

CAPITAL MONITORING Q3

SUMMARY

Budget at 31-Dec-11	Spend to 31-Dec-11	Projection 31-Mar-12	% Budget Spent	Projected Variance from Budget
£m	£m	£m	%	£m

MAINSTREAM PROGRAMME

Communities, Localities and Culture	14.970	8.345	14.735	55.7%	-0.235
Children, Schools and Families	16.300	11.634	16.300	71.4%	0.000
Adults, Health and Wellbeing	0.295	0.149	0.216	50.5%	-0.079
D&R (excl BSF)	5.618	5.462	5.578	97.2%	-0.040
BSF	76.758	59.340	76.758	77.3%	0.000
HRA	31.451	10.067	28.470	32.0%	-2.981
MAINSTREAM TOTAL	145.392	94.997	142.057	65.3%	-3.335

LOCAL PRIORITIES PROGRAMME

Communities, Localities and Culture	3.601	2.249	3.601	62.5%	0.000
Children, Schools and Families	0.124	0.100	0.124	80.6%	0.000
Resources	1.560	1.242	1.560	79.6%	0.000
D&R (excl BSF)	9.711	3.532	8.178	36.4%	-1.533
BSF	1.100	0.358	1.100	32.5%	0.000
HRA	6.800	3.247	5.874	47.7%	-0.926
LPP TOTAL	22.896	10.728	20.437	46.9%	-2.459

GRAND TOTAL

168.288	105.725	162.494	62.8%	-5.794
----------------	----------------	----------------	--------------	---------------

TOTALS BY DIRECTORATE:

Communities, Localities and Culture	18.571	10.594	18.336	57.0%	-0.235
Children, Schools and Families	16.424	11.734	16.424	71.4%	0.000
Resources	1.560	1.242	1.560	79.6%	0.000
Adults, Health and Wellbeing	0.295	0.149	0.216	50.5%	-0.079
D&R (excl BSF)	15.329	8.994	13.756	58.7%	-1.573
BSF	77.858	59.698	77.858	76.7%	0.000
HRA	38.251	13.314	34.344	34.8%	-3.907
168.288	105.725	162.494	62.8%	-5.794	

