

BARNESLEY METROPOLITAN BOROUGH COUNCIL

This matter is not a Key Decision within the Council's definition and has not been included in the relevant Forward Plan

Report of the Executive Director – Core Services &
Service Director – Finance (Section 151 Officer)

CAPITAL PROGRAMME PERFORMANCE – QUARTER ENDING 30 JUNE 2018

1. Purpose of the Report

- 1.1. To consider the financial performance of the Council's Capital Programme to the quarter ended June 2018 and assess the implications against the Council's Medium Term Financial Strategy (MTFS). The key headlines are:-
- The position of the Council's Capital Programme for the 2018/19 financial year is currently projected to be an overall lower than anticipated expenditure of **£7.031M**; and
 - The position of the Council's Capital Programme over the five year period to 2022/23 is currently projected to be an overall lower than anticipated expenditure of **£0.919M**.

2. Recommendations

2.1. It is recommended that Cabinet:

- **Note both the 2018/19 and overall five year Capital Programme positions;**
- **Approve the 2018/19 scheme slippage totalling £6.095M (paragraphs 4.4, 4.5 and Appendix B refer);**
- **Approve the total net decrease in scheme costs in 2018/19 of £0.936M, (paragraph 4.6 and Appendix B refer);**
- **Approve the net increase in scheme costs in future years totalling £0.017M (paragraph 4.7 and Appendix B refer).**

3. Capital Programme & Funding Position

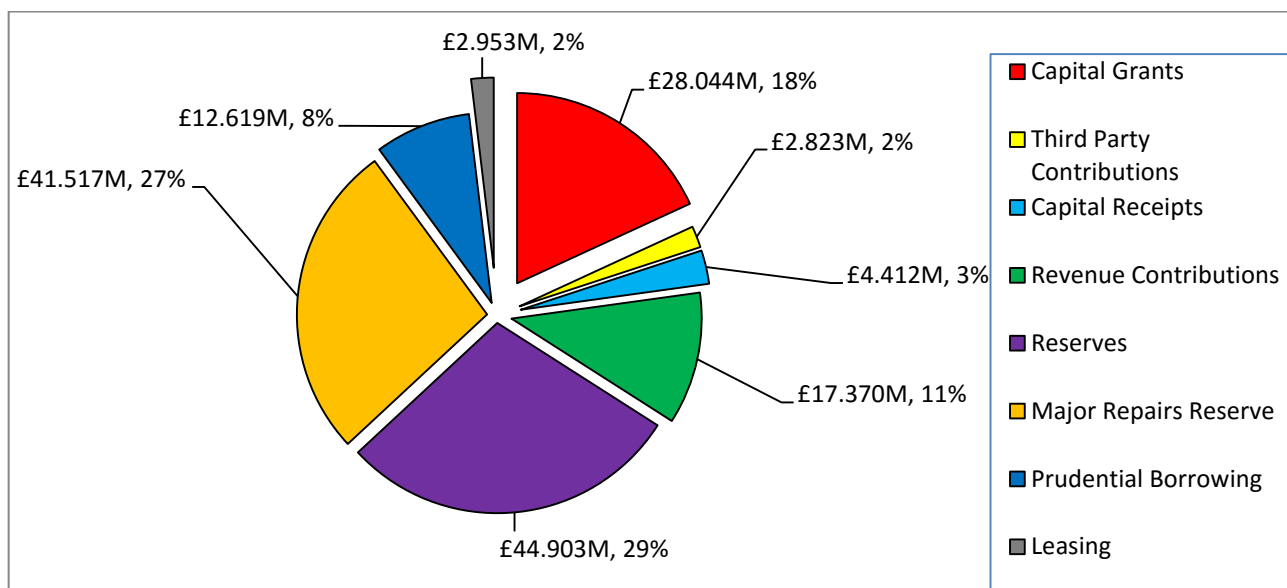
- 3.1. The Council's capital programme is planned over the five year period 2018/19 through 2022/23 inclusive. Appendix A shows detailed plans per scheme under each respective Directorate.

<u>Directorate</u>	2018/19 Capital Programme £M	Later Years Capital Programme £M	Total Capital Programme £M
People	3.449	-	3.449
Place	37.779	12.533	50.312
Communities	7.382	0.461	7.873
Core Services	32.912	0.038	32.950
Housing Revenue Account	29.363	30.724	60.087
Total	110.885	43.756	154.641

3.2. The Council's capital programme is funded from a range of sources. The table below shows the resources allocated to capital plans for the Council's five year capital programme. It should be noted that this funding only relates to direct Council expenditure (or where the Council acts as the Accountable Body). A number of schemes also lever in private and public sector match funding but this is not reflected below unless the Council incurs spend.

<u>Funding Source</u>	2018/19 Planned Resources £M	Later Years Planned Resources £M	Total Planned Resources £M
Capital Grants	20.123	7.921	28.044
Third Party Contributions (Inc. S106)	2.700	0.123	2.823
Capital Receipts	2.972	1.440	4.412
Revenue Contributions	14.553	2.817	17.370
Reserves	42.473	2.430	44.903
Major Repairs Reserve	15.041	26.476	41.517
Prudential Borrowing	10.070	2.549	12.619
Leasing	2.953	-	2.953
Total	110.885	43.756	154.641

3.3. The pie chart below is a graphical representation of the table above.



4. Capital Programme Monitoring Position – By Directorate

4.1. The table below shows both the 2018/19 capital programme position and the overall, five year programme position as at 30th June. Appendix A shows detailed plans / outturn per scheme under each respective Directorate.

<u>Directorate</u>	2018/19 Capital Programme £M	2018/19 Actuals £M	2018/19 Projected Outturn £M	2018/19 Variance £M	Total Capital Programme £M	Total Projected Outturn £M	Total Variance £M
People	3.449	0.165	3.244	(0.205)	3.449	3.420	(0.029)
Place	37.779	4.063	34.651	(3.128)	50.312	50.253	(0.059)
Communities	7.382	0.451	4.514	(2.868)	7.843	7.843	-
Core Services	32.912	7.202	32.915	0.003	32.950	32.953	0.003
Housing Revenue Account	29.363	1.770	28.529	(0.834)	60.087	59.253	(0.834)
Total	110.885	13.651	103.853	(7.031)	154.641	153.722	(0.919)

- 4.2. The explanations for the 2018/19 variance of **-£7.031M** and the overall net variance of **-£0.919M** is shown in the table below and in more detail at paragraphs 4.3 - 4.6 (2018/19 only) and paragraph 4.7 (overall capital programme).

