



## **Capital Programme 2006/7 – 2008/9**

### **SUMMARY**

- 1.1 This report seeks approval to changes to the approved capital programme. The changes involve ...
- The need to reflect within the 2006/7 to 2008/9 programme the effect of slippage from 2005/6, plus a series of other individual decisions within a consolidated programme. All of these changes have previously been approved. The restatement changes the 2006/7 programme from the £79m approved originally in March 2006 by Council to £95m now.
  - Further decisions are also now sought to approve other changes to capital schemes which will reduce the 2006/7 programme by £4m from this restated base, to £91m.
- 1.2 Compared to the original capital programme for 2006/7 to 2008/9 approved by Council in March 2006, the programme totals for 2006/7 has increased by £11m and the total over the three year period to 2008/9 has increased by £14m. This mainly reflects a combination of new programme approvals supported by equivalent external funding and approved slippage from 2005/6 matched by equivalent funding. The report confirms that, taking account of these variations and those to the 2005/6 programme, planned total borrowing and net unsupported borrowing has not increased above levels planned for in March and also that internal sources of funding remain adequate to deliver these plans.
- 1.3 The further decisions sought on changes to the programme include:
- Additional New Deal schools modernisation funding from DfES
  - Connecting Derby additional external funding from DoT to meet scheme shortfall
  - Markeaton Camp Phase 1 flood defence additional Defra funding
  - Museum Military Gallery additional lottery funding
  - Re-profiling of expenditure on QUAD
  - Reduction of earlier estimates of funding available to the vulnerable persons scheme within the housing private sector programme.
- 1.4 The report also reports on monitoring of the progress in implementing the capital programme to date. Of the 2006/7 programme, 51% of schemes are on site or completed and a further 6% are at tender stage. Elements of the programme that carry relatively high risks in terms of costs, funding or performance delivery have also been identified.

- 1.5 Approval is sought for full scheme commencement to a series of schools works, the Museum Military Gallery and Mickleover Library under Financial Procedure Rules.
- 1.6 The report also sets out the impact of debt restructuring activity on the Council's budget and borrowing, and makes recommendations to full Council to approve changes to the prudential limits applying to borrowing and to the limits on investments of above 1 year's duration, following reviews by external advisers.
- 1.7 Subject to any issues raised at the meeting, I support the following recommendations.

<b>RECOMMENDATIONS</b>
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- 2.1 To recommend Council to approve a revised capital programme for 2006/7 to 2008/9 as set out in this report, with the 2007/8 and 2008/9 programme having indicative status consistent with previous Cabinet decisions, other than where full scheme commencement approval has been given.
- 2.2 To note the results of monitoring progress in delivery of this capital programme.
- 2.3 To approve the full commencement of the capital schemes listed in Appendix 6.
- 2.4 To note debt restructuring activity undertaken during 2006/7 to date and the ongoing revenue budget savings generated.
- 2.5 To recommend Council to approve a revised set of prudential indicators as listed in Appendix 7, including revisions to the affordability indicators, the capital financing requirement, the operational boundary and the authorised limit on borrowing, and the limits on non-specified investments above one year's duration.

**Capital Programme 2006/7 – 2008/9****SUPPORTING INFORMATION****1. Restatement of Approved 2006/7 Capital Programme**

- 1.1 The original approved capital programme reported to Cabinet on 22 Feb 2006 was £79m. Since then there have been a series of Cabinet approved changes to capital schemes which now need incorporating into the capital programme. These are summarised in Table 1 below and detailed in Appendix 2, showing the date of Cabinet authorisation.
- 1.2 After incorporating these changes the restated 2006/7 programme now totals £95m as shown in Table 2 below.

<b>TABLE 1a – 2006/7 Restated Approved Capital Programme</b>				
		<b>Programme Changes</b>		
<b>Department</b>	<b>Original Capital Programme</b>	<b>Total Approved Slippage from 2005/6</b>	<b>Previously Approved Changes</b>	<b>Restated Approved Capital Programme</b>
	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>
Children & Young People	24,647	1,514	3,809	29,970
Regeneration & Community	24,472	833	3,311	28,616
Resources – Housing	22,379	1,662	0	24,041
Resources – E Services	4,059	334	(2,679)	1,714
Environmental Services	2,962	774	1,744	5,480
Corporate & Adult Social Services	1,069	1,229	2,604	4,902
<b>Total</b>	<b>79,588</b>	<b>6,346</b>	<b>8,789</b>	<b>94,723</b>

- 1.3 The total approved slippage shown in Table 1a above consists of three elements, all of which have already been previously reported and approved. Table 1b below shows how the slippage figure is made up.

<b>Table 1b – Reconciliation of Total Approved Slippage from 2005/6</b>	<b>£'000</b>
2005/6 Slippage reported 14 March 2006 Cabinet (final monitoring report of 2005/6)	3,482
2005/6 Outturn slippage reported 1 August 2006 Cabinet	5,044
2006/7 Spend b/fwd to fund 2005/6 spend reported 1 August 2006 Cabinet	(2,180)
<b>Total Approved Slippage from 2005/6</b>	<b>6,346</b>

- 1.4 The revised funding of the 2006/7 programme following the changes is shown below.

<b>Table 2 – Funding breakdown for 2006/7 Programme</b>			
<b>Funding Source</b>	<b>Original Capital Programme</b>	<b>Previously Approved Changes and Slippage</b>	<b>Restated Approved Capital Programme</b>
	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>
Supported Capital Expenditure (Revenue)	16,390	(1,161)	15,229
Supported Capital Expenditure (Capital)	21,637	3,329	24,966
Unsupported Borrowing -			
Corporate	3,740	599	4,339
Service Financed	2,117	826	2,943
Spend to Save	1,308	322	1,630
Housing Major Repairs Allowance	7,465	642	8,107
Government Grants	8,782	6,526	15,308
Capital Receipts	7,716	1,057	8,773
External Contributions	3,418	1,371	4,789
S106	581	706	1,287
Lottery	812	138	950
Revenue/Earmarked Reserves	5,622	780	6,402
<b>Total</b>	<b>79,588</b>	<b>15,135</b>	<b>94,723</b>

## 2. Further Revisions to the Capital Programme

2.1 Further decisions are now sought to amend the 2006/7 approved programme from the £95m restated total above. These amendments are detailed in Appendix 3 and those most significant are also explained in the text below. Changes have been split into the following categories of change:

- additions of new schemes backed with new external funding secured
- re-phasing of spend profiles between 2006/7 and 2007/8 following scheme progress reviews
- other changes – such as where costs are now in a better position to be confirmed
- allocations to individual schemes from approved block programmes for specific funding streams, budget transfers between schemes within an individual department's programme.

2.2 Details for each department are set out in Table 1 of the departmental annexes at Appendix 3. Table 1 of the Annex shows the movement by category of change from the latest approved programme to the revised programme. A summary of the further revisions is shown in Tables 3a and 3b below, together with the effect of the restatement of the 2006/7 programme.

<b>Table 3a Summary of Programme Revisions</b>				
<b>Type of Change</b>	<b>2006/7 £000's</b>	<b>2007/8 £000's</b>	<b>2008/9 £000's</b>	<b>Total £000's</b>
<b>Restated Approved Programme (Table 1)</b>	<b>94,723</b>	<b>62,077</b>	<b>49,845</b>	<b>206,645</b>
Additions	3,202	44	4,847	8,093
Rephasing	(3,193)	2,483	710	0
Other	(3,775)	(2,359)	0	(6,134)
Reallocation within Programme	0	0	0	0
Total Further Revisions	(3,766)	168	5,557	1,959
<b>Revised Approved Programme</b>	<b>90,957</b>	<b>62,245</b>	<b>55,402</b>	<b>208,604</b>

<b>Table 3b Restated Total Programme</b>				
<b>Type of Change</b>	<b>2006/7 £000's</b>	<b>2007/8 £000's</b>	<b>2008/9 £000's</b>	<b>Total £000's</b>
Revised Approved Programme	90,957	62,245	55,402	208,604
Unallocated Corporate resources		323	758	1,081
<b>Revised Total Programme</b>	<b>90,957</b>	<b>62,568</b>	<b>56,160</b>	<b>209,685</b>
<b>Original Total Programme</b>	<b>79,588</b>	<b>66,588</b>	<b>49,946</b>	<b>196,122</b>
Net changes in Total Programme	11,369	(4,020)	6,214	13,563

2.3 The total revised programme and funding for 2006/7 is summarised below:

<b>Table 4 – Revised 2006/7 Programme and Funding</b>			
<b>Programme</b>	<b>Restated Approved Programme £000's</b>	<b>Further Revisions £000's</b>	<b>Revised Programme £000's</b>
Children & Young Peoples Services	29,970	(233)	29,737
Regeneration & Community Services	28,616	(2,096)	26,520
Resources – Housing	24,041	(1,285)	22,756
Resources – E Services	1,714	(140)	1,574
Environmental Services	5,480	61	5,541
Corporate & Adult Social Services	4,902	(73)	4,829
<b>Total Programme</b>	<b>94,723</b>	<b>(3,766)</b>	<b>90,957</b>
<b>Funding 2006/7</b>	<b>Restated Approved Programme £000's</b>	<b>Further Revisions £000's</b>	<b>Revised Programme £000's</b>
Supported Capital Expenditure (Revenue)	15,229	1,111	16,340
Supported Capital Expenditure (Capital)	24,966	(3,426)	21,540
<i>Unsupported borrowing</i>			
Corporate Programme	4,339	(315)	4,024
Service Financing	2,943	(150)	2,793
Service Financing Spend to Save	1,630	34	1,664
Housing major repairs allowance	8,107	(526)	7,581
Government grants	15,308	117	15,425
Other Grants	0	0	0
Capital receipts	8,773	967	9,740
External contributions	4,789	664	5,453
Lottery	950	(600)	350
Capital Reserves	4,266	(1,710)	2,556
Revenue/Revenue Reserves	2,136	(60)	2,076
S106	1,287	128	1,415
<b>Total Funding</b>	<b>94,723</b>	<b>(3,766)</b>	<b>90,957</b>

2.4 Key programme changes to note are explained below with additional information provided in the annex sheets to Appendix 3.

2.5 Children and Young Peoples Services

- New Deal condition/modernisation funding allocation (£670k) increase as original budgeted figures were only based on indicative approvals from the DfES
- Playing for Success Derbyshire County Cricket Club (£100k) new funding awarded from the DfEs for a study centre of £75k and a further £25k of revenue funding.

