2005/06.
- 2.26 The schemes include significant amounts of expenditure in future years which will be needed to complete the programme of works. However, it will be possible to re-evaluate levels of commitment as part of the budget process for each of these years.
- 2.27 It should be noted that the 2005/06 and 2006/07 programmes will be indicative only at this stage and will be subject to reassessment and approval as part of the budget process for the relevant year.
- 2.28 Given the funding available a significant number of schemes remain unfunded. These will be included if additional funding is found during 2004/05 or will be reviewed for consideration in 2005/06 programme. These schemes include . . .
- A contribution towards funding Disabled Facility Grants in the Housing programme over and above the £1.1m already funded. These mandatory grants are provided to adapt the homes of disabled people to help meet their access needs. Demand for the grants has recently increased significantly and a backlog has developed. If the demand continues at the present rate, the backlog will increase by around 100 a year. There is a concern about legal challenge and about the Council's failure to fulfil its new duties under Community Care legislation.
  - several schemes relating to improvement of sporting facilities such as re-grouting the gala pool area at Queens Leisure Centre, and improvements and floor replacement of the dance centre at Moorways. Some of these schemes will be reviewed following the completion of the Best Value review.
  - New Mickleover Library and Learning Centre to replace the existing outdated facility.

## Combined Programme

- 2.29 The fully funded programme reflecting both the departmental funded programme and corporate programme for 2004/05 to 2006/07 and related funding is set out in Appendices 2 and 3. Brief details on all schemes included in the programme can be found in Appendix 4.
- 2.30 Members are now being asked to commit to the 2004/05 programme, subject to later detailed approval of scheme starts in accordance with the Council's contract standing orders and financial procedure rules. The programme for 2005/06 and 2006/07 remains indicative, being set for planning purposes.
- 2.31 The funded 2003/04 to 2006/07 programme is summarised in table 5.

**Table 5 – Summary Capital Programme 2003/04 to 2006/07**

<b>Department</b>	<b>2003/04 £'000</b>	<b>2004/05 £'000</b>	<b>2005/06 £'000</b>	<b>2006/07 £'000</b>
Education	20,848	13,946	10,679	9,456
Chief Exec - Housing	37,687	38,398	31,403	11,975
Chief Exec – Other	4,121	1,000	1,000	1,000
Social Services	826	1,232	149	149
Development and Cultural Services	14,038	8,808	8,190	17,381
Commercial Services	2,967	4,106	4,817	645
Partnership	6,387	0	0	0
<b>Total costs</b>	<b>86,874</b>	<b>67,490</b>	<b>56,238</b>	<b>40,606</b>
<i>Funded by:</i>				
SCE(R)	11,755	8,931	8,263	17,834
Unsupported Borrowing	0	2,000	125	0
Supplementary Credit Approval – SCA	6,363	1,573	1,725	1,334
Arms Length Programme – SCA	22,711	24,865	18,980	0
Government grants	21,918	14,607	11,719	11,252
External contributions	7,451	4,647	5,729	505
Revenue Contributions	0	40	0	0
Housing - Major repairs allowance	7,650	7,630	7,636	7,591
Service Reserves	3,359	991	31	0
Leasing	571	575	475	390
Capital receipts	5,096	1,631	1,555	1,700
<b>Total funding</b>	<b>86,874</b>	<b>67,490</b>	<b>56,238</b>	<b>40,606</b>

- 2.32 Slippage from the 2003/04 programme will have the effect of increasing the funded programmes detailed in Table 4.

## Programme for 2005/06 and 2006/07

- 2.33 The programme set out for 2005/06 and 2006/07 is largely “indicative”, for planning purposes. However, the 2004/05 programme will result in some commitment of resources in later years. The majority of this is matched with resources such as the LTP and identified education funding. However, some corporate schemes which are to be undertaken will result in future year commitments. The flood defence design fees scheme requires £125k in 2005/06 which will require corporate resources (see Table 2). The National Care Standards project, Chapel St and Assembly Rooms Car Park and Playground Schemes also require further funding although these will be reviewed as part of the 2005/06 budget process.
- 2.34 Schemes are not included in the indicative programme except where there is a strong expectation of funding. Funding in the future is generally less certain. This has the effect of temporarily reducing the scale of the 2005/06 and 2006/07 programme until plans are updated later.
- 2.35 The three parks schemes at Osmaston, Moorway Lane and Rowditch Recreation Ground are all subject to external funding being attracted from various sources including lottery, Surestart and Single Regeneration Budget (SRB).
- 2.36 Best estimates of future borrowing requirements have been included, in order that the financing costs of the programme can be reflected accurately in the revenue budget.

### Further Issues

- 2.37 **Recycling Strategy** The current funded programme assumes that the £1.5m bid for funding to support capital expenditure on the purchase of new wheelie bins is successful. If the bid is not successful it may be necessary to consider unsupported borrowing £379k above the £2m planned for in the 2004/05 corporate programme. The additional costs of this borrowing will need to be met from the Treasury Management Budget.
- 2.38 **Reclassification of expenditure** There are a number of areas within the revenue budgets where expenditure currently classified as revenue could be classified as capital work. Such changes are under review and do not feature in the programme at this stage. They include:
- Highways maintenance, where capitalised costs could be met within the LTP to reduce pressures on revenue budgets, at the expense of a reduced capital programme on works.
  - Social services expenditure, which might again be met through additional unsupported borrowing to ease pressures on the Social Services revenue budget.
- 2.39 **Spend to Save** The Prudential Code permits borrowing for schemes where future savings will cover the long term borrowing costs of the scheme. Due to the very recent nature of the new legislation it has not yet been possible to determine a process for assessing potential spend to save schemes. It is anticipated that a

process will be developed early in the new financial year. This may result in additional schemes being added to the programme as the year progresses.

- 2.40 **Leasing** The relaxation of borrowing regulations in the Prudential Code provides an opportunity to review the value for money of leasing as a method of financing capital expenditure. This review will be undertaken during 2004/05.
- 2.41 **External Funding** Funding regimes such as Single Regeneration Budget (SRB), European funding and New Deal for Communities do not allocate funding until nearer the start of the new financial year. Where funding is anticipated for Council projects these have been included in the programme, although schemes will not commence until funding is confirmed. There will also be additional capital grants to external organisations that will need adding to the programme at a later stage.

