

Borders NHS Board**CAPITAL PLAN UPDATE****Aim**

This paper provides an update to the NHS Borders Board on the capital plan for 2015/16 and the indicative commitments for 2016/17 - 2019/20.

Background

The Board has submitted as part of its annual Local Delivery Plan a 5 year Capital and Infrastructure Plan.

Capital governance is delivered for the Board by the Capital Planning Group (CPG) and the Capital Management Team (CMT). The CPG makes recommendation through the Clinical Executive Strategy Group for consideration and agreement of the Board on the prioritised 5 year capital plan. The CPG remits delivery of the in year capital plan to the CMT.

Current year Capital Plan 2015/16**Capital Resources**

The table below details the capital resources received by the Board for 2015/16:

Board Formula Allocation	£2.615m
Roxburgh Street Replacement Surgery	£1.200m
Clinical Strategy	£2.100m
TOTAL Capital Resource 2015/16	£5.915m

Planned Capital Expenditure

The following table details the capital projects agreed by the Board for delivery in 2015/16, the indicative project budget, the progress made in project delivery during quarter 1 (Q1 Apr-Jun) and the planned actions in quarter 2 (Q2 Jul–Sept) of 2015/16.

Capital Project	Allocation 2015/16	Progress in Q1	Planned actions Q2
Roxburgh Street Replacement Surgery	£1.075m	<ul style="list-style-type: none"> Affordability Cap in place with hub Stage 1 submission being progressed – to achieve more detailed costings on the project 	<ul style="list-style-type: none"> Stage 1 approval by the Board Review of cost plan 2015/16 & 2016/17 Detailed design with the Project Team and User Group
East West Brig Relocation of the Mental Health Rehabilitation Inpatient Ward currently located on the Galavale site.	£0.975m	<ul style="list-style-type: none"> Informal review of the final business case Engagement and Communications Plan , Elected Members, MSP's and MP's Consultancy for the Design Team progressed 	<ul style="list-style-type: none"> Appointment of the consultancy design team Progress on detailed design Submission of the Business Case to the SG Capital Investment Group for approval Business Case submitted to NHS Borders Board for approval in August
IM&T Upgrade to IM&T Infrastructure in GP Practices and Borders General Hospital	£0.650m	<ul style="list-style-type: none"> Business Case development for the Desktop Transformation Project Business Case presented to Clinical Exec Strategy Group in June 	<ul style="list-style-type: none"> Identify funding shortfall Detailed project plan and resource commitment schedule
Theatre Ventilation Replacement of the ventilation plants in 4 theatres at the BGH.	£0.950m	<ul style="list-style-type: none"> Feasibility completed Consultancy Design Team appointed 1st Draft of Programme Plan and Cost Plan 	<ul style="list-style-type: none"> Further work on the Programme Plan and Cost Plan Project Team and discussion with BGH.

Capital Project	Allocation 2015/16	Progress in Q1	Planned actions Q2
<p>IM&T GP Order Communications</p> <p>Technical infrastructure to enable electronic transmission on requests to Laboratories and Radiology from GP Practices.</p>	£0.250m	<ul style="list-style-type: none"> Currently being reviewed by the Clinical Executive Strategy Group 	<ul style="list-style-type: none"> Dependent on Clinical Executive Strategy Group review.
<p>Primary Care Premises of Selkirk and Eyemouth (part)</p>	£0.575m	<ul style="list-style-type: none"> Design teams appointed Project Teams in place Detailed designs progressed 	<ul style="list-style-type: none"> Detailed design completed Tender documentation produced
Rolling Programmes			
<p>Estates & Backlog Maintenance</p>	£0.700m	<ul style="list-style-type: none"> Development of the planned spend linked to the information presented in the Board's Property & Asset Management Strategy (PAMS) recently submitted to Scottish Government. 	<ul style="list-style-type: none"> Agree profile of spend
IM&T	£0.300m	<ul style="list-style-type: none"> Funding being combined with the Transformation project above 	N/A
Medical Equipment	£0.200m	<ul style="list-style-type: none"> Risk assessment completed by Medical Equipment Committee 2015/16 allocation fully committed Purchase Orders currently being 	<ul style="list-style-type: none"> Procurement progressed Equipment delivered and operational

		approved	
Capital Project	Allocation 2015/16	Progress in Q1	Planned actions Q2
Capital Project Management Support	£0.240m	<ul style="list-style-type: none"> • Agreed workplan • Development of projects • Management of Project Programmes 	<ul style="list-style-type: none"> • Management of Project Programmes • Development of future projects
TOTAL Capital Expenditure 2015/16	£5.915m		

Property disposals

The Board identified 2 properties which have been declared surplus and are currently held for sale (Westgrove, Melrose and Orchard Park, St Boswells). Proceeds for the sale of these properties is anticipated during 2015/16. Scottish Government have approved that NHS Borders can retain all property sales realised within the current financial year and can utilise those resources to deliver prioritised capital schemes. These sales continue to be progressed.