	2018/19 £M	Later Years £M	Total £M
Reported Variance as at 30th June			
As a result of:			
<u>Slippage:</u>			
People	(0.158)	0.158	-
Place	(3.069)	3.069	-
Communities	(2.868)	2.868	-
Core Services	-	-	-
Housing Revenue Account	-	-	-
Sub-Total	(6.095)	6.095	-
<u>Re-phasing:</u>			
People	-	-	-
Place	-	-	-
Communities	-	-	-
Core Services	-	-	-
Housing Revenue Account	-	-	-
Sub-Total	-	-	-
<u>Funded Increases/(Decreases) in Scheme Costs: *</u>			
People	(0.046)	0.017	(0.029)
Place	(0.059)	-	(0.059)
Core Services	0.002	-	0.002
Housing Revenue Account	(0.834)	-	(0.834)
Sub-Total	(0.936)	0.017	(0.919)
Total	(7.031)	6.112	(0.919)

* These resources have not yet been aligned to particular schemes and have arisen from current and future funding allocations not yet planned to scheme level and from residual resources from historic schemes. Paragraph 5.2 refers.

2018/19 Position

- 4.3. Overall, the 2018/19 position is currently projected as a lower than planned expenditure totalling **-£7.031M**, predominately as a result of scheme slippage along with estimated variation in costs, primarily decreases within the Housing Revenue Account.

4.4. **2018/19 Slippage**

Of the variation in expenditure against approved plans, -£6.095M relates to scheme slippage, where expenditure plans are expected to be utilised in a future year rather than the current year, due to events out of the control of the respective project managers. There are no financial implications in terms of the overall capital programme. The schemes that have been significantly slipped are detailed below:

Place: M1 Junction 36 Phase 1 Hoyland (-£2.157M)

There is reported slippage totalling £2.157M on the M1 Junction 36 Phase 2 which is related to the delivery of the Sheffield City Region Investment Fund (SCRIF) developer work packages. The physical works onsite are dependent upon the adoption of the Local Plan and subsequent planning approvals. The scheme continues to forecast an overall balanced position across the period.

Place: Barnsley Property Investment Fund Phase 2 (-£0.912M)

There is reported slippage totalling £0.912M on the Property Investment Fund Phase 2 scheme. Significant progress is being made on the first PIF 2 scheme at Capitol Park, Dodworth with the two units currently under construction expected to be completed by the end of this financial year. Work is progressing on bringing forward a second scheme which is subject to planning permission and other applications are being assessed in respect of the remaining budget. These schemes are expected to commence on site in the 2019/20 financial year and the revised spend profile reflects that direction of travel.

Communities: Disabled Facilities Grant (-£2.509M)

There is reported slippage on the Disabled Facilities Grant work programme totalling £2.509M. This is a result of a logistical issue regarding the approvals process and capacity issues within the service, resulting in an increase in waiting lists and a backlog of planned schemes. New employees have since been recruited and processes have been reconfigured to increase the productivity and throughput on the DFG programme. Cabinet have also recently agreed a new framework contract which will expedite the tendering of works.

Communities: Principal Towns (-£0.347M)

There is reported slippage on the Principal Towns Programme totalling £0.347M. A number of the schemes that have been approved are dependent on Highways which, due to capacity issues, is likely to result in delays in delivery of these works. It is being considered to look at external suppliers to deliver these works. In addition, the shop front programme, specifically the pilot scheme, has taken longer than expected to progress and therefore has had time implications on moving the overall programme forward. It is envisaged that towards the end of the year, the wider programme will be implemented. Any risks to the future programme such as time delays will be escalated to heads of services and service directors as well as meeting with the Risk and Governance manager on a regular basis.

Various: Others

Also during Quarter 1, a number of individual schemes have reported minor slippage (i.e. less than £0.2M) in 2018/19 amounting to -£0.170M in total. Appendix B identifies these schemes individually.

- **Recommendation 2 of this report is to formally approve the slippage of plans into later years within the capital programme as outlined above.**

4.5. **2018/19 Re-phasing**

No schemes have reported re-phasing for 2018/19 during quarter 1.

4.6. **2018/19 Variation in Costs**

An amount totalling -£0.936M relates to an estimated net decrease in expenditure across a large number of schemes as a result of cost variations / scheme completion. Significant cost variations are detailed below: Appendix B identifies these schemes individually.

People: Schools Health & Safety Reactive Works £0.172M

Following significant roof leaks at Worsbrough Common Primary, it has been necessary to introduce two new projects into the capital maintenance programme. The first is to address a significant leak over the nursery toilets, circulation and classroom, that has resulted in 3 toilets being out of use for a term (£40k). The second is to address a major leak above the school meals kitchen that results in regular flooding over the cooking appliances (£25k). In addition

to the roofing works a safeguarding issue has been raised at Mapplewell Primary when releasing children to parents at the end of the school day. In order to address this new external doors are required to five classrooms which will allow full teacher supervision when children are being released to parents/carers (£29k).

In addition to the above projects there are asbestos removal works at Silkstone Primary and Jump Primary (£23k) and allowances to support schools with general asbestos management / removal (£25k). A further £30k is allocated to support maintained schools in addressing urgent health and safety / safeguarding issues that may arise during the school year.

HRA: Barnsley Homes Schemes – Athersley South (-£0.137M), Hemingfield (-£0.114M) & Wombwell (-£0.218M)

There is a reported cost reduction on various elements of the individual Barnsley Homes Schemes totalling £0.469M, predominantly as a result of a combination of customer refusals of work, a small number of persistent no access properties and general on going value engineering initiatives. The resources aligned to these schemes are available for redistribution within the HRA capital programme.

Various: Others

Also during Quarter 1, a number of schemes have reported a variation in cost of less than £0.1M individually in 2018/19, totalling -£0.639M. Appendix B identifies these schemes individually.

Where the funding is restricted in terms of what it can be used for, these resources fall back to specific directorate unallocated resources for utilisation in future periods. The resources relating to the reported net decrease of -£0.936M relate entirely to restricted resources, which paragraphs 5.2 refers.

- **Recommendation 3 of this report is to formally approve the variation of plans within the capital programme due to cost variations as outlined above.**

Overall Capital Programme Position

- 4.7. In terms of the capital programme in future years, there's an anticipated increase in scheme costs totalling £0.017M within the People's Directorate in addition to the issues outlined within the 2018/19 position in paragraphs 4.4 through paragraph 4.6.