## Regeneration And Community Services

- Connecting Derby (£750k) additional programme in 2006/7 for Connecting Normanton met by European grant funding. This adds to the total lifetime costs above that which were previously recognised in the complete programme but in practice addresses in part the shortfall in Connecting Derby previously reported to Cabinet.
- The construction of Friargate Studios is nearing completion and the building is due to open in mid September. Since the original estimates were prepared the construction cost has been revised as a result of unavoidable cost increases and additional items required to finish the building to a standard which will be attractive to the target user group. The total scheme cost to completion is now £2,638k, an increase of £157k (6.3%). To fund this increase in cost, additional funding has been secured from ERDF £29k and Derbyshire Enterprise Agency £25k. A bid has been submitted to EMDA for £64k and will be presented at their next board meeting on 21 September. The Council would have to fund the balance of £39k. £34k of this balance is provided for within this revised capital programme, to be funded by additional unsupported borrowing. A further report is now expected to be brought to Cabinet in October to update members on the revenue funding of Friargate Studios.
- The lifetime cost of all flood defence schemes has increased by £3.395m. Markeaton Camp Phase 1 (£867k) costs have increased as a result of additional structural work necessary to meet health and safety requirements and reappraise ground survey information. This has been funded from additional Environment agency grant.

Savings have been made on the culvert screens scheme which will not now progress as it has not met the Environment Agency criteria for grant aid.

Initial proposals for the Littleover Brook scheme have been submitted to the Environment Agency for scoring against their criteria for grant aid. Initial indications are that the cost of works could be as high as £5.6m compared to the original estimate of £2.86m. More culverting work would be required for overflow areas than was originally estimated.

- Museum Military Gallery (£636k) has been rephased into 2007/8 due to the bidding process for lottery funding taking longer than expected. The lifetime costs have also reduced by £28k as the scheme costs have been revised. Scheme commencement details included in Appendix 6. Further Cabinet approval will still be required to commit expenditure beyond this design stage.
- QUAD expenditure (£1,684k) has been rephased into 2007/8 from 2006/7 due to delays caused by changes in the design of the building to meet planning consent and building regulations.
- Townscape Heritage Initiative (£181k) reduction of which £49k is being rephased into 07/8 and £132k is due to the dropping of the scheme 2-8 The Strand because the costs were higher than expected and the physical



constraints of starting and completing the work within the timescales permitted by external funders. The lifetime costs have therefore had a net reduction of £132k.

#### Resources – Housing

- Rosehill Market Renewal (£98k) has increased due to the original government allocations for new capital grant for specific funding for major interventions of the non council housing programme coming in higher than originally estimated. This increase therefore constitutes a lifetime cost increase.
- Assistance to Vulnerable Households (£762k) has reduced as original estimates for the general allocation of capital grant were received lower than that estimated. This reduction therefore constitutes a lifetime reduction.

#### Resources – E Services

- E Derby unallocated (£245K) reduction due to unused revenue funding that will not now be carried forward into 2006/7.
- Data Warehouse Project (£82k) funding received from New Deal and the Early Years department to provide a 'one stop shop' for data provided by partner organisations, and local surveys for local information. The funding will be used largely to complete functional development with the remainder to purchase the required IT software and hardware.

#### Environmental Services

- Heatherton Community Centre (£179k) – Section 106 funding applied to build a new community centre at Heatherton. A further £44k will be incurred in 2007/8 and has been added to the programme accordingly.
- Neighbourhood Environmental Action Team (NEAT) (£150k) reduction to the lifetime scheme cost as the equipment is now being purchased directly by NEAT.

#### Corporate and Adult Social Services

- Mental Health (£73k) rephased into 2007/8 as the integration of the Learning Disability services within Derby has been put on hold.

### **3. Revisions to Programme Funding and Resources**

- 3.1 Revisions to the programme have a corresponding effect on overall funding sources which in turn has implications for prudential indicators and grant conditions. Table 5 below shows the movement in borrowing which have occurred as a result of the programme revisions.

<b>Table 5 – Movement in Borrowing</b>						
	<b>Supported Borrowing</b>		<b>Unsupported Borrowing</b>			
<b>Original Approval (March 06 Cabinet)</b>	<b>SCE ( R )</b>	<b>SCA</b>	<b>Corporate</b>	<b>Service Financed</b>	<b>Spend to Save</b>	<b>Total Borrowing</b>
	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>
2005/6	14,414	18,915	3,121	2,724	1,372	40,546
2006/7	16,390	0	3,740	2,117	1,308	23,555
2007/8	9,568	0	2,535	1,108	812	14,023
2008/9	8,704	0	2,000	200	120	11,024
<b>Total Original Revised Programme (Table 4 of this report)</b>	<b>49,076</b>	<b>18,915</b>	<b>11,396</b>	<b>6,149</b>	<b>3,612</b>	<b>89,148</b>
2005/6 Outturn (August 06 Cabinet)	14,027	18,915	2,175	2,366	1,048	38,531
2006/7	16,340	0	4,024	2,792	1,664	24,820
2007/8	9,644	0	2,742	1,108	812	14,306
2008/9	8,704	0	2,110	200	120	11,134
<b>Total Revised</b>	<b>48,715</b>	<b>18,915</b>	<b>11,051</b>	<b>6,467</b>	<b>3,644</b>	<b>88,792</b>
<b>Net Change increase/ (decrease)</b>	<b>(361)</b>	<b>0</b>	<b>(345)</b>	<b>318</b>	<b>32</b>	<b>(356)</b>

- 3.2 Table 5 demonstrates the continued affordability of the Council's borrowing plans. Cumulatively, over each year to 2008/9, total borrowing in support of this programme is below the level planned at the time of the March 2006 budget. Cumulative net borrowing by the end of 2008/9 is £356k lower. The revenue budget impact of the slippage in expenditure funded from 2005/6 borrowing has already been reflected in the 2005/6 revenue budget outturn report although the continuing impact in 2006/7 may be quite marginal.
- 3.3 Internal monitoring has also confirmed the availability of adequate levels of capital receipts to provide internal funding of capital spending consistent with this revised programme to 2008/9. Capital receipts are relatively volatile but the balance of the capital receipts reserve by 2008/9 is forecast to be at or above levels planned for in March 2006. Updated receipt forecasts will be provided as part of planning for the 2007/8 to 2009/10 capital programme.
- 3.4 Any other issues around the direct revenue financing of the capital programme should be reflected in the revenue budget monitoring report.
- 3.5 The Council's Treasury Management Strategy enables the Corporate Director - Resources and Housing to exercise delegated authority to restructure the Council's accumulated borrowing to take advantage of market opportunities, delegated authority being necessary given the need to respond quickly to market opportunities. To date during 2006/7, £58m of old debt has been subject to restructuring. This has involved redeeming debt of between 8 and 19 years duration and replacing it with

equivalent amounts of longer dated HM Treasury debt of between 21 and 41 years duration. All debt is held at fixed interest rates. The effect has been to reduce the ongoing cost of the Council's borrowing met by the General Fund by around £120,000 per annum, or 0.5% of the General Fund's share of the total restructured debt.

- 3.6 The Council is able to predict overnight movements on interest rates applying to HM Treasury debt and consequently, during these restructurings, marginal advantage can sometimes be gained at nil risk by taking new borrowing in advance of the repayment of the old borrowing, or vice versa. This was the case in the most recent restructuring in August. The consequence of this was that for two days in August the Council's total borrowing rose temporarily by £12m above a planned operational limit for normal Treasury Management operations, until £30m of the old debt was repaid. Cabinet is asked to note these circumstances and also the fact that the Council's borrowing has at all times remained well within the authorised boundary, which constitutes a legal limit for the year.
- 3.7 The Treasury Management budget will be revised in due course to reflect the impact of the revised capital programme and the recent debt restructuring, together with other influences on the budget. The revenue monitoring report to this Cabinet currently projects a net £600k underspending for 2006/7 for this budget.

#### 4. **Monitoring of the 2006/7 Capital Programme**

- 4.1 This part of the report provides members with details of actual expenditure and scheme progress against the revised 2006/7 Capital Programme. The overall monitoring position is highlighted below with details for each department set out in Tables 3 to 5 within each annex to Appendix 3.

<b>Table 6 – Monitoring Against Revised Budget</b>		
<b>Total Programme 2006/7</b>	<b>£000's</b>	<b>% of revised programme</b>
Actual spending to 31 July 2006	14,916	16.40%
Progress against revised programme:		
Completed	3,056	3.36%
On site	46,584	51.22%
Tender stage	5,784	6.36%
Design stage	20,869	22.94%
Feasibility/preliminary design/consultation stage	5,223	5.74%
Funding streams/other block programmes yet to be allocated	9,441	10.38%
<b>Total Current Planned Year End Spending</b>	<b>90,957</b>	<b>100%</b>

- 4.2 Departments are now continuing to review all completed schemes to ensure that all outstanding payments are made and that actual scheme spending against budget is

confirmed. Actual cash spending by 31 March 2007 is essential to ensure full application of external funding and supported capital expenditure allocations.

- 4.3 39% of schemes are still not yet at tendering stage. These projects will be closely monitored to ensure that schemes are completed by the end of the year wherever possible. There is clearly a possibility of some slippage and a further update will be provided in the next report to Council Cabinet in November.
- 4.4 Details for each department's programme set out in the tables in the annexes to Appendix 4 show the following:
- Table 3 - spend to July 2006, current expected year-end spend and variances against the revised programme
  - Table 4 – progress summary providing an analysis of the number, budget value and percentage of each department's programme at each stage of completion
  - Table 5 – main monitoring and progress issues to note.
- 4.5 51% of schemes are now on site which indicates half of the programme is now in progress. Completed schemes are at a minimum at this early stage in the year and a summary of these are provided at Appendix 4.
- 4.6 Departments will be carrying out regular monitoring against the revised programme a further report monitoring progress will be brought to Cabinet on 28 November 2006.
- 4.7 For the first time each department has identified as part of the monitoring exercise those budgets which could pose the greatest risk for the authority for example, in terms of potential cost risks, loss of resources and meeting performance targets. A summary of those budgets can be found by department at Appendix 5 with an explanation of the basis of the risk in each case and the status of the scheme. This is provided for information only and the designation does not in itself mean that the identified risks are being realised. The revised approach to risk budget monitoring generally is explained further in the revenue budget monitoring report on this agenda.