## **Next Steps**

- 2.42 The departmental funded programmes plus a number of schemes funded from corporate resources will comprise the 2004/05 capital programme to be recommended for approval by Council on 1 March. This will be informed by views of the Overview and Scrutiny Commissions and Cabinet.
- 2.43 2005/06 and 2006/07 indicative programmes will also be submitted. These will include details of commitments from existing schemes and funded schemes in future years.
- 2.44 Once a scheme forms part of the approved capital programme, it will still be subject to a scheme commencement report being completed, and the necessary approval gained before it can proceed as outlined, in the financial procedure rules.

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**Background papers:** Corporate Capital Strategy Cabinet Report August 2003  
Asset Management Plan 2003  
Scheme Evaluation forms for bids to corporate programme  
Overview and Scrutiny reports for Housing, Education and Transport programmes  
Scrutiny Management Commission report 4 February 2004

**List of appendices:** Appendix 1 – Implications  
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## IMPLICATIONS

### Financial

- 1.1 The capital programme commits the Council to future additional revenue financing costs as well as to the running costs of new assets. These costs have been taken into account in the revenue budget for 2004/05 and in medium term projections for 2005/06 and 2006/07.
- 1.2 The financing costs for £37m planned additional borrowing in 2004/05 are approximately £2.3m in a full year. About £2m will be supported through housing subsidy relating specifically to the ALMO. Non-housing borrowing is funded by SCE(R)s, and about 95% of these costs will be supported through the capital financing FSS. Leasing and direct revenue contributions are also reflected in revenue budgets.
- 1.3 The capital programme for 2004/05, 2005/06 and 2006/07 is now significantly higher than a few years ago, and if maintained at indicative levels the revenue financing costs will grow. It is therefore essential that linked increases in Government funding, through increased capital financing FSS (Formula Spending Share) and housing subsidy, is used directly in support of such costs and that revenue budgets are planned accordingly.

### Legal

- 2.1 Capital expenditure that cannot be met from borrowing, capital receipts, contributions or grants has to be charged to the revenue budget.
- 2.2 The rules governing the financing of the capital programme are laid down in the Local Government and Housing Act 1989 and in regulations and directives issued under the Act.

### Personnel

3. None directly arising

### Corporate Themes and Priorities

4. The 2005/06 to 2007/08 capital programme is consistent with corporate themes and priorities.

## APPENDIX 2

### Capital Programme Summary

Scheme Costs	Cost				
	2004/2005 £000	2005/2006 £000	2006/2007 £000	Total 2004/05 onwards £000	Total cost £000
<b>Scheme Costs</b>					
Education (note 1)	13,946	10,679	9,456	0	34,081
Chief Executive - Housing	38,398	31,403	11,975	12,115	93,891
Chief Executive - Other	1,000	1,000	1,000	0	3,000
Social Services	1,232	149	149	149	1,679
Development and Cultural Services	8,808	8,190	17,381	2,205	36,584
Commercial Services	4,106	4,817	645	395	9,963
Partnership (note 2)	0	0	0	0	0
<b>Total</b>	<b>67,490</b>	<b>56,238</b>	<b>40,606</b>	<b>14,864</b>	<b>179,198</b>
<b>Funding</b>					
SCE ( R )	8,931	8,263	17,834	5,672	40,700
Unsupported Borrowing	2,000	125	0	0	2,125
Supplementary Credit Approvals (SCA)/Replacement	1,573	1,725	1,334	0	4,632
SCA - Arms Length Programme	24,865	18,980	0	0	43,845
Government Grant	14,607	11,719	11,252	455	38,033
External Contributions	4,647	5,729	505	0	10,881
Revenue Contributions	40	0	0	0	40
Major Repairs Allowance	7,630	7,636	7,591	7,642	30,499
Service Reserves	991	31	0	0	1,022
Leasing (note 3)	575	475	390	395	1,835
Capital Receipts	1,631	1,555	1,700	700	5,586
<b>Total</b>	<b>67,490</b>	<b>56,238</b>	<b>40,606</b>	<b>14,864</b>	<b>179,198</b>

#### Notes

1. The high value of the 2003/04 Education Programme is due to slippage from 2002/03.
2. Partnership funding is still to be determined (see section 2.35)
3. Future years leasing projects are subject to review following the introduction of the Prudential Code.

**Capital Programme 2004/05 - 2006/07****Key**

SCE ( R ) Supported Capital Expenditure (Revenue)

SCE ( C ) Supported Capital Expenditure (Capital)

Unsup Borr Unsupported Borrowing

SCA Supplementary Credit Approvals

GG Government Grant

Ext Cont External Contributions

Leas Leasing

Cap Rec Capital Receipts

Rev Revenue Contributions

Res Reserves

MRA Major Repairs Allowance

\* Corporately Funded Schemes

**Education - Details of Scheme Costs**

Scheme	Cost					Funding	Comments
	2004/2005 £000	2005/2006 £000	2006/2007 £000	Future yrs £000	Total 2004/05 onwards £000		
Seed Challenge Fund	304	0	0	0	304	GG	
Devolved Formula Schools Schemes	3,226	3,876	3,876	0	10,978	GG	
Griffe Field Design - Primary Classroom Extension	31	0	0	0	31	GG	
Schools Access Initiative	428	433	433	0	1,294	GG	
Surestart 3 - Lower Dale Road HQ	100	0	0	0	100	GG	
NDS Condition / Modernisation	5,821	4,897	4,897	0	15,615	GG	
Retentions	51	0	0	0	51	GG	
SureStart - Homelands	29	0	0	0	29	GG	
Normanton Village infant - nursery	148	7	0	0	155	GG	
West Park Community - curtain walling	150	0	0	0	150	GG	
Boilers replacement various schools	20	0	0	0	20	GG	
Laboratory refurbishments	180	0	0	0	180	GG	
Littleover community sec - technology block	529	21	0	0	550	GG	
Chellaston Infants - replacement classroom	180	8	0	0	188	GG	
St Andrew's - roofing repairs	72	0	0	0	72	GG	
Chellaston Secondary expansion 8 classroom block	1,010	40	0	0	1,050	GG	
Littleover Community sec - NOF PEA	0	1,387	0	0	1,387	Ext Cont	
Darley Abbey - NOF PEA	350	0	0	0	350	Ext Cont	
Noel Baker - NOF PEA	260	0	0	0	260	Ext Cont	
Woodlands - NOF PEA	251	0	0	0	251	Ext Cont	
Roe Farm Primary - NOF PEA	340	0	0	0	340	Ext Cont	
Merrill College - NOF PEA	0	0	125	0	125	Ext Cont	
High View - NOF PEA	0	0	125	0	125	Ext Cont	
Littleover Community Sec-Science Lab	221	10	0	0	231	GG	
Vicarage Road Pavillion, Mickleover	5	0	0	0	5	Res	
Ceiling Fixtures at Moorways Pool*	40	0	0	0	40	Cap	
						Rec/Unsup	
						Borr	
Schools Gas & Water Pipe Replacement*	200	0	0	0	200	Unsup Borr	
<b>Total</b>	<b>13,946</b>	<b>10,679</b>	<b>9,456</b>	<b>0</b>	<b>34,081</b>		