No significant cost variations (over £0.1M) are reported: Appendix B identifies all these schemes individually.

Therefore, the total variation on the programme equates to a net decrease of **-£0.919M**. The specific schemes and variation amounts are highlighted in Appendix B to this report.

- **Recommendation 4 of this report is to formally approve the variation of plans within the capital programme due to cost variations as outlined above.**

5. Unallocated Resources

- 5.1. There is a balance of available but not yet allocated resources at the end of quarter 1 totalling £21.913M as well as estimated resources expected to be available in future periods of £79.933M. This is over and above the funding identified at Table 3.2, all of which is ring-fenced as to how it can be spent.

Members should note the distinction between resources 'in the bank' in 2018/19 and indicative allocations that haven't yet been aligned to specific schemes. These allocations are due to be

received in future years but are indicatively built into the programme, which are subject to change.

- 5.2. The unallocated resources position is analysed in the table below which shows the funding that is restricted / earmarked to a specific area / activity. There are no unallocated resources that are unrestricted at this time.

<u>Restricted / Earmarked Funding</u>		2018/19 £M	Later Years (Indicative) £M	Total £M
HRA	HRA	8.968	73.088	82.056
Highways Funding	Place	2.280	4.727	7.007
Section 106 Monies	Place	5.537	-	5.537
Schools Grants	People	1.443	0.521	1.964
Other	Various	2.748	1.614	4.362
Opening Resources Unallocated to Schemes		20.976	79.950	100.926
Resources To Be Used as per this Report (Paragraph 4.7)		-	(0.017)	(0.017)
Resources Made Available as per this Report (Paragraph 4.6)		0.936	-	0.936
Increase / (Decrease) in Available Resources		0.936	(0.017)	0.919
Revised <u>Restricted</u> Resources Unallocated to Schemes		21.913	79.933	101.846

- 5.3. Following the approval of this Cabinet Report, restricted unallocated resources will increase by £0.919M due to scheme variations across the capital programme, as referred to in paragraph 4.7.
- 5.4. Ongoing reviews of existing resources/ unallocated balances will be carried out by the Capital 'Oversight' Board. Any unrestricted resources will be considered as part of the update on the strategic reserves strategy.

6. Capital Programme Monitoring Position – By Corporate Priority / Outcome

6.1. The table below provides an analysis of the capital plans within the Council's five year capital programme, identifying the capital resources that are aligned to achieving the Council's 3 main Corporate Priorities and the 12 front facing outcomes. Any performance issues arising from the capital schemes assigned to each Corporate Priority are discussed within each relevant outcome section with material items referenced in the Corporate Performance Report. Appendix A shows detailed plans / outturn per scheme aligned to each Corporate Outcome.

<u>Corporate Priorities</u>	<u>Corporate Outcomes</u>	<u>2018/19 Capital Programme £M</u>	<u>2018/19 Actuals £M</u>	<u>2018/19 Projected Outturn £M</u>	<u>2018/19 Variance £M</u>	<u>Total Capital Programme £M</u>	<u>Total Projected Outturn £M</u>	<u>Total Variance £M</u>
THRIVING & VIBRANT ECONOMY	(1) Create More & Better Jobs & Good Business Growth	7.709	0.425	4.648	(3.061)	16.524	16.532	0.008
	(2) Increase Skills To Get More People Working	-	-	-	-	-	-	-
	(3) Develop A Vibrant Town Centre	31.661	7.377	31.661	-	33.483	33.483	-
	(4) Strengthen Our Visitor Economy	4.550	0.319	4.550	-	5.300	5.300	-
	(5) Create More & Better Housing	39.939	2.743	36.596	(3.343)	70.847	70.013	(0.834)
	Sub Total	83.859	10.864	77.455	(6.404)	126.154	125.328	(0.826)
PEOPLE ACHIEVING THEIR POTENTIAL	(6) Every Child Attends a Good School	5.336	0.179	5.239	(0.097)	5.336	5.415	0.079
	(7) Early, Targeted Support For Those That Need It	-	-	-	-	-	-	-
	(8) Children & Adults Are Safe From Harm	0.254	0.036	0.146	(0.108)	0.254	0.146	(0.108)
	(9) People Are Healthier, Happier, Independent & Active	1.708	0.470	1.641	(0.067)	1.708	1.641	(0.067)
	Sub Total	7.298	0.685	7.026	(0.272)	7.298	7.202	(0.096)
STRONG & RESILIENT COMMUNITIES	(10) People Volunteering & Contributing Towards Stronger Communities	-	-	-	-	-	-	-
	(11) Protecting The Borough For Future Generations	19.198	2.101	18.854	(0.345)	20.659	20.662	0.003
	(12) Customers Can Contact Us Easily & Use More Services Online	0.530	-	0.518	(0.012)	0.530	0.530	-
	Sub Total	19.728	2.101	19.372	(0.357)	21.189	21.192	0.003
Total	110.885	13.650	103.853	(7.031)	154.641	153.641	(0.919)	

7. Capital Programme 'Oversight' Board

- 7.1. The Capital Programme 'Oversight' Board has been set up to have oversight for the performance management of the Council's capital programme including Sheffield City Region schemes where the Council is the lead Authority.
- 7.2. The Oversight Board is particularly important in addressing the Council's capital priorities over the planning period to 2022, particularly as future funding reduces/ changes. This is especially the case in relation to capital resources that will be re-directed to City Regions as a result of local Devolution Deals and changing Government policies/ priorities.
- 7.3. Currently, the oversight board are considering a number of detailed business cases relating to the 2019 - 2022 capital programme as part of the budget setting process for capital, which relate to a wide range of capital investment. Subsequent cabinet reports will be presented to formally approve these schemes in due course.
- 7.4. A further update of the Authority's Reserves Strategy is being pulled together, including an analysis of both existing and future resources. The strategy considers prioritising Housing Revenue Account reserves and the use of Berneslai Homes' company surplus against a range of emerging capital priorities. Members will be updated in due course.