CAPITAL MONITORING Q3

COMMUNITIES, LOCALITIES AND CULTURE

	Budget at 31-Dec-11	Spend to 31-Dec-11	Projection 31-Mar-12	% Budget Spent	Projected Variance from Budget		
	£m	£m	£m	%	£m	REASONS FOR VARIANCES TO DATE	REASONS FOR PROJECTED VARIANCES
MAINSTREAM PROGRAMME							
Transport							
TfL schemes including safety, cycling and walking	6.028	3.498	6.061	58%	0.033	Schemes progressing as per schedule, works on site	
TfL Cycle Superhighway	0.187	0.109	0.187	58%	0.000	Schemes progressing as per schedule, works on site	
Public Realm Improvements	0.604	0.210	0.604	35%	0.000	Schemes progressing as per schedule, works on site	
Olympic Delivery Authority	0.082	0.000	0.082	0%	0.000	Awaiting RCDA sign off for specialist material	
Developers Contribution	0.962	0.645	0.963	67%	0.001		
OPTEMS section 106	0.045	-0.020	0.045	N/A	0.000	Awaiting report from contractor and outstanding	
Leamouth Depot Salt Barn	0.160	0.143	0.160	89%	0.000	Works complete, awaiting invoices	
Hackney wick & Fish Island Improvements	0.250	0.000	0.250	0%	0.000	Awaiting contract sign off before works commence	
Parks							
Millwall Park/Island Gardens	0.005	0.006	0.006	120%	0.001	Overspend	Overspend
Poplar Park	0.086	0.000	0.086	0%	0.000	Scope of works reviewed, works commence in Q4	
St Johns Park	0.011	0.013	0.013	118%	0.002	Overspend	Overspend
Schoolhouse Lane Multi Use Ball Games Area	0.027	0.000	0.027	0%	0.000	Scheme design has been delayed	
Chicksand Ghat	0.000	-0.084	0.000	N/A	0.000		
Bethnal Green Improvements	0.111	0.114	0.114	103%	0.003	Lottery funding to be claimed	
Victoria Park Masterplan (1)	3.852	2.674	3.852	69%	0.000		
Cotton Street Open Space Landscape Improvements	0.043	0.000	0.043	0%	0.000	Scheme is being reviewed.	
Tennis Courts	0.116	0.000	0.116	0%	0.000	New scheme, works being programmed	
Culture and major projects							
Brady Centre	0.148	0.108	0.148	73%	0.000		
Kobi Nazrul	0.054	0.048	0.054	89%	0.000		
Mile End Leisure Centre - Security Enhancements	0.009	0.009	0.009	100%	0.000	Complete	
Poplar Baths	0.028	-0.002	0.000	N/A	-0.028	Complete	
Creation of Mobile Public Art	0.070	0.001	0.070	1%	0.000	Programme of work is currently being agreed	
Cable Street Mural	0.056	0.057	0.057	102%	0.001	Overspend	
Mile End Park Capital	0.049	0.021	0.049	43%	0.000	Scheme progressing as per schedule	
Mile End Stadium Track resurfacing	0.177	0.173	0.177	98%	0.000	Scheme complete, retention outstanding	
Bancroft Library	0.060	0.014	0.060	23%	0.000	Scheme progressing as per schedule	
Public Art Projects	0.250	0.000	0.000	0%	-0.250	New scheme, works being programmed. Looks highly unlikely to spend before the year end	
Other							
CCTV Node Move	0.187	0.179	0.187	96%	0.000	Scheme progressing as per schedule	
High Visibility Vehicles	0.007	-0.003	0.007	N/A	0.000	Outstanding invoices to be settled.	
Generators @ Mulberry Place & Anchorage Hse	0.014	0.000	0.014	0%	0.000	Awaiting Landlord formal agreement.	
Contaminated land survey and works	0.060	0.019	0.060	32%	0.000	Scheme progressing as per schedule	
585-593 Commercial Road (Parking Pound)	0.000	-0.001	0.000	N/A	0.000		
Watney Market Ideas Store (1)	1.066	0.235	1.066	22.0%	0.000	Site works have been delayed, on site now	
Toby Club Hub	0.045	0.047	0.047	104.4%	0.002	Complete, overspend	
Olympic Park	0.121	0.116	0.121	96%	0.000	Scheme progressing as per schedule	
MAINSTREAM TOTAL	14.970	8.345	14.735	56%	-0.235		
LOCAL PRIORITIES PROGRAMME							
Victoria Park Masterplan (2)	3.071	2.136	3.071	70%	0.000		
Essential Health & Safety	0.011	0.006	0.011	55%	0.000	Scheme progressing as per schedule	
Major Projects - LPP	0.122	0.022	0.122	18%	0.000	Contractor has been identified and works are progressing	
Culture - LPP	0.013	0.000	0.013	0%	0.000	Awaiting retention payment.	
Watney Market Ideas Store (2)	0.384	0.085	0.384	22%	0.000	Site works have been delayed, on site now	
LPP TOTAL	3.601	2.249	3.601	62%	0.000		
GRAND TOTAL	18.571	10.594	18.336	57%	-0.235		

CAPITAL MONITORING Q3

CHILDREN, SCHOOLS AND FAMILIES

	Budget at 31-Dec-11	Spend to 31-Dec-11	Projection 31-Mar-12	% Budget Spent	Projected Variance from Budget		
	£m	£m	£m	%	£m	REASONS FOR VARIANCES TO DATE	REASONS FOR PROJECTED VARIANCES
MAINSTREAM PROGRAMME							
Condition & Improvement	0.700	0.471	0.700	67%	0.000	Projects phased to minimise disruption to school.	
Basic Need/Expansion	8.000	4.478	8.000	56%	0.000	Slippage on 3 major schemes and final account	
Sure Start	0.383	0.383	0.383	100%	0.000		
Primary Capital Programme	5.685	5.140	5.685	90%	0.000		
Early Years	0.406	0.406	0.406	100%	0.000		
Bishop's Square	0.024	0.024	0.024	100%	0.000		
Osmani - Redevelopment (1)	0.595	0.531	0.595	89%	0.000	Planning issues resulting in project delays Additional works requested by users - offset by income.	
RCCO	0.124	0.101	0.124	81%	0.000		
TCF Kitchen & Dining	0.124	0.100	0.124	81%	0.000		
ICT	0.250	0.000	0.250	0%	0.000	Slippage on basic need projects.	
Unallocated	0.009	0.000	0.009	0%	0.000	Not a programme - Resources to be used in final quarter	
MAINSTREAM TOTAL	16.300	11.634	16.300	71%	0.000		
LOCAL PRIORITIES PROGRAMME							
Osmani - Redevelopment (2)	0.088	0.088	0.088	100%	0.000	No further payments due against this funding	
Harry Gosling	0.012	0.013	0.012	108%	0.000	Difference to be funded within capital programme resources	
Toby Lane	0.014	0.000	0.014	0%	0.000	Resources to be used in final quarter	
Youth Service (BMX Mile End)	0.010	-0.001	0.010	-10%	0.000	Retentions & final account	
LPP TOTAL	0.124	0.100	0.124	81%	0.000		
GRAND TOTAL	16.424	11.734	16.424	71%	0.000		

