

HAMPSHIRE COUNTY COUNCIL

Decision Report

Decision Maker:	Executive Member for Commercial Strategy, Human Resources and Performance
Date:	19 January 2021
Title:	2021/22 to 2023/24 Capital Programme Report for CCBS
Report From:	Director of Culture, Communities and Business Services and Deputy Chief Executive and Director of Corporate Resources

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Purpose of the Report

1. This report seeks approval for submission to the Leader and Cabinet of the proposed capital programme for Policy and Resources for 2021/22 to 2023/24 and the revised capital programme for 2020/21.

Recommendations

- To approve for submission to the Leader and the Cabinet:
2. The capital programme for 2021/22 to 2023/24 as set out in Appendix 1.
 3. The revised capital programme for 2020/21 as set out in Appendix 2 including the addition of £26.9M Solar PV and Windows Replacement programmes funded in full from the award of Government Decarbonisation Fund monies. These projects support the Council's commitment to the Climate Change Emergency.
 4. Approval by the Executive Member to spend £26.9M decarbonisation grant funding for 2020/21 as set out in the project appraisals for Solar PV (scheme value £6.75M) and Windows Replacement (scheme value £20.2M) in Appendix 4a and 4b.
 5. The carry forward of resources of £15.3M from 2020/21 to 2021/22 as set out in paragraph 23.
 6. Approval by the Executive Member to increase the values of two 2020/21 Schools Condition Allocation (SCA) named schemes: £349,500 for Wavell School (scheme total now £2.65M), and £291,250 for Crestwood School (scheme total now £2.04M)
 7. Approval by the Executive Member to add a new named scheme to the Schools Condition Allocation 2020/21 programme for Netley Abbey Infants School (scheme total £300,000) funded from within the existing SCA grant funding, with approval to spend £300,000 grant funding as set out in the project appraisal in Appendix 3.
 8. An Executive Member recommendation to Cabinet that an increased value of £757,250 is approved, for addition to the existing named scheme for Testbourne school in 2020/21, funded from the Schools Condition Allocation grant (scheme total now £3.26M).
 9. Approval by the Executive Member to increase the value of the Uplands Development Infrastructure project by £391,000 (scheme total now £28.541M), using the part of the Covid-19 capital identified in the July 2020 Medium Term Financial Strategy.

Executive Summary

10. This report seeks approval for submission to the Leader and Cabinet of the proposed capital programme for CCBS for 2021/22 to 2023/24.
11. The report has been prepared in consultation with the Executive Member and will be reviewed by the Policy and Resources Select Committee. It will be reported to the Leader and Cabinet on 9 February 2021 to make final recommendations to County Council on 25 February 2021.
12. In accordance with the provisional capital guidelines approved by Cabinet in November 2020, the report considers the schemes which it is proposed to include in the capital programmes for 2021/22, 2022/23 and 2023/24. The report also presents the revised programme for 2020/21.
13. The proposals contained within this report are derived from the departmental service plans which have been developed to support the 'Serving Hampshire - Strategic Plan 2017 – 2021'.

Contextual information

14. Executive Members have been asked to prepare proposals for:
 - a locally resourced capital programme for the three-year period from 2021/22 to 2023/24 within the guidelines used for the current capital programme including the third year, 2023/24, at a similar level to 2022/23
 - a programme of capital schemes in 2021/22 to 2023/24 supported by Government grants as announced by the Government.
15. The capital guidelines are determined by the medium-term financial strategy which is closely linked to the 'Serving Hampshire - Strategic Plan 2017 – 2021' and departmental Service plans to ensure that priorities are affordable and provide value for money and that resources follow priorities.
16. This first three-year capital programme report to the Executive Member for Commercial Strategy, Human Resources and Performance (EMCSHRP) replaces the report previously taken to the Executive Member for Policy and Resources. This change recognises that the majority of the on-going Policy and Resources capital programme, both in value and number of schemes, is delivered by the Culture, Communities and Business Services (CCBS) Department however, from time to time, the three-year programme report may also need to include one-off proposals from Corporate Services / Corporate Resources.
17. CCBS services are reported to different Executive Members and individual project appraisals for schemes within the approved programme will be taken to the appropriate Executive Member depending on the service bringing the project forward.

Locally resourced capital programme

18. The cash limit guidelines for the locally resourced capital programme for the Policy and Resources portfolio service set by Cabinet are as follows:

	£'000
2021/22	4,559
2022/23	4,559

19. Executive Members may vary the guidelines between years provided their total three-year guideline is not exceeded and bunching of payments in any one year or front-loading is avoided.
20. Executive Members may propose supplementing their capital guidelines under the 'prudential framework' agreed by Cabinet at its meeting on 24 November 2003, as amended by Cabinet in February 2006. From 2009/10, Hampshire Transport Management (HTM) has used prudential borrowing to fund the purchase of vehicles instead of leasing them to generate savings. The allocation for this scheme is included within the guidelines above.