## **5. Scheme Commencements**

- 5.1 Financial Procedure Rules require Cabinet approval for the commencement of schemes over £100,000. Attached at Appendix 6 are summaries of schemes requiring approval to commence. These schemes and funding are included in the approved capital programme for 2006/7.
- 5.2 These schemes requiring approval are, specifically:
- St Martins Special School boiler plant (£145k)
  - Conversion of Southgate Infants to PRU (£137k)
  - Phase II Replacement Windows Derby Moor School (£470)
  - Borrow Wood Infants School partial rewire (£120k)

- Wren Park Primary School partial rewire (£196k)
- Shelton Junior School replacement heating system (£200k)
- Multi School Project Gas under building (£110k)
- Reigate Primary School boiler plant replacement (£144k)
- Mickleover Library (£1,085k)
- Museum Military Gallery Refurbishment (£643k)

5.3 It should also be noted that a separate report on this cabinet agenda seeks authority to delegate commencement of the construction phase of QUAD to the Council's legal signatories through the contract approval.

## **6. Prudential Indicators - Borrowing**

6.1 It is necessary to update the formal prudential indicators approved by Council, which limit the Council's overall borrowing, to maintain consistency with the impact of the revised programme of capital expenditure as reported here. In addition, some further changes are necessary to the prudential indicators for the technical reason explained below. A revised set of prudential indicators is presented in Appendix 7 for approval.

6.2 The continued affordability of the revised capital programme has already been dealt with in Section 3 of this report.

6.3 Our Treasury Management external advisers had been asked to review the Council's method of calculation of its prudential indicators on borrowing. They have recommended that the method of calculation of the Capital Financing Requirement be amended to a basis that is reconciled directly to the form of the Council's consolidated balance sheet. The capital financing requirement is essentially the amount that the Council would need to borrow to finance its new capital programme and meet past commitments. The main change is that advanced payments to PFI providers as part of the PFI for schools, which are treated as deferred consideration in the Council's accounts, are to be included in the calculation of the CFR. Consequently the CFR needs to be increased.

6.4 The Council in March 2006 set the future operational boundary and authorised limit for gross borrowing at approximately 5% and 15% above the CFR, respectively, plus £1m to allow for all other forms of long-term liabilities such as finance leases. These margins continue to be maintained in the revised prudential limits for borrowing, following the changes to the CFR. The authorised limit constitutes an absolute limit on borrowing and needs to be at a margin above the CFR to provide for short term flexibility during any debt restructuring.

## **7. Prudential Indicators - Investments**

7.1 The Council holds short term cash surpluses and the current approved policy is to limit the amounts of investments held for maturity periods of above 364 days duration to £25m with an absolute limit on such commitments of two years maturity.

At the end of 2005/6 the investment balances total of all terms was £97m and this tends to be a minimum point for the year.

7.2 Our external advisers have reviewed the sources of the Council's cash holdings and confirmed that they are closely related to the extent of the Council's reserves on its balance sheet, in a context where the Council is continuing to make full use of external borrowing to fund its capital investments. Given this, they have advised that the Council could consider increasing the limits on investments above 364 days duration. Reasons for doing so are that ...

- The scope for future borrowing in future years has reduced rapidly as the Government is increasingly supporting capital investments through grants not borrowing approvals. Hence the pace at which capital reserves and therefore investment balances could conceivably be run down in order to fund increases in the future capital financing requirement for the capital programme through internal borrowing is now reduced. Furthermore, the possible option of running down investment balances has not been pursued to date given the very low interest rates that continue to be available to fund long term borrowing, and does not currently look attractive.
- There is now more certainty over the length of the period for which some of the reserves will be held. For example, HRA reserves will continue to grow until the end of the additional ALMO subsidy in 2010.
- The Council would gain more security from being able to rely on returns on its investments in revenue budget planning for the full three year planning period if more were committed at fixed rates of beyond one year's duration, reducing the risk that planned returns could be overstated. Markets are currently anticipating further increases in interest rates following the Bank of England base rate increase in August and market investment rates have already priced in those increases, at well above budgeted investment returns.
- The Council's borrowing is almost all held at fixed rates, and this contrasts with the volatile nature of returns on investment balances where these are fixed only for very short term periods of less than one year.

7.3 It is therefore proposed that the limit on non-specified investments be increased to £35m for investments of up to two years duration, and to £15m for investments of up to three years duration. This change is also reflected in Appendix 7.

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<b>Background papers:</b>	None
<b>List of appendices:</b>	Appendix 1 – Implications Appendix 2 – Summary of Approved Restated Programme Appendix 3 – Summary of Monitoring Changes Annex 1 – Children & Young Peoples Services monitoring Annex 2 – Regeneration & Community Services monitoring Annex 3 – Resources - Housing & Advice monitoring Annex 4 - Resources – E Services monitoring Annex 5 – Environmental Services monitoring Annex 6 – Corporate & Adult Social Services monitoring Appendix 4 – Summary of Completed Schemes Appendix 5 – Risk Budgets Appendix 6 - Capital Scheme Commencements Appendix 7 – Revised Prudential Indicators

<b>IMPLICATIONS</b>
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**Financial**

1. As set out in this report and associated appendices.

**Legal**

2. None directly arising.

**Personnel**

3. None.

**Equalities impact**

4. None.

**Corporate objectives and priorities for change**

5. Schemes within the capital programme are consistent with the Council's corporate objectives and priorities.



## Summary of Restatements to the Original Capital Programme 2006/7

Department	2006/7		
	Original Capital Programme Approved 22 February 2006 £'000	Slippage and Other Approved Changes £'000	Restated Capital Programme £'000
Children & Young Peoples services	24,647	5,323	29,970
Regeneration & Community Services	24,472	4,144	28,616
Resources - Housing	22,379	1,662	24,041
Resources - E Services	4,059	(2,345)	1,714
Environmental Services	2,962	2,518	5,480
Corporate & Adult Social Services	1,069	3,833	4,902
	<b>79,588</b>	<b>15,135</b>	<b>94,723</b>

**Key**

- C** Approved Council Cabinet 21st February 2006
- C1** Approved Council Cabinet 14th March 2006
- C2** Approved Council Cabinet 25th April 2006
- C3** Approved Council Cabinet 6th June 2006
- C4** Approved Council Cabinet 4th July 2006
- C5** Approved Council Cabinet 1st August 2006
- R1** Re-allocation within departmental programme (non Key Decision)
- R2** Re-allocation to other departmental programme (non Key Decision)

Capital Scheme	2006/7			
	Original Capital Programme Approved 22 February 2006 £'000	Slippage and Other Approved Changes £'000	Restated Capital Programme £'000	Restated Capital Programme £'000
Da Vinci telecommunications Equipment	190			190
<b>Modernisation Schemes</b>				
Alvaston Infant/Junior School	6	(6)	C5	
Asbestos	205			205
Ashgate Nursery	-			
Beaufort Primary	10	2	C5	12
Beaufort Primary	2			2
Borrow Wood Junior	1			1
Boulton Primary	25	(1)	C5	24
Boulton Primary	108	4	C5	112
Brookfield Primary	1	(1)	C1	
Cavendish Close Junior	-			
Derby Moor Community School	50	70	C5	120
Gas Mains	80	30	C5	110
Markeaton Primary	10	137	C5	147
Newtons Walk	2			2
Oakwood Junior	2	(1)	C5	1
Reigate Primary	4	(4)	C5	
West Park Community	170	4	C5	174
New Schemes	3,719	(2,680)	C, C5	1,039
<b>NDS Modernisation projects 05/06</b>				
Asterdale - Demolition of building	35	5	C5	40
School glazing repair and replacement programme	137	92	C5	229
<b>Mechanical and Electrical</b>				
Bemrose - Sports Hall Boiler	2			2
Ivy House - Heating replacement	5	(5)	C5	
Normanton Village Infant - Heating	2	(2)	C5	
Cherry Tree Hill Junior - replacement heating	6			6
<b>Modernisation Project</b>				
Portway Jnr - new classroom extension	183	17	C5	200

	2006/7			
Capital Scheme	Original Capital Programme Approved 22 February 2006 £'000	Slippage and Other Approved Changes £'000	Restated Capital Programme £'000	Restated Capital Programme £'000
<b>New Oppourtunity Funf (NOF) PE and Arts Projects</b>				
Darley Abbey - NOF PEA	704	(26)	C1	678
Littleover Community sec - NOF PEA	73	(29)		44
Roe Farm Primary - NOF PEA	12			12
Woodlands - NOF PEA	309	(29)	C1, C5	280
Devolved formula (funding source)	565	442	C5	1,007
Voluntary Aided Programme (funding source)	509			509
Devolved Funding	4,658			4,658
Targeted Funding				
Pupil Referral Unit - KS3 Building target Funding	2,079	88	C1, C5	2,167
Pupil Referral Unit - KS3 Building modernisation Funding				
Ivy House School - replacement PMLD Special School	1,466	(13)	C5	1,453
New Normanton School	1,396	(4)	C5	1,392
Youth Services	99	31	C3	130
Schools Access Initiative	433	41	C, C5	474
<b>Standards Fund projects</b>				
Lees Brook Mobile Classrooms	5			5
Alvaston Junior - Disabled Toilet	8			8
<b>SureStart projects</b>				
Brackensdale Infant & Nursery	4			4
Reigate Childrens Centre	538	8	C, C5	546
<b>PFI Projects</b>				
Merrill Behavioural Improvement Programme Unit	1,406			1,406
<b>Capital Receipts</b>				
St Benedicts - MUGA and changing rooms	2,548			2,548
<b>Prior Year Projects</b>				
Allenton Com Prim Remodelling	10			10
Ashgate Nursery Childrens Centre	280	(43)	C5	237
Asterdale Prim Childrens Centre	872	57	C1, C5	929
Becket Primary Childrens Centre	645	(90)	C5	555

	2006/7			
Capital Scheme	Original Capital Programme Approved 22 February 2006 £'000	Slippage and Other Approved Changes £'000	Restated Capital Programme £'000	Restated Capital Programme £'000
Brackensdale Junior - double classroom ext	518	21	C1, C5	539
Ravensdale Inf school - FS1 Unit	328	(62)	C1, C5	266
Redwood Inf - Classroom	161	23	C5	184
St Giles - classroom extension	14			14
West Park Community School - Curtain Walling	2			2
Community Centres	50	(50)	R2, C5	
Football Foundation				
Derby Moor football pitch & changing		729	C2, C5	729
Lees Brook football pitch and changing		853	C2, C5	853
Connectivity for Schools		762	C2	762
Brookfield Primary School Childrens Centre		682	C3	682
Cavendish Close Infants Childrens Centre		638	C3	638
Oakwood Infant/Junior school Childrens Centre		652	C3	652
Computers for Pupils		381	C4	381
PRU Brighton Road refurb of Lakeside Primary		137	C4	137
Window Replacement at Youth Centres		21	C5	21
Sinfin Secondary Rewire		5	C5	5
Lakeside Primary - Behaviour Support Unit PFI		285	C5	285
Noel Baker - NOF PEA		4	C5	4
Roe Farm Primary - NOF PEA		17	C5	17
Brackensdale Junior - Fence to secure playground		2	C5	2
Oakwood Infants - Relocate lift and imp to disabled toilet		32	C5	32
Redwood Infants - changing Facilities		5	C5	5
Shelton Junior Disabled Toilet		24	C, C5	24
St Martins - boiler replacement		90	C	90
	1,073	5,251		6,324
	24,647	3,345		27,992