CAPITAL MONITORING Q3

CHIEF EXECUTIVE & RESOURCES

	Works Order	Budget at 31-Dec-11	Spend to 31-Dec-11	Projection 31-Mar-12	% Budget Spent	Projected Variance from Budget	REASONS FOR VARIANCES TO DATE	REASONS FOR PROJECTED VARIANCES
		£m	£m	£m	%	£m		
LOCAL PRIORITIES PROGRAMME								
<u>Resources</u>								
ICT - Software Licences	36698	0.186	0.012	0.186	7%	0.000	Entries to capitalise software licences are carried out at year-end. These will be funded by revenue. On target. Forecast to be mostly spent by year-end.	
Priority Service Remediation/Backup Expansion	218714	0.220	0.076	0.220	34%	0.000		
<u>Corporate</u>								
Accommodation Strategy		1.154	1.154	1.154	100%	0.000	Full capital budget has been spent. No further costs will be charged to this budget.	
TOTAL LPP		1.560	1.242	1.560	80%	0.000		

CAPITAL MONITORING Q3

ADULTS, HEALTH AND WELLBEING

	Works Order	Budget at 31-Dec-11	Spend to 31-Dec-11	Projection 31-Mar-12	% Budget Spent	Projected Variance from Budget	REASONS FOR VARIANCES TO DATE	REASONS FOR PROJECTED VARIANCES
		£m	£m	£m	%	£m		
MAINSTREAM PROGRAMME								
Mental health services	37763	0.137	0.074	0.058	54%	-0.079	£16k of expenditure relating to Ronald Street adaptation works to be to be transferred to revenue. It has been necessary for the Technical Resources team to prioritise the decanting of services from Southern Grove. This has resulted in further building works being delayed and put back to 2012/13.	Due to the priority of decanting Southern Grove Resource Centre, funding is proposed to be carried forward for issuing outstanding planned works on stock conditions surveys and asbestos. Therefore an underspend of £79K is to be carried forward to 2012/13.
Efficiency Project - System/technology	209090	0.078	0.075	0.078	96%	0.000	The spend profile of the scheme is as expected. Work to the value of the remaining budget has been ordered and will be paid for in this financial year.	
Bell Lane Community Hub	219384	0.080	0.000	0.080	0%	0.000	A capital estimate for the scheme was adopted in September 2011. It is expected that the budget will be spent in this financial year.	
MAINSTREAM TOTAL		0.295	0.149	0.216	50.5%	-0.079		

