



DERBY CITY COUNCIL

COUNCIL CABINET
15 MARCH 2005

Report of the Director of Education

ITEM 4

Education Service Capital Programme 2005/6 – 2007/8

RECOMMENDATION

- 1.1 To approve the Education Service capital programme for 2005/06 to 2007/08, 2006/7 and 2007/8 elements of which are indicative except where stated otherwise in the report.
- 1.2 To approve the commencement of the design and tendering process for projects above £100k listed in appendix 4.
- 1.3 To approve the re-phasing of £356,000 from the 2004/5 latest approved capital programme to the 2005/6 capital programme as explained in paragraph 3.8.

REASONS FOR RECOMMENDATION

- 2.1 Most of the proposed school capital schemes shown in Appendix 3 are to address urgent condition and health and safety issues. Projects have been prioritised in accordance with the Asset Management Plan Local Policy Statement and Statement of Priorities.
- 2.2 The proposed schemes listed in Appendix 3 include projects funded through Schools Access Initiative funding to assist the integration of children, parents, community users and staff with impaired mobility into mainstream schools.

SUPPORTING INFORMATION

- 3.1 The Capital Programme 2005/6 to 2007/8 report to Council Cabinet on 22 February recommended that conditional authority be given to Council Cabinet on 15 March 2005 to approve the detailed content of the funded capital programme for Education. Full Council approved this on 3 March 2005.
- 3.2 The report to Cabinet on 22 February included totals only for the Education capital programme based on funding allocations known at that time. This report now sets out the total funding available and detailed content of the Education capital programme. This has also been considered by a special Lifelong Learning Overview and Scrutiny Commission meeting on 8 March 2005.

Funding Available

3.3 Table 1 summarises the funding to be used for the Education capital programme for 2005/6 to 2007/8.

Table 1 £000s

£000	Previously approved schemes	Approved rephasing November	Approved rephasing February	New schemes	Total 2005/6	Total 2006/7	Total 2007/8
Education funding							
Supported capital expenditure Revenue – SCE (R)		0	0	2,926	2,926	2,068	1,158
Supported capital expenditure capital – SCE (C)	1,178	1,549	476	5,789	8,992	8,088	8,152
Government grants	2,855	819	90	833	4,597	1,425	887
Capital Receipts	0	0	0	119	119	0	0
External Contributions	0	21	0	0	21	0	0
Total Education funding	4,033	2,389	566	9,667	16,655	11,581	10,197
Corporate programme funding	0	0	140	30	170	50	50
Total Funding	4,033	2,389	706	9,697	16,825	11,631	10,247

3.4 A breakdown by funding source for the financial years 2005/6 to 2007/8 is provided at Appendix 2. It shows each year's total allocation and profiled use over the financial years, as most funding sources can be carried forward and used after the year of allocation. The profiled use over the financial years 2005/6 to 2007/8 for each funding source is determined by the planned spending plans for the schemes it is funding.

3.5 Most of the funding available for the Education capital programme comes from DfES allocations made up of SCE (R) and SCE (C). In November 2004, the DfES announced allocations for the three year period to 2007/08. These included:

- Allocations by formula for modernisation, new pupil places and the Schools Access Initiative (£5.330m in 2005/06);
- Allocations to be devolved to schools by formula (£3.340m in 2005/06). The allocations increase in 2006/07, but this largely reflects the transfer of an ICT Standards Fund to capital;

- 3.6 As previously reported to Cabinet on 8 February 2005, the overall allocations are lower than in 2004/05, and Derby has not been included in the first three waves of the Building Schools for the Future (BSF) programme.
- 3.7 Other allocations included in the Education funding are:
- £1.850m allocation already announced by DfES through the Targeted Capital Fund for a new Pupil Referral Unit (PRU) building, and this funding is available until August 2006. It is anticipated that £0.904m of this will be spent in 2005/06 together with £96k modernisation funding on the new PRU scheme.
 - £101,000 allocation from the Learning and Skills Council for work associated with Disability Discrimination Act (DDA) compliance.
 - £119,000 capital receipts representing Education's share of a capital receipt in 2004/5 for St. Clare's school house.
 - Allocations for Aided schools (£0.733m in 2005/06) – these do not pass through the Council's accounts but are included for completeness.
- 3.8 The Education funding also includes funding carried forward from 2004/5 made up of:
- £3.095m rephasing of 2004/5 schemes as approved by Council Cabinet on 9 November 2004 and 22 February 2005
 - £0.356m remaining unallocated from 2004/05 New Deal for Schools - NDS - modernisation funding which also needs to be rephased into 2005/06.
 - £4.033m of funding relating to schemes where total scheme costs already approved in 2004/5 included expenditure profiled for 2005/06, as identified in Appendix 2.
- 3.9 The profiled use includes the plan to spend £1m of 2005/6 devolved formula capital allocation in 2006/7, based on previous experience, and as reported to November 2004 Council Cabinet. In addition, £214,000 of the 2005/6 modernisation funding will be spent in 2006/07.
- 3.10 The total is £4.029m more than that reported on 22 February 2005 and approved by Council. They do not represent any material change in the amount of the programme available to allocate to new schemes, nor any material new funding not previously approved, other than the inclusion of the Aided schools funding. The programme is still broadly consistent with the outline uses of funding already approved by Council, and therefore, does not require a referral back. The changes are mainly for items not included in the 22 February report as detailed in Table 2 below:

Table 2

Changes from February 2005 Cabinet report	£000
<ul style="list-style-type: none"> • add £635k 2004/5 modernisation funding already approved as 2005/6 spending on schemes -SCE(R)/SCE (C) • add £2,855m 2004/5 grant funding already approved as 2005/6 spending on schemes • add £542k 2004/5 devolved capital - SCE (R)/SCE (C) • add £356k 2004/5 unallocated rephased into 2005/6 and available for new schemes - SCE (R)/SCE (C) • less £216k 2005/6 modernisation funding rephased into 2006/7 - SCE (R)/SCE (C) • less £1.0M 2005/6 devolved capital funding rephased into 2006/7 as previously approved in November 2004 - SCE (R)/SCE (C) • add £733k Aided schools grant allocations • add £101k Learning and Skills Council grant • less £96k new 2005/6 government grants overstated in February • add £119k capital receipts 	<p>635</p> <p>2,855</p> <p>542</p> <p>356</p> <p>-216</p> <p>-1,000</p> <p>733</p> <p>101</p> <p>-96</p> <p>119</p>
Total	4,029

3.11 The corporate funding is made up of the following corporate programme allocations already approved by Council on 3 March 2005:

- £30,000 in 2005/06 and £50,000 in subsequent years for work at community centres funded from the public priority revenue budget.
- £140,000 slippage from the 2004/5 corporate programme for Gas and Pipe work at schools funded from corporate unsupported borrowing

Planned schemes

3.12 The detailed Education capital programme is shown in Appendix 3. This includes previously approved schemes, proposed new schemes, and also the programme total of each funding stream unallocated at present. Further information on the proposed new 2005/6 schemes is provided at Appendix 4. Future proposed allocations from the unallocated funding programme totals will be reported to Council Cabinet for approval.

3.13 Following the positive DfES appraisal of the Education Service Asset Management function, school capital projects can be prioritised locally without seeking further DfES approval. New Deals for Schools - NDS Modernisation funding is to address urgent Asset Management Plan –AMP- condition and suitability issues in schools.

- 3.14 Cabinet approval is required for scheme commencement for those projects above £100k. The proposal is to start the design and tendering process for projects listed in Appendix 4. Any cost variations of more than 10% following the tendering process will be reported back to Cabinet for approval before work commences, in line with Financial Procedure rules. Further projects will be prioritised during the year and presented to Cabinet for approval.
- 3.15 Projects have been prioritised using AMP condition survey information, specifically targeting D1 priority issues. AMP priorities are graded A-D, with D being buildings in poor condition and considered to be life expired and/or in serious risk of imminent failure. Priority 1 indicates urgent work is required to prevent immediate closure of premises and/or address an immediate high risk to the Health and Safety of occupants and/or remedy a serious breach of legislation. Priority projects have been discussed with the Schools AMP Improvement Group.
- 3.16 There is a proposed project to refurbish eight science laboratories at West Park Community School estimated to cost £240,000. The proposal is to jointly fund this, with the school contributing £140,000 and the balance of £100,000 to be funded from the Education Service Capital Programme. This project is linked to the phase 1 cladding project currently underway where significant work is needed to the external cladding of the science block, which will require significant internal work in the science area. This is an opportunity to join up funding and refurbish the science laboratories alongside these works. The school will organise this aspect of the project.
- 3.17 The funding for this project and previous projects at West Park is linked to the potential sale of parts of the School site and the likely capital receipt, subject to the approval of the Secretary of State. There are no firm proposals at this stage, but should the land be sold in the future, a proportion of any capital receipt will be offset against previous capital projects completed at the school funded from the Council's Capital programme. The school supports this approach. Potential split of any capital receipts will be subject to Cabinet approval.
- 3.18 The scheme spending in 2006/7 and 2007/8 included in Appendix 2 relates to future years spending plans for 2005/6 scheme allocations only. The capital programme also includes indicative funding allocations for 2006/7 and 2007/8. These are shown as unallocated at this stage in Appendix 2. Allocations to future schemes will be considered in planning future condition / modernisation priorities as part of the three year asset management planning process. This will be reported for approval as part of the 2006/7 to 2008/9 capital programme process, together with confirmation of funding allocations.