Capital Scheme	2006/7			
	Original Capital Programme Approved 22 February 2006 £'000	Slippage and Other Approved Changes £'000	Restated Capital Programme £'000	Restated Capital Programme £'000
St Chads CE (VC) Infant - playground ramp and new front doors		10	C5	10
Derby Moor Community Ramps and classroom adjustments		32	C5	32
Harrington Nursery - disabled toilet Installation		10	C5	10
Walbrook Nusery - disabled toilet & changing facilities		10	C	10
Arboretum Primary - disabled toilet conversions & parking bay		34	C	34
Derwent Primary - disabled toilet cloakroom conversion		17	C	17
Rosehill Infant - install hydraulic changing bed in nursery		4	C	4
Murray Park Community - alteration of thresholds to 5 sets of doors		5	C	5
Lakeside Primary - new footpath/cycleway		40	C5	40
St Clare's Scheme - MUGA sports scheme		46	C5	46
Adult/Youth Essential Capital Maintenance		35	C5	35
Adult Miscellaneous		14	C5	14
Breadsall hill Top Centre		36	C5	36
Redwood Juniors Replacement Boiler		90	C5	90
Adult Learning Centre Primary		2	C3	2
Brackensdale Infant - structural repairs to windows & roof		187	C	187
Brackensdale Junior - replace hall ceiling		30	C	30
Derwent Community - alterations & roof repairs to defective skylights		75	C	75
Lawn Primary - phase 1 windows		382	C	382
Ridgeway Infant - phase 1 structural columns & windows		37	C	37
Grampian Primary - remedial wall ties 7 treatment to brick cladding		45	C	45
Reigate Primary - boiler replacement		108	C	108
Chaddesden Park Infant - propping, timber column & repairs to timber		30	C	30
Derby Moor Community - phase 3 cladding & windows		252	C	252
Lord St Nursery - boiler replacement		45	C	45
Borrow Wood Infant - partial rewire		105	C	105
Shelton Junior - heating system		150	C	150
West Park Primary - rewire		147	C	147
		1,978		1,978
<b>Children &amp; Young Peoples Services Total</b>	<b>24,647</b>	<b>5,323</b>		<b>29,970</b>

[illegible]

Capital Scheme	2006/7			
	Original Capital Programme Approved 22 February 2006 £'000	Slippage and Other Approved Changes £'000	Restated Capital Programme £'000	Restated Capital Programme £'000
<b>OTHER SCHEMES</b>				
Friargate Studios	32	1,267	C1, C5	1,299
Rethink Rubbish	562	- 562	R2	-
Planning - Townscape Heritage Initiative	584	28	C5	612
Museum Military Gallery Refurbishment	671			671
Security Grants	66	28	C5	94
Grove St Car Park Security Improvements	48			48
Magistrates Court	36			36
Supporting Derby - Equipment	45			45
<b>Flood Defence</b>				-
Markeaton Brook Catchment Action Management Plan (CAMP) Phase 1	400	32	C5	432
Markeaton Brook CAMP Phase 2 & 3	243			243
Culvert Screens	28	29	C1	57
Bramble Brook Culvert	91			91
Littleover Brook Culvert	681	29	C5	710
Multi Storey Car parks	400	26	C1, C5	426
Mickleover Library	930	123	C1, C5	1,053
QUAD	5,127	301	C5	5,428
Assembly Room Lighting		4	C1	4
Waste Management		216	C1	216
Waste Management		(216)	R2	(216)
				-
	9,944	1,305		11,249
	<b>24,472</b>	<b>3,550</b>		<b>28,022</b>

Capital Scheme	2006/7			
	Original Capital Programme Approved 22 February 2006 £'000	Slippage and Other Approved Changes £'000	Restated Capital Programme £'000	Restated Capital Programme £'000
<b>OTHER SCHEMES</b>				
Exor Development		10	C5	10
National St Gazetteer		3	C5	3
Markeaton culvert/St Peters bridge emergency works		2	C5	2
Community Centres (Pakistani Centre)		30	R2	30
DCP NEAT		549	C5	549
Sinfin Land Site Remediation		28	C5	28
Closed Landfill Site		10	C5	10
Sinfin Land Site Remediation		(28)	R2	(28)
Closed Landfill Site		(10)	R2	(10)
				-
				-
				-
				-
				-
				-
		594		594
<b>Regeneration &amp; Community Services Total</b>	<b>24,472</b>	<b>4,144</b>		<b>28,616</b>



Capital Scheme	2006/7			
	Original Capital Programme Approved 22 February 2006 £'000	Slippage and Other Approved Changes £'000	Restated Capital Programme £'000	Restated Capital Programme £'000
<b>HRA</b>				
Kitchens and Bathrooms - post war	1,500			1,500
Kitchens and Bathrooms - pre war	100			100
Electrical Upgrades	500			500
Re-roofing	50			50
Asbestos Removal	100			100
Major Refurbishments/Alterations	250			250
Refurbishment of Unity and Wimpey No Fines Dwellings	530	302	C5	832
PVCu Windows & Doors	2,500			2,500
Gas Central Heating	1,200			1,200
City Housing Improvement Plans (CHIPs)	400			400
Adaptations for Disabled People	600			600
Replacement of Smoke Alarms	50			50
Door Entry Systems - communal	150			150
Home Essentials for Life Programme (HELP) - energy	50			50
Capitalised Salaries	680			680
Contingency	189			189
SP Projects	100	104	C5	204
Estates Pride	1,140	58	C5	1,198
Refurbishment of Pre War Properties		236	C5	236
Communal Boiler replacement		55	C5	55
Local Office Internal Modernisations		50	C5	50
<b>Total HRA</b>	<b>10,089</b>	<b>805</b>		<b>10,894</b>

	2006/7			
Capital Scheme	Original Capital Programme Approved 22 February 2006 £'000	Slippage and Other Approved Changes £'000	Restated Capital Programme £'000	Restated Capital Programme £'000
<b>Housing General Fund</b>				
Acquisition/Demolition of Unfit Properties	5			5
Area Renewal Programme	440			440
Rosehill Market Renewal	5,425			5,425
Decent Home Assistance	955			955
Housing Renewal - SRHP	0	273	C5	273
Housing Needs Challenge Fund	300			300
Empty Property Assistance	350			350
Disabled Facilities Grants	1,400			1,400
Minor Repairs Grants	520			520
Capitalised Salaries	140			140
Facilitation Fund	475	110	C5	585
PFI Scheme	500	200	C5	700
Supported Accommodation Strategy	0			0
Green Lane Night Shelter		244	C5	244
Assessment Centre	1,750			1,750
Homelessness - Security Works (LPSA2)	30	30	C5	60
<b>Total Housing General Fund</b>	<b>12,290</b>	<b>857</b>		<b>13,147</b>
<b>Total HRA</b>	<b>10,089</b>	<b>805</b>		<b>10,894</b>
<b>Resources - Housing &amp; Advice Total</b>	<b>22,379</b>	<b>1,662</b>		<b>24,041</b>

	2006/7			
Capital Scheme	Original Capital Programme Approved 22 February 2006 £'000	Slippage and Other Approved Changes £'000	Restated Capital Programme £'000	Restated Capital Programme £'000
<b>Corporate Programme</b>				
Planned Maintenance	2275	106	C1	2,381
Planned Maintenance		-2381	R2	(2,381)
Eagle Centre Lifts	165	-165	R2	0
Boiler Replacement		50	C1	50
Boiler Replacement		(50)	R2	(50)
Asset Management Software		3	C1	3
Asset Management Software		(3)	R2	(3)
				0
				0
Revs and Bens System	370	86	C5	456
Home Computing Initiative	280			280
Energy Management	165	(165)	R2	0
Corporate ICT		2	C5	2
Air Quality Monitoring	75	(75)	R2	0
E Derby	355			355
Financial System Replacement	374	24	C5	398
E Derby DIS Authentication Box		67	C1, C5	67
Young Persons Website		1	C5	1
Council Chamber Multi Media		1	C5	1
Consumer Direct		25	C5	25
CSIS/CRM		111	C5	111
E Learning & ICT Training		18	C5	18
<b>Resources - E Services Total</b>	<b>4,059</b>	<b>(2,345)</b>		<b>1,714</b>

Environmental Services Restated Capital Programme

Appendix 2

	2006/7			
Capital Scheme	Capital Programme reported 22/2/06 £'000	Other Adjustments £'000	Key	Restated Capital Programme £'000
Grounds Plant & Equipment	345			345
Refuse Vehicles & Plant	1,010	129	C1, C5	1,139
Street Cleaning Eqt	200			200
Highview Neighbourhood Park	46			46
Arboretum Park	215	44	C5	259
Osmaston Park Facility Improvements	100	3	C5	103
Rowditch Rec Improvements	300			300
Moorway Lane Park	10			10
Nottingham Road Racecourse Improvements	100	188	C5	288
Rykneld Recreation Ground Landscaping	184	(104)	C5	80
Cheviot Street Recreation Ground Landscaping	100			100
Playground Improvements	200			200
Alvaston Park Changing Rooms	35			35
Chaddesden Park Wheeled Sports	117	33	C5	150
Sinfin Land Site Remediation		28	R2	28
Closed Landfill Site		10	R2	10
NEAT Vehicles		421	C	421
Church St Playground		113	C1, C5	113
Sherwood Recreation Ground		83	C1, C5	83
Markeaton Park Wheeled Sports		72	C1, C5	72
Improvements to Parks Buildings		28	C1, C5	28
Waste Management		778	R2	778
Allestree Rec - Playground		2	C5	2
Community Centres		50	R2	50
Depot Accommodation		510	C2	510
Air Quality Monitoring		75	R2	75
Replacement Building Maintenance IT System		26	C5	26
Knightsbridge Rec - Pitch drainage		2	C5	2
Dam & Reservoir Maintenance		25	C5	25
Knightsbridge Rec - Sportswall		2	C5	2
<b>Environmental Services Total</b>	<b>2,962</b>	<b>2,518</b>		<b>5,480</b>