Future years indicative Capital Plan 2016/17 - 2019/20

The attached appendix details the draft capital plan for 2016/17 and outline commitments for 2017/18 - 2019/20. This is line with the Local Delivery Plan 5 year Capital Plan which was submitted in March 2015.

Summary

The Board has agreed the 5 year Capital Plan as part of the submission to Scottish Government of the Local Delivery Plan.

An update on delivery of the current year capital plan has been provided.

A detailed report on capital is planned for the December 2015 meeting of the Board. The report will give an update on the 2015/16 capital programme. It will also outline the proposed 5 year capital plan as part of the Local Delivery Plan submission for 2016/17 which will incorporate identified requirements within the Board's 2014/15 Property and Asset Management Strategy.

Recommendation

The Board is asked to:

- **Note** the update provided on the current year capital plan.
- **Note** the indicative capital resources and commitments for 2016/17 - 2019/20.

Policy/Strategy Implications	In line with agreed governance of capital resources
Consultation	Clinical Executive Strategy Group
Consultation with Professional Committees	N/A
Risk Assessment	In line with agreed processes
Compliance with Board Policy requirements on Equality and Diversity	In line with agreed processes
Resource/Staffing Implications	Within allocated resources from Scottish Government.

Approved by

Name	Designation	Name	Designation
Carol Gillie	Director of Finance		

Author(s)

Name	Designation	Name	Designation
Susan Swan	Deputy Director of Finance (Financial Accounting)		

APPENDIX 1 NEXT YEAR CAPITAL PLAN 2016/17

Indicative Capital Resources

The table below details the indicative capital resources for the Board for 2016/17:

Board Formula Allocation	£2.615m
Roxburgh Street Replacement Surgery	£0.700m
Clinical Strategy	£1.050m
**Primary Care Health Premises	£0.500m
TOTAL Capital Resource 2016/17	£4.865m

**The indicative capital plan includes additional resources anticipated from Scottish Government to support the Primary Care Health Premises Project, these additional resources have yet to be confirmed.

Indicative Capital Expenditure

Capital Project	Indicative Allocation £	Comment
Roxburgh Street Replacement Surgery	£1.050m	Concluding element of project
East West Brig	£0.675m	Concluding element of project
IM&T Strategy - Infrastructure	£0.150m	Continuation of project
**Primary Care Health Premises	£0.500m	Conclusion of Eyemouth, and Melrose and Duns (part)
Estates & Backlog Maintenance rolling programme	£0.550m	Review of 2015/16 PAMS and prioritisation for future year requirements.
IM&T rolling programme	£0.300m	
Medical Equipment rolling programme	£0.200m	
Radiology rolling programme	£1.000m	Planned MRI Replacement
Feasibility Works - Project Development	£0.200m	Clinical Board support
Capital Project Management Support	£0.240m	Project Development and Project Programme Management
TOTAL Indicative Capital expenditure 2016/17	£4.865m	

FUTURE YEAR CAPITAL PLANS 2017/18 – 2019/20Indicative Capital Resources

The table below details the indicative capital resources for the Board for 2017/18 - 2019/20

	2017/18	2018/19	2019/20
Board Formula Allocation	£2.615m	£2.615m	£2.615m
** IM&T Infrastructure	£1.000m		
** Women's Health	£1.500m	£1.000m	
**Primary Care Health Premises	£1.000m		
TOTAL Capital Resource	£6.115m	£3.615m	£2.615m

**The indicative capital plan includes additional resources anticipated from Scottish Government to support the IM&T Infrastructure Project, Women's Health and Primary Care Premises Projects, these additional resources have yet to be confirmed.

Indicative Capital Expenditure

Capital Project	Indicative Allocation 2017/18	Indicative Allocation 2018/19	Indicative Allocation 2019/20
**IM&T Infrastructure	£1.000m		
**Women's Health	£1.500m	£1.000m	
**Primary Care Health Premises Conclusion to Melrose and Duns Rolling Programmes	£1.000m		
Estates & Backlog Maintenance	£0.550m	£0.550m	£0.550m
IM&T rolling programme	£0.300m	£0.300m	£0.300m
Medical Equipment rolling programme	£0.200m	£0.200m	£0.200m
Radiology programme	£0.250m	£0.750m	£0.300m
Clinical Strategy	£0.875m	£0.375m	£0.825m
Feasibility Works - Project Development	£0.200m	£0.200m	£0.200m
Capital Project Management Support	£0.240m	£0.240m	£0.240m
TOTAL Indicative Capital expenditure	£6.115m	£3.615m	£2.615m