8. Background Papers

- Service and Financial Planning 2018/19 – Revenue Budget, Capital Programme and Council Tax (Cab.7.2.2018/6)

Quarter 1 Capital Programme By Outcome



OUTCOME 1 - CREATE MORE & BETTER JOBS & GOOD BUSINESS GROWTH

Overall Financial Position:	<p>The financial position for Outcome 1, for both current year and overall is shown below. This outcome is currently forecasting an overall increase in costs of £0.008M, which is expected to be contained within available resources. A full list of schemes at outcome level is provided at Appendix A with the variance analysis shown in Appendix B.</p>						
Directorate(s)	2018/19 Capital Programme £M	2018/19 Actuals £M	Projected Outturn 2018/19 £M	2018/19 Variance £M	Overall Capital Programme £M	Overall Projected Outturn £M	Overall Variance £M
PLACE / CORE	7.709	0.425	4.648	(3.061)	16.524	16.532	0.008

OUTCOME 1 – SIGNIFICANT SCHEMES / PROGRAMMES

The most significant schemes / programmes for Outcome 1, in terms of value, are shown below, in respect of the financial position together with a commentary on progress during the quarter.

Scheme / Programme:	Barnsley Property Investment Fund Phase 2						
Overview:	The second phase of the property investment fund scheme is aimed at accelerating inward investment and indigenous business economic growth. Specifically to move forward with the procurement activity relating to a relaunch of the fund, technical assessment of applications and identification of preferred schemes.						
Directorate:	PLACE						
Financials:	2018/19 Capital Programme £M	2018/19 Actuals £M	Projected Outturn 2018/19 £M	2018/19 Variance £M	Overall Capital Programme £M	Overall Projected Outturn £M	Overall Variance £M
Key:	£M	£M	£M	£M	£M	£M	£M
On Track / Underspend	3.310	0.288	2.398	(0.912)	3.310	3.310	-
Minor Variance / Slippage	Actual expenditure up to June 2018 on this scheme totals £0.288M against approved scheme plans of £3.310M. This scheme is currently forecasting an overall balanced position with £0.912M to be slipped into future years.						
Major Overspend							
Operational Activity This Quarter:	<p>This quarter, progress has been made with the first two approved PIF 2 Schemes</p> <ul style="list-style-type: none"> Capitol Park is currently under construction and due to complete in October 2018. There has been considerable interest in both units from expanding local companies. Companies that may well have left the borough due to the lack of available premises had additional units not being under development through PIF 2 support. Everill Gate Lane is currently progressing through legal with a planning application for the development being prepared to be submitted by September. <p>Work is progressing on bringing forward a third scheme which is subject to due diligence and Cabinet approval.</p>						

Scheme / Programme:	Strategic Business Parks						
Overview:	The proposed employment sites at M1 J36 Hoyland; M1 J37 Barugh Green and Goldthorpe will be allocated as part of the emerging draft Local Plan 2014-2033, which is currently undergoing the Examination in Public (stage 4 of 4). The overall delivery of the employment sites will be funded by Sheffield City Region Investment Fund (SCRIF) and Barnsley's Jobs and Business Plan together with private sector investment in to the sites. These projects will contribute significantly to the Council's aspiration of creating 17,500 new jobs over the next 20 years.						
Directorate:	PLACE						
Financials:	2018/19 Capital Programme	2018/19 Actuals	Projected Outturn 2018/19	2018/19 Variance	Overall Capital Programme	Overall Projected Outturn	Overall Variance
Key:	£M	£M	£M	£M	£M	£M	£M
On Track / Underspend	0.600	0.093	0.608	0.008	1.028	1.036	0.008
Minor Variance / Slippage	Actual expenditure up to June 2018 on this scheme totals £0.093M against approved scheme plans of £0.600M. This scheme is currently forecasting an overall increased cost of £0.008M to be funded from previously unallocated resources.						
Major Overspend							
Operational Activity This Quarter:	M1 J36 Hoyland – Assisting with the facilitation of master planning North, South and West Hoyland employment sites with various developers over the next few months. M1 J36 Goldthorpe – Cross departmental working with Highways to design mitigations to be delivered to ease current congestion and plan for future development whilst being funded externally via SCRIF. Currently progressing SCRIF funding business case which will fund the scheme. M1 J37 Barugh Green - Cross departmental working with Highways to design mitigations to be delivered to ease current congestion and plan for future development whilst being funded externally via SCRIF.						

Scheme / Programme:	M1 Junction 36 Phase 1 Hoyland						
Overview:	The proposed employment site at M1 J36 Hoyland will be allocated as part of the emerging draft Local Plan 2014-2033, which is currently undergoing the Examination in Public (stage 3 of 4). The overall delivery of the employment sites will be funded by Sheffield City Region Investment Fund and the Jobs and Business Plan together with private investment in the sites. This project will contribute significantly to the Council's aspiration of creating 17,500 new jobs over the next 20 years.						
Directorate:	PLACE						
Financials:	2018/19 Capital Programme	2018/19 Actuals	Projected Outturn 2018/19	2018/19 Variance	Overall Capital Programme	Overall Projected Outturn	Overall Variance
Key:	£M	£M	£M	£M	£M	£M	£M
On Track / Underspend	2.457	0.006	0.300	(2.157)	9.896	9.896	-
Minor Variance / Slippage	Actual expenditure up to June 2018 on this scheme totals £0.006M against approved scheme plans of £2.457M. This scheme is currently forecasting an overall balanced position with £2.157M to be slipped into future years.						
Major Overspend							
Operational Activity This Quarter:	M1 J36 Hoyland – Assisting with the facilitation of master planning North, South and West Hoyland employment sites with various developers over the next few months.						

OUTCOME 3 – DEVELOP A VIBRANT TOWN CENTRE

Overall Financial Position:	<p>The financial position for Outcome 3, for both current year and overall is shown below.</p> <p style="text-align: center;">This outcome is currently forecasting an overall balanced position.</p> <p>A full list of schemes at outcome level is provided at Appendix A with the variance analysis shown in Appendix B.</p>						
Directorate(s)	2018/19 Capital Programme £M	2018/19 Actuals £M	Projected Outturn 2018/19 £M	2018/19 Variance £M	Overall Capital Programme £M	Overall Projected Outturn £M	Overall Variance £M
PLACE / CORE	31.661	7.377	31.661	-	33.483	33.483	-

OUTCOME 3 – SIGNIFICANT SCHEMES / PROGRAMMES

The most significant schemes / programmes for Outcome 3, in terms of value, are shown below, in respect of the financial position together with a commentary on progress during the quarter.