	2006/7			
Capital Scheme	Original Capital Programme Approved 22 February 2006 £'000	Slippage and Other Approved Changes £'000	Restated Capital Programme £'000	Restated Capital Programme £'000
Electronic Social Care Records	443	450	C1	893
National Care Standards	505	243	C5	748
Mental Health	121			121
<b>Property Services</b>				
Planned Maintenance		2,704	R2,C5	2,704
Eagle Centre Lifts		190	R2,C5	190
Boiler Replacement		50	R2	50
Asset Management Software		3	R2	3
Energy Management		193	R2,C5	193
<b>Corporate &amp; Adult Social Services Total</b>	<b>1,069</b>	<b>3,833</b>		<b>4,902</b>

## Appendix 3

<b>Summary of changes to the capital programme 2006/2007</b>	<b>Restated Capital Programme 2006/7 £000s</b>	<b>Revised Capital Programme 2006/7 £000's</b>	<b>Change £000's</b>	<b>Category (figures represent £'000)</b>
<b>Children &amp; Young Peoples Services</b>				
NDS Modernisation	1,039	1,709	670	A
NDS Modernisation	1,709	1,628	(81)	R2
Devolved Funding	5,100	5,156	56	A
Devolved Funding	5,156	4,866	(290)	R1
Schools Access Initiative	474	391	(83)	R2
Cavendish Close Junior – replacement doors & ramp (SAI)	0	3	3	R2
Mickleover Primary – disabled toilet (SAI)	0	12	12	R2
Reigate Primary – lift & replacement toilet (SAI)	0	18	18	R2
Special Support Teaching Service Equipment	0	50	50	R2
Bromley House	0	39	39	A
Playing for Success Derby Cricket Club	0	100	100	A
Childrens Centres Phase II	0	75	75	A
Wren Park Primary – partial rewire	147	190	43	S
Asterdale Primary Childrens Centre	929	934	5	A
Asterdale Primary Childrens Centre	934	968	34	R2
St Martins – boiler replacement	90	115	25	A
St Martins – boiler replacement	115	140	25	S
St Martins – boiler replacement	140	145	5	R2
Ravensdale Infant FS1 Unit	266	317	51	R1
PRU Newtons Walk toilet block	2	0	(2)	R1
Woodlands NOF PEA	280	312	32	R1
Darley Abbet NOF PEA	678	614	(64)	R1
Cherry Tree Hill Junior – replacement heating	6	0	(6)	R1
PRU KS3 building Kingsmead	2,167	2,058	(109)	R1
Ivy House School	1,453	823	(630)	R1
New Normanton School	1,392	780	(612)	R1
Borrow Wood Infant – partial rewire	105	135	30	S
Borrow Wood Infant – partial rewire	135	130	(5)	R1
Borrow Wood Infant – partial rewire	130	115	(15)	R2
Grampian Way Primary	45	66	21	R2
Derwent Community Primary – alterations & roof repairs	75	95	20	S
Lawn Primary – replace windows & roof cover	382	500	118	S
Lord Street Nursery – boiler replacement	45	57	12	S
Reigate Primary – boiler replacement	108	140	32	S
Shelton Junior – heating system	150	196	46	S
Shelton Junior – heating system	196	202	6	R2
Redwood Junior – replacement boiler	90	87	(3)	S
Markeaton Primary – roof repairs	147	167	20	R2
Brackensdale Infant – structural repairs	188	240	52	S
Brackensdale Junior – replace hall ceiling	30	40	10	S
Brackensdale Junior – double classroom extension	539	549	10	R2
Derby Moor Community School – Phase 3 cladding & windows	252	299	47	S
Derby Moor Community School – Phase 3 cladding & windows	299	419	120	R2
Derby Moor Community School – windows Derwent block	120	0	(120)	R2

<b>Summary of changes to the capital programme 2006/2007</b>	<b>Restated Capital Programme 2006/7 £000s</b>	<b>Revised Capital Programme 2006/7 £000's</b>	<b>Change £000's</b>	<b>Category (figures represent £'000)</b>
<b>Total changes to Children &amp; Young Peoples Services</b>	<b>25,113</b>	<b>24,880</b>	<b>(233)</b>	
<b>Regeneration &amp; Community Services</b>				
<i>Non LTP</i>				
Friargate Studios	1,299	1,456	157	A
Friargate Studios	1,456	1,421	(35)	S
Townscape Heritage Initiative	612	480	(132)	R1
Townscape Heritage Initiative	480	431	(49)	S
Museum Military Gallery	671	643	(28)	R1
Museum Military Gallery	643	7	(636)	S
Grove St Car Park security	48	0	(48)	S
Magistrates Court	36	0	(36)	S
Supporting Derby	45	62	17	A
Markeaton Brook Catchment Action Management Plan Ph 1	432	1,299	867	A
Markeaton Brook Catchment Action Management Plan Ph 1	1,299	1,308	9	R2
Markeaton Brook Catchment Action Management Plan Ph 1	1,308	1,299	(9)	S
Markeaton Brook Catchment Action Management Plan Ph2	243	35	(208)	S
Culvert Screens	57	7	(50)	R1
Culvert Screens	7	0	(7)	R2
Bramble Brook	91	0	(91)	S
Littleover Brook Culvert	710	100	(610)	S
Markeaton Culvert/St Peters Bridge	2	0	(2)	R2
Mickleover Library	1,053	951	(102)	S
QUAD	5,428	3,744	(1,684)	S
Assembly Rooms Lighting	4	5	1	A
<i>LTP</i>				
Local Safety Scheme	1,277	1,328	51	A
Carriage Maintenance	2,649	2,713	64	A
Connecting Derby	4,475	5,225	750	A
Cycle Derby	458	423	(35)	S
Cycle Derby	423	173	(250)	R1
<b>Total changes to Regeneration &amp; Community Services</b>	<b>25,206</b>	<b>23,110</b>	<b>(2,096)</b>	
<b>Resources – Housing &amp; Advice</b>				
<b>HRA</b>				
Refurbishment of Unity & Wimpy no fine dwellings	685	1,200	515	R1
Refurbishment Pre War Properties (Traditional)	236	0	(236)	R1
Unity Properties – Refurbishment	146	0	(146)	R1
Local Office Internal Modifications	50	0	(50)	R1
Replacement of Communal Boilers	55	0	(55)	R1
Supporting People Environmental Improvements project	204	109	(95)	R1
Kitchens & Bathrooms – post war	1,500	1,400	(100)	R1
Re-roofing	50	100	50	R1
Major Refurbishments/Alterations	250	375	125	R1

<b>Summary of changes to the capital programme 2006/2007</b>	<b>Restated Capital Programme 2006/7 £000s</b>	<b>Revised Capital Programme 2006/7 £000's</b>	<b>Change £000's</b>	<b>Category (figures represent £'000)</b>
PVCu Windows & Doors	2,500	1,500	(1,000)	R1
City Housing Improvement Plans	400	250	(150)	R1
Adaptations for Disabled People	600	850	250	R1
Replacement Smoke Alarms	50	200	150	R1
Contingency	189	110	(79)	R1
Damp Proofing	0	200	200	R1
<b>HGF</b>				
Empty Properties Assistance	350	75	(275)	R2
Area Renewal Programme	440	435	(5)	R2
Rosehill Market Renewal	5,425	5,523	98	R1
Housing Needs Challenge Fund	300	0	(300)	R2
Assistance to Vulnerable Households	1,475	713	(762)	R1
Housing Market Assessment	0	50	50	R2
Gypsy & Traveller Research	0	45	45	R2
DASH & Hi4EM	0	455	455	R2
DDA – Housing Options Centre	0	30	30	R2
<b>Total changes to Resources – Housing &amp; Advice</b>	<b>14,905</b>	<b>13,620</b>	<b>(1,285)</b>	
<b>Resources – E Services</b>				
E Derby	357	112	(245)	R1
E Derby	112	157	45	R2
E Derby	157	180	23	A
DIS Authentication Box	67	33	(34)	R2
Young Persons Website	1	7	6	R2
Council Chambers Multi Media	1	0	(1)	R2
Consumer Direct	25	12	(13)	R2
Remote and Mobile Working	111	0	(111)	R2
CSIS/CRM	0	103	103	R2
G3 – e consultation	0	5	5	R2
Data Warehouse Project	0	82	82	A
<b>Total changes to Resources – E Services</b>	<b>831</b>	<b>691</b>	<b>(140)</b>	
<b>Environmental Services</b>				
Street Cleaning Vehicles & Plant	200	50	(150)	R1
Stockbrook Street Sportwall	0	41	41	A
NEAT Vehicles	421	412	(9)	S
Heatherton Community Centre	0	179	179	A
<b>Total changes to Environmental Services</b>	<b>621</b>	<b>682</b>	<b>61</b>	



<b>Summary of changes to the capital programme 2006/2007</b>	<b>Restated Capital Programme 2006/7 £000s</b>	<b>Revised Capital Programme 2006/7 £000's</b>	<b>Change £000's</b>	<b>Category (figures represent £'000)</b>
<b>Corporate &amp; Adult Social Services</b>				
<b>Corporate</b>				
Planned Maintenance	2,704	2,209	(495)	R2
Assembly Rooms Goods Lift	0	155	155	R2
Assembly Rooms Stage Lift	0	200	200	R2
55 Coronation Road heating	0	140	140	R2
<b>Adult Social Services</b>				
National Care Standards	748	344	(404)	R2
Childrens Family Support	0	1	1	R2
Bramblebrook House	0	1	1	R2
Perth House	0	1	1	R2
Bute Walk	0	2	2	R2
Merrill House	0	75	75	R2
Raynesway View	0	1	1	R2
Moorfields	0	138	138	R2
Ashlea Hostel Lift	0	100	100	R2
Red Care Installation	0	35	35	R2
Arboretum House Kitchen	0	35	35	R2
Bute Waki Kitchen	0	15	15	R2
LD Accomodation	0	48	48	R2
Mental Health	121	73	48	R2
Mental Healtrh	73	0	73	S
<b>Total changes to Corporate &amp; Adult Social Services</b>	<b>3,646</b>	<b>3,573</b>	<b>(73)</b>	
<b>TOTAL CHANGES TO PROGRAMME</b>	<b>70,323</b>	<b>66,557</b>	<b>(3,766)</b>	

<b>Key of Categories</b>	
<b>A</b>	Additional schemes from new funding secured
<b>S</b>	Re-phasing
<b>R1</b>	Other Adjustments - Scheme Reductions/Increases
<b>Re-allocation:</b>	
<b>R2</b>	Within Departments programme
<b>R3</b>	To different Departments programme