NOF PEA - New Opportunity Fund for PE and Arts



**Chief Executive - Housing - Details of Scheme Costs**

APPENDIX 3

Scheme	Cost					Funding	Comments
	2004/2005 £000	2005/2006 £000	2006/2007 £000	Future yrs £000	Total 2004/05 onwards £000		
<b>HRA</b>							
Kitchens & Bathrooms post war north	7,250	6,858	88	51	14,247	SCA	
Kitchens & Bathrooms post war south	4,105	3,794	0	0	7,899	SCA	
Kitchens pre war	1,211	1,000	1,165	1,250	4,626	SCA	
Bathrooms post war	0	0	100	100	200	MRA	
Bathrooms pre war	600	500	600	600	2,300	SCA/MRA	
Damp Proof Course	400	400	400	400	1,600	SCA/MRA	
Installation of Burglar alarms	400	164	100	100	764	SCA/MRA	
Electrical upgrade	500	500	300	300	1,600	SCA/MRA	
One off Modifications	0	0	300	360	660	MRA	
Re Roofing	2,500	1,944	1,000	1,000	6,444	SCA/MRA	
Asbestos Removal	500	500	558	700	2,258	SCA/MRA	
Wimpeys	2,300	1,700	0	0	4,000	SCA	
Unities	2,600	2,100	0	0	4,700	SCA/SCE ( R )	
Pre war (full mods) inc conv of 4/5 bed homes	2,000	1,900	0	0	3,900	SCA/MRA	
PVCu Windows	2,000	1,000	1,000	1,000	5,000	SCA/SCE(R) /MRA	
Gas Central Heating	3,700	1,824	1,000	1,000	7,524	MRA	
City Housing Imp Plans (Large scale)	880	880	320	320	2,400	MRA	
City Housing Imp Plans (Small scale)	320	320	160	160	960	MRA	
Adaptations for disabled people	500	300	500	500	1,800	MRA	
Crime Prevention Measures	150	150	150	150	600	MRA/SCE ( R )	
Individual door entry systems	100	100	0	0	200	MRA	
Communal door entry systems	200	200	150	150	700	MRA/SCE ( R )	
Flat lobby refurbishment	150	100	150	150	550	MRA/SCE ( R )	
IT Development	125	115	56	50	346	MRA/SCE ( R )	
Conversion of Sheltered Accommodation	100	150	0	0	250	MRA	
Capitalised salaries	404	404	240	250	1,298	MRA/SCE ( R )	
Contingency	467	467	0	0	934	MRA/SCE ( R )	
<b>Total HRA</b>	<b>33,462</b>	<b>27,370</b>	<b>8,337</b>	<b>8,591</b>	<b>77,760</b>		
<b>Housing General Fund</b>							
Acquisition & Demolition of Unfit Properties	36	34	33	31	134	SCE ( R )	
Private Rented Sector Improvements	167	158	148	139	612	SCE ( R )	
Renewal Area Programme	1,415	1,151	1,360	1,286	5,212	SCE ( R )	
Housing Renewal - Single Regional Housing Pot	664	664	0	0	1,328	SCE ( C )	
Disabled Facilities Grant	1,153	1,153	1,153	1,153	4,612	SCE ( R )/GG/Ext Cont	
Home Repair Assistance	250	250	250	250	1,000	Ext Cont/SCE ( R ) )/Cap Rec	
Capitalised Salaries	120	130	140	140	530	Ext Cont/SCE ( R ) )/Cap Rec	
Normanton Home Zone	500	0	0	0	500	GG	
Facilitation Fund	531	493	554	525	2,103	Cap Rec/SCE ( R )	
Cash Incentive Scheme	100	0	0	0	100	SCE ( R )	
<b>Total HGF</b>	<b>4,936</b>	<b>4,033</b>	<b>3,638</b>	<b>3,524</b>	<b>16,131</b>		
<b>Grand Total</b>	<b>38,398</b>	<b>31,403</b>	<b>11,975</b>	<b>12,115</b>	<b>93,891</b>		

### Chief Executive - Other - Details of Scheme Costs

APPENDIX 3

Scheme	Cost					Funding	Comments
	2004/2005 £000	2005/2006 £000	2006/2007 £000	Future yrs £000	Total 2004/05 onwards £000		
Air Quality Monitoring	20	0	0	0	20	SCA	
Asset Management Software	12	0	0	0	12	Res	
E Derby*	250	250	250	0	750	Cap Rec	
<b>Corporate Property Services</b>							
Planned Maint Programme*	718	750	750	0	2,218	Cap Rec	
<b>Total</b>	<b>1,000</b>	<b>1,000</b>	<b>1,000</b>	<b>0</b>	<b>3,000</b>		

**Social Services - Details of Scheme Costs**

Scheme	Cost					Funding	Comments
	2004/2005 £000	2005/2006 £000	2006/2007 £000	Future yrs £000	Total 2004/05 onwards £000		
Children's Residential - Queensferry Gardens	6	0	0	0	6	Rev	Further work is required in 2005/06 & 2006/07. The scheme will be reconsidered for corporate funding in these years.
Children's Internet	49	0	0	0	49	GG	
Improving Information Management	128	0	0	0	128	GG	
Children's Family Support	150	0	0	0	150	SCE ( R )	
National Care Standards - Residential Establishments*	899	149	149	149	1,346	SCE ( R ) Unsup Borr	
<b>Total</b>	<b>1,232</b>	<b>149</b>	<b>149</b>	<b>149</b>	<b>1,679</b>		