Scheme / Programme:	Glassworks Development Phase 1						
Overview:	<p>Phase 1 of the Glassworks scheme is focussed on the redevelopment of the BMBC owned assets and land in Barnsley town centre. The investment to date has seen us complete the demolition of derelict and underused assets, the creation of two temporary markets to house the market traders. Significant progress has been made by the main contractor Henry Boot (appointed in February 2016). In train during the reporting period is the refurbishment of the Metropolitan Centre and construction of the Library@the Lightbox. Design work continues for a new landscaped public open space (the Market Square) and public realm improvements across the town centre due to additional allocation of resources to increase the area of the scheme. High quality car parking has been provided on the former CEAG site. These ambitious plans will boost regeneration, acting as a catalyst for further investment in the town.</p>						
Directorate:	CORE						
Financials:	2018/19 Capital Programme £M	2018/19 Actuals £M	Projected Outturn 2018/19 £M	2018/19 Variance £M	Overall Capital Programme £M	Overall Projected Outturn £M	Overall Variance £M
Key:							
On Track / Underspend	27.904	6.898	27.904	-	27.904	27.904	-
Minor Variance / Slippage	Actual expenditure up to June 2018 on this scheme totals £6.898M against approved scheme plans of £27.904M. This scheme is currently forecasting an overall balanced position.						
Major Overspend							
Operational Activity This Quarter:	<p>Overall the Glass Works phase 1 is making good progress, with real physical changes to the town centre visible above the hoardings.</p> <p>Library@the Lightbox Works this quarter have continued to the walls, slabs and columns on the library and adjacent retail unit. The first floor columns have been cast and work is progressing well. The procurement for the internal fit out of the building is currently underway.</p> <p>Metropolitan Centre Significant progress has been made to the external finishes of the building with the ongoing installation of the GRC columns, brick slips and curtain walling. Internally screeding and resin flooring is being installed and the market stalls have been erected, all balustrading is in place and</p>						

	<p>temporary voids have been filled. The solar thermal system and reroofing is now almost complete and lifts and staircases are being installed. M&E installations are ongoing; the NPG substations works are complete. In the basement the trader stores and prep areas are under construction. The food hall has been white rocked and the new meat and fish counters have arrived and are awaiting installation. In Market Kitchen the new roof light is complete, balustrading works are complete and the services core and stairs are in place.</p> <p>Public Realm Works have commenced on Cheapside with site clearance and the installation of tree pits and new street lighting columns. The granite paving, Kellen paving and granite feature walls have been delivered to site ready for installation. Detailed design work is ongoing for the rest of the public realm which will be delivered in a phased basis following on from the completion of Cheapside.</p> <p>It should be noted that Henry Boots' contractual key performance indicator targets for social value have not only been achieved but they have exceeded them in several areas.</p> <p>Demolition Planning work has commenced with Hague for the demolition of the Markets multi storey car park. Service diversions are being undertaken to allow the demolition to progress. The work will initially be done on a phased basis up to Christmas to remove the ramps, chimney, box store and service road.</p>
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Scheme / Programme:	Glassworks Development Phase 2						
Overview:	<p>The Council has engaged with a private sector development management company to bring forward Phase 2 of the Glassworks scheme. This will include working with the Council to provide:</p> <ul style="list-style-type: none"> • Fully tendered construction contract with a fixed price; • Pre-lets of the whole scheme, • A detailed financial model and cost plan • Management of the construction contract • Advice and guidance in respect of future Facilities and Asset Management arrangements of the Glass Works. 						
Directorate:	PLACE						
Financials:	2018/19 Capital Programme £M	2018/19 Actuals £M	Projected Outturn 2018/19 £M	2018/19 Variance £M	Overall Capital Programme £M	Overall Projected Outturn £M	Overall Variance £M
Key:							
On Track / Underspend	3.167	0.479	3.167	-	4.988	4.988	-
Minor Variance / Slippage							
Major Overspend							
Operational Activity This Quarter:	<p>Pre-construction activity has continued in this quarter. Procurement work has also been ongoing to secure a contractor to build phase 2. Alongside this, leasing activity has continued to secure occupiers for the completed scheme. Marketing activity has focused on promoting the Glass Works name at the Tour de Yorkshire and other existing events.</p>						

OUTCOME 4 – STRENGTHEN OUR VISITOR ECONOMY

Overall Financial Position:	<p>The financial position for Outcome 4, for both current year and overall is shown below.</p> <p style="text-align: center;">This outcome is currently forecasting an overall balanced position.</p> <p>A full list of schemes at outcome level is provided at Appendix A with the variance analysis shown in Appendix B.</p>						
Directorate(s)	2018/19 Capital Programme £M	2018/19 Actuals £M	Projected Outturn 2018/19 £M	2018/19 Variance £M	Overall Capital Programme £M	Overall Projected Outturn £M	Overall Variance £M
PLACE	4.550	0.319	4.550	-	5.300	5.300	-

OUTCOME 4 – SIGNIFICANT SCHEMES / PROGRAMMES

The most significant schemes / programmes for Outcome 4, in terms of value, are shown below, in respect of the financial position together with a commentary on progress during the quarter.

Scheme / Programme:	Cannon Hall – Parks for People						
Overview:	£3.2million Capital improvement scheme mainly funded by Heritage Lottery Fund of £2.9million, to renovate the lakes, external buildings and structures and to improve the landscaping with planting and infrastructure access and utilities – Activities and events scheduled to run throughout the scheme duration to improve visitor number and participation -Anticipated completion September 2020						
Directorate:	PLACE						
Financials:	2018/19 Capital Programme £M	2018/19 Actuals £M	Projected Outturn 2018/19 £M	2018/19 Variance £M	Overall Capital Programme £M	Overall Projected Outturn £M	Overall Variance £M
Key:							
On Track / Underspend	2.702	0.224	2.702	-	3.202	3.202	-
Minor Variance / Slippage	Actual expenditure up to June 2018 on this scheme totals £0.224M against approved scheme plans of £2.702M. This scheme is currently forecasting an overall balanced position.						
Major Overspend							
Operational Activity This Quarter:	Major contract awarded in March to renovate the lakes, the renovation of the lakes is due to be concluded in September 2018, ongoing work to prepare drawings and specifications for tendering the other contracts for late summer. The project is currently running on track.						

Scheme / Programme:	Replacement of Boilers - Metrodome						
Overview:	Deliver the replacement of the heating system at the Metrodome utilising the EU compliant Re:fit Framework, work to be carried out spring 2019.						
Directorate:	PLACE						
Financials:	2018/19 Capital Programme £M	2018/19 Actuals £M	Projected Outturn 2018/19 £M	2018/19 Variance £M	Overall Capital Programme £M	Overall Projected Outturn £M	Overall Variance £M
Key:							
On Track / Underspend	1.200	-	1.200	-	1.200	1.200	-
Minor Variance / Slippage	Actual expenditure up to June 2018 on this scheme totals £0M against approved scheme plans of £1.200M. This scheme is currently forecasting an overall balanced position.						
Major Overspend							
Operational Activity This Quarter:	The ITT was issued 23 July 2018 following a pre tender site visit on 18 th July attended by eight potential contractors. The tender return date is 18 th September. The forecast date for entering into contract is currently 23 rd October. Following the appointment of a contractor there is a two month design period to allow the contractor will develop detail design proposals following which						

installation works will commence early in the new year.