**Table 1**  
**Revised Capital Programme**

Year	Latest Approved Budget £'000	Revised Programme Changes				Revised capital programme £'000
		Additions £'000	Re-phasing £'000	Other adjustments £'000	Re-allocation of Budgets within Programme £'000	
2006/7	29,970	970	432	(1,635)	-	29,737
2007/8	18,243		(396)			17,847
2008/9	12,407	6	(36)			12,377

**Table 2**  
**Forecast Spend 2006/7**

Revised capital programme £'000	Spend to date £'000	Forecast spend to 31/03/07 £'000	Variance against revised budget			
			Spend to date		Forecast spend to 31/03/07	
			£'000	%	£'000	%
29,737	5,258	29,737	5,258	17.68%	29,737	100.00%

**Table 3**  
**Progress Summary 2006/7**

Current stage of scheme	No. of schemes	£'000	% of Revised Capital Programme
Feasibility/Preliminary design/Consultation			0.00%
Design	45	12,279	41.29%
Tender	7	4,799	16.14%
On site	15	3,493	11.75%
Completed	22	1,132	3.81%
Unallocated Funding Streams	6	8,034	27.02%
<b>Total</b>	<b>95</b>	<b>29,737</b>	<b>100.00%</b>

<b>Number of Schemes Currently on Target</b>	<b>95</b>	<b>29,737</b>	<b>100.00%</b>
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**Table 4**  
**Main Monitoring Issues To Note**

There are currently 6 unallocated funding streams totalling £8,034k:

- Devolved Formula (funding source) £566k - this funding is specifically for Voluntary Aided school projects. Details of these projects will be submitted to Cabinet separately
- Voluntary Aided Programme £509k - this funding is specifically for Voluntary Aided school projects. Details of these projects will be submitted to Cabinet separately
- Schools Access Initiative £391k - this funding can only be allocated once schools have submitted proposals for projects
- New Deal Modernisation £1,628k - this is the main funding source for schools maintenance and new build projects. To date £2,716k has been allocated, the balance will be allocated to projects which will be subject to separate cabinet reports.
- Devolved Formula Schools £4,865k - this funding can only be allocated once schools have submitted proposals for projects. To date £3,544k has been allocated.
- Childrens Centre Phase II £75k - this is the balance of funding available which will be allocated to existing projects once the final budget figures are obtained

**Table 1**  
**Revised Capital Programme**

Year	Latest Approved Budget £'000	Revised Programme Changes				Revised capital programme £'000
		Additions £'000	Re-phasing £'000	Other adjustments £'000	Re-allocation of Budgets within Programme £'000	
2006/7	28,616	1,907	(3,543)	(460)	-	26,520
2007/8	16,283		2,797	(2,359)		16,721
2008/9	18,679	4,841	746			24,266

**Table 2**  
**Forecast Spend 2006/7**

Revised capital programme £'000	Spend to date £'000	Forecast spend to 31/03/07 £'000	Variance against revised budget			
			Spend to date		Forecast spend to 31/03/07	
			£'000	%	£'000	%
26,520	5,093	26,520	5,093	19.20%	26,520	100.00%

**Table 3**  
**Progress Summary 2006/7**

Current stage of scheme	No. of schemes	£'000	% of Revised Capital Programme
Feasibility/Preliminary design/Consultation	7	472	1.78%
Design	62	8,009	30.20%
Tender			0.00%
On site	22	17,754	66.95%
Completed	13	285	1.07%
Unallocated Funding Streams			0.00%
<b>Total</b>	<b>104</b>	<b>26,520</b>	<b>100.00%</b>

<b>Number of Schemes Currently on Target</b>	<b>104</b>	<b>26,520</b>	<b>100.00%</b>
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**Table 4**  
**Main Monitoring Issues To Note**

#### **LTP**

There are currently 5 LTP schemes at the feasibility/preliminary design stage - 3 Local Safety schemes totalling £40k & 2 Carriageway Maintenance schemes totalling £300k. The remaining LTP block programme is well developed with the majority of the schemes currently under design or out to tender. At this stage no problems are anticipated delivering the programme.

#### **Non LTP**

There are currently 2 Flood Defence schemes at the feasibility/preliminary design stage:

- Markeaton CAMP Phase 2&3 £35k- initial design currently underway
- Littleover Brook £100k - initial proposals submitted to Environment Agency for scoring, results expected December 2006. Depending on whether this scheme meets the minimum threshold for funding then further detailed design work would be required in 2007/08.

Table 1  
Revised Capital Programme

Year	Latest Approved Budget £'000	Revised Programme Changes				Revised capital programme £'000
		Additions £'000	Re-phasing £'000	Other adjustments £'000	Re-allocation of Budgets within Programme £'000	
2006/7	24,040			(1,285)	-	22,755
2007/8	21,523					21,523
2008/09	15,712					15,712

Table 2  
Forecast Spend 2006/7

Revised capital programme £'000	Spend to date £'000	Forecast spend to 31/03/07 £'000	Variance against revised budget			
			Spend to date		Forecast spend to 31/03/07	
			£'000	%	£'000	%
22,755	3,314	22,755	3,314	14.56%	22,755	100.00%

Table 3  
Progress Summary 2006/7

Current stage of scheme	No. of schemes	£'000	% of Revised Capital Programme
Feasibility/Preliminary design/Consultation	3	3,279	14.41%
Design	2	90	0.40%
Tender	1	50	0.22%
On site	24	17,028	74.83%
Completed	2	1,245	5.47%
Unallocated Funding Streams	3	1,063	4.67%
<b>Total</b>	<b>35</b>	<b>22,755</b>	<b>100.00%</b>

  

<b>Number of Schemes Currently on Target</b>	<b>35</b>	<b>22,755</b>	<b>100.00%</b>
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**Table 1**  
**Revised Capital Programme**

Year	Latest Approved Budget £'000	Revised Programme Changes				Revised capital programme £'000
		Additions £'000	Re-phasing £'000	Other adjustments £'000	Re-allocation of Budgets within Programme £'000	
2006/7	1,713	105		(245)	-	1,573
2007/8	962					962
2008/9	-					-

**Table 2**  
**Forecast Spend 2006/7**

Revised capital programme £'000	Spend to date £'000	Forecast spend to 31/03/07 £'000	Variance against revised budget			
			Spend to date		Forecast spend to 31/03/07	
			£'000	%	£'000	%
1,573	375	1,573	375	23.84%	1,573	100.00%

**Table 3**  
**Progress Summary 2006/7**

Current stage of scheme	No. of schemes	£'000	% of Revised Capital Programme
Feasibility/Preliminary design/Consultation	1	280	17.80%
Design	-	-	0.00%
Tender	-	-	0.00%
On site	11	1,293	82.20%
Completed	3	-	0.00%
Unallocated Funding Streams	-	-	0.00%
<b>Total</b>	<b>15</b>	<b>1,573</b>	<b>100.00%</b>

<b>Number of Schemes Currently on Target</b>	<b>15</b>	<b>1,573</b>	<b>100.00%</b>
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**Table 4**  
**Main Monitoring Issues To Note**

The HCI scheme is still in consultation with Nicator to agree a scheme that now complies with the changes that were made in the last budget

**Table 1**  
**Revised Capital Programme**

Year	Latest Approved Budget £'000	Revised Programme Changes				Revised capital programme £'000
		Additions £'000	Re-phasing £'000	Other adjustments £'000	Re-allocation of Budgets within Programme £'000	
2006/7	5,479	220	(9)	(150)		5,540
2007/8	3,164	44	9			3,217
2008/9	825					825

**Table 2**  
**Forecast Spend 2006/7**

Revised capital programme £'000	Spend to date £'000	Forecast spend to 31/03/07 £'000	Variance against revised budget			
			Spend to date		Forecast spend to 31/03/07	
			£'000	%	£'000	%
5,540	499	5,540	499	9.01%	5,540	100.00%

**Table 3**  
**Progress Summary 2006/7**

Current stage of scheme	No. of schemes	£'000	% of Revised Capital Programme
Feasibility/Preliminary design/Consultation	7	804	14.51%
Design	4	491	8.86%
Tender	2	590	10.65%
On site	14	3,318	59.89%
Completed	5	337	6.08%
Unallocated Funding Streams			0.00%
<b>Total</b>	<b>32</b>	<b>5,540</b>	<b>100.00%</b>

<b>Number of Schemes Currently on Target</b>	<b>32</b>	<b>5,540</b>	<b>100.00%</b>
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**Table 4**  
**Main Monitoring Issues To Note**

There are currently 7 schemes at the feasibility/preliminary design stage:

- Highview Neighbourhood Park £46k - consultation was complete in May 2006 & design work is planned for Autumn 2006
- Air Quality monitoring £75k - awaiting confirmation of 2006/7 funding available
- Community Centres £50k - schemes currently being decided
- Rowditch Rec improvements £300k - pending sale of site to release capital
- Moorway Lane Park £10k - pending securing external funding
- Nottingham Road Racecourse improvements £288k - pending securing external
- Alvaston Park Changing Rooms £35k - refurbishment of changing rooms delayed following arson attack

**Table 1**  
**Revised Capital Programme**

Year	Latest Approved Budget £'000	Revised Programme Changes				Revised capital programme £'000
		Additions £'000	Re-phasing £'000	Other adjustments £'000	Re-allocation of Budgets within Programme £'000	
2006/7 - Corporate	3,140				-	3,140
2006/7 - Adult Social Services	1,762		(73)		-	1,689
<b>2006/7</b>	<b>4,902</b>	<b>-</b>	<b>(73)</b>	<b>-</b>	<b>-</b>	<b>4,829</b>
2007/8 - Corporate	1,420					1,420
2007/8 - Adult Social Services	482		73			555
<b>2007/8</b>	<b>1,902</b>	<b>-</b>	<b>73</b>	<b>-</b>	<b>-</b>	<b>1,975</b>
2008/9 - Corporate	1,945					1,945
2008/9 - Adult Social Services	277					277
<b>2008/9</b>	<b>2,222</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2,222</b>

**Table 2**  
**Forecast Spend 2006/7**

Revised capital programme £'000	Spend to date £'000	Forecast spend to 31/03/07 £'000	Variance against revised budget			
			Spend to date		Forecast spend to 31/03/07	
			£'000	%	£'000	%
3,140	200	3,140	200	6.37%	3,140	100.00%
1,689	177	1,689	177	10.48%	1,689	100.00%
<b>4,829</b>	<b>377</b>	<b>4,829</b>	<b>377</b>	<b>7.81%</b>	<b>4,829</b>	<b>100.00%</b>

**Table 3**  
**Progress Summary 2006/7**

Current stage of scheme	Corporate Schemes			Adult Social Services Schemes		
	No. of schemes	£'000	% of Revised Capital Programme	No. of schemes	£'000	% of Revised Capital Programme
Feasibility/Preliminary design/Consultation	1	200	6.37%	4	185	10.95%
Design			0.00%			0.00%
Tender	2	345	10.99%			0.00%
On site	4	2,592	82.55%	3	1,106	65.48%
Completed	1	3	0.10%	6	54	3.20%
Unallocated Funding Streams			0.00%	1	344	20.37%
<b>Total</b>	<b>8</b>	<b>3,140</b>	<b>100.00%</b>	<b>14</b>	<b>1,689</b>	<b>100.00%</b>
<b>Number of Schemes Currently on Target</b>	<b>8</b>	<b>3,140</b>	<b>100.00%</b>	<b>14</b>	<b>1,689</b>	<b>100.00%</b>

**Table 4**  
**Main Monitoring Issues To Note**

**Adult Social Services**

The status of care homes for the elderly is currently being reviewed. The outcome of this review is expected shortly, and once the recommendations are known it will be possible to make progress on improvements to the facilities that are to be retained. Any new construction of elderly accommodation would have to be financed from 2007/08 onwards but may release some of 2006/07 National Care Standards budget.