Revised 2020/21 capital programme

21. The resources for the revised 2020/21 capital programme for CCBS are shown below and total £99.3 million. The changes since the capital programme was approved in February 2020 are summarised below with further details shown in Appendix 2:

	2020/21
	£'000
Approved programme	28,467
Allocations carried forward from previous years	49,812
Adjustment to Government grant	-14
Addition SCA grant allocation	8,087
Share of 2019/20 capital receipts	1,610
Developers contributions	91
CPT Additional Funding	70
Carry forward to 2021/22	-15,258
SCA Grant transferred to Children's Services	-247
Net transfers between capital and revenue and other technical adjustments to meet accounting requirements	-660
Public Sector Decarbonisation Fund - Solar PV	6,750
Public Sector Decarbonisation Fund – Windows replacement	20,200
Botley (Uplands) Additional funding	391 99,299

22. The schemes carried forward from previous years of £49.812m were agreed by Cabinet on 14 July 2020. Significant additions to the programme include a one-off additional School Condition Allocation grant of £8.087M and the Public Sector Decarbonisation Fund grant of £26.9M detailed in paragraphs 46 - 50.

Resources and projects proposed to be carried forward to 2021/22

23. The following table outlines the projects and resources that for reasons set out below, it is proposed to defer and carry forward to 2021/22:

Project	Cost of Projects & Resources carried forward	£'000
Office Accommodation capital projects	1,850	
County Farms	2,339	
Countryside Rights of Way	330	
School Condition Allocation (building improvements)	10,739	
Total	15,258	

24. Capital receipts from previous rationalisation of the office accommodation portfolio have been amalgamated and retained in the capital programme. The capital funding will be used to address essential condition related maintenance works in the retained office portfolio. Investment will also be made to improve and adapt workspaces to facilitate new ways of working and enable further rationalisation of the estate. The total funding of £1.850M including the capital receipt from Aldershot Old Town Hall will be allocated once priorities are determined. These will be identified within the existing principles for management of the corporate office estate, which include ensuring assets support and respond to changes in departmental operating models to underpin organisational effectiveness; seeking opportunities to realise savings through asset rationalisation or to generate income through leasing surplus space in our assets; and investing in our estate where it facilitates more effective use of assets, or wider changes to the estate. In addition, the forward programme will need to take into account future requirements for accommodation post Covid-19. Work is ongoing to assess what service and departmental requirements are for future working arrangements and thereby how the office estate will be configured in the future. It is certain that it will not be a return to the same situation before the pandemic. Opportunities will be taken to rationalise and reduce costs where it is appropriate to do so.
25. In accordance with the strategy for the County Farms estate, capital receipts from the sale of farmland and buildings are accrued and earmarked for future investment in County Farms. Minor improvements are required to a number of farms. These include the relocation and refurbishment of some farm buildings, but mainly comprise drainage and infrastructure improvements to ensure compliance with Nitrate Vulnerable Zone (NVZ) regulations. Some schemes already identified in the 2020/21 programme and requiring completion this winter have been expanded, although individually no scheme exceeds £250,000.
26. Two improvement projects have been identified as named schemes for 2021/22, with a combined value of £1.1M to be funded from existing capital receipts. Lyde Green Farm, Rotherwick, requires considerable investment in slurry storage in order to comply with slurry storage and NVZ regulations. The existing lagoon is insufficient to take the slurry and dirty water quantities generated by the farm and is also poorly situated close to residential properties. A new lagoon is to be provided in a different location, which will resolve all risk

and compliance issues. Hollam Hill Farm buildings consist largely of a range of timber-framed portal buildings that are costly to maintain and no longer considered to be safe or structurally viable. These are to be replaced with modern steel portal frame buildings which will be fitter for purpose and much less costly to repair.

27. In addition to the two named schemes, a further £265,000 of minor capital works has been identified across the County Farms estate for delivery in 2021/22.
28. Works identified by the Countryside service cover essential improvements to the road through River Hamble Country Park that provides access to Manor Farm. This critical structural resurfacing scheme is required to avoid closure of the road, associated reputational damage and loss of income. The damage to the road is a result of extreme adverse weather conditions. Funding in previous years has been provided for storm damage in the countryside estate and will be supplemented with the balance from the 2020/21 capital programme.
29. The Countryside service has a statutory duty to maintain the Rights of Way network to ensure it remains safe and accessible for the public. Works identified for 2021/22 represent the most essential priorities in order for the County Council to fulfil its statutory responsibilities. Schemes identified by the Countryside service represent essential health and safety and improvement works to assets such as bridges, where structural issues have been identified during inspections. These schemes also address public Rights of Way which require surfacing and drainage works to ensure that the network is kept open, and to address issues where temporary closures have had to be put in place to ensure public safety. Funding is drawn from the proposed carry forward from 2020/21 of £328,000 minor capital works and £2,000 capital programme contingency.
30. There is a need to increase funding on three previously named Schools Condition Allocation projects within the 2020/21 programme and to add a new named scheme into the current year's programme. The SCA grant is used to improve the schools estate on a priority basis based upon existing condition data and local knowledge. Increases required are as follows: £349,500 for Wavell school; £291,250 for Crestwood school; and £757,250 for Testbourne school. The additional named scheme is Netley Abbey Infants (total scheme value £300,000). The increased funding is required to deliver additional work identified during the detailed scoping process, as well as being a result of cost impacts directly linked to the Covid crisis including extended time to facilitate Covid-secure delivery as well as the associated cost in materials driven by manufacturing challenges. The additional funding for these schemes totals £1.7M. The additional funding will be drawn from the Schools Condition Allocation grant.
31. Finally, there is a need to increase the funding for the Uplands Development Infrastructure (UDI) project which will see the provision of the servicing arrangements (highways and utilities) to support the delivery of Deer Park School and housing on the County Council owned Woodhouse Lane site at Hedge End. The Executive Member for Policy and Resources approved a project appraisal for the UDI works in March 2020. Following a recent tender exercise there is a cost increase associated with Covid-19 and an extension to the construction contract period due to social distancing and other operational issues. Approval is sought to add a further £391k to the P&R capital programme in 2020/21 using the part of the Covid-19 capital reserve identified in the July 2020 Medium Term Financial Strategy. An updated Project Appraisal approval will be secured from the Executive Member for Policy and Resources separately.