OUTCOME 5 – CREATE MORE AND BETTER HOUSING

Overall Financial Position:	<p>The financial position for Outcome 5, for both current year and overall is shown below.</p> <p>This outcome is currently forecasting an overall decrease in costs of £0.834M. These resources are restricted as to what it can be used on and therefore falls back into directorate unallocated resources.</p> <p>A full list of schemes at outcome level is provided at Appendix A with the variance analysis shown in Appendix B.</p>						
Directorate(s)	2018/19 Capital Programme £M	2018/19 Actuals £M	Projected Outturn 2018/19 £M	2018/19 Variance £M	Overall Capital Programme £M	Overall Projected Outturn £M	Overall Variance £M
HRA / PLACE / COMMUNITES	39.939	2.743	36.596	(3.343)	70.847	70.013	(0.834)

OUTCOME 5 – SIGNIFICANT SCHEMES / PROGRAMMES

The most significant schemes / programmes for Outcome 5, in terms of value, are shown below, in respect of the financial position together with a commentary on progress during the quarter.

Scheme / Programme:	Barnsley Homes Standard / Decent Homes Programme						
Overview:	<p>Barnsley Homes fulfilled its Decent Homes target by achieving full decency of HRA housing stock in December 2010. As the Decency Standard is essentially a time based elemental standard, when a number of elements in a property require replacement, because they are old and because of their condition, the property is said to be 'non-decent'. It then requires improvement. The Barnsley Homes Standard (BHS) Programme improves these properties in planned improvement programmes, based on a whole house approach or elemental basis as appropriate.</p>						
Directorate:	HRA						
Financials:	2018/19 Capital Programme £M	2018/19 Actuals £M	Projected Outturn 2018/19 £M	2018/19 Variance £M	Overall Capital Programme £M	Overall Projected Outturn £M	Overall Variance £M
Key:							
On Track / Underspend	11.621	0.461	10.848	(0.773)	14.107	13.334	(0.773)
Minor Variance / Slippage	<p>Actual expenditure to June 2018 on the programme totals £0.461M, against approved 2018/19 plans of £11.621M. An overall decrease of £0.773M is currently forecast against the schemes and is reported as part of this report. The decrease in scheme costs can be transferred to the restricted HRA unallocated BHS funds, so there are no implications against the Council's resources.</p>						
Major Overspend							
Operational Activity This Quarter:	<p>15 schemes are identified for the 2018/19 BHS programme. At the end of Quarter 1, 3 schemes are complete, 2 are on site with a further 4 due to start imminently. All works on the 2018/19 BHS programme are currently due to complete by March 31st 2019.</p>						

Scheme / Programme:	Non Barnsley Homes Standard Programme
Overview:	<p>The Non BHS schemes incorporated within the PRIP contact include:-</p> <ul style="list-style-type: none"> The Major Adaptations budget which assists people with specific identified needs within the Borough, allowing them to continue to live as independently as possible in the home of their choice. The Replacement Items budget comprising items which are reported by tenants and subsequently on inspection deemed beyond repair. These are placed into a planned

	<p>rolling programme of work throughout the year. Properties where BHS works are planned are excluded except in very urgent or emergency cases.</p> <ul style="list-style-type: none"> • The Structural Extensive / Void Replacement Programme which allows for structural and replacement items in both tenanted and void properties where the existing property elements are beyond repair or dangerous. The budget allows for extensive works to single properties which do not lend themselves to ongoing or imminent programmed works. 						
Directorate:	HRA						
Financials:	2018/19 Capital Programme	2018/19 Actuals	Projected Outturn 2018/19	2018/19 Variance	Overall Capital Programme	Overall Projected Outturn	Overall Variance
Key:	£M	£M	£M	£M	£M	£M	£M
On Track / Underspend	8.690	0.008	8.661	(0.029)	34.398	34.369	(0.029)
Minor Variance / Slippage	Projected expenditure for 2018/19 on these demand led schemes totals £8.690M (against approved plans of £8.661M), giving an in-year variance of £0.029M.						
Major Overspend							
Operational Activity This Quarter:	Progress against these budget heads is on programme with regular releases of work to partner contractors. All work is meeting time key performance indicators and costs expenditure is being monitored on a monthly basis.						

Scheme / Programme:	Housing Growth Programme						
Overview:	BMBC is committed to the delivery of both new build housing direct development, new build acquisitions and second hand property acquisitions to increase the availability of affordable housing in the borough and replenish some units sold via RTB. Funding has also been identified to support the Council's strategic housing objectives in the public and private sector over a five year period to stimulate housing growth, make best use of our council land and assets and contribute to our aspirational growth targets.						
Directorate:	HRA						
Financials:	2018/19 Capital Programme	2018/19 Actuals	Projected Outturn 2018/19	2018/19 Variance	Overall Capital Programme	Overall Projected Outturn	Overall Variance
Key:	£M	£M	£M	£M	£M	£M	£M
On Track / Underspend	9.052	1.224	9.019	(0.033)	11.582	11.549	(0.033)
Minor Variance / Slippage	Actual expenditure incurred to date is £1.224M for 2018/19 against schemes currently approved in the housing growth programme. Forecasted outturn is projected to be £9.019M (against plans of £9.052M), giving an in-year variance of £0.033M.						
Major Overspend							
Operational Activity This Quarter:	The Baden Street and Beever Street projects completed the demolition stage of the re-development process in Q1 and the new build development work is now progressing. Cabinet approved the redevelopment proposals for the Royston Bungalows, which will start on site proper from Sept 2018. These projects will deliver 30 new homes for rent via CBL (22 of which are bungalows). Berneslai Homes also completed on 6 (second hand) property acquisitions and 1 S106 acquisition during Q1. 20 additional Affordable housing units were made available in the borough – 13 via our RSL partners, 1 section 106 and 6 acquisitions.						