OTHER OPTIONS CONSIDERED

- 4.1 AMP priority project work is required in order to prevent immediate closure of premises; and/or address an immediate high risk to the health and safety of occupants; and/or remedy a serious breach of legislation.
- 4.2 All proposed NDS projects have been considered by the AMP Schools Improvement Group and prioritised for recommendation to Cabinet in line with the AMP framework with input from Property Services.

- 4.3 There is no option but to prioritise Schools Access Initiative funding in accordance with the DfES funding criteria.

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Background papers:	Appendix 1 – Implications
List of appendices:	Appendix 2 – Funding
	Appendix 3 – Education - Capital Scheme costs 2005/06 – 2007/08
	Appendix 4 – Details of proposed School Capital Schemes 2005/06

IMPLICATIONS

Financial

1. As detailed in the report.

Legal

- 2.1 NDS Modernisation funding can only be used for capital projects outlined in the Asset Management Plan. The funding needs to be used to undertake projects for priority areas of work indicated in the Asset Management Plan Local Policy Statement and Statement of Priorities.
- 2.2 There are no further legal implications directly arising from these projects. The priority projects are, however, important for Health and Safety reasons and to conform to Building and Workplace Regulations 1992.

Personnel

3. None

Equalities impact

4. The Council aims to take reasonable steps to remove, alter or provide reasonable means of avoiding, physical features that make it impossible or unreasonably difficult for disabled people to have access to Council services. Projects are also targeted at improving learning environments to ensure greater equality in this respect.

Corporate objectives and priorities for change

5. Capital investment in schools will contribute to the corporate objectives of **education where provision responds to people's needs, so they can develop skills leading to better life choices and chances.**

APPENDIX 2

Education Capital Programme Sources of Funding	Planned Use £000			Total Allocation £000
	2005/06	2006/07	2007/08	
EDUCATION FUNDED PROGRAMME				
Modernisation Funding formula allocation – SCE (R) and SCE (C)				
2004/5 allocation - approved schemes future spending	636			636
2004/5 allocation – rephased November 2004	549			549
2004/5 allocation – rephased February 2005	476			476
2004/5 allocation - New 2005/6 Schemes	356			396
2005/6 allocation	4,682	216		4,898
2006/7 allocation		4,389		4,389
2007/8 allocation			4,453	4,453
Schools Access Initiative formula allocation – SCE(R) and SCE (C)				
2005/6 allocation	433			433
2006/7 allocation		433		433
2007/8 allocation			433	433
Devolved Funding formula allocation –SCE(R) and SCE(C)				
2004/5 allocation - approved schemes future spending	542			542
2004/5 allocation – rephased November 2004	1,000			1,000
2005/6 allocation	2,340	1,000		3,340
2006/7 allocation		3,197	1,000	4,197
2007/8 allocation			4,424	4,424
Less amount rephased to 2007/8			-1,000	-1,000
Targeted Capital allocation – SCE(R) and SCE(C)				
2005/6 allocation	904			904
2006/7 allocation		921		921

Aided Schools formula grant				
2005/6 allocation	454			454
2006/7 allocation		571		571
2007/8 allocation			602	602
Aided Schools programme grant				
2005/6 allocation	278			278
2006/7 allocation		283		283
07/08 allocation			285	285
Other government grants				
New Opportunities Fund – 2004/5 approved schemes future spending	1191			2,010
New Opportunities Fund – 2004/5 rephased November 2004	819			
New Deal For Communities – 2004/5 rephased February 2005	90			90
Learning and Skills Council – 2005/6 grant	101			101
Standards Fund 2004/5 grant- approved schemes future spending	5			5
Surestart Funding for the Childrens Centres – approved schemes future spending	1,470	460		1,930
Other Surestart funding- approved schemes future spending	189	111		300
External Contributions				
Section 106 contributions - 2004/5 rephased November 2004	21			21
Capital Receipts Available				
St Clares school house - received 2004/5	119			119
Total Education funded programme	16,655	11,581	10,197	38,433
Corporate Programme Allocations				
Public priority revenue budget 2005/6 financing capital	30	50	50	130
Corporate Unsupported Borrowing slippage from 2004/5	140			140
Total Corporate Programme Allocations	170	50	50	270
Total Funding	16,825	11,631	10,247	38,703