Proposed capital programme 2021/22 to 2023/24 – locally resourced schemes

32. The programme proposed for 2021/22 to 2023/24 is detailed in Appendix 1.
33. The largest allocation is £3.4 million per annum for vehicle purchases by Hampshire Transport Management (HTM). An increase of £0.4m per annum from 2020/21 was approved by County Council in February 2020 to enable HTM to respond to growing business for electric vehicles. The cost of these purchases is recovered through business unit charges to customers.
34. The 2021/22 programme also includes improvements to retained library facilities, following a public consultation on the service in 2020. Specifically, £500,000 has been allocated for a comprehensive programme of internal improvements to Winchester Discovery Centre.
35. The 2021/22 cash limit guideline is supplemented by contributions from departmental revenue budgets and cost of change reserves and capital receipts to fund specific schemes.
36. Capital improvement schemes totalling £1.003M have been identified as part of the annual programme of essential repairs and maintenance for the corporate estate in 2021/22. Individual schemes will be approved under officer delegations in line with agreed priorities. These schemes can be funded by revenue contributions to capital, using the repairs and maintenance budget in 2021/22.
37. The 2021/22 capital programme also includes the proposal to carry forward funding from the 2020/21 programme in respect of schemes that for a variety of reasons summarised from paragraph 23 will not start in the current financial year. The total of locally resourced funding proposed to be carried forward is £4.5M. The augmented locally resourced programme totals are shown in the table below:

	2021/22	2022/23	2023/24
	£'000	£'000	£'000
Guideline set by Cabinet	4,559	4,559	4,559
Departmental revenue and reserve contributions to capital	1,003		
Carry forward from 2020/21		4,519	
Proposed locally resourced programme		10,081	4,559
			4,559

Proposed capital programme 2021/22 to 2023/24 supported by Government allocations

38. The Government has allocated all its support for the capital programme in the form of capital grants (Schools Condition Allocation), and not as borrowing allocations. This allocation is used to improve the operational efficiency and quality of the learning environment in the schools estate. The grant is welcome and is used to improve the performance of the school estate which also enhances the environment for teaching and learning.
39. The Secretary of State has not yet announced details of individual local authority capital allocations for 2021/22, 2022/23 and 2023/24. However, for planning purposes, a continuation of 2020/21 allocations is assumed. 15 named schemes, totalling £13.2M, have been provisionally identified for 2021/22, along with various programmes of work below the threshold for named schemes, totalling the balance of the anticipated grant funding, plus a carry forward of additional grant funding received in-year in 2020/21.

40. In 2020/21, the Government announced a SCA grant of £17,412,044 for local authority schools and Sure Start early years centres. This is similar to the allocation for 2019/20 and is indicative of allocations that can be assumed for future years, although these will be adjusted for any changes in the size of the Hampshire school estate. In addition, a one-off grant of £8,086,478 was received in 2020/21. It is not assumed that this one-off additional grant funding will be repeated in future years.
41. Schemes identified support the County Council's statutory responsibilities for schools and reduce the maintenance backlog liability through targeted risk-based investment. The most significant maintenance challenge in the schools' portfolio remains the high proportion of 'system buildings' including the SCOLA system used extensively throughout the 1950s to the 1970s. SCOLA buildings represent 40% of the floor area of the school estate in Hampshire and named schemes continue to progress modernising the SCOLA Mark 2 buildings. Recladding SCOLA schools addresses maintenance backlog issues. It also significantly improves the internal building environment and energy efficiency and in providing a new external envelope protects the overall structure of these buildings, extending their life.
42. Beyond the continuation of the SCOLA programme, there is a need to continue to address the wider maintenance liabilities across the schools' estate. Named projects address both mechanical and building fabric related liabilities (predominantly linked to the external envelope) including windows and roofs. In 2021/22 there is a need to carry forward £10.7M funding from the 2020/21 programme. This reflects the in-year £8M SCA grant and the named schemes for Marnel and Wavell Schools, less the increased spend on the four schools that feature as amendments to the current 2020/21 programme (cited in recommendations 6 – 8).
43. The full grant is added to the CCBS Capital Programme cash limit to allow the funding to be prioritised to ensure that school buildings are kept safe and in good working order. Priorities are jointly agreed with Children's Services.
44. The cash limit guidelines for this part of the capital programme are as follows:

Capital grant	2021/22	2022/23	2023/24
	£'000	£'000	£'000
Assumed	17,412	17,412	17,412
Carry forward from 2020/21	10,739		
Proposed programme funded by Govt grant	28,151	17,412	17,412

45. Close working between Property Services and Children's Services staff ensures maximum impact is achieved from the Schools Condition Allocation funding. A detailed programme of work will be developed to ensure targeted risk-based investment alongside the revenue funded maintenance strategies.
46. The Public Sector Decarbonisation Scheme (PSDS) announced at the end of September 2020 is a Government scheme offering grants for public sector bodies to fund energy efficiency and heat decarbonisation measures. The £1 billion scheme is part of the Chancellor's 'Plan for Jobs 2020' commitment, which aims to boost the UK's economic recovery from Covid-19 as well as the Government's net zero and clean growth goals, supporting skilled jobs in the low carbon and energy efficiency sectors. 100% grant funding is available.