**Development & Cultural Services - Details of Scheme Costs**

Scheme	Cost					Funding	Comments
	2004/2005 £000	2005/2006 £000	2006/2007 £000	Future yrs £000	Total 2004/05 onwards £000		
Integrated Transport	3,323	3,134	9,617	0	16,074	SCE ( R )	
Roads & Bridges Maintenance	1,720	1,162	4,724	0	7,606	SCE ( R )	
City Centre Major Scheme	1,569	0	0	0	1,569	SCA/Res	
Planning - Townscape Heritage Initiative	820	123	0	0	943	GG/Ext	
						Cont/Rev	
Normanton Road & Grove Street Car Park Security Improvements	48	0	0	0	48	Ext Cont	s106 agreement - until July 2010
Security Grants	100	0	0	0	100	GG	SRB funded
Peartree Library Refurbishment	0	500	500	0	1,000	GG	Provisional estimates - still at design stage, bid for external funding not yet submitted
<b>Corporate Funding Previously Approved</b>							
Flood Defence Design Fees	690	3,256	2,535	2,200	8,681	Unsup	Exact amounts and timing dependent on DEFRA bid process
						Borr/SCA/GG	
Destination Management System at Tourist Information Centre	15	15	5	5	40	SCE ( R )/GG	This represents match funding for IEG bid
Project Riverlife*	60	0	0	0	60	Unsup	
						Borr/Ext Cont	
Car Parks - Chapel St & Assembly Rooms*	400	0	0	0	400	Unsup Borr	Further work is required in 2005/06 & 2006/07. The scheme will be reconsidered for corporate funding in these years.
Assembly Rooms Lighting*	63	0	0	0	63	Unsup Borr	
<b>Total</b>	<b>8,808</b>	<b>8,190</b>	<b>17,381</b>	<b>2,205</b>	<b>36,584</b>		

**Commercial Services - Details of Scheme Costs**

Scheme	Cost					Funding	Comments
	2004/2005 £000	2005/2006 £000	2006/2007 £000	Future yrs £000	Total 2004/05 onwards £000		
Parks Buildings Improvements	56	0	0	0	56	Cap Rec	
Crematorium (Porch) Improvements	46	0	0	0	46	Res	
Grounds Plant & Equipment	140	130	45	50	365	Leas	
Refuse Vehicles & Plant	390	300	300	300	1,290	Leas	
Replacement Buildings Maintenance IT system	140	0	0	0	140	Res	
Other Miscellaneous Vehicles	20	20	20	20	80	Leas	
Street Lighting Vehicles	25	25	25	25	100	Leas	
Derwent Ward Park Improvements	380	350	0	0	730	Ext Cont	
Arboretum Park	2,084	50	0	0	2,134	Ext Cont/Res	
Highview Neighbourhood Park (SRB)	36	0	0	0	36	Ext Cont	
Osmaston Park Facility Improvements	400	300	255	0	955	Ext Cont	
Rowditch Recreation Ground Improvements	0	600	0	0	600	Ext Cont	
Moorway Lane Park	0	3,000	0	0	3,000	Ext Cont	
King George V Playing Fields Improvements	0	40	0	0	40	Ext Cont	
Bendall Green play & park improvements	115	2	0	0	117	GG/Ext Cont	
Alvaston Park Changing Rooms*	70	0	0	0	70	Unsup Bor	
Playground Improvements*	204	0		0	204	Unsup Bor	Further work is required in 2005/06 & 2006/07. The scheme will be reconsidered for corporate funding in these years.
<b>Total</b>	<b>4,106</b>	<b>4,817</b>	<b>645</b>	<b>395</b>	<b>9,963</b>		

Note: The park schemes at Osmaston, Moorway Lane and Rowditch recreation park are subject to successful external funding bids.

## **Details of Schemes Included in 2004/05 Capital Programme**

### **Department: Education**

<b>Scheme Title</b>	<b>2004/05 £'000</b>	<b>Scheme Description</b>
Seed Challenge	304	Capital grant for small capital projects in schools. Schools bid for funding. Requirement for schools to match fund.
Devolved Formula Schools Schemes	3,226	Devolved capital funding Standards Fund grant devolved to schools based on DfES formula.
Griffe Field Design – Classroom Extension	31	Retention costs for a 210 place extension recently completed.
Schools Access Initiative	428	Capital grant funding for capital projects in schools. Schools are required to bid for the funding.
Surestart 3 – Lower Dale Rd HQ	100	Provision of Surestart facilities in the Rosehill area due to be completed in spring 2004.
NDS condition / modernisations	5,821	Capital funds for Asset Management Plan priorities.
Retentions	51	Various retentions for electrical rewires, roof repairs and various other schemes from previous years.
Surestart – Homelands	29	Retention costs for creation of Sure Start provision at Homelands House. Due to be completed in March 2004.
Normanton Village infant – nursery	148	Relocation of nursery class within the school site and improvement of toilet, storage and outdoor play facilities. Due to be completed Summer 2004
West Park Community – curtain walling	150	Replace curtain walling to three-storey elevation. Due for completion Summer 2004.
Boilers replacement – various schools	20	Retention costs for boiler replacement schemes due to be completed March 2004.
Laboratory refurbishments	180	Two science laboratories at Leesbrook and one science laboratory at Murray Park. Due to be completed in August 2004.
Littleover community secondary – technology block	529	New technology block to target suitability issues. Due for completion in Spring 2005.
Chellaston Infants – replacement classroom	180	Replacement of life expired classroom and remodelling to link to main school building. Due to be completed Spring 2005.
St Andrews roofing repairs	72	Roofing repairs due to be completed Summer 2004
Chellaston Secondary expansion	1,010	Eight-classroom double storey block. Due to be completed Summer 2004.
Darley Abbey NOF PEA	350	Conversion of existing building to provide a centre for outdoor adventure project. Due to commence Spring 2005
Noel Baker NOF - PEA	260	Multi-use games area with floodlighting. Due to commence Autumn 2004.
Woodlands NOF PEA	251	Upgrading changing rooms, reception area, room and pool surrounds. Due to commence Spring 2005

