

Trust Board Report

Meeting Date:	22 nd April 2013
Title:	Capital Programme 2012/13
Executive Summary:	<p>To report progress (as at Month 12) for the 2012/13 Capital Programme.</p> <p>To report variance on project costs where these exceed +/- 10% or £50,000 of business case value.</p>
Action Requested:	To note.
Report of:	Head of Estates Development
Author: Contact Details:	<p>Mike Goodwin Tel 01902 695947</p> <p>Email: mikegoodwin@nhs.net</p>
Resource Implications:	<p>Delivery of Capital Programme 2012/13 to Capital Resource Limit. Year end position as at Month 12 equates to an under-spend of £246,396 against a CRL of £22,824,910.</p> <p>This is the draft year end position. Although there are no significant changes envisaged to the reported performance against financial targets, there is ongoing discussion in relation to a technical accounting treatment matter, (circa £250k), which may impact.</p>
Public or Private: (with reasons if private)	Public
References: (eg from/to other committees)	<p>Capital Review Group 10th April 2013.</p> <p>Trust Management Team 19th April 2013.</p>
Appendices/ References/ Background Reading	Attachment 1 – Month 12 Progress Report.
NHS Constitution: (How it impacts on any decision-making)	<p>In determining this matter, the Board should have regard to the Core principles contained in the Constitution of:</p> <ul style="list-style-type: none"> ✚ Equality of treatment and access to services ✚ High standards of excellence and professionalism ✚ Service user preferences ✚ Cross community working ✚ Best Value ✚ Accountability through local influence and scrutiny

Background Details

Attachment 1 – Capital Programme 2012/13 Month 12 Report

Variances exceeding +/- 10% or £50,000 of business case value are detailed in Appendix 1 Exceptions Report.

Attachment 1

Capital Programme Progress Report			
March 2013 M12 (Q4)			
Planned Programme Financial Position	Reference	£'s	Narrative
CRL	A	22,824,910	
Value of Business Cases approved to date Month 12	B	23,193,781	See note below
Variance to CRL	A-B	- 368,871	This variance relates to underspends on business cases and carry over values to 2013/14 on schemes which were originally expected to deliver in year
Value of projects approved to date	C	23,193,781	
Total Value of Projects either delivered or with certainty of delivery by year end	D	22,578,514	represents outturn position
Value of Projects which carry risk of non delivery	D-A	0	
Previous value - Month 11		186,182	
Change in period		-186,182	
Outturn Expenditure	L	22,578,514	
Variance to CRL	L-A	-246,396	underspend against CRL
Previous value - Month 11	M	23,011,092	
Change in period	M-L	432,578	
Action required: Monitor progress with delivery of projects during Month 12			
M12 - Delivery of Capital Programme Financial Position			
Commitment/Orders in year	F	23,678,667	Value of Commitments b/f from 2011/2012 = £10,854,392
Value of Commitments in 2012/2013 for expenditure in 2013/2014	G	512,000	
Total	F+G	24,190,667	Includes commitments for future years
Variance	(F+G)-A	1,365,757	
Previous value at Month 11		65,537	
Change in period		1,300,220	
Action required: No further action required			
Invoiced to date	H	19,030,874	
Work in progress	I	3,547,640	
Expenditure to date (including fees)	(H+I) = J	22,578,514	
Previous value		19,031,621	
Change in period		3,546,892	
Value of projects still to be completed against project commitments	(F+G) - J	1,612,153	
Target cash flow expenditure at Month 12	K	22,824,910	
Variance	J-K	-246,396	Final underspend against CRL
Previous value		-1,653,067	Note: Prior to year-end accounting adjustments relating to VAT income the final CRL v Actual Expenditure outturn was an underspend of £19,485
Change in period		1,406,670	
Action required: No further action required			

Capital Programme Progress Report
APPENDIX 1 EXCEPTIONS REPORT
March 2013 M12 (Q4)

Scheme	No.	Business Case	M12 - Total predicted outturn	Variance to between total predicted outturn and Business Case	Variance to between total predicted outturn and Business Case	Comments	M12: Change in period for reported projects	M12: Reason for change in period for reported projects
<u>Projects that exceed 10% variance or £50k or greater</u>		£	£	£	%		£	

Intubating fibrescope	42021	12,410	10,183	-2,227	-18	Revised specification of equipment	0	No change from M5 Report
Extension to Admissions Lounge	43409	891,321	751,787	-139,534	-16	(a) Tenders/Contract Value were less than Pre-Tender Estimate (b) M7 - Revised Contingency	0	No change from M7 Report
Lift 13 Refurbishment	42123	164,819	130,809	-34,010	-21	Release of Contingency	18	Final Account agreed in M12
Urology resection sets	43031	47,304	41,967	-5,337	-11	Value of Orders less than Business Case forecast costs	0	No change from M6 Report
Yag Laser	43001	23,400	25,920	2,520	11	Value of Orders greater than Business Case forecast costs	0	No change from M9 Report
Urodynamics machine	43015	32,243	25,980	-6,263	-19	Value of Orders less than Business Case forecast costs	0	No change from M11 Report
EUS scope	43034	51,600	43,782	-7,818	-15	Value of Orders less than Business Case forecast costs	0	No change from M11 Report
Smart Metering	42171	116,045	129,085	13,040	11	Following the appointed contractor "going into Administration" - additional orders/costs to complete the project.	91	Confirmation of final costs
Anaesthetic machine	43006	68,202	51,151	-17,051	-25	Value of Orders less than Business Case forecast costs	-17,051	Order placed in M12
Pulmonary Function Equipment	43036	44,689	26,676	-18,013	-40	Value of Orders less than Business Case forecast costs	-18,013	Order placed in M12
Renal IT Business Case (Proton)	4145	190,350	214,288	23,938	13	Confirmation by IT of proposed c/f expenditure to 2013-2014	23,938	M12 - confirmation by IT of proposed c/f expenditure to 2013-2014
New Garden Court Partition Wall	43400	11,991	9,898	-2,093	-17	Final Account agreed in M12	-2,093	Final Account agreed in M12
Reconfiguration of Treatment room and kitchen to provide clean utility - PAU	43401	75,713	65,114	-10,599	-14	Final Account agreed in M13	-10,599	Final Account agreed in M12
Total				-203,446			-23,708	