47. The fund is awarded against a list of defined criteria which cannot be delivered using other existing Salix schemes and is therefore intended to deliver harder to achieve carbon saving measures. The primary metric for successful applications is achieving an investment per saving criteria of <£500/tCO₂ saved per measure. Sites identified for inclusion in the grant applications to central government were defined by their ability to meet the PSDS criteria. Overseen by the Department for Business, Energy and Industrial Strategy (BEIS), using Salix as their established delivery team, public sector bodies can submit bids for the fund until January 11th 2021. The Government's ambition is that works are delivered by 31st March 2021, with a final delivery deadline of 30th September 2021. Reporting for successful programmes will be monthly during the delivery period, and monitoring data will be required for the following 3 years post installation. Any underspend or unspent funding must be returned to Salix and any overspend cannot be claimed.
48. Hampshire County Council has always been proactive in managing the energy use and carbon reduction across its estate buildings and supporting its partners by delivering solutions and installing low-cost measures that have allowed the authority to gradually reduce its energy consumption and consequent carbon footprint. However, without investing in significant energy efficiency measures across all the County Council's estate, it is unlikely to meet targets to be carbon neutral by 2050.
49. Aligned to the County Council's declaration of a Climate Emergency in 2019, which reinforced its commitment to continuing to mitigate climate change through reducing carbon emissions, Property Services have submitted five grant applications to the PSDS, with schemes covering solar PV on the corporate and schools' estates; single to double glazing window replacements to increase energy efficiency; projects to transition corporate and school sites from oil to gas; and the implementation of heating controls in schools. These grant applications total £33M.
50. Following a detailed technical appraisal the first two grant applications for solar PV and windows upgrade schemes have been confirmed as successful, resulting in a grant of £26.9M. This is a significant success and makes a positive contribution to the stated objective of the Council to be carbon neutral by 2050 and supports the Climate Emergency declared in 2019. The outcomes of the remaining three grant applications are expected by January 2021 and will be reported to Cabinet in February 2021. The Project Appraisals for the solar PV and window upgrade programmes are attached as Appendices 4a and 4b.

Capital programme summary

51. On the basis of the position outlined above, the total value of the capital programmes submitted for consideration for the three years to 2023/24 are:

	Schemes within locally resourced guidelines	Schemes supported by Government allocations	Total
	£'000	£'000	£'000
2021/22	10,081	28,151	38,232
2022/23	4,559	17,412	21,971

2023/24	4,559	17,412	21,971
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Revenue implications

52. The on-going service and maintenance implications of the proposed capital programme are funded from within the revenue budget. Some schemes are of an invest to save nature and thus have a positive impact on the revenue budget.
53. In line with proper accounting practice, the asset value resulting from capital expenditure is depreciated over the expected life of the asset with a corresponding charge to the income and expenditure account. However, this accounting adjustment does not directly impact the cash limited budget of services. The estimated depreciation arising from the proposed capital programme is as follows:

	Full year cost
	£'000
2021/22	1,023
2022/23	698
2023/24	698
Total	2,419

Conclusions

54. The proposed capital programme for Policy and Resources as summarised in paragraph 51 is in line with the guidelines set by Cabinet. In addition, it plans to use the allocated Government grants in full. The main priority of the programme continues to be structural maintenance and improvement of the County's built and rural estate, and cultural facilities and the purchase of vehicles to support service delivery across the County Council. The programme supports the delivery of services countywide and contributes to the strategic aims:
- Hampshire maintains strong and sustainable economic growth and prosperity
 - People in Hampshire live safe, healthy and independent lives
 - People in Hampshire enjoy a rich and diverse environment
 - People in Hampshire enjoy being part of strong, inclusive communities.

REQUIRED CORPORATE AND LEGAL INFORMATION:**Links to the Strategic Plan**

Hampshire maintains strong and sustainable economic growth and prosperity:	Yes
People in Hampshire live safe, healthy and independent lives:	Yes
People in Hampshire enjoy a rich and diverse environment:	Yes
People in Hampshire enjoy being part of strong, inclusive communities:	Yes

Other Significant Links

Links to previous Member decisions:	
<u>Title</u>	<u>Date</u>
Budget Setting and Provisional Cash Limits 2021/22 (Cabinet) https://democracy.hants.gov.uk/documents/s60700/Nov%202020%20Financial%20Update%20Budget%20Setting%20-%20Cabinet%20FINAL.pdf	24 November 2020
Medium Term Financial Strategy (Cabinet) https://democracy.hants.gov.uk/documents/s53375/MTFS%20-%20Cabinet%20FINAL.pdf	14 July 2020

Direct links to specific legislation or Government Directives	
<u>Title</u> Climate Change Action Plan 2020-25 (Cabinet) https://democracy.hants.gov.uk/documents/s57477/Climate%20Change%20Action%20Plan%202020-2025-2020-09-29-Cabinet%20Report.pdf Climate Change Strategy (Cabinet) https://democracy.hants.gov.uk/documents/s53569/Climate%20Change%20Strategy.pdf	<u>Date</u>