<b>Scheme Title</b>	<b>2004/05 £'000</b>	<b>Scheme Description</b>
Roe Farm Primary NOF PEA	340	Multi-use games area with floodlighting. Due to commence Autumn 2004.
Littleover Community Sec-Science Lab	221	The school has been granted specialist status to become a specialist science school. This budget will refurbish the existing science block.
Vicarage Road Pavillion, Mickleover	5	Design fees for the provision of toilet, changing and community facilities within a new pavilion.
Ceiling Fixtures at Moorways Pool	40	In September 2002 the main pool at Moorways was closed for 3 months following a section of the ceiling falling into the pool. Investigations have shown that further work is now required in the Teaching pool to prevent a similar occurrence happening again. If the scheme goes ahead the pool will close for approximately 6 weeks with a loss of income which has been built into the revenue accounts.
Schools Gas & Water Pipe Replacement	200	This scheme will fund urgent repair work to gas and water pipes in schools. This is essential work and has been a major issue in a number of boiler replacement projects in schools. Health and safety inspections have been carried out which have identified the extent of the work required.
<b>Total</b>	<b>13,946</b>	

**Department: Chief Executive - Housing**

<b>Scheme Title</b>	<b>2004/05 £'000</b>	<b>Scheme Description</b>
<b>Housing Revenue Account</b>		
Kitchens & Bathrooms post war north	7,250	Installation of new kitchens and bathrooms to post-war homes in the north of the city
Kitchens & Bathrooms post war south	4,105	Installation of new kitchens and bathrooms to post war homes in the south of the city
Kitchens pre war	1,211	Installation of new kitchens to pre-war homes where required across the city
Bathrooms pre war	600	Installation of new bathrooms to pre-war homes where required across the city
Damp Proof Coursing	400	Installation of new damp proof courses
Installation of Burglar alarms	400	Installation of electronic intruder alarm systems
Electrical Upgrade	500	Upgrades to electrical systems to the current regulations including some rewires
Re-roofing	2,500	Replacement roof coverings to pre-war homes owing to age and to some post-war homes owing to poor roof design
Asbestos Removal	500	Detailed surveys to identify locations of asbestos to keep the asbestos register up to date and the selective removal of any presenting a risk to tenants
Wimpeys	2,300	External wall insulation, attractive render system and new PVCu double glazing
Unities	2,600	Replacement of external walls with brick/block construction and full internal refurbishment
Pre war full modifications	2,000	Internal improvements including new kitchen, bathroom, rewiring, internal dry lining, new PVCu windows, redecoration and parking.



<b>Scheme Title</b>	<b>2004/05 £'000</b>	<b>Scheme Description</b>
PVCu windows	2,000	Installation of PVCu double glazed windows to all dwellings
Gas Central Heating	3,700	Installation of energy efficient gas central heating systems in all dwellings that either do not have an existing heating system or have one that is over 15 years old. Replacement of old, inefficient, communal heating systems.
City Housing Improvement Plans (large scale)	880	Customer identified environmental improvement work to public sector housing estates – for example erection of fencing and provision of parking spaces.
City Housing Improvement Plans (small scale)	320	Customer identified small-scale environmental improvement work to public sector housing estates – for example, minor landscaping including provision of shrubbery.
Adaptations for disabled people	500	Adaptations to the homes of disabled people to enable them to live independently and avoid the need for residential or hospital care.
Crime Prevention Measures	150	Installation of security measures including window locks, lights, gates and CCTV cameras
Individual Door Entry systems	100	Provision of individual door entry systems for older and vulnerable tenants
Communal door entry systems	200	Replacement of communal door entry systems at sheltered schemes, flats and so on
Flat lobby refurbishment	150	Internal refurbishment of the communal lobby area of blocks of flats
IT development	125	New IT equipment to enable more efficient commissioning of the Public Sector programme, including provision of hand-held computers
Conversion of Sheltered Accommodation	100	Converting unpopular bed-sits within sheltered housing schemes into one or two bed units
Capitalised Salaries	404	Capitalisation of salaries of staff undertaking capital work.
Contingency	467	
<b>Sub Total</b>	<b>33,462</b>	

Scheme Title	2004/05 £'000	Scheme Description
<b>Housing General Fund</b>		
Acquisition & Demolition of Unfit Properties	36	Relates mainly to properties acquired for demolition where they have become unfit or unsafe. Formerly a substantial part of the capital programme when major slum clearance schemes were undertaken in the 1970s and 1980s. Much more limited clearance took place in the 1990s, mainly in the Pear Tree Renewal Area. Currently spending is limited to the acquisition of single properties if necessary and making them safe and/or demolishing. The budget is also used to make payments to previously untraceable recipients of Compulsory Purchase Orders - CPOs - and to make safe gable walls following demolition of adjoining properties
Private Rented Sector Improvements	167	Bringing empty, privately-owned properties back into use as good quality rented accommodation and improvement of private rented properties as part of area renewal programmes.
Renewal Area Programme	1,415	Declarations of Renewal Areas or non-statutory Housing Improvement Zones to secure housing, environmental and socio-economic improvements in deprived inner city areas.
Housing Renewal – SRHP	664	Additional bid based funding for new forms of financial assistance to homeowners, including loan provision as an alternative to grant aid.
Disabled Facilities Grants	1,153	Grant aided adaptations to private sector dwellings for the benefit of disabled occupants. Programme delivered in conjunction with Social Services as part of Care in the Community.
Home Repair Assistance	250	Grant aided repairs and improvements to dwellings occupied by older low-income homeowners to enable them to “stay put”.
Capitalised Salaries	120	Charging to the capital programme the salaries of staff undertaking capital work.
Normanton Home Zone	500	An area in the Normanton district of the city where streets are being remodelled to make them pedestrian and community friendly and prevent speeding motorists.
Facilitation Fund	531	First created in the early 1990s following the government’s desire for councils to take an enabling role rather than direct provision. It has been used to help finance a number of schemes, mainly in partnership with Housing Associations, for example a self-build scheme at Sinfin, the provision of new homes at Bedford Street and, currently, schemes to

