

AGENDA ITEM 6

COMMUNITY AND SOCIAL AFFAIRS COMMITTEE

22 MARCH 2016

REPORT OF HEAD OF CENTRAL SERVICES

CAPITAL PROGRAMME MONITORING

1.0 PURPOSE OF THE REPORT

1.1 To update the Committee on the progress of schemes within the Capital Programme to 29 February 2016.

2.0 RECOMMENDATIONS

2.1 The progress made on each capital scheme be noted attached as Appendix A.

2.2 The adjusted HRA capital programme, as referred to in Appendix A is approved. It should be noted that the budgets are being adjusted between projects and the total programme has not changed.

2.3 That Policy, Finance and Administration Committee increase the Melton Sports Village project from £90k to £140k with the additional £50k funded through external funding.

3.0 KEY ISSUES

3.1 Under the Capital Programme Project Appraisal System, monitoring of actual capital expenditure against authorised expenditure is undertaken on a regular basis and reported to the Management Team in its capacity as the Council's Programme Board. Appendix A gives details of the spending against budget for all schemes within this Committee up to 29 February which is the latest available information at the agenda date.

4.0 POLICY AND CORPORATE IMPLICATIONS

4.1 Policy and corporate implications were addressed in setting the current year's budget. There are no further policy and corporate implications arising from this report.

5.0 FINANCIAL AND OTHER RESOURCE IMPLICATIONS

5.1 The financial implications for each scheme are as set out in Appendix A

5.2 The overall position for all capital schemes falling within this Committee is as set out below.

Capital Schemes	Allocated Funding 2015/16 Budget	Authorised Funding 2015/16 (Business Case Approved)	Actual Expenditure to 29 Feb 2016	Year End Forecast	Year End Variance (-) Underspend
	£'000	£'000	£'000	£'000	£'000
General Expenses	1,423	1,400	711	841	-582
HRA	1,851	1,851	1,037	1,319	-532

5.3 Two projects are now not expected to commence until 2016/17.

Project	Project Budget £'000	Reason
Housing Foyer (Contribution)	400	This project has been delayed as a decision on the future of Housing Benefit in relation to Supported Housing is awaited. Some guidance in relation to this matter has been received, however the longer term position is still unclear.
Melton Country Park Car Park	23	The business case for this project is currently being prepared and will be put forward for approval at the next PFA Committee. Initial quotations for the works have been received.

5.4 One project is now not expected to be complete until 2016/17 as follows:

Project	Project Budget £'000	Reason
Melton Sports & Leisure Village	90	The project is advancing well with major works around the pitch and infrastructure in place. Additional grading requirements as referred to in 5.5 below are yet to be completed.

5.5 An underspend of £20k is expected on the Waterfield Leisure Centre Car Park Extension due to the original scheme changing as a result of planning. The overspend on the leisure vision of £23k has been previously reported. The Melton Sports and Leisure Village project expenditure is to be increased by £50k which is expected to be funded through external funding via the Football Foundation. We are currently awaiting confirmation of project funding which is expected during March and whilst we are confident of this award, there is a risk that if the funding is not awarded, this additional spend will need to be met from the Council's own resources. The £50k will fund additional grading requirements set out by the Football Association, which include supported toilets, standing/seating arrangements, fencing and a ticket booth. There are also increased costs as a result of diverting services, from the original plan, due to the presence of a data cable on the site.

5.6 The HRA program is expected to be £532k underspent in 2015/16. £267k of this underspend is due to contracts being delayed due to procurement issues which have now been resolved, a further £115k is due to the need for a formal procurement contract for aids and adaptations works which is being progressed. Following a review of the schemes the budgets will be moved between projects as outlined in Appendix A. Any unspent amounts will be carried forward into 2016/17 to allow the projects to progress, with the exception of the capitalisation of the Housing Inspector costs for which an £11k underspend is expected as a result of the Team Leader vacancy.

6.0 LEGAL IMPLICATIONS

6.1 Legal implications/powers were addressed in setting the current year's programme. There are no further legal implications arising from this report.

7.0 COMMUNITY SAFETY

7.1 Individual schemes could have links to community safety issues. These should be covered in any associated reports and forms linked to those schemes as they progress through the decision making process.

8.0 EQUALITIES

8.1 Individual schemes could have links to equalities issues. These should be covered in any associated reports and forms linked to those schemes as they progress through the decision making process.

9.0 RISKS

9.1 These should be covered in any associated reports and forms linked to those schemes as they progress through the decision making process.

Probability
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Very High A				
High B				
Significant C				
Low D		1		
Very Low E				
Almost Impossible F				
	IV Neg- ligible	III Marg- inal	II Critical	I Catast- rophic

→
Impact

Risk No.	Description
1	Not securing external funding for the additional £50k expenditure in relation to the Melton Sports Village

10.0 CLIMATE CHANGE

10.1 Individual schemes could have links to climate change issues. These should be covered in any associated reports and forms linked to those schemes as they progress through the decision making process.

11.0 CONSULTATION

11.1 Consultation takes place between project managers and the Financial Accountant to determine the information included in Appendix A. Reports are also prepared on a quarterly basis for the Programme Board.

12.0 WARDS AFFECTED

12.1 To varying degrees all wards are affected by capital schemes within this Committee

Contact Officer: Natasha Bailey

Date: 29th February 2016

Appendices: Appendix A – Capital Programme Progress Report – Feb 2016

Background Papers: Oracle Financial Reports
Budget Holder Comments on Performance

Reference: X:\Cttee, Council & Sub Cttees\CSA\2015.16\220316\DG-Capital Prog. Monitoring-Apr 15 to Feb 16.