OUTCOME 6 – EVERY CHILD ATTENDS A GOOD SCHOOL

Overall Financial Position:	<p>The financial position for Outcome 6, for both current year and overall is shown below. This outcome is currently forecasting an overall increase in costs of £0.079M, which is expected to be contained within available resources. A full list of schemes at outcome level is provided at Appendix A with the variance analysis shown in Appendix B.</p>						
Directorate(s)	2018/19 Capital Programme £M	2018/19 Actuals £M	Projected Outturn 2018/19 £M	2018/19 Variance £M	Overall Capital Programme £M	Overall Projected Outturn £M	Overall Variance £M
HRA / PLACE / COMMUNITES	5.336	0.179	5.239	(0.097)	5.336	5.415	0.079

OUTCOME 6 – SIGNIFICANT SCHEMES / PROGRAMMES

The most significant schemes / programmes for Outcome 6, in terms of value, are shown below, in respect of the financial position together with a commentary on progress during the quarter.

Scheme / Programme:	School Condition						
Overview:	The school condition programme (funded from DfE capital grant) comprises of a number of schools schemes that relates to, and addresses, the major defective building elements that have been identified as requiring urgent attention on Council Maintained schools. The schemes will ensure that pupils are taught in safe, dry, warm and bright environments.						
Directorate:	PEOPLE						
Financials:	2018/19 Capital Programme £M	2018/19 Actuals £M	Projected Outturn 2018/19 £M	2018/19 Variance £M	Overall Capital Programme £M	Overall Projected Outturn £M	Overall Variance £M
Key:							
On Track / Underspend	1.309	0.065	1.415	0.106	1.309	1.449	0.140
Minor Variance / Slippage	Actual expenditure up to June 2018 on these schemes totals £0.065M against approved scheme plans of £1.309M. These schemes are currently forecasting an overall increase in cost of £0.140M to be funded from previously unallocated resources.						
Major Overspend							
Operational Activity This Quarter:	Further investigations and surveys have been carried out to determine the scope of works for the 20 projects due to be completed under the programme. Tender documents have been prepared and most schemes are out to tender. All works are scheduled to be complete over the school summer holiday period.						

Scheme / Programme:	Additional Pupil Places						
Overview:	The Authority has a statutory duty to ensure there are sufficient school places in the borough to provide appropriate education for its pupils. The Pupil Places programme comprised a number of capital schemes aimed at increasing the number of primary school places to meet increased demand. This is mainly achieved by providing additional classroom space in specific schools in areas of greatest need.						
Directorate:	PEOPLE						
Financials:	2018/19 Capital Programme £M	2018/19 Actuals £M	Projected Outturn 2018/19 £M	2018/19 Variance £M	Overall Capital Programme £M	Overall Projected Outturn £M	Overall Variance £M
Key:							
On Track / Underspend	1.887	0.064	1.684	(0.203)	1.887	1.826	(0.061)
Minor Variance / Slippage	Actual expenditure up to June 2018 on these schemes totals £0.064M against approved scheme						

Major Overspend	plans of £1.887M. These schemes are currently forecasting an overall reduction in cost of £0.061M.
Operational Activity This Quarter:	Continued monitoring of any defects on schemes completed last year at Milefield Primary and Thurlstone Primary. Design works are currently being undertaken on the Phase 4 works at Penistone St. Johns Primary. A planning application has been submitted for the proposed new car park serving the Junior Site. The production of information for tender is on-going. The works are scheduled to start on site October 2018 and be complete for July 2019.

Scheme / Programme:	Penistone Grammar Extension						
Overview:	<p>Approval has been given for the publication of a Statutory Notice to enlarge the premises of Penistone Grammar School from a net capacity of 1,400 to 1,650 pupils with effect from September 2018. This increase in capacity relates to Years 7 to 11 only and will allow for an increase in pupils from 270 to 320, in the Year 7 intake from 2018 onwards.</p> <p>The scheme has been split into 2 phases: Phase 1 is internal re-modelling primarily to enable the School to accommodate the 50 additional pupils in September 2018 and as part of the long term plan. Construction works are underway. Phase 2 is an extension with a link corridor to the existing building to accommodate 50 additional pupils each year from September 2019 to September 2022. The detailed design has been submitted to the Authority and dialogue with planning has commenced.</p>						
Directorate:	CORE						
Financials:	2018/19 Capital Programme	2018/19 Actuals	Projected Outturn 2018/19	2018/19 Variance	Overall Capital Programme	Overall Projected Outturn	Overall Variance
Key:	£M	£M	£M	£M	£M	£M	£M
On Track / Underspend	1.990	0.050	1.990	-	1.990	1.990	-
Minor Variance / Slippage	Actual expenditure up to June 2018 on these schemes totals £0.050M against approved scheme plans of £1.990M. These schemes are currently forecasting an overall balanced position.						
Major Overspend							
Operational Activity This Quarter:	<p>Phase 1 As the Deed of Variation to the SPV One Project Agreement is still being negotiated between the various legal parties it proved necessary to get an Early Works Deed Engrossment to the value of £250,000 agreed to allow the contractor to commence on site and minimise any delays in the delivery of the programme. A LGCA certificate and formalities certificate were also requested from the Authority. The phase 1 work commenced on site 26/27th July 2018 and in view of the later start, it proved necessary to review the programme of works. Sectional completion dates have been agreed as outlined below:</p> <ol style="list-style-type: none"> 1. Completion of amphitheatre, ICT room and modifications to doors/circulation routes 31 August 2018. 2. Completion of level 4 classrooms, further ICT room and dining area 7 September 2018. 3. Completion of 2 new science laboratories and additional locker banks 28 September 2018. <p>Phase 2 The Deed of Variation to the SPV One Project Agreement has yet to be drafted. The RIBA stage 2 Developed Design has been submitted to the Authority and site investigation surveys are underway with a planned submission date of the RIBA stage 3 report to the Authority by 20 September 2018. Planning application to be submitted 25 September 2018 to allow planning determination period of 8 week allowance only which has been identified as a RISK with the Planning Committee date that is scheduled for 20 November 2018. Building Control Application to be submitted 21 September 2018 with approval expected by 19 October 2018. Tender documents to be issued w/c 2 November to 8 November 2018 linking to planning dates, tender closing date 20 December 2018 and appraisal and appointment by 3 January 2019. Preparation and execution of building contract 4 January to 31 January 2019. Mobilisation to commence 4 January 2019 with construction period 1 February 2019 to 24 October 2019. It should be noted that the completion date is later than originally planned as a result of time loss from concentration on phase 1 works and aligning with Planning Committee dates set. The revised programme and implications from a later completion date is to be discussed with the school on 20 August 2018.</p>						