		provide additional affordable housing at Mickleover, Radbourne Gate, and Littleover, Heatherton. The Radbourne Gate scheme will provide 8 homes for rent and 8 for sale on a shared ownership basis at a total cost of £367k. These units would be lost without this financing from the facilitation fund. The scheme at Heatherton is for 16 homes for rent and 14 for shared ownership. Total funding required is £769k. The Housing Corporation is providing £427k, leaving a gap of £342k to be met by the facilitation fund. Other activity has included working in partnership with Social Services to provide extensions to make homes suitable to be used for fostering children.
Cash Incentive Scheme	100	A new pilot scheme to assist council tenants to purchase a property on the open market thus releasing council dwellings for others on the waiting list. Under the scheme, qualifying tenants would be eligible for a cash payment to set against the purchase price of a property. The amount of the payment will depend on the size of property they need, their income and savings and the size of the council property they are vacating. The Council previously successfully ran such a scheme between 1995 and 1999.
<b>Sub Total - HRA</b>	<b>4,936</b>	
<b>Total Housing</b>	<b>38,398</b>	

**Department: Chief Executive – Other (non Housing)**

<b>Scheme Title</b>	<b>2004/05 £'000</b>	<b>Scheme Description</b>
Air Quality Monitoring	20	This scheme relates to the purchase of air quality monitoring equipment. The funding is subject to the successful application for grant.
Asset Management Software	12	This is the remaining part of a scheme to implement software to assist with Asset Management within the Council.
E Derby	250	Contribution towards capital cost of E Derby programme.
Planned Maintenance Programme	718	Contribution towards the cost of corporate planned maintenance programme which is guided by the maintenance strategy. The funding is managed through the asset management group.
<b>Total</b>	<b>1,000</b>	

**Department: Social Services**

<b>Scheme Title</b>	<b>2004/05 £'000</b>	<b>Scheme Description</b>
Children's Residential – Queensferry Gardens	6	Refurbishment of Children's Residential Establishment to upgrade facilities to present day standards. Scheme to be completed and retention released in 2004/05.
Children's Intranet	49	Provision of increased access to information and communication technology for looked after children and care leavers (funded by government grant).
Improving Information Management	128	Improvement of Social Services' information management via the development and acquisition of new servers, personal computers and laptops (funded by government grant).
Children's Family Support	150	The strategy to transform Children's Services requires a base for the family support service. The strategic objective to shift from high key intervention to safe, preventable family support services requires staff to have appropriate work bases which are fit for purpose. The funding in 2004/05 will be used to support the relocation of staff in order to meet the accommodation needs of the Family Support Service. This is a commitment against corporate funding allocated during the 2003/04 capital programme bid process.
National Care Standards	899	The National Care Standards Commission has set minimum standards that all residential establishments should adhere to by 1 April 2007. All the department's residential establishments fall well short of meeting these standards. A bid for corporate funding has also been submitted for this scheme.
<b>Total</b>	<b>1,232</b>	

**Department: Development & Cultural Services**

<b>Scheme Title</b>	<b>2004/05 £'000</b>	<b>Scheme Description</b>
Integrated Transport	3,323	Forms part of Local Transport Plan. Subject to separate report to Cabinet to approve allocation of funding against the Council's LTP strategy areas of: Road safety and travel awareness; Transport management and demand restraint; Walking; Cycling; Freight; Public transport; Structures and highways maintenance.
Roads and Bridges Maintenance	1,720	
City Centre Major Schemes	1,569	"Connecting Derby" scheme to complete the inner ring road, and improvements to the city centre.
Planning – Townscape Heritage Initiative	820	Major regeneration proposal for the city centre, focusing on the historic townscape, which is a vital component of the centre's character and quality. Funds building repair and enhancement schemes, 50% funded by National Lottery Commission.
Normanton Rd & Grove St Car Park Security	48	CCTV and improvements to the car parks.
Security Grants	100	Grants to small businesses to improve property and environmental security. Allowed 75% of total cost up to a maximum of £3k.
Flood Defence Design Fees	690	The drainage contribution to work for flood defence schemes supported by DEFRA funding, including the northern flood relief culvert, inner ring road pumping station and Markeaton and Mackworth brook weir replacement.
Destination Management System at Tourist Information Centre	15	The DMS system is a system to modernise and improve the provision of tourist information and the tourism destination marketing for Derby by use of web sites, remote access kiosks and computer stations.
Project Riverlife	60	This project funds work in public green areas and is used to further the Biodiversity Action Programme, Environment and Nature Conservation Strategies and improve public access to the natural environment. It complements work paid for under the project's revenue budget and allows considerable match funding leverage of funds from other organisations.
Car Parks – Chapel St & Assembly Rooms	400	Both these car parks are suffering from the corrosion of steel reinforcement bars. This results in the weakening of the surface concrete, causing crumbling on the floors, ceilings and walls of the car parks.

<b>Scheme Title</b>	<b>2004/05 £'000</b>	<b>Scheme Description</b>
		The estimated total cost of the work required to correct the problem is £2m - £1m for each car park. The work will be phased over 5 years at £400k per year with work being undertaken a floor at a time.
Assembly Rooms Lighting	63	Replacement of essential lighting facilities which are now obsolete with spares being unavailable. A major failure of the system is becoming increasingly possible.
<b>Total</b>	<b>8,808</b>	

The Local Transport Plan schemes are subject to a separate report to the Planning and Environment Scrutiny Committee.