Section 100 D - Local Government Act 1972 - background documents	
The following documents discuss facts or matters on which this report, or an important part of it, is based and have been relied upon to a material extent in the preparation of this report. (NB: the list excludes published works and any documents which disclose exempt or confidential information as defined in the Act.)	
<u>Document</u> None	<u>Location</u>

EQUALITIES IMPACT ASSESSMENT:

1. Equality Duty

The County Council has a duty under Section 149 of the Equality Act 2010 ('the Act') to have due regard in the exercise of its functions to the need to:

- Eliminate discrimination, harassment and victimisation and any other conduct prohibited by or under the Act with regard to the protected characteristics as set out in section 4 of the Act (age, disability, gender reassignment, marriage and civil partnership, pregnancy and maternity, race, religion or belief, sex and sexual orientation);
- Advance equality of opportunity between persons who share a relevant protected characteristic within section 149(7) of the Act (age, disability, gender reassignment, pregnancy and maternity, race, religion or belief, sex and sexual orientation) and those who do not share it;
- Foster good relations between persons who share a relevant protected characteristic within section 149(7) of the Act (see above) and persons who do not share it.

Due regard in this context involves having due regard in particular to:

- The need to remove or minimise disadvantages suffered by persons sharing a relevant protected characteristic that are connected to that characteristic;
- Take steps to meet the needs of persons sharing a relevant protected characteristic that are different from the needs of persons who do not share it;
- Encourage persons sharing a relevant protected characteristic to participate in public life or in any other activity in which participation by such persons is disproportionately low.

2. Equalities Impact Assessment:

Equalities impact assessments will be considered when individual project appraisals are developed.

Policy and Resources

Ref	Project	Construct-ion Works	Fees	Furniture Equipment Vehicles Grants	Total Cost (excluding sites)	Revenue Effect in Full Year						
						Running Costs	Capital Charges					
2021/22 Schemes												
Schemes Supported from Local Resources												
Culture, Communities and Business Services												
1	Vehicles for Hampshire Transport Management #	-	-	3,400	3,400	-	340					
2	Winchester Discovery Centre	429	71	-	500	-	10					
3	County Farms - Lyde Green Farm	381	63	-	444	-	9					
4	County Farms - Hollam Hill Farm	564	93	-	657	-	13					
5	Country Farms Improvement Projects	1,063	175	-	1,238	-	25					
6	Corporate Estate	861	142	-	1,003	-	20					
7	Office Accommodation	1,588	262	-	1,850	-	37					
8	Rights of Way	283	47	-	330	-	7					
Corporate Services												
9	Contingency	13	-	-	13	-	-					
Total Programme Supported by Local Resources												
		5,182	853	3,400	9,435	-	460					

Capital Programme - 2021/22

Site Position	Contract Start		Remarks	Ref
	Date	Duration		
N/A	-	-	Continuing programme of replacing vehicles	1
N/A	1	12	Planned Improvements at Winchester Discovery Centre	2
N/A	1	12	Planned Building Upgrade at Lyde Green Farm	3
N/A	1	12	Planned Building Upgrade at Hollam Hill Farm	4
N/A	1	12	Planned improvements across the County Farms Estate	5
N/A	1	12	Planned improvements across the Corporate Estate	6
N/A	1	12	Planned improvements to Office Accommodation	7
N/A	1	12	Planned improvements to Rights of Way	8
N/A	-	-		9

Policy and Resources

Ref	Project	Construct-ion Works	Fees	Furniture Equipment Vehicles Grants	Total Cost (excluding sites)	Revenue Effect in Full Year	
						Running Costs	Capital Charges
	2021/22 Schemes (continued)	£'000	£'000	£'000	£'000	£'000	£'000
Schemes Supported by the Government							
Schools Condition Allocation (SCA)							
10	Hart Plain Junior School, Waterlooville	750	124	-	874	-	17
11	Nightingale Primary, Eastleigh	1,300	215	-	1,515	-	30
12	Crookhorn College, Waterlooville	1,200	198	-	1,398	-	28
13	St John the Baptist, Waltham Chase	250	41	-	291	-	6
14	Henry Beaufort, Winchester	1,250	206	-	1,456	-	29
15	Cranborne School, Basingstoke	1,550	256	-	1,806	-	36
16	Hiltingbury Junior School, Eastleigh	1,327	219	-	1,546	-	31
17	Warblington School, Havant	1,570	259	-	1,829	-	37
18	Horndean College, Horndean	250	41	-	291	-	6
19	Swanmore College, Swanmore	330	54	-	384	-	8
20	Redbarn Primary, Fareham	601	99	-	700	-	14
21	Wavell School, Farnborough	250	41	-	291	-	6
22	Vyne Community School, Basingstoke	225	37	-	262	-	5
23	Portchester Community School, Portchester	225	37	-	262	-	5
24	Marnel Junior School, Basingstoke	1,202	198	-	1,400	-	28
25	Wavell School, Farnborough	2,275	375	-	2,650	-	53
26	Samuel Cody Sports College, Farnborough	250	41	-	291	-	6

