

Benefit No.	Description	Eight Year Value (£m)	Status (RAG)	Commentary
BR1	Continuous improvement measured through Performance Management Framework linked to Departmental performance indicators that contribute to the Corporate aims.	Qualitative	Amber	A range of indicators have proved largely successful. Recent decision to review areas for measurement as the performance focus has changed since the inception of the contract. Opportunity will be taken to link revised Performance Framework to new Corporate Plan.
BR2	Improved management of risk – savings arising from effective risk management.	1.16	Green	Regular, ‘macro/micro’ risk management review within the contract governance is maintaining a strong focus on acting on high risks. The contract risks are well managed through a contractual requirement to issue, and then promptly resolve, Early Warning notices between the parties. The current Local Government funding shortfalls generate the greatest risks in delivering the benefits required.
BR3	Capital savings	2.64	Green	Achieved for 2010/11, and remaining on track.
BR4	Revenue savings	1.76	Green	Achieved for 2010/11, and remaining on track
BR5	1.5% Gershon efficiency savings	0.96	Green	The Contract is subject to an index-based formula (in accordance with Baxter Indices) to calculate the annual inflation to be applied within the contract, rather than the Retail Price Index, particularly due to the emphasis on work involving bituminous materials; prices for which are linked to oil prices. This efficiency saving helps to offset those increases. Achieved for 2010/11, and remaining on track. The Contract will feature in the Contract Review underway within the Strategic Change Programme.
BR6	Income generation and cost saving through the potential disposal of depots.	0.93	Green	Colas moved into their new Depot on Prenton Way early in 2010/11, thereby releasing the Council depot which is presently leased to Wirral Partnership Homes.
BR7	Cost Saving through client staff reduction	0.36	Green	Significant savings secured in 2009/10. The impacts of the 2010/11 EVR/Severance arrangements has further reduced the client staff numbers.
BR8	Additional savings from ICT rationalisation and the introduction of a single integrated asset management facility.	0.25	Amber	A procurement exercise in 2010/11 has demonstrated that the cost of procuring a single integrated asset management system is not presently offering good value for money. A review of of this change project is underway with a view to greater utilisation and upgrade of existing systems with improved processes.

