

**NOT FOR PUBLICATION**

This report contains exempt information as defined in  
Paragraph 3 of Part 1 of  
Schedule 12A to the Local Government Act 1972  
(applies to Appendix A only)

AGENDA  
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**SOUTH HAMS DISTRICT COUNCIL**

AGENDA  
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<b>NAME OF COMMITTEE</b>	<b>EXECUTIVE</b>
<b>DATE</b>	<b>24 July 2014</b>
<b>REPORT TITLE</b>	<b>CAPITAL PROGRAMME MONITORING REPORT</b>
<b>REPORT OF</b>	<b>Head of Assets and Head of Finance and Audit</b>
<b>WARDS AFFECTED</b>	<b>ALL</b>

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**Summary of report:**

To advise Members of the progress on individual schemes within the approved capital programme including an assessment of their financial position.

**Financial implications:**

The anticipated level of expenditure is within the existing approved budget for the approved programme as a whole (Appendix A).

**RECOMMENDATIONS:**

**That the Executive notes the report.**

**Officer contact:**

Kate Cassar, Head of Assets  
[Kate.cassar@swdevon.gov.uk](mailto:Kate.cassar@swdevon.gov.uk)

Chris Brook, Engineering Manager  
[Chris.brook@swdevon.gov.uk](mailto:Chris.brook@swdevon.gov.uk)

Michael Tithecott, Chief Accountant  
[Mike.tithecott@swdevon.gov.uk](mailto:Mike.tithecott@swdevon.gov.uk)

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## **1. BACKGROUND**

1. The capital programme for 2014/15 was approved by Council on 13 February 2014 (50/13 and E41/13 refer). This report provides an update on this programme and also on those schemes that remain outstanding from previous programmes (Appendix A).

## **2. ISSUES FOR CONSIDERATION**

### **Introduction**

- 2.1 A summary of the programme is shown in exempt Appendix A. The award of contracts is subject to the Council's procurement rules on competitive tendering and therefore the allocated budget is commercially sensitive

### **Specific Issues**

- 2.2 Members are requested to note the following:

#### **Capital Programme 2013/2014**

##### **T18 Follaton House Improvements**

- Tenders received and being reviewed

##### **Island Street Workshop Re-cladding, Salcombe**

- Early Contractor Involvement tender undertaken and contractor appointed.
- Works scheduled to start Oct.

##### **Dartmouth Lower Ferry - Replacement of slipways and fendering systems**

- Project completed on 20<sup>th</sup> May, 2013
- Discussions with original contractor still ongoing concerning defects

##### **Follaton House - New Fire Detection Panel**

- The scope of the T18 brief has been increased to include an updated fire detection system for the new house across all floors. This shall be funded from the capital programme bid allocation.

## Affordable Housing Update

Frogmore - Exception Site	£25k	Site under option with Hastoe Housing Association. Site investigations currently underway. Start on site estimated to be spring 2015. Completion spring 2016.
Community led housing	£100k	Community-led Housing Initiative launched in April 2014. Currently in discussion with 3 organisations to provide financial support for community led schemes.
Rural Affordable housing	£400k	£250,000 committed or provisionally committed to rural schemes including Thurlestone, Avondale, Slapton, Newton Ferrers and Morleigh
Older persons housing	£500k	Allocated to Riverside Extra Care. Start on site scheduled for September 2014. Completion April 2016
Existing stock/ Sustainability	£100k	To reduce empty homes and make best use of existing housing stock.
Homeless / Specialist Housing	£50k	To enable the provision of specialist accommodation as required. Funding will be allocated as need arises.
Follaton Oak, Totnes	£80k	Scheme due to start on site summer 2014 completion spring 2015.
Ivatt Road, Dartmouth	£60k	Scheme due to complete Autumn 2014

## Capital Programme 2014/2015

Three schemes completed:

- Fore Street car park, Kingsbridge
- Warfleet dinghy storage area,
- Dartmouth Lower Ferry Ticket Machines.

### 3. LEGAL IMPLICATIONS

- 3.1 Statutory powers are provided by the S1 Localism Act 2011 general power of competence.
- 3.2 The capital programme is implemented in line with the Council's legal requirements, which are examined on a project-by-project basis. To date there are no undue legal concerns.
- 3.3 Since there is commercially sensitive information in the appendices regarding the budgets for individual projects, there are grounds for the publication of these appendices to be restricted, and considered in exempt session. The public interest has been assessed and it is considered that the public interest will be better served by not disclosing the information in Appendix A. Accordingly this report contains exempt information as defined in paragraph 3 of Schedule 12A to the Local Government Act 1972.

#### 4. FINANCIAL IMPLICATIONS

- 4.1 The anticipated level of expenditure is within the existing approved budget for the approved programme as a whole (Appendix A).

#### 5. RISK MANAGEMENT

The Risk Management implications are shown at the end of this report in the Strategic Risks Template.

#### 6. OTHER CONSIDERATIONS

<b>Corporate priorities engaged:</b>	Sound financial management underpins all of the Council's corporate priorities.
<b>Statutory powers:</b>	Local Government Act 1972, s148(5)
<b>Considerations of equality and human rights:</b>	This matter is assessed as part of each specific project.
<b>Biodiversity considerations:</b>	This matter is assessed as part of each specific project
<b>Sustainability considerations:</b>	This matter is assessed as part of each specific project
<b>Crime and disorder implications:</b>	This matter is assessed as part of each specific project
<b>Background papers:</b>	<ol style="list-style-type: none"><li>1. Report to and minute 82/09 of South Hams District Council on 04 February 2010</li><li>2. Reports to and minute of Executive on 26 January 2012 (E.69/11, Cncl 74/11).</li><li>3. Reports to and minutes of Executive on 31 May 2012 ((E.13/12, (E.14/12)</li><li>4. Report to and minutes of Executive on 6 September 2012 ((E.34/12).</li><li>5. Report to and minutes of Executive on 6 December 2012 (E.63/12)</li><li>6. Report to and minutes of Executive on 6 June 2013 (E.05/13)</li><li>7. Report to and minutes of Executive on 12 December 2013 (E.41/13)</li></ol>
<b>Appendices attached:</b>	EXEMPT - Appendix A – Summary of the approved programme plus allocated budget

## STRATEGIC RISKS TEMPLATE

No	Risk Title	Risk/Opportunity Description	Inherent risk status				Mitigating & Management actions	Ownership
			Impact of negative outcome	Chance of negative outcome	Risk score and direction of travel			
1	Council Priorities	Meeting existing Council priorities in line with the Council's Asset Strategy and the opportunity to assess emerging projects, which could contribute to the Council's priorities	4	2	8	↔	This requires a project appraisal for each proposal. This needs to be taken into account when assessing possible implementation timescales. Complex capital programmes have a relatively long lead-in period.	Head of Service
2	Providing value for money	The Council must demonstrate that capital investment contributes to corporate priorities, provides value for money and takes account of the revenue implications of the investment.	4	2	8	↔	Regular monitoring of the capital programme and consideration of new pressures enables Members to control the programme and secure appropriate mitigation where problems arise.	Head of Finance and Audit  Head of Assets
3	Cost overruns	Risk of cost overruns on the Capital Programme.	5	2	10	↔	There is regular quarterly monitoring of the Capital programme to Members where any cost overruns are identified at an early stage. There is a contingency budget within the Capital Programme (Appendix A).	Head of Finance and Audit  Head of Assets

Direction of travel symbols ↓ ↑ ↔