Capital Programme - 2021/22

Site Position	Contract Start		Remarks	Ref
	Date	Duration		
Owned	Qtr	Months		
Owned	-	-	- SCOLA Recladding	10
Owned	-	-	- SCOLA Recladding	11
Owned	-	-	- SCOLA Recladding	12
Owned	-	-	- Window Upgrade	13
Owned	-	-	- SCOLA Recladding	14
Owned	-	-	- SCOLA Recladding	15
Owned	-	-	- SCOLA Recladding	16
Owned	-	-	- Recladding	17
Owned	-	-	- Boiler Upgrade	18
Owned	-	-	- External Works	19
Owned	-	-	- Upgrade Roof	20
Owned	-	-	- Boiler Upgrade	21
Owned	-	-	- Boiler Upgrade	22
Owned	-	-	- Boiler Upgrade	23
Owned	-	-	- SCOLA recladding	24
Owned	-	-	- SCOLA recladding	25
Owned	-	-	- Roof Upgrade	26

Policy and Resources

Ref	Project	Construct-ion Works	Fees	Furniture Equipment Vehicles Grants	Total Cost (excluding sites)	Revenue Effect in Full Year	
						Running Costs	Capital Charges
27	2021/22 Schemes (continued)						
	Schools Condition Allocation (costing less than £250,000)	£'000	£'000	£'000	£'000	£'000	£'000
		9,361	1,544	-	10,905	-	218
	Total Schemes Supported by the Government						
		24,164	3,987	-	28,151	-	563
	Total Excluding Land						
	Advance and Advantageous Land Purchases				37,586		1,023
					646		
	Total Programme				38,232		1,023

Capital Programme - 2021/22

Site Position	Contract Start		Remarks	Ref
	Date	Duration		
Owned	Qtr	Months	Major improvements to school buildings	27

Policy and Resources

Ref	Project	Construct-ion Works	Fees	Furniture Equipment Vehicles Grants	Total Cost (excluding sites)	Revenue Effect in Full Year						
						Running Costs	Capital Charges					
2022/23 Schemes												
Schemes Supported from Local Resources												
Culture, Communities and Business Services												
28	Vehicles for Hampshire Transport Management #	-	-	3,400	3,400	-	340					
29	CCBS Capital	328	-	-	328	-	7					
30	Contingency	185	-	-	185	-	3					
Total Programme Supported by Local Resources												
Schemes Supported by the Government												
31	Schools Condition Allocation	14,946	2,466	-	17,412	-	348					
Total Schemes Supported by the Government												
Total Excluding Land												
Advance and Advantageous Land Purchases												
Total Programme												
				21,325		698						
				646								
				21,971		698						

Capital Programme - 2022/23

Site Position	Contract Start		Remarks	Ref
	Date	Duration		
N/A	-	-	Continuing programme of replacing vehicles	28
N/A	1	12	Provision of minor works across the department including Library and Countryside services	29
N/A	-	-		30
Owned	-	-	Major improvements to school buildings	31
			# controlled on an accrued expenditure basis	

Policy and Resources

Ref	Project	Construct-ion Works	Fees	Furniture Equipment Vehicles Grants	Total Cost (excluding sites)	Revenue Effect in Full Year						
						Running Costs	Capital Charges					
2023/24 Schemes												
Schemes Supported from Local Resources												
32	Culture, Communities and Business Services	-	-	3,400	3,400	-	340					
32	Vehicles for Hampshire Transport Management #	328	-	-	328	-	7					
33	CCBS Capital	185	-	-	185	-	3					
34	Contingency	513	-	3,400	3,913	-	350					
Total Programme Supported by Local Resources												
Schemes Supported by the Government												
35	Schools Condition Allocation	14,946	2,466	-	17,412	-	348					
Total Schemes Supported by the Government												
Total Excluding Land												
Advance and Advantageous Land Purchases												
Total Programme												
					21,325		698					
					646							
					21,971		698					

Capital Programme - 2023/24

Site Position	Contract Start		Remarks	Ref
	Date	Duration		
N/A	-	-	Continuing programme of replacing vehicles	32
N/A	1	12	Provision of minor works across the department including Library and Countryside services	33
N/A	-	-		34
Owned	-	-	Major improvements to school buildings	35
			# controlled on an accrued expenditure basis	

Policy and Resources 2020/21 capital programme

1 Latest programme limit:	£'000
Approved programme	28,467
Allocations carried forward from previous years	49,812
Additional approved prudential borrowing	
Draw down of approved corporate funding	
Salix interest free loan funding	
Adjustment to Government grant	-14
Addition SCA grant allocation	8,087
Share of 2019/20 capital receipts	1,610
Developers contributions	91
CPT Additional Funding	70
Carry forward to 2021/22:	-15,258
Transfer to Children's Services	-247
Net transfers between capital and revenue and other technical adjustments to meet accounting requirements	-660
Public Sector Decarbonisation Fund - Solar PV	6,750
Public Sector Decarbonisation Fund – Windows replacement	20,200
Botley (Uplands) Additional Funding	391
	<u>99,299</u>

2 Analysis of 2020/21 programme including carry forwards from 2019/20:
£'000

CCBS Programme

Vehicles for Hampshire Transport Management (HTM)	3,400
Schemes controlled on an expenditure basis:	3,400

Capital repairs - Schools Condition Allocation (SCA):

Other SCA works	12,815
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Top ups to named schemes:

Wavell School	350
Crestwood School	291
Testbourne Community School	757

Additional Schemes

Netley Abbey	300
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Testbourne Community School – (Developer contribution)	650
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Corporate Estate Capital projects:

