

# Capital Ambition Board

## Capital Ambition Director's Report

Item no: 4

**Report by:** Guy Ware      **Job title:** Director Finance, Performance and Procurement

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**Summary**      This report provides an update on the following:

- Financial position
- Work programme

**Recommendations**      It is recommended that Board members:

- a) Note the financial summary.
- b) Note the progress on grant funded projects.

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**Appendices:**

A: Current Financial Statement  
B: Project Status



## **DIRECTOR'S REPORT**

### **Financial Position**

1. The current financial position is set out in **Appendix A**. The uncommitted balance to 31 March 2020 is £80k at 30 September 2017.
2. This balance takes into account forecast programme office costs; project commitments; and £25k of London Ventures income.
3. The London Ventures programme is designed to derive income, to be reinvested in innovation. No income projections are included in the calculations provided, although the pipeline of implementation is covered in more detail under agenda item 6.
4. All London Ventures income will be used to support the continuation of the London Ventures programme beyond the funded period, from 23 August 2016 to 22 August 2019.

### **Work Programme**

5. In addition to the London Ventures programme, the Capital Ambition work programme covers two other key areas of work as shown in Appendix B, and described below.
6. The London Ventures work programme is agreed by the operational team at biannual intervals, in accordance with the agreed business plan. However, due to the fact the October CAB meeting is being asked to make decisions that will affect the nature of the work beyond October 2017, the current statement of work covers this period only and will be updated following this meeting.
7. Progress on the London Ventures programme is covered under agenda items 6 and the exempt item. Following the dragons' den session of 19 June the team is in a position to present four strategic business cases for consideration as they seek to tackle one of London's key strategic issues of temporary accommodation, homelessness and housing.
8. The Visbuzz pilot projects have now all closed. An evaluation report of the pilot is covered under the exempt agenda.

### **Health and social care**

9. At the July Board meeting the decision was made to grant fund phase two work on health and social care. This will be used to continue the important work, overseen by the London Health Board, to advance the health and social care integration agenda.

## **Behavioural Insights**

10. The Board is due to receive a presentation on the results of the phase one pilots undertaken in Croydon. The team will now consider options for ensuring the dissemination of results to appropriate stakeholder groups.
11. Additionally, at the July Board meeting a further three projects were agreed to be funded – to test the application of behavioural science in the following areas:
  - a. Improving decision making in children's social care;
  - b. Improving communications around prevention and early help, including messaging around foster care recruitment; and
  - c. Improving immunisation rates of MMR.

BIT has conducted kick-off meetings in the respective boroughs and the detailed project planning and literature reviews are underway.

12. Regular progress updates will be included for the Board, and a presentation of results organised for late in 2018.

## **Financial Implications for London Councils**

13. The Director of Corporate Resources reports that Appendix A summarises the projected Capital Ambition fund balance at the end of the 2019/20 financial year. It shows the opening balance for the financial year 2017/18 of £1.978 million. Taking the forecast costs of £1.898 million over the next two financial years (2018/19 and 2019/20) into account, this reduces the Capital Ambition fund to a closing uncommitted balance of £80,143 at 31 March 2020. This includes £25,375 for the London Ventures Sustainability Fund which will need to increase significantly to support the continuation of the programme beyond the contract funded period – which ends on 22 August 2019.

## **Legal Implications for London Councils**

14. There are no direct legal implications for London Councils as a result of this report.

## **Equalities implications for London Councils**

- 29     There are no direct equalities implications for London Councils as a result of this report.

## **Recommendations**

30.     It is recommended that Board members:
- a)     Note the financial summary.
  - b)     Note the progress on grant funded projects.

## **Capital Ambition - Funding Position as at 30 September 2017**

	Programme Office	LV Phase 2 Contract	LV Seed Fund	LV Sustainability Fund	Total
			See note 1	See note 2	
<b>Opening Balance 31 March 2017</b>	<b>-1,207,863</b>	<b>-641,282</b>	<b>-93,850</b>	<b>-10,044</b>	<b>-1,953,039</b>
Indicative Staff costs and operational budget 2017/18	233,322				233,322
Project Spend	20,000	132,434			152,434
Project Commitments	409,973	183,920			593,893
Seed Fund - proposals anticipated 2017/18			93,850		93,850
<b>Subtotal spend and commitments 2017/18</b>	<b>663,295</b>	<b>316,354</b>	<b>93,850</b>	<b>0</b>	<b>1,073,499</b>
London Ventures Sustainability Fund in year income 2017/18				-15,331	-15,331
<b>Subtotal London Ventures Sustainability Fund</b>				<b>-25,375</b>	<b>-25,375</b>
Indicative Staff costs and operational budget 2018/19	240,923	246,487			487,410
Indicative Staff costs and operational budget 2019/20	248,877	78,441			327,318
<b>Subtotal spend and commitments 2018/19 and 2019/20</b>	<b>489,800</b>	<b>324,928</b>	<b>0</b>	<b>0</b>	<b>814,728</b>
<b>Uncommitted/ unallocated Balance</b>	<b>-54,768</b>	<b>0</b>	<b>0</b>	<b>-25,375</b>	<b>-80,143</b>

### **Notes**

1. London Ventures Seed Fund - CAB will make decisions on any seed funding allocation - it is anticipated that the initial amount will be allocated during 2017/18
2. London Ventures Sustainability Fund - income derived from Ventures implementations is 'banked' in the sustainability fund. This fund is required to support the continuation of the programme beyond the contract funded period. Projected income is not included in this table.
3. London Ventures Phase 1 income and expenditure is included in the Programme Office operational and project spend.

## Capital Ambition - Project status

## Item 4 - Appendix B

Project Name	Lead Organisation	Status	Total Approvals	Total Claimed to Date	Balance to Claim Current	Project End Date Only
London Ventures - Phase 2*	EY	ACTIVE	£906,150	£397,302	£508,848	22 August 2019
Behavioural Insights Work - Phase 1	LB Croydon	ACTIVE	£120,000	£67,737	£52,263	31 October 2017
Behavioural Insights - Phase 2: Immunisations	LB Croydon	Initiating	£59,242	£0	£59,242	31 December 2018
Behavioural Insights - Phase 2: Children's social care	RB Kensington and Chelsea	Initiating	£140,199	£0	£140,199	31 December 2018
Health and Social Care - Phase 2	London Councils	Initiating	£150,000	£0	£150,000	TBC

\* Total approval was originally £1,000,000 - as EY allocated £93,850 from the contract maximum to seed funding possible pilot projects - the total reflects this - such that the maximum value EY can claim is £906,150