

**EDUCATION & CHILDRENS SOCIAL CARE PORTFOLIO**  
**2016/17 PROGRAMME ADJUSTMENTS**

**Managing 2015/16 Overspend**

The total overspend for the portfolio for 2015/16 is £0.68M which will be managed within the portfolio programme. Accordingly approval to amend the portfolio programme in 2016/17 to mitigate this overspend is being requested.

The changes outlined below will remove available funding from schemes that have underspends and schemes that have been specifically reduced as part of a management action. There are also a number of pressures identified which require additional budget. The net budget reduction is proposed to be allocated to schemes that are overspent.

It should be noted that sufficient funding exists within the Education and Children's Social Care Capital Programme.

	£M
Total Overspend 2015/16	1.22
Notional overspend for Schools Devolved Formula Capital (DFC)**	(0.54)
Overspend against different schemes - Realignment from 2016/17	0.68

\*\* Individual school expenditure which is fully funded by DFC. For 2016/17 a new process will need to be implemented in consultation with schools to ascertain a more accurate estimate.

The table below shows a breakdown of how the £0.68M is to be funded:

Parent No.	Scheme No.	Project	Reduction	Addition
			£M	£M
E0PR2	E5020	Fairisle Infant & Nursery		0.04
E0PR2	E5027	Expansion of St Johns Primary & Nursery		0.15
E0PR2	E5019	Tanners Brook Junior	(0.03)	
E0SCM	E7203	Health and Safety Capital	(0.20)	
E0SCM	E7205	Solar PV Resources Project	(0.09)	
E0SCM	E7217	R&M Planned Programme 14-15	(0.41)	
E0SCM	E5022	Primary Review Contingency		0.10
E0SCM	E7204	School Capital Maintenance		0.10
E0PR3	E5041	Springhill Primary Academy School	(0.35)	
			(1.08)	0.39

**E1 – Primary Review P2- Fairisle Infant & Nursery (£0.04M Addition)**

**Increase of £0.04M to cover unforeseen ground work costs and retention payment.**

All costs are now known and in addition to the reported overspend in 2015/16, there will be a further pressure of £0.04M in 2016/17 to meet retention payment due September 2016.

**E2 – Expansion of St Johns Primary & Nursery School (£0.15M Addition)**

**Increase of £0.15M required to complete project.**

Against the original budget for this project there is a requirement for an additional £0.15M as a result of reasons detailed in 21<sup>st</sup> January Board report.

**E3 – Primary Review P2 –Tanners Brook Junior (£0.03M Reduction)**

**Decrease of £0.03M as project has been scaled down due to the initial phase of the project being completed earlier than anticipated.**

Work on the initial element of this project has now been completed. The retention fees has been paid in 2015/16. The project has been scaled down.

**E4 - Health & Safety (H&S) Capital – (£0.2M Reduction)**

**Reduction of £0.2M due to low spend and Capita order processing delays.**

As a result of low spend in 2015/16 due to Capita order processing delays, capital managers agreed reduction of £0.2M for 2016/17.

**E5 – Solar PV Resources Panel – (£0.09M Reduction)**

**Reduction of £0.09M due to underspend on this project. New larger Council wide project is being requested separately to Capital Board.**

Project was to install Solar panels on a list of schools. Redbridge tender will be installed in 2016/17, however a larger council wide bid to capital board will be made separately.

**E6 – R&M Planned Programme 14-15 (£0.41M Reduction)**

**Reduction of £0.41M to meet overspend against other schemes in 2015/16.**

This is ongoing project to pay for repairs and maintenance at schools. There will be underspend in 2016/17. New funding for 2016/17 has been requested, under a separate project, to be paid from school Condition Allocation.

**E7 – Primary Review Contingency- Furniture and Equipment – (£0.1M Addition)**

**Addition of £0.1M required for furniture and equipment for primary review schools bulge classroom projects.**

Ongoing furniture and equipment required for new bulge classrooms. No budget had been requested for 2016/17 but will be required.

**E8 – School Capital Maintenance – (£0.1M Addition)**

**Increase of £0.1M to pay for Capital Staff costs.**

This project is used to capitalise the capital staff team costs, which are expected to be £0.1m. No budget had previously been requested, which would add pressure on the General revenue fund if not funded from capital.

**E9 Springhill Primary Academy School – (£0.35M Reduction)**

**Reduction of £0.35M as project not going ahead as planned.**

Capital managers agreed reduction to bulge class project for this Academy school.

## 2016/17 Virement Requests

As a result of some recent changes a few realignment virements are required within Education capital programme in 2016/17. These virements are within the same category of primary review expansion and will not have any impact on bottom line of Education Capital Programme.

The tender reports to supply modular buildings at Portswood, St Monica and Valentine are found to be in excess of previous forecast. Due to time constraint, the original forecasts for these projects were based on high level cost estimates and were not provided by a Quantity Surveyor or based on a structured estimate.

This means to fund these top priority school place projects following realignments are required:

- Transfer all remaining budget from E5045 Bitterne CE of £342,000 to E5044 St Monica. This will make St Monica total budget £677,000 and there will be nothing left for Bitterne CE as this scheme is not now going ahead.
- Transfer £64,000 from E5017 Heathfield Junior to E5047 PSBP Valentine. This will make E5047 total £456,000.
- Transfer £191,000 from E5017 Heathfield Junior to E5030 Portswood. This will make Porstwood total £740,000.
- After the two changes against Heathfield Junior, this will leave £749,000 in E5017.

Sum1	Project No.	Project Description	16/17 Budget- Post slippage/ rephase	Budget Movements	NEW 16/17 Budget- after slippage and rephase and realignments
E0PR3	E5044	St Monica (bulge class)	335,000	342,000	677,000
E0PR3	E5045	Bitterne CE (Bulge class)	342,000	(342,000)	0
E0PR3	E5047	PSBP Valentine and St Denys	392,000	64,000	456,000
E0PR2	E5017	Primary Review P2 - Heathfield Junior School	1,004,000	(255,000)	749,000
E0PR3	E5030	Portswood Primary Expansion	549,000	191,000	740,000
<b>Overall Total</b>			<b>2,622,000</b>	<b>0</b>	<b>2,622,000</b>