**Department: Commercial Services**

<b>Scheme Title</b>	<b>2004/05 £'000</b>	<b>Scheme Description</b>
Parks Buildings Improvements	56	Repair and maintenance improvements to parks buildings.
Crematorium Porch Improvements	46	Refurbishment of canopy over the entrance of the crematorium.
Grounds Plant and Equipment	140	Renewal of ageing plant and equipment.
Refuse Vehicles & Plant	390	Renewal of ageing fleet and equipment.
Replacement Buildings Maintenance IT System	140	Replacement of computer software for repair order jobs.
Other Miscellaneous Vehicles	20	Renewal of aging fleet.
Street Lighting Vehicles	25	Renewal of aging fleet.
Derwent Park Improvements	380	Provision of new and improved recreational facilities. Consultation has taken place and schemes details are to be drafted and approved after further consultation.
Arboretum Park	2,084	Restoration of listed buildings and artefacts, renovated landscaping, new play and sport facilities.
Highview Neighbourhood Park	36	Recreational facilities appropriate to a neighbourhood park, details to be determined after local consultation.
Osmaston Park Facility Improvements	400	Complete renovation of park over a number of years. Youth facilities improvements in 2004/05.
Bendall Green Play & Park Improvements	115	New toddlers playground plus teenage play area.
Alvaston Park Changing Rooms	70	Refurbishment of long neglected changing room facilities. The use of the facility is declining due to the bad state of repair of the changing rooms and repair costs are increasing.
Playground Improvements	204	To bring existing play areas up to recognised current best practice standards. This will provide better play facilities for children and minimise the Council's liability in respect of playground accidents.
<b>Total</b>	<b>4,106</b>	

**Please note** These totals are for 2004/05 only please refer to Appendix 3 for the full 3-year total.

A number of these projects are subject to successful bids for external funding.

## **Flagship Capital Schemes - Update on Progress**

### **Waste Recycling Programme**

This is a city wide recycling scheme to reuse or recover recyclable materials in order to meet statutory recycling targets. Progress on the programme is summarised below:

- A trial of the organic waste and expanded dry waste collection schemes commenced in early 2003 under the branding of "Rethink Rubbish". Support for this project to continue based on 4 additional rounds in 2004/5. Further rounds are being planned in future years.
- A funding bid has been submitted to DEFRA to support some of the costs. The outcome of the bid will be known shortly. There will be a balance of funding to be met by the Council.
- The approach to recycling plastics has been considered and whilst it is accepted that there will be considerable additional costs, it is essential for plastic recycling to be included in the programme on environmental grounds. Provision is being made for the kerbside collection of plastic but the business case for the different options for recycling the plastic is still being considered.

### **Street Lighting**

The Council currently maintains approximately 27,000 street lighting columns and illuminated signs. Up to 76% of the Council's stock is considered to be in poor structural condition, and/or at the end of its design life. This scheme, which is dependent on the award of PFI credits, entails the award of a contract to a private sector provider to address the significant backlog of street lighting column replacement. All dilapidated stock would be replaced over an initial 5 year period, column numbers uplifted to meet British and European lighting standards, and all columns maintained for the contract period of 25 years. Progress on the scheme is as follows:

- The PFI bid has been shortlisted and we have received an invitation to bid for PFI credits.
- There will be estimated procurement costs of £250k to £350k which will still require funding.
- Revenue support of £400k per year will be required from 2006/07 and this is being flagged up in the revenue budget plans.

### **Cityscape**

'Derby CityScape' is the framework for the city centre redevelopment, building on Derby's 2020 Vision to make Derby a 'Top Ten City', within the wider



context of the City of Derby Local Plan and its regeneration objectives. There is a 'Derby Cityscape' strategy document of proposals on how the vision can be translated into viable development projects within eight distinct Quarters. Developments are summarised below:

- Derby Cityscape Ltd' is now established
- Various external funding opportunities have been identified and corporate capital receipts are to be considered as a pool to use as leverage.

### **Quad - Visual Arts And Media Centre**

Quad is a new centre for the public and creative communities in Derby and beyond. Together with the Assembly Rooms and the Guildhall it catalyses the establishment of a cultural cluster at the centre of Derby. Progress on the scheme is as follows:

- The estimated capital costs of the scheme are £12.7m. We will continue to plan on assumption that there will be no capital contribution from council apart from land.
- A step by step approach has been agreed on level of commitment to scheme.
- The revenue implications need finalising and improving upon as each milestone is reached.
- A contingency plan is required for Q arts and metro if the project does not go ahead.

### **Central Library**

The project aims to provide a new central library for Derby, on a prime site in the city centre. To create a new facility including all the good features of traditional public library service, together with electronic information services, computer-aided learning, study space and research materials. Progress on the project is summarised below:

- A better proposal and range of options need to be developed.
- A proposal for 2004/05 has been submitted and considered against other schemes requiring corporate capital funding as part of the capital budget process.

### **Neighbourhood Library**

The proposal is to expand the library service to provide new or upgraded neighbourhood library facilities at Allenton, Derwent and Mickleover. The current position of the scheme is summarised below:

- Schemes for Derwent and Allenton are making progress.
- Umbrella report on Allenton Neighbourhood proposals to be developed.
- Mickleover library seen as high priority on health and safety grounds. A proposal for 2004/05 has been submitted and considered against other schemes requiring corporate capital funding as part of the capital budget process.

### **Play Areas**

This project focuses on resolving the inadequacy of the current capital and revenue budgets to bring existing parks' play areas up to Best Practice standards and to maintain them at that standard for the foreseeable future. The current status of the project is summarised below:

- A planned programme needs to be further developed.
- A proposal for 2004/05 has been submitted and considered against other schemes requiring corporate capital funding as part of the capital budget process (see Appendices 6 and 8).
- The potential leverage of grant funding and the need for an additional funding officer have been noted.

### **Review and Modernisation of the Moorways Leisure Centre**

This scheme is a major refurbishment and improvement of existing facilities at Moorways Sports Complex to align them with current use requirements. Decisions regarding this scheme have been deferred until the impending Best Value review is complete. Urgent repair and maintenance work has been considered as part of the 2004/05 corporate capital budget process.

### **Accommodation Strategy**

The development of an Accommodation Strategy is one of the five strategy areas under the Building for Excellence Programme. Introduced in 2003, the programme is a series of inter-related strategies by which the Council intends to deliver real improvements and change in the interface with our customers and how we work which will ultimately lead to better services to the citizens of Derby. An action plan for the project is being developed following the agreement in principle to progress with the project subject to funding implications. It is planned to set aside some capital receipt income during 2004/05 to help fund the project.

## Scoring Criteria for Individual Capital Schemes 2004/05

All schemes must form part of Asset Management Plan or other corporate or service plan.

Schemes will not be considered if the revenue implications are considered to be prohibitive.