OUTCOME 9 – PEOPLE ARE HEALTHIER, HAPPIER, INDEPENDENT & ACTIVE

Overall Financial Position:	<p>The financial position for Outcome 9, for both current year and overall is shown below. This outcome is currently forecasting an overall decrease in costs of £0.067M. These resources are restricted as to what it can be used on and therefore falls back into directorate unallocated resources. A full list of schemes at outcome level is provided at Appendix A with the variance analysis shown in Appendix B.</p>						
Directorate(s)	2018/19 Capital Programme £M	2018/19 Actuals £M	Projected Outturn 2018/19 £M	2018/19 Variance £M	Overall Capital Programme £M	Overall Projected Outturn £M	Overall Variance £M
PLACE / COMMUNITES	1.708	0.470	1.641	(0.067)	1.708	1.641	(0.067)

OUTCOME 9 – SIGNIFICANT SCHEMES / PROGRAMMES

The most significant schemes / programmes for Outcome 9, in terms of value, are shown below, in respect of the financial position together with a commentary on progress during the quarter.

Scheme / Programme:	SECTION 106 PROGRAMME						
Overview:	<p>Section 106 (S106) Agreements are legal agreements between Local Authorities and developers; these are linked to planning permissions when it is considered that a development will have significant impacts on the local area that cannot be moderated by means of conditions attached to a planning decision. The agreements will vary depending on the nature of the development and based on the needs of the district. The most common obligations include:-</p> <ul style="list-style-type: none"> • Public Open Space • Affordable Housing • Education • Highways <p>Monies received from S106 agreements are then allocated to schemes, which mitigate the impacts made by the development by making improvements to the local areas.</p>						
Directorate:	PLACE						
Financials:	2018/19 Capital Programme £M	2018/19 Actuals £M	Projected Outturn 2018/19 £M	2018/19 Variance £M	Overall Capital Programme £M	Overall Projected Outturn £M	Overall Variance £M
Key:							
On Track / Underspend	1.653	0.469	1.594	(0.059)	1.653	1.594	(0.059)
Minor Variance / Slippage	Actual expenditure up to June 2018 on these schemes totals £0.469M against approved scheme plans of £1.653M. These schemes are currently forecasting an overall reduction in cost of £0.059M.						
Major Overspend							
Operational Activity This Quarter:	<p>Ten schemes, valued at £625k, completed during the 1st Qtr 2018/19, including the resurfacing of a stretch of the Trans Pennine Trail, at a cost of £200k. Five schemes, valued at £681k, approved by the Panel in Qtr 1, including £400k towards the HCA Empty Homes programme for 2018/21 and £125k for RSPB Old Moor. All other schemes progressing according to plan.</p>						

OUTCOME 11 – PROTECTING THE BOROUGH FOR FUTURE GENERATIONS

Overall Financial Position:	<p>The financial position for Outcome 11, for both current year and overall is shown below. This outcome is currently forecasting an overall increase in costs of £0.003M, which is expected to be contained within available resources. A full list of schemes at outcome level is provided at Appendix A with the variance analysis shown in Appendix B.</p>						
Directorate(s)	2018/19 Capital Programme £M	2018/19 Actuals £M	Projected Outturn 2018/19 £M	2018/19 Variance £M	Overall Capital Programme £M	Overall Projected Outturn £M	Overall Variance £M
PLACE / CORE/ COMMUNITES	19.198	2.101	18.854	(0.345)	20.659	20.662	0.003

OUTCOME 11 – SIGNIFICANT SCHEMES / PROGRAMMES

The most significant schemes / programmes for Outcome 11, in terms of value, are shown below, in respect of the financial position together with a commentary on progress during the quarter.

Scheme / Programme:	HIGHWAYS PROGRAMME						
Overview:	Highways Maintenance schemes cover a number of different infrastructure asset types including carriageways (local and principal roads), footways, structures (bridges/retaining walls etc.), town centre projects, drainage, street lighting, traffic signals and signs. These schemes maintain and improve these infrastructure assets. These schemes are funded from the Council's highways maintenance capital allocation and the Local Transport (DfT) Capital Maintenance Block grant, which are annual allocations.						
Directorate:	PLACE						
Financials:	2018/19 Capital Programme £M	2018/19 Actuals £M	Projected Outturn 2018/19 £M	2018/19 Variance £M	Overall Capital Programme £M	Overall Projected Outturn £M	Overall Variance £M
Key:							
On Track / Underspend	12.008	1.773	12.008	-	13.008	13.008	-
Minor Variance / Slippage	Actual expenditure up to June 2018 on these schemes totals £1.773M against approved scheme plans of £12.008M. These schemes are currently forecasting an overall balanced position.						
Major Overspend							
Operational Activity This Quarter:	During Q1 additional resources were deployed to clear the backlog of highway defects received as a result of excessive winter damage. The Local Roads Programmes for carriageway and footway maintenance are on track with no slippage. Drainage and Street Lighting programmes are also on track. An additional £4M capital resource has been made available to enhance the existing core programme over the next two years and work is ongoing to identify the specific areas for investment.						

Scheme / Programme:	VEHICLE REPLACEMENT PROGRAMME						
Overview:	This scheme allows the replacement of 77 vehicles and ground maintenance equipment to be used by Waste, Neighbourhoods and Bereavement Services, Berneslai Homes and Norfolk Property Services for the period 1 st April 2018 to 31 st March 2019.						
Directorate:	PLACE						
Financials:	2018/19 Capital Programme	2018/19 Actuals	Projected Outturn 2018/19	2018/19 Variance	Overall Capital Programme	Overall Projected Outturn	Overall Variance
Key:	£M	£M	£M	£M	£M	£M	£M
On Track / Underspend	2.953	-	2.953	-	2.953	2.953	-
Minor Variance / Slippage	Actual expenditure up to June 2018 on these schemes totals £0M against approved scheme plans of £2.953M. These schemes are currently forecasting an overall balanced position.						
Major Overspend							
Operational Activity This Quarter:	An order for 21 vehicles with a total cost of £348,532.38 (Not including racking) has been placed – these vehicles are replacements for the Berneslai Homes vehicles due for replacement. The NPS vehicles are currently on hold due to NPS requesting a quote to be made on different contract terms and conditions. A Tender to procure eleven refuse collection vehicles has been written and will be going out with the intension of delivery starting December 2018. Grounds Maintenance equipment to replace the current neighbourhoods services equipment has been put on hold by the department because of the low usage it has seen this year due to the weather. All other vehicles listed for replacement will be procured within the timeframe.						