## Appendix 4

Scheme Name	Completion Date	Revised Programme 06/7	Completion Note
<b>Children &amp; Young Peoples Services</b>			
Ashgate Nursery Childrens Centre	May - 06	237	
Becket Primary Childrens Centre	June – 06	555	
West Park Community – curtain walling	Oct – 05	2	
Borrow Wood Junior – structural	Oct – 04	1	
Sinfin Secondary – rewire	Oct – 04	5	
Allenton Community Primary remodelling	Dec – 05	10	
St Giles – classroom extension	Sept – 05	14	
Beaufort Primary – roof	Feb – 06	12	
Beaufort Primary – underpass	Jan – 06	2	
Boulton – roof repairs	Nov – 05	29	
Oakwood Junior – repairs to roof	Sep – 05	1	
Gas Mains	Sep – 05	110	
Bemrose – sports hall boiler replacement	Sep – 05	2	
Littleover Community Sec – NOF PEA	Dec – 05	44	
Noel Baker – NOF PEA	April – 05	4	
Roe Farm Primary – NOF PEA	Feb –06	29	
Alvaston Jnr – Disabled Toilet	Sep – 05	8	
Brackensdale Juniors – fence to secure playground	Sep – 05	2	
Oakwood Inf – relocate lift and improvements to disabled toilet	May – 06	32	
Shelton Junior – disabled toilet	April – 06	24	
Lees Brook Mobile Classroom	April – 05	5	



<b>Scheme Name</b>	<b>Completion Date</b>	<b>Revised Programme 06/7</b>	<b>Completion Note</b>
Brackensdale Infant & Nursery	Oct – 05	4	
<b>Total completed schemes for Children &amp; Young Peoples Services</b>		<b>1,132</b>	
<b>Regeneration &amp; Community Services</b> <b>LTP</b> Various LTP schemes	12 Various	280	
<b>Non LTP</b> Assembly Rooms Lighting	Aug - 06	5	
<b>Total completed schemes for Regeneration &amp; Community Services</b>		<b>285</b>	
<b>Resources – Housing &amp; Advice</b> <b>HRA</b>			
Refurbishment of Unity & Wimpy No Fine Dwellings	May – 06	1,200	Only snagging & 6 month defects outstanding, but payments will continue for some time
<b>HGF</b> Gypsy & Traveller Research	Aug – 06	45	
<b>Total completed schemes for Resources – Housing &amp; Advice</b>		<b>1,245</b>	
<b>Resources – E Services</b> Council Chamber Multi Media Remote & Mobile Working E Payments	Mar – 06 Mar – 06 Mar – 06	0 0 0	
<b>Total completed schemes for Resources – E Services</b>			

Scheme Name	Completion Date	Revised Programme 06/7	Completion Note
<b>Environmental Services</b>			
Arboretum Park	Sept – 05	259	Park formerly reopened in Sept 05, only retention payments outstanding
Knightsbridge Rec – pitch drainage	June – 05	2	Main works now completed, only snagging payments outstanding
Markeaton Park – wheeled sports	July – 06	72	Delays in completion due to discussions with Environment Agency over construction on a flood plain
Knightsbridge Rec – sportswall	June – 05	2	Main works now completed, only snagging payments outstanding
Allestree Rec – playground	April - 06	2	Main works now completed, only snagging payments outstanding
<b>Total completed schemes for Environmental Services</b>		<b>337</b>	
<b>Corporate &amp; Adult Social Services</b>			
<b>Corporate</b>			
Asset Management Software	March - 06	3	Main works now completed, query to be resolved before retention payment released
<b>Adult Social Services</b>			
Childrens Family Support		1	Works complete, only small fees payments outstanding
Bramblebrook House	April – 06	1	Works complete, only small fees payments outstanding

<b>Scheme Name</b>	<b>Completion Date</b>	<b>Revised Programme 06/7</b>	<b>Completion Note</b>
Perth House	April – 06	1	Works complete, only small fees payments outstanding
Bute Wak	April – 06	2	Works complete, only small fees payments outstanding
Raynesway View	June – 06	1	Works complete, only small fees payments outstanding
LD Accomodation	April - 06	48	
<b>Total completed schemes for Corporate &amp; Adult Social Services</b>		<b>57</b>	
<b>Total Completed Schemes</b>		<b>3,056</b>	

## Progress of Risk Budgets

Department	Name of Scheme	Budget £'000	Spend to Date £'000	Forecast Spend to 31/3/07 £'000	Reason for treatment as a Risk budget / Narrative
Children and Young Peoples Services	Darley Abbey NOF PE and Arts	614	6	614	<ul style="list-style-type: none"> <li>Major scheme partly funded through Lottery grant.</li> </ul> <p>The scheme is at the design stage. Major scheme partly funded by lottery grant</p>
	Woodlands NOF PEA	312	239	312	<ul style="list-style-type: none"> <li>Major scheme partly funded through Lottery grant.</li> </ul> <p>The scheme is at the on site stage. Major scheme partly funded by lottery grant</p>
	Ashgate Nursery Childrens Centre	237	201	237	<ul style="list-style-type: none"> <li>Major scheme funded by Childrens Centre Grant with deadlines for project completion.</li> </ul> <p>The scheme is on site.</p>
	Asterdale Primary Childrens Centre	968	394	968	<ul style="list-style-type: none"> <li>Major scheme funded by Childrens Centre Grant with deadlines for project completion.</li> </ul> <p>The scheme is on site.</p>
	Becket Primary Childrens Centre	618	402	618	<ul style="list-style-type: none"> <li>Major scheme funded by Childrens Centre Grant with deadlines for project completion.</li> </ul> <p>The scheme is on site.</p>
	Reigate Childrens Centre (Previously Rydale)	546	108	546	<ul style="list-style-type: none"> <li>Major scheme funded by Childrens Centre Grant with deadlines for project completion.</li> </ul> <p>The scheme is on site.</p>
	Target Funding – new build PRU KS3 building	2,058	3	2,058	<ul style="list-style-type: none"> <li>Major scheme where small percentage variance will have a significant impact on funding.</li> </ul> <p>The scheme is at the tender stage.</p>
	Ivy House School	824	0	824	<ul style="list-style-type: none"> <li>Major scheme where small percentage variance will have a significant impact on funding.</li> </ul> <p>The scheme is at the design stage.</p>
	New Normanton School	780	1	780	<ul style="list-style-type: none"> <li>Major scheme where small percentage variance will have a significant impact on funding.</li> </ul> <p>The scheme is at the design stage.</p>
<b>Total for CYPS</b>		<b>6,957</b>	<b>1,354</b>	<b>6,957</b>	

## Progress of Risk Budgets

Department	Name of Scheme	Budget £'000	Spend to Date £'000	Forecast Spend to 31/3/07 £'000	Reason for treatment as a Risk budget / Narrative
Regeneration & Community Services	Inner Ring Roads Maintenance Scheme	6,537	1,521	6,537	<ul style="list-style-type: none"> <li>• Major scheme</li> <li>• Previous overspend against in year approved budget</li> <li>• Only recently established formal project board</li> <li>• Highlighted potential overspend circa £2m prior to scheme amendments (still being identified)</li> </ul> <p>This scheme on the whole is progressing extremely well. We are making significant progress and working excellently in partnership with the contractors Tarmac. Indeed we have just received our second Considerate Contractors inspection and received 39.5 marks out of a possible 40. However we still need to take action to contain the costs of the total scheme to the approval figure of £10.8m. If we were to deliver the scheme as set out in the bid we would be looking at an overspend of around £1m. This is less than the figure that we had predicted in May.</p> <p>Costs have increased beyond the Council's control due to: detailed site investigation – estimate of increased cost: £58k</p> <p>Changes in design standards – estimate of increased costs: £650k</p> <p>Effects of higher than predicted inflation levels – estimate of increased costs: £346k</p> <p>This brings the total estimated cost increases to £1.081m. A number of options are being assessed including discussions with Dft for additional funding, and proposals to scale down elements of the scheme.</p>

	Friargate Studios	1,299	295	1,422	<ul style="list-style-type: none"> <li>• Scheme coming to completion</li> <li>• Minor snagging could have a financial impact which could fall on the Council to fund</li> </ul> <p>Unavoidable cost increases and additional items required to finish building to a suitable standard, which would be attractive to the target user group, have pushed total scheme cost to £2,638k. An increase of £157k. Additional funding has been approved from ERDF objective 2 of £35k and Derbyshire Enterprise Agency of £25k. A bid has been submitted to EMDA for £64k, the council would have to fund the balance from unsupported borrowing, with repayments from Friargate studios revenue income in future years.</p>
	QUAD	5,428	200	3,744	<ul style="list-style-type: none"> <li>• Major scheme</li> <li>• Significant external funding dependent</li> </ul> <p>Construction is due to start in October 2006, this is later than originally planned. Delays have been caused by changes to the original design of the building, necessary to meet planning consent and building regulation approval and the decision to proceed with a 2 stage tendering process to comply with best practice, as recommended by Property Services. The impact of this on the expenditure profile is to reduce the forecast spend from £5.1m to £3.7m in 2006/7 but with a corresponding increase in forecast expenditure during 2007/8 and 2008/9. The opening date is April 2008, which is within the window allowed by all the funding partners, the eligible period for claiming ERDF Objective 2 ends December 2008.</p>
<b>Total for R&amp;CS</b>		<b>13,264</b>	<b>2,016</b>	<b>11,703</b>	