- EII South Fire precaution works	714
- County Supplies, Warehouse	672
- 2020/21 projects individually under £250k	440

Facilities Management schemes	205
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Hampshire Transport Management (HTM) – Vehicle Workshop Refurbishment	600
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Botley (Uplands Development) – Infrastructure and Utility Works (provisional allocation)	28,541
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Energy Performance Programme:

- EPP5 - Battery Storage Technology	700
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- EPP6 – Solar PV, building fabric and heating improvements	1,000
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- EPP6 – battery storage for buildings with Photo Voltaic (PV) installations, bulk storage of grid electricity	200
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Decarbonisation funding - Solar PV

6,750

Decarbonisation funding – Windows replacement	20,200
CCBS Capital	283
Country Parks Transformation (Phase 2):	
- Royal Victoria Country Park	1,470
Other Countryside projects	91
Outdoor Centres	190
Basingstoke Canal:	
- Crookham Deep Embankment lining	230
- Swan Cutting	335
Footway Improvements	15
County Farms	537
Schemes controlled on a starts basis	78,336
CCBS Capital Programme 2020/21	81,736

Investment in Hampshire	1,849
Rural Broadband	1,000
Strategic land purchase	10,000
Advance and Advantageous Land/ Programme contingency	4,714
CCBS Capital Programme 2020/21:	81,736
P&R Capital Programme 2020/21	17,563
Policy and Resources Capital Programme 2020/21	17,563

Total Revised Capital Programme 2020/21

99,299

Project Appraisal for Netley Abbey Infants School

Netley Abbey Infant School, Netley – Heating system upgrade 2020/21 Schools Condition Allocation

Netley Abbey Infant School was originally constructed in 1991 in traditional load-bearing masonry under a pitched roof. The existing heating is provided through a single gas boiler located at high level and the heat is distributed through blown air fan convectors

The heating system upgrade works are necessary as a number of the components are reaching the end of their useful life, the system is unreliable and prone to regular failures leading to closure of the school.

It is proposed that the heating system upgrade works will include:

Provision of new boiler plant comprising 2 boilers and new boiler controls, to be located in a new plant room at ground level to improve access for maintenance. The provision of an additional boiler will provide resilience to the system to help prevent school closures in the future and the new boilers and controls will be energy efficient reducing the schools carbon footprint. In addition, the gas supply meter will be renewed and the internal gas infrastructure will be renewed.

The existing mains services (water, gas and electricity) and drainage infrastructure to the site will be unaffected by the works and are sufficient.

It is not anticipated that a planning application will be needed for the work

Work on site is anticipated to commence on site in the summer term of 2021 and complete in Autumn 2021.

The school site will remain in use during the construction period and local management arrangements will be put in place to manage the health and safety impact to all users.

It is proposed that the works be procured through the Minor Works Construction Framework, mechanical engineering lot.

Design risk assessments, pre-construction health & safety information and a Health & Safety File will be produced and initiated in accordance with the Construction Design and Management Regulations for the proposed scheme.

The project will incorporate the following sustainability features:

Highly efficient boiler plant and associated pumps and controls

This report therefore requests that the scheme is added to the Schools Capital Programme, funded by the Schools Capital Allocation (SCA) and approval to spend in 2020/21 is granted.

Financial Provision for Total Scheme	Buildings £	Fees £	Total Cost £
P&R School Condition Allocation (SCA)	250,000	41,250	291,250
Total	250,000	41,250	291,250

Appendix 4a

Project Appraisal for Public Sector Decarbonisation Fund - Solar PV

Decision Maker / Committee / Panel:	Executive Member for Commercial Strategy, Human Resources and Performance
Date:	19 January 2021
Title:	Solar PV Programme
Report From:	Director of Culture, Communities and Business Services

Contact name: Paul Roebuck

Tel: 07725 445011 **Email:** paul.roebuck@hants.gov.uk

Purpose of this Report

The purpose of this report is to seek spend approval for a Solar Photo Voltaic (PV) programme across the Schools and Corporate Estate funded through the Public Sector Decarbonisation Scheme Grant.

Recommendations

That the Executive Member for Commercial Strategy, Human Resources and Performance grants spend approval to the proposal for a Solar PV programme at the total cost of £6.75m

Executive Summary

In September, The Government announced a new £1 billion Public Sector Decarbonisation Scheme (PSDS) providing grant funding for De-Carbonisation of buildings. This is a scheme offering 100% funded grants for public sector organisations to fund energy efficiency and heat decarbonisation projects across their estates. The scheme is part of the Chancellor's 'Plan for Jobs 2020' commitment, which aims to boost the UK's economic recovery from Covid-19, as well as the Government's net zero and clean growth goals, aimed at supporting skilled jobs in the low carbon and energy efficiency sectors.

Hampshire County Council (HCC) has always been proactive in managing the energy use and Carbon reduction across its estate buildings and supporting its partners by delivering solutions and installing low-cost measures that have allowed the authority to gradually reduce its energy and Carbon consumption. However, without investing in significant energy efficiency measures across all the County Council's estate, it is unlikely to meet targets to be carbon neutral by 2050.

The County Council's recent declaration of a Climate Emergency on 7 June 2019 has reinforced its commitment to continuing to mitigate climate change through reducing carbon emissions and reflects the work undertaken through the Hampshire 2050 commission.