Appendix 4

Proposed New Capital Schemes 2005/6

School/Premises Name	Description	Total Est. Cost of scheme £	Ward
All Adult Centres	Various disabled access works.	£3,680	Various
Allen Park Centre	Adaptations to car park and entrance to building for disabled access.	£6,930	Boulton
Alvaston Infant/Junior	Replacement of life expired heating system. Potential heating failure. AMP priority.	£240,000	Alvaston
Alvaston Junior	Current disabled toilet does not allow sufficient space. It is necessary to re-site the existing toilet and to convert the existing toilet into disabled toilet.	£8,000	Alvaston
Asbestos	Asbestos removal budget	£140,000	
Ashgate Nursery	Replacement of life expired heating system. This is linked to the previously approved Children's Centre capital scheme. AMP priority.	£50,000	Mackworth
Asterdale Primary	Demolition of life expired temporary building. D2 AMP priority.	£40,000	Spondon
Beaufort Primary	Major project to replace significant areas of flat roof in main school building. Water ingress in various areas of the school damaging structural frame. AMP priority.	£500,000	Derwent
Beaufort Primary	Concrete repairs to underpass used by parents/pupils to access school. Health and Safety work required. AMP priority.	£50,000	Derwent
Bemrose	Replacement of failing boilers in the Sports Hall	£35,000	Abbey
Borrow Wood Junior	Repairs to roof following CLASP survey.	£40,000	Spondon
Boulton Primary	Phase 1 – roof replacement main school. Major leaks and water ingress in classrooms. D2 AMP priority.	£350,000	Boulton
Boulton Primary	Replace temporary wooden corridor between Infant/Junior building with permanent structure. AMP priority.	£60,000	Boulton
Breadsall Hill Top Centre	Reconfiguration of car park to provide disabled access and parking. Adaptations to building to provide disabled access.	£38,300	Derwent
Brookfield Primary	Roofing work to replace eaves and re-felt area of leaking flat roof. AMP priority.	£20,000	Mickleover

Brookfield Primary	Range of internal alterations for visually impaired pupils.	£8,000	Mickleover
Cavendish Close Junior	Propping work required in main school building following CLASP survey. D1 AMP priority.	£40,000	Chaddesden
Central Nursery	To install hydraulic changing bed in the toilet area and reposition the door. Can be moved when the Nursery is remodelled as part of the Children's Centre programme.	£4,600	Darley
Derby Moor Community	Phase 2 - replacement of deteriorated external cladding/windows. Structural health and safety concerns. Phase 1 completed last year. D1 AMP priority.	£231,000	Blagreaves
Gas Mains	Replacement of failing / obsolete gas mains	£110,000	
Lakeside Primary	Nurture Group – Behaviour Support Unit as part of the PFI project to build a new school.	£300,000	Alvaston
Littleover Community School	This is additional funding required to complete condition work linked to this lottery funded scheme. This project is major extension to existing sports hall to provide gymnastics/dance area, upgraded changing rooms for school and community use and purchase of fitness and weights equipment. The revised budget for this scheme will increase to £1,563,250.	£175,366	Littleover
Lord Street Community Nursery	To install a toilet and changing facilities for disabled people within the Nursery. Disabled access improvements linked to re-modelling of entrance area.	£18,450	Boulton
Markeaton Primary	Urgent repairs to slate roof and replacement of cast iron gutters. AMP priority.	£150,000	Darley
Newtons walk	Roofing and chimney reinforcement work in main school building. D1 AMP priority.	£50,000	Darley
Oakwood Junior	Repairs to roof lights in main school building and reinforcement of CLASP panels. Health and Safety concerns. D1 AMP priority.	£85,000	Boulton
Portway Infant	Ramps to provide disabled access to playground area.	£25,000	Allestree
Ravensdale Infant	Keypad to be fitted to foundation stage door. Hydraulic bed installed in toilet. Cubicle to be removed and toilet and sink repositioned.	£5,700	Mickleover
Reigate Primary	Replace surface water drainage system. Significant flooding issue. D1 AMP priority.	£60,000	Mackworth

Rycote Centre	Formation of new corridor and adaptations to teaching areas.	£51,886	Darley
Shelton Infant	Propping work required to Medway building. AMP priority.	£10,000	Chellaston
Special Educational Needs Support Service	Equipment budget for special needs pupils	£60,000	
St Clare's Special	At its meeting on 10 August 2004, Council Cabinet approved the sale of the former caretaker's house at St Clare's Special School. The sale has now been completed and the education proportion of the capital of receipt of £118,500 will be used to develop a new PE and Sports facilities including multi-use games area.	£118,500	Littleover
St Martins	Propping work required to Horsa building. D1 AMP priority.	£10,000	Alvaston
West Park Community	Phase 2 - replacement of external cladding to gym. Health and Safety concerns. Phase 1 is currently underway and due to be completed this summer. D1 AMP priority.	£200,000	Spondon
West Park Community	Refurbishment of science laboratories, alongside cladding replacement project. Jointly funded project.	£240,000	Spondon
Total cost of proposed projects		£3,535,412	