

MANSFIELD AND DISTRICT JOINT CREMATORIUM COMMITTEE

22 FEBRUARY 2021

PPW UPDATE REPORT

1. SUMMARY

1.1 This report seeks to provide an update on the PPW position and an overview of the funding profile.

2. OVERVIEW

2.1 Mansfield District Council's Design Services team have prepared a detailed PPW programme that profiles out over 20 years the anticipated capital spend required for the Crematorium. The costs are derived from Spon's Architects and Builders Price Book 2020. This is the recognised price estimating book for the construction industry which provides pricing data compiled from real tender prices.

2.2 The capital costs are profiled out for each year across the following component areas:

1. Superstructure (roof, external walls, stairs and ramps, windows and doors)
2. Internal finishes (walls, floors and ceilings)
3. Fittings, furnishings and equipment (includes catafalque curtains, kneelers, cremators, abatement equipment amongst other things)
4. Services (includes sanitary installations, space heating and air conditioning amongst other things)
5. External works (external to the building)
6. Fees and contingencies (contractor overheads and profit, Services Engineer fees, Design Services fees, contingencies)

2.3 The profile commences in 2021/122 and goes through to the financial year 2039/40. The profile is attached in Appendix 1 and summarised in the following table:

Component Area	2020/21 – 2039/40
Superstructure	£229,964.40
Internal finishes	£223,090.91
Fittings, furnishings and equipment	£3,585,000
Services	£359,386.50
External Works	£250,000
Fees and contingencies	£783,676.74
Total	£5,430,218.55

2.4 The figures proposed are for like for like replacement and do not incorporate any major refurbishment.

3. FUNDING PROFILE

3.1 The Revenue and Capital Budget report elsewhere on the agenda seeks approval for the budgets as set out in appendix 1 for the period of the report, which is 2021/22 – 2023/24.

3.2 The overall cost of the programme is £5,430,219. Appendix 1 also sets out suggested financing for the programme in line with the key principles outlined below.

3.3 The key principles applied when reviewing the financing of the PPW Programme are as follows:

- Where possible, maintaining the surpluses in line with agreed budgets to constituent authorities.
- The revenue contribution will need to be met year on year from such things as increased fees, service efficiencies, and increased throughput.
- Flexibility to move money between Capital and Revenue Reserves.
- In year, un-budgeted surpluses added to reserves to relieve future pressures.
- When the revenue contribution can't be met then a reduction in surpluses will be necessary in line with the Constitution of the JCC:
Revenue surpluses shall be applied in the first instance towards funding the capital programme from time to time agreed by the Joint Committee in accordance with clause 14.3. However, the Authorities shall be entitled to elect to take their share of the revenue surplus provided that they provide the equivalent amount by way of capital contribution towards the agreed capital programme.

4. RECCOMENDATIONS

4.1 That members note the report.