Hampshire County Council's corporate and school's estate carries a significant energy bill. With the expectation of fuel prices' continuing to increase consistently in the future, the emphasis on efficiency and savings is increasing.

A PSDS grant application had been submitted for Solar Photovoltaic (PV) installations and has been approved and successful. The grant will allow solar PV to be installed to approximately 328 HCC Primary Schools, 30 HCC Secondary Schools and 12 Corporate Sites with an overall programme value of £6.75m.

This PV proposal creates an opportunity to realise energy savings and reduce carbon. It also looks to further improve carbon credentials in conjunction with the works already carried out and future carbon reduction projects.

Site locations have been identified based on those currently without solar PV and will be confirmed further for viability. All installations will individually be below the £250k threshold for project appraisals and therefore this report is for the overall programme.

It is anticipated the works will commence in March 2021 and complete by 30 September 2021.

Once completed, this programme is expected to save 2,064 tonnes of carbon per year and reduce the Councils overall electricity costs.

The anticipated costs and funding for this scheme are as follows:

Funding	Buildings £	Fees £	Total Cost £
Public Sector Decarbonisation Scheme	5,793,991.00	956,009.00	6,750,000
Total	5,793,991.00	956,009.00	6,750,000

Project Appraisal for Public Sector Decarbonisation Fund – Window replacement programme

Decision Maker / Committee / Panel:	Executive Member for Commercial Strategy, Human Resources and Performance
Date:	19 January 2021
Title:	Window Replacement Programme
Report From:	Director of Culture, Communities and Business Services

Contact name: Max Whitlock

Tel: 07718 146371 **Email:** Max.whitlock@hants.gov.uk

Purpose of this Report

The purpose of this report is to seek spend approval for a window and door replacement programme across the Schools and Corporate Estate funded through the Public Sector Decarbonisation Scheme Grant.

Recommendations

That the Executive Member for Commercial Strategy, Human Resources and Performance grants spend approval to the proposal for a Scola and Corporate Estate Window and Door Replacement programme at the total cost of £20,211,265.

Executive Summary

In September, The Government announced a new £1 billion Public Sector Decarbonisation Scheme (PSDS) providing grant funding for De-Carbonisation of buildings. This is a scheme offering 100% funded grants for public sector organisations to fund energy efficiency and heat decarbonisation projects across their estates. The scheme is part of the Chancellor's 'Plan for Jobs 2020' commitment, which aims to boost the UK's economic recovery from Covid-19, as well as the Government's net zero and clean growth goals, aimed at supporting skilled jobs in the low carbon and energy efficiency sectors.

Hampshire County Council (HCC) has always been proactive in managing the energy use and Carbon reduction across its estate buildings and supporting its partners by delivering solutions and installing low-cost measures that have allowed the authority to gradually reduce its energy and Carbon consumption. However, without investing in significant energy efficiency measures across all the County Council's estate, it is unlikely to meet targets to be carbon neutral by 2050.

The County Council's recent declaration of a Climate Emergency on 7 June 2019 has reinforced its commitment to continuing to mitigate climate change through reducing carbon emissions and reflects the work undertaken through the Hampshire 2050 commission.

Hampshire County Council's corporate and school's estate carries a significant energy bill. With the expectation of fuel prices' continuing to increase consistently in the future, the emphasis on efficiency and savings is increasing.

A PSDS grant application submitted for a Window Replacement programme has been approved and is successful. This programme will be split into 2 workstreams.

One workstream will allow windows to be replaced in all single storey SCOLA Mk 3 buildings to be installed to 39 HCC Primary Schools, 8 HCC Secondary Schools, 2 HCC SEND Schools and 4 Corporate Sites with an overall programme value of £14.834m.

The SCOLA 3 system was used in Hampshire between 1972 and 1979 and so are all in excess of 40 years old. The buildings in the programme have the original single glazed windows and as well as being poorly insulated the windows are coming to the end of their life and have issues with the ironmongery and locking systems.

The second workstream will focus on the Corporate estate looking at single and 2 storey buildings currently single glazed and poorly insulated. Surveys of the estate are in the process of being carried out. At this point, all schemes within this workstream are expected to be below the £250k for named schemes and therefore this appraisal is for the overall programme. However, this is subject to the outcome of site surveys and, if necessary, further details of these schemes will be reported at the next available opportunity.

The works will include the replacement of existing single glazed windows and doors together with any fixed panels within the overall window frame. The new windows and doors will be thermally efficient aluminium frames with double glazing incorporating solar reflective glass and highly insulated panels. As the windows on SCOLA Mk3 are to a standard size this allows us to effectively manufacture and install a large number of windows in the short timescale that the grant allows. The Corporate estate is more diverse so will comprise of a smaller programme to meet the timescale required.

The new doors and windows will be modern, fit for purpose and low maintenance as well as significantly improving insulation levels and will have the added benefits of better security and improving the building environment.

It is anticipated the works will commence in March 2021 and complete by 30 September 2021.

Once completed, this programme is expected to save 1,690 tonnes of carbon per year and will significantly reduce the Council's overall energy costs.

The anticipated costs and funding for this scheme are as follows:

Funding	Buildings £	Fees £	Total Cost £
Public Sector Decarbonisation Scheme	17,348,725.00	2,862,540.00	20,211,265.00
Total	17,348,725.00	2,862,540.00	20,211,265.00