CAPITAL MONITORING Q3

DEVELOPMENT & RENEWAL

	Budget at 31-Dec-11	Spend to 31-Dec-11	Projection 31-Mar-12	% Budget Spent	Projected Variance from Budget		
	£m	£m	£m	%	£m	REASONS FOR VARIANCES TO DATE	REASONS FOR PROJECTED VARIANCES
MAINSTREAM PROGRAMME							
Millennium Quarter	0.100	0.088	0.090	88%	-0.010	This project is fully financed from Section 106 resources.	
Bishops Square	0.150	0.077	0.150	51%	0.000	The D&R element of the Bishops Square Section 106 scheme incorporates a budget of £150,000 in this financial year.	Full spend projected.
Roman Road Shops	0.105	0.043	0.075	41%	-0.030	This project is fully financed from historic Local Authority Business Growth Initiative (LABGI) resources.	
Whitechapel Centre	0.063	0.053	0.063	85%	0.000	This scheme is mainly funded through Big Lottery and ERDF grants. Expenditure is being incurred in accordance with grant conditions and it is anticipated that full spend will be incurred by year-end.	
St Andrew's Health and Well-Being Centre	5.200	5.200	5.200	100%	0.000	This Section 106 funded scheme to develop a new Health and Well Being Centre on the former St Andrew's Hospital site is now completed.	Project is fully spent
MAINSTREAM TOTAL	5.618	5.462	5.578	97%	-0.040		
LOCAL PRIORITIES PROGRAMME							
High Street 2012	5.800	2.432	5.767	42%	-0.033	This scheme was initially approved by Cabinet in May 2009, but significant additional external resources have subsequently been secured and a revised programme agreed by Cabinet.	The spend during the financial year is anticipated to be in line with the budget profile. Resources can be carried forward into 2012-13 if necessary.
Emergency Property Works	1.000	0.000	0.000	0%	-1.000	This contingency was established as part of the budget process. No expenditure has been incurred to date, and the unspent element of the contingency will be carried forward to be utilised as necessary in future years.	
Disabled Facilities Grant	1.000	0.521	1.000	52%	0.000	This is a demand led budget. Expenditure for the first nine months of the financial year is in accordance with expectations, with outstanding commitments increasing expenditure over the final quarter.	
Private Sector Improvement Grants	0.800	0.430	0.800	54%	0.000	This is a demand led budget. Expenditure for the first nine months of the financial year is in accordance with expectations, with outstanding commitments increasing expenditure over the final quarter.	
Genesis Housing	0.363	0.000	0.363	0%	0.000	This Local Authority Grant payment to Gemini Housing Group will be fully paid during the current financial year.	
Installation of Automatic Energy Meters	0.174	0.140	0.174	80%	0.000	This scheme was commissioned towards the end of 2009-10 with the unutilised resources carried forward. The residual balance is anticipated to be fully spent in the current financial year.	Full spend is projected.
Facilities Management (DDA)	0.574	0.009	0.074	2%	-0.500	It is anticipated that the final expenditure against this budget will be £75,000. The residual element will be available for reallocation within the capital programme in future years.	
LPP TOTAL	9.711	3.532	8.178	36%	-1.533		
GRAND TOTAL	15.329	8.994	13.756	58.7%	-1.573		

CAPITAL MONITORING Q3

HOUSING REVENUE ACCOUNT

	Budget at 31-Dec-11	Spend to 31-Dec-11	Projection 31-Mar-12	% Budget Spent	Projected Variance from Budget		
	£m	£m	£m	%	£m	REASONS FOR VARIANCES TO DATE	REASONS FOR PROJECTED VARIANCES
MAINSTREAM PROGRAMME							
Decent Homes Backlog	12.942	1.997	12.950	15%	0.008	Following the Authority's allocation of Decent Homes Funding, Cabinet approved the initial refurbishment programme and the procurement methodology in June 2011. Works commenced in September 2011, with full spend in the current financial year anticipated to ensure the maximisation of HCA grant of £12.5 million.	
Housing Capital Programme	12.209	5.285	10.100	43%	-2.109	The mainstream Housing Capital programme is managed by Tower Hamlets Homes on behalf of the Authority and incorporates work to the Council's own stock. Due to delays on certain projects, it is anticipated that some slippage will occur into the first few months of the 2012-13 financial year. Resources will be carried forward as necessary in line with the HRA Business Plan model.	
Overcrowding Initiatives	0.500	0.050	0.200	10%	-0.300	The overcrowding initiatives budget constitutes various elements, including the Cash Incentive Scheme. It is anticipated that some slippage will occur into the first few months of the 2012-13 financial year. Resources will be carried forward as necessary to reflect commitments entered into.	
Ocean New Deal for Communities	4.900	2.448	4.900	50%	0.000	This project is funded from mainstream Capital Resources of £4,900,000 in 2011-12, following the final year of NDC grant entitlement in 2010-11. £2.448 expenditure has been incurred to 31 December, with full spend contracted for the final quarter of the financial year.	
Regional Housing Pot	0.900	0.286	0.320	32%	-0.580	Funding of approximately £7.27 million has been secured from the DCLG to facilitate the regeneration of the St Clement's Hospital site and to undertake masterplanning on the Malmesbury and Birchfield Estates. The masterplanning contracts have been let and expenditure will be incurred during 2011-12. Initial profiled expenditure indicated that costs of £900,000 would be incurred in 2011-12, however funds are not specific to a particular financial year and will be carried forward for utilisation in later years as necessary.	
MAINSTREAM TOTAL	31.451	10.067	28.470	32%	-2.981		
LOCAL PRIORITIES PROGRAMME							
Council Housebuilding Initiative	3.300	1.916	3.228	58%	-0.072	This project is funded through a mixture of Government grant, Section 106 receipts and Council resources. The scheme is being managed in accordance with the grant conditions in line with agreed delivery target dates. A review of the project has been completed following difficulties that have been encountered on-site. The budget profile has been reviewed and updated in the last quarter's capital monitoring cycle.	
Blackwall Reach	3.500	1.331	2.645	38%	-0.855	The Blackwall Reach project represents a £13 million commitment over several financial years. Latest estimates are that expenditure of £2,645,000 will be incurred in 2011-12, with the remaining leasehold properties being acquired during 2012-13 and 2013-14. This profile is flexible however, with resources in place to adapt the profiled expenditure as necessary.	
LPP TOTAL	6.800	3.247	5.874	48%	-0.926		
HRA TOTAL	38.251	13.314	34.344	34.8%	-3.907		