Criteria	Maximum Score
<b>Corporate Consequences of Exclusion</b> Risk to services if scheme is not undertaken. Required to meet legislation (eg Health and Safety) Consideration should be given to risk levels and implication of prosecution (ie if risk is low and prosecution will result in limited level of fine a lower mark should be awarded)	30
<b>Partnership, Cross Departmental Working and Consultation</b> Demonstrates that priorities have been drawn up following consultation with partner organisations and that partnership working has been fully considered. Evidence of co-operation between Council departments to identify shared priorities and cross departmental working. Consultation demonstrates support from the specific scheme amongst relevant people/groups, and comparative surveys	10
<b>Option Appraisal has been undertaken and alternatives explored</b> Evidence that alternative options have been evaluated before recommending capital investment. Alternative sources of funding should have also been explored.	10
<b>Scale of Available Service Resources</b> Reflects the inability of the department to fund priority schemes without a corporate contribution, from other sources. This includes earmarked capital resources and any resources likely to be available to the department from service underspending.	10
<b>Corporate Priorities and Cross Cutting Programmes</b> The extent to which the scheme is directly related to specific objectives within the corporate plan	10
<b>Revenue Implications</b> Additional revenue costs of the scheme (if any) are affordable and included in the service revenue budget plans	10
<b>Resource Benefits</b> The extent to which a corporate contribution will lever in additional external funding or generate net revenue savings. The extent to which savings can be made due to rationalisation of property usage.	10
<b>Priority Within the Service Programme</b> The schemes given the highest priority within each department's strategy will attract the highest scores for that department, subject to there being adequate justification of priorities within the departmental strategy, and consistency of ranking with related plans such as the service AMP.	10
<b>Total</b>	100

## Prioritised List of Schemes

## APPENDIX 7

DEPARTMENT	SCHEME TITLE	Rank	2004/05 Cumulative Funding £'000	2004/05 Corporate Funding £'000	Ext Funds 2004/05 £'000	Total 2004/05 costs £'000	Lifetime Corporate Funding £'000	Lifetime Project Costs £'000	Comments
S Svcs	National Care Standards - Residential Establishments	1	750	750	149	899	2,269	2,716	Funding reprofiled over 3 years to reflect the available corporate funding.
Education	To replace the ceiling fixtures in the Teaching Pool at Moorways Swimming Pool	2	790	40		40	40	40	
Comm Services	Alvaston Park changing rooms	3	860	70	380	450	70	450	Levers in £380k external funding
D&CS	Car Parks -Chapel St and Assembly Rooms	4	1,260	400		400	2,000	2,000	Needs £2m over 5 years to ensure car park remains open.
Education	School premises - Underground gas pipes and water works - avoiding school closures due to failure of heating system	5	1,460	200	200	400	200	400	Matched with £200k Education funding.
D&CS	Assembly Rooms/Guildhall - The Show Must Go On	6	1,523	63		63	63	63	
Comm Services	Playground improvements	7	1,727	204	290	494	1,296	2,856	Funding reduced to reflect available corporate funding (original bid was £294k for 2004/05).
D&CS	Urban Countryside Management Programme (formally Riverlife/Greenstep)	17	1,757	30	30	60	90	240	Scheme to be funded in order to maintain existing programme, but funding reduced from £40k per year requested.
<b>Funding available to fund schemes above this line</b>									
Education	Re-grouting of Gala Pool surrounding and changing rooms Queen's Leisure Centre	8	1,827	70		70	70	70	Recommended that changing room is not considered until BV review is completed. Costs will reduce accordingly.
Housing	Disabled Facilities Grants	9	2,327	500		500	900	4,315	
D&CS	Mickleover Library and Learning Centre	10	2,377	50		50	1,050	1,050	
Education	Mickleover Pavilion	11	2,522	145	25	170	145	170	
Comm Services	Dam and Reservoir maintenance	12	2,647	125		125	125	125	Have excluded £50k request for fencing. This is reflected in cost.

## Prioritised List of Schemes

## APPENDIX 7

DEPARTMENT	SCHEME TITLE	Rank	2004/05 Cumulative Funding £'000	2004/05 Corporate Funding £'000	Ext Funds 2004/05 £'000	Total 2004/05 costs £'000	Lifetime Corporate Funding £'000	Lifetime Project Costs £'000	Comments
Education	Replacement of floor in the Dance Studio - Moorways Sports Complex	13	2,672	25		25	25	25	
Education	St Clare's Special School - Urgent repairs to access road used jointly by Special Needs Pupils and Social Services, Bramblebrook House	14	2,718	46		46	46	46	Possible capital receipt from caretaker's house
Corporate	Festive lights replacement – City Centre and Normanton	15	2,748	30		30	30	30	
Comm Services	Crematorium improvements - additional to existing programme	16	2,777	29	46	75	29	75	This is in addition to £46k approved in 2003/04 corporate programme.
D&CS	East Street and Exchange Street Renewal	18	2,777	0	100	100	100	500	Scheme could be reduced to fit available funding
Education	Installation of air conditioning in the Dance Studio - Moorways Sports Complex	19	2,794	17	4	21	17	21	
Corporate	Call Centre	-	2,894	100		100	100	100	Scheme not sufficiently developed to enable proper evaluation.
Education	Replace 25 shower controls in changing rooms Springwood Leisure Centre	-	2,903	9	0	9	9	9	Deminimus - less than £10k. Needs to be funded from revenue.
Education	Replace the glass around Lancaster Sports Centre	-	3,028	125	0	125	125	125	Will be considered as part of corporate glazing programme.
Comm Services	Darley Abbey stables	-	3,228	200	100	300	200	300	Requires proper option appraisal.
S Svcs	Minor Refurbishment Moorfield Children's Centre	-	3,248	20	0	20	20	20	Now being considered for 2003/04. Will be reported separately to Cabinet.
D&CS	Fire precautions Museums public buildings	-	3,395	147	0	147	147	147	Will be considered as part of corporate fire precautions programme.
D&CS	Public convenience improvements	-	3,840	445	0	445	445	445	Scheme mostly DDA work which will now be included as part of Corporate DDA programme
	<b>Total</b>			<b>3,840</b>	<b>1,324</b>	<b>5,164</b>	<b>9,611</b>	<b>16,338</b>	