

OBC BUSINESS CASE FORMAT COST ESTIMATE				COST FORM OB1	
TRUST/ORGANISATION:		MILTON KEYNES UNIVERSITY HOSPITAL NHS FOUNDATION TRUST		ORGANISATIONAL CODE	
SCHEME:		CANCER THERAPY CENTRE			
STRATEGIC HA:					
PHASE:		OPTION 2D EXCLUDING ASEPTIC SUITE & INCLUDING ADD			
PROJECT DIRECTOR:					
CAPITAL COSTS SUMMARY					
			Cost Excl. VAT £	VAT (at 20%) £	Cost Incl. VAT £
1	Departmental Costs (from Form OB2)		6,060,747	1,212,149	7,272,896
2	On Costs (from Form OB3) (40.41% of Departmental Cost)		2,449,118	489,824	2,938,942
3	Works Cost Total (1+2) at BIS PUBSEC 195 (reporting level) FP/VOP*		8,509,865	1,701,973	10,211,837
4	Provisional location adjustment (applied to Dept. Costs due to Spec Location Factor: Milton Keynes 1.06 (6.00 % of Departmental Cost) (b)		363,645	72,729	436,374
5	Sub Total (3+4)		8,873,509	1,774,702	10,648,211
6	Fees (c) Design Fees: 12.50% £1,109,189 (12.50% of sub-total 5) 12.50% £1,109,189		1,109,189	221,838	1,331,026
7	Non-Works Costs (from Form OB4) (e) LAND - Excluded. OTHER:- Statutory Charges*. Decant Costs / Temporary Accommodation Business Removals		Excluded	-	-
*(Note. Planning & Btg Control); Fees allowance incl'd with Fees in 6 prev).					
8	Equipment Costs (from Form OB2) (7.52% of Departmental Cost)	At-EPI-xxx	455,607	91,121	546,728
9	Planning Contingency (Trust) Included with Optimism Bias				
10	SUB TOTAL (5+6+7+8+9)		10,438,305	2,087,661	12,525,966
11	Optimism Bias (refer to Opt Bias Assessment - Applied to line 10) 10%		1,043,830	208,766	1,252,597
12	SUB-TOTAL (for approval purposes) (10+11)		11,482,135	2,296,427	13,778,563
13	Inflation adjustments (f) (Using BCIS Regional online Indices for location index and BIS PUBSEC online) Applied to Line 12	From Business Case reporting level (BIS PUBSEC 195) to current BIS PUBSEC Forecast level for 4Q2016 (latest date published), indices of 214 Increase = 9.74%	1,118,772	223,754	1,342,527
	Inflation adjustments (f) (Using BCIS Regional online Indices for location index and BIS PUBSEC online) Applied to Line 5	Inflation using BCIS PUBSEC forecast as a guide from 4Q2016 to start on site of 4Q2017, as follows: BCIS PUBSEC 4Q2016 = 214 BCIS PUBSEC 4Q2017 = 208 Decrease = 2.80%	Included as Cost Ne		
		Abatement of VAT applied to Professional Fees, as follows: BCIS PUBSEC 4Q2016 = 214 = £1,343,743 / 195*214 *20% = -£243,453		-243,453	-243,453
14	FORECAST OUTTURN BUSINESS CASE				
	TOTAL (12+13)		12,600,908	2,276,729	14,877,636
15	Targeted Value Engineering (VE)		Excluded	Excluded	Excluded
16	FORECAST OUTTURN BUSINESS CASE		12,600,908	2,276,729	14,877,636
	TOTAL (14+15)				
Proposed start on site (g) <input type="text" value="4Q17"/> Proposed completion date (g) <input type="text" value="4Q19"/>					
Cash Flow:- Year yy/yy					
	High Level Forecast Cash flow (Excluding Forecast Inflation)	High Level Forecast Cash flow (Including Forecast Inflation)	TOTAL		
	(Figures Include VAT from above)	(Figures Include VAT from above)	High Level Exercise		
Financial Year:-					
2015 / 2016	-	-	See adjacent		
2016 / 2017	£450,000	£450,000	See adjacent		
2017 / 2018	£675,000	£750,000	See adjacent		
2018 / 2019	£8,775,000	£9,750,000	See adjacent		
2019 / 2020	£4,122,016	£4,171,089	See adjacent		
Potential VAT Recovery on Fees	-£243,453	-£243,453			
Check Total (Including VAT)	£13,778,563	£14,877,636	See adjacent		
	Line 12 Total	Line 16 Total			
(Cash Flow Forecast High Level & Indicative Only) Total (for approval purposes) match against Cash flow <input type="text"/>					
Notes:					
* Delete as appropriate					
(a) On-Costs should be supported by a breakdown of the percentage or a brief description of their scope (form OB3 may be used if appropriate).					
(b) Adjustment of national average D.C.A price levels and on-costs for local market conditions.					
(c) Fees include all resource costs associated with the scheme e.g. project sponsorship, clerk of works, building regulation & planning fees etc.					
(d) Not applicable to professional fees - VAT reclaimable EL(90) P64 refers.					
(e) Non-works costs should be supported by a breakdown and include such items as contributions to statutory and local authorities; land costs and associated legal fees.					
(f) Estimate of tender price inflation up to proposed tender date (plus construction cost for VOP contracts only).					
(g) Overall timescale including any preliminary works.					
Name (capitals)	<input type="text"/>	Authorised for issue		<input type="text"/>	
Position	<input type="text"/>			Project Director	
Address	<input type="text"/>				
	<input type="text"/>				
	<input type="text"/>				
Telephone	<input type="text"/>	Date		<input type="text"/>	