## Progress of Risk Budgets

Department	Name of Scheme	Budget £'000	Spend to Date £'000	Forecast Spend to 31/3/07 £'000	Reason for treatment as a Risk budget / Narrative
Resources – Housing & Advice	HRA Programme	9,930	2,204	9,930	<ul style="list-style-type: none"> <li>General overspend possible following end of Homes Pride Programme and a reduction in the overall budget from around £35m per year for the last 4 years to £10m in 2006/7</li> <li>Estates Pride work funded by revenue contribution from the HRA</li> </ul> <p>There is a risk following the end of the Homes Pride Programme last year due to residual work required to bring the remaining homes up to the decency plus standard. The overall budget has fallen from around £35m a year over the last 4 years to around £9m in the current year, excluding Estates Pride funding. Following scrutiny by both the Council and Derby Homes, a revised programme for approval is included in this report, to help mitigate the risk. Joint monitoring of the programme will continue and further revisions will be made for approval as necessary.</p>
	Rosehill Market Renewal	5,523	48	5,523	<ul style="list-style-type: none"> <li>Scheme plan yet to be finalised/approved and consulted upon with residents</li> <li>Any consequent delays through the need to re-shape the project could lead to underspend in the year and delay overall completion</li> </ul> <p>Works are underway in some areas – for example Leacroft Road. Two additional enforcement officers are to be recruited to work exclusively on the Rosehill project. Procurement of specialist regeneration consultancy is also taking place. The Regional Housing Board has expressed satisfaction at the limited progress made so far and planned. Although latest projections show that there may be some slippage at the end of the year, it is considered unlikely that there will be any claw-back of grant received.</p>
Resources – E Services	Financial Systems Replacement	398	140	398	<ul style="list-style-type: none"> <li>Potential risk of overspending</li> </ul> <p>Scheme currently on Target</p>
<b>Total for Resources</b>		<b>15,851</b>	<b>2,392</b>	<b>15,581</b>	

## Progress of Risk Budgets

Department	Name of Scheme	Budget £'000	Spend to Date £'000	Forecast Spend to 31/3/07 £'000	Reason / Narrative
Environmental Services	Osmaston Park Improvements	103	26	103	<ul style="list-style-type: none"> <li>Funding for changing room improvements not yet secured</li> </ul> <p>Decision on Lottery bid expected in February 2007. Additional funding has now been deferred from Derby Homes (£200k) and ERDF (£200k). Until the lottery bid and other bids are secured then funding is not in place to deliver the refurbishment.</p>
	Rowditch Rec Improvements	300	0	300	<ul style="list-style-type: none"> <li>Funding dependent on sale of land</li> </ul> <p>Pending sale of land. Until this is sold re-development of the site will be delayed.</p>
	Nottingham Racecourse Improvements	288	0	288	<ul style="list-style-type: none"> <li>Funding for majority of scheme not yet secured</li> </ul> <p>External funding for Artificial Turf Pitch not yet formerly secured, decision expected in January 2007. This is required to fund the new pitch.</p>
	Chaddesden Park Wheeled Sports and Play Area refurbishment	150	0	150	<ul style="list-style-type: none"> <li>Funding for majority of scheme not yet secured</li> </ul> <p>External funding not yet secured. Lottery bids expected to be approved in March 07. Further bids to Derby Homes and WREN also to be sent in August 06.</p>
<b>Total for Environmental Services</b>		<b>841</b>	<b>26</b>	<b>841</b>	



## Progress of Risk Budgets

Department	Name of Scheme	Budget £'000	Spend to Date £'000	Forecast Spend to 31/3/07 £'000	Reason / Narrative
Corporate & Adult Social Services	Planned Maintenance	2,704	131	2,704	<ul style="list-style-type: none"> <li>• Major funding increase</li> <li>• Risk of underspend</li> </ul> <p>Programme recently reviewed and updated; progress being monitored monthly.</p>
<b>Total for Corporate &amp; Adult Social Services</b>		<b>2,704</b>	<b>131</b>	<b>2,704</b>	

## Capital programme changes and capital schemes over £100,000 commencement reports 2006/7.

### Children & Young Peoples Services Capital Programme

#### 1 St Martins Special School Boiler & Plant

Revised Budget	£
2006/7	140,000
2007/8	4,830
<b>Total</b>	<b>144,830</b>
<b>Funding</b>	
SCE ( R )	91,000
Government Grants	29,000
Devolved	25,000
Contributions	

#### 2 Conversion Of Southgate Infants to PRU

Revised Budget	£
2006/7	137,000
<b>Total</b>	<b>137,000</b>
<b>Funding</b>	
Government Grant	137,000

#### 3 Phase II Replacement Windows Derby Moor School

Revised Budget	£
2006/7	420,000
2007/8	40,000
<b>Total</b>	<b>470,000</b>
<b>Funding</b>	
Government Grant	470,000

#### 4 Borrow Wood Infant School Partial Rewire

Revised Budget	£
2006/7	115,000
2007/8	5,000
<b>Total</b>	<b>120,000</b>
<b>Funding</b>	
Government Grant	93,000
Devolved	27,000
Contribution	

- 5 Wren Park Primary School Partial Rewire
- |                  |                |
|------------------|----------------|
| Revised Budget   | £              |
| 2006/7           | 190,000        |
| 2007/8           | 6,000          |
| <b>Total</b>     | <b>196,000</b> |
| <b>Funding</b>   |                |
| Government Grant | 135,000        |
| Devolved         | 61,000         |
| Contribution     |                |
6. Shelton Junior School replacement Heating System

Revised Budget	£
2006/7	195,500
2007/8	4,500
<b>Total</b>	<b>200,000</b>
<b>Funding</b>	
Government Grant	200,000

7. Multi School Project Gas Under Building

Revised Budget	£
2006/7	110,000
2007/8	0,000
<b>Total</b>	<b>110,000</b>
<b>Funding</b>	
Government grant	110,000

8. Reigate Primary School Boiler Plant Replacement

Revised Budget	£
2006/7	140,000
2007/8	4,000
<b>Total</b>	<b>144,000</b>
<b>Funding</b>	
Government grant	91,000
Devolved	53,000
Contributions	

## Regeneration & Community Services

9. Museum Military Gallery Refurbishment (Soldiers Story)

Revised Budget	£
2006/7	7,000
2007/8	631,000
2008/9	5,000
<b>Total</b>	<b>643,000</b>
<b>Funding</b>	
Service Reserves	29,000
Lottery	564,000
Contributions	50,000

10. Mickleover Library

Revised Budget	£
2006/7	951,000
2007/8	134,000
<b>Total</b>	<b>1,085,000</b>
<b>Funding</b>	
Capital Receipts	1,085,000

## Prudential Code Indicators Summary 2005/06 - 2007/08

Prudential Code Reference	Indicator	Actual 2003/04	Actual 2004/05	Estimated: 2005/06	Actual 2005/06	Estimated: 2006/07	Estimated: 2007/08
<b>Affordability</b>							
35	<b>Forecast Financing cost to Net Revenue Stream Ratio</b>						
	- General Fund %			4.78%		4.63%	5.11%
36	- HRA %			22.35%		23.46%	23.45%
37	<b>Actual Financing cost to Net Revenue Stream Ratio</b>						
	- General Fund %	4.21%	3.82%		4.03%		
38	- HRA %	23.60%	21.49%		24.76%		
39	<b>Incremental Impact on Council Tax: Band D £/year year's programme</b>		11.43		20.31	76.97	32.34
Local	<b>Impact on Council Tax of new borrowing: £1m a year band D / yr years programme</b>				1.27	1.24	1.22
40-41	<b>Incremental Impact on Housing Rents £/week - year's programme = cumulative</b>		0.28		0.41	1.70	2.99
<b>Prudence</b>							
45	<b>Actual / Forecast Borrowing compared to CFR</b>						
	-Net External Debt £m	216.7	201.8	231.2	220.2	240.7	257.2
	- CFR £m	272.6	326.5	366.4	364.6	383.3	390.0
Local	- Gross External Debt £m		332.7	362.4	371.0	383.3	390.0
	- CFR £m	272.6	326.5	366.4	364.6	383.3	390.0
<b>Capital Expenditure</b>							
51-52	<b>Total Capital Expenditure</b>						
	- General Fund £m			37.6	45.3	82.6	53.9
	- HRA £m			32.3	31.1	8.0	8.1
	- Total £m			69.8	76.4	90.6	62.0
53-54	<b>Estimated Capital Financing Requirement</b>						
	- General Fund £m		157.4	172.7	176.0	193.8	199.5
	- HRA £m		169.1	193.7	188.5	189.5	190.5
	- Total £m		326.5	366.4	364.6	383.3	390.0
57-58	<b>Actual Total CFR £m</b>	272.6	326.5		364.6		
<b>External Debt</b>							
59	Authorised Limit for borrowing £m			421	419	441	449
	Authorised Limit for other long term liabilities £m			1	1	1	1
	<b>Authorised Limit £m</b>			422	420	442	450
60	Operational Boundary for borrowing £m			385	383	402	410
	Operational Boundary for other long term liabilities £m			1	1	1	1
	<b>Operational Boundary £m</b>			386	384	403	411
<b>Treasury Management</b>							
66	<b>Adopted CIPFA Treasury Management Code of Practice</b>	Yes	Yes	Yes	Yes	Yes	Yes
67-70	<b>Interest Rate Exposure - Fixed</b>						
	Upper limit %			120	101.92	120	120
	Lower limit %			80		80	80
67-70	<b>Interest Rate Exposure - Variable</b>						
	Upper limit %			20	-1.92	20	20
	Lower limit %			-20		-20	-20
Local	<b>Long term Borrowing - Fixed rate</b>						
	Upper limit %			100	93.09	100	100
	Lower limit %			80		80	80
Local	<b>Long term Borrowing - Variable rate</b>						
	Upper limit %			20	6.01	20	20
	Lower limit %			0		0	0
Local	<b>Investments - Fixed rate</b>						
	Upper limit %			100	73.18	100	100
	Lower limit %			30		30	30
Local	<b>Investments - Variable rate</b>						
	Upper limit %			70	26.82	70	70
	Lower limit %			0		0	0
74	<b>Maturity Structure of Debt - % of all debt</b>	Upper Limit %		Lower Limit %			
	Under a year	15		0	2.47		
	Between 1 and 2 years	15		0	6.95		
	Between 2 and 5 years	30		0	4.96		
	Between 5 and 10 years	50		0	7.32		
	Over 10 years	100		50	78.3		
77	<b>Limit on Maturity of Investments Exceeding 364 Days</b>						
	Limit £m for maturity within 2 Years			25	15	35	35
	Limit £m for maturity within 3 Years			0	0	15	15