**CAPITAL MONITORING Q3
BUILDING SCHOOLS FOR THE FUTURE (BSF)**

	Works Order	Budget at 31-Dec-11	Spend to 31-Dec-11	Projection 31-Mar-12	% Budget Spent	Projected Variance from Budget	REASONS FOR VARIANCES TO DATE	REASONS FOR PROJECTED VARIANCES
		£m	£m	£m	%	£m		
MAINSTREAM PROGRAMME								
Wessex	206943	0.105	0.110	0.110	104%	0.005	Budget adjustment to accommodate slipped retention sum from 10/11	
St Paul's Way	207492	2.500	2.579	2.579	103%	0.079	Based on current programme spend	
Bethnal Green Tech. College	207493	0.430	0.298	0.430	69%	0.000	Based on current programme spend	
Morpeth	210196	6.900	5.564	6.900	81%	0.000	Based on current programme spend	
Oaklands	210195	6.296	5.662	6.296	90%	0.000	Based on current programme spend	
Sir John Cass	210194	7.004	7.778	8.200	111%	1.196		
Ian Mikardo	210199	1.345	1.391	1.391	103%	0.046	Based on projected final account	
Beatrice Tate	210202	0.600	0.218	0.600	36%	0.000	Fees only in 2011/12	Subject to financial contract close
Bowden House	210201	7.096	3.595	5.900	51%	-1.196	Based on current programme spend	
PRU Harpley	210198	4.211	4.178	4.211	99%	0.000	Based on current programme spend	
Swanlea	210193	8.654	7.908	8.524	91%	-0.130	Based on current programme spend	
Raines	210197	4.482	3.120	4.482	70%	0.000	Based on current programme spend	
Central Foundation	210200	4.804	3.108	4.804	65%	0.000	Based on current programme spend	
Langdon Park	210205	4.261	3.894	4.261	91%	0.000	Based on current programme spend	Subject to financial contract close
Phoenix	210204	2.645	1.476	2.645	56%	0.000	Based on current programme spend	Subject to financial contract close
Stepney Green	210203	5.421	3.518	5.421	65%	0.000	Based on current programme spend	Subject to financial contract close
Bow Boys	210206	2.500	0.248	2.500	10%	0.000	Based on current programme spend	
George Greens	219506	1.100	0.002	1.100	0%	0.000	Fees only in 2011/12	Subject to financial contract close
ICT infrastructure schemes		6.404	4.691	6.404	73%	0.000	Based on current programme spend	Based on current financial spend model
MAINSTREAM TOTAL		76.758	59.340	76.758	77%	0.000		
LOCAL PRIORITIES PROGRAMME								
Wave 5 BSF	n/a	1.100	0.358	1.100	33%	0.000		
LPP TOTAL		1.100	0.358	1.100	33%	0.000		
GRAND TOTAL		77.858	59.698	77.858	77%	0.000		