

POLICY, FINANCE & ADMINISTRATION COMMITTEE

13 APRIL 2016

REPORT OF HEAD OF CENTRAL SERVICES

PROVISIONAL CAPITAL PROGRAMME YEAR END POSITION 2015-16

1.0 PURPOSE OF THE REPORT

- 1.1 The purpose of this report is to provide information on the provisional Capital Programme year end position for 2015-16, including a range of performance measures, and to give consideration for requests for carrying forward unspent budgets in 2015-16 to 2016-17 in respect of specific schemes.

2.0 RECOMMENDATIONS

- 2.1 That those schemes in the 2015-16 Capital Programme totalling £2,132,000 and shown in the column headed "Amount to Carry Forward to 2016-17 Scheme Specific" at Appendix A be carried forward and included in the Capital Programme as funded schemes.
- 2.2 That delegated authority be granted to the Head of Central Services to vary the amount of the agreed carry forward on any scheme subject to the spending on any scheme not exceeding the total approved amount.
- 2.3 A request to carry £7,000 from the Disabled Facilities Grant, underspend, over to the Warm Homes Grant for 2016/17, be considered.
- 2.5 That the revised profile and funding of spending for the Cattle Market re-development project as outlined in para 3.7 be approved.
- 2.6 That the adjusted HRA capital programme, as referred to para 3.9 is approved. It should be noted that the budgets are being adjusted between projects and the total programme has not changed.

3.0 KEY ISSUES

- 3.1 It is seen as good practice for spend on the capital programme against budget to be at a reasonable level with slippage kept at a minimum. In order to monitor this during the year, progress against budget for each project within the capital programme is considered by the Council's Programme Board on a quarterly basis.
- 3.2 In addition to the above, quarterly monitoring of the programme is reported to each of the policy committees and to members generally via the Members Newsletter.
- 3.3 Provisional Year End Position
- 3.3.1 The provisional year end position is now available for the 2015-16 Capital Programme and is shown at Appendix A and summarised in the table below:

	Authorised Funding 2015-16	Estimated Year End Position 2015-16	Underspend 2015-16	Budget Spent	Amount C/fwd to 2016-17 Scheme Specific
	£'000	£'000	£'000	%	£'000
General Expenses					
Community & Social Affairs	1,450	847	603	58	629
Rural, Economic and Environmental Affairs	881	272	609	31	650
Policy Finance & Administration	520	394	126	76	122
Total General Expenses	2,851	1,513	1,338	53	1,401
Special Expenses					
Town Area Committee	627	405	222	65	210
Total Special Expenses	627	405	222	65	210
Housing Revenue Account	1,851	1,325	526	72	483
Total – All Services	5,329	3,243	2,086	61	2,094

Members may note that where the carry forward is more than underspend, this is due to business cases for some projects not yet being completed and approved and therefore, whilst there are allocated funds (budget) there are no authorised funds shown above.

- 3.4 Overall the level of spending achieved is 61% of the authorised amount. This compares with a figure of 37% for 2014-15.
- 3.5 Any surplus funds from the underspends will go back into the appropriate reserve when the year end is closed down.
- 3.6 From the Disabled Facilities Grant (DFG) budget, £117k has been spent/committed. Of the £128k outstanding budget it is requested to carry forward £121k in relation to DFG. It is also requested that Committee approve the remaining £7k going toward the Warm Home Grant (WHG) Budget for 2016/17, in addition to the £18k requested to be carried forward from the remaining WHG budget. Members may recall that at the Community & Social Affairs Committee on 18 June 2014 it was agreed that any re-paid grants could be recycled to enable such additional works. Only £11k has been repaid in 2015-16 so the £7k and £18k are requested to be able to help those vulnerable homes most in need in 2016-17 and therefore would provide a total budget of £36k.
- 3.7 Members have previously approved the Cattle Market Re-Development project and funds have been approved for this purpose as follows:
- 2015/16: £0.750m to be funded through contribution from third parties;
 - 2016/17: £4.250m to be funded through £1.5m capital receipts, £2.75m contribution from third parties
 - 2017/18: £0.500m to be funded through capital receipts

The profiling of this funding has now changed, as reported to REEA on 17th March and is now as follows:

- 2015/16: £0.236m to be funded through contribution from third parties
- 2016/17: £5.154m to be funded through £1.89m capital receipts, £3.264m contribution from third parties
- 2017/18: £0.250m to be funded through £0.190m capital receipts and £0.060m through existing revenue budgets

3.8 With regard to Special Expenses Melton Mowbray the main underspend relates to the previously approved and committed funds to the Demolition of Thorpe Road Toilets. The cost of these works were lower than originally anticipated and therefore have been charged to repairs and maintenance through the revenue budget thus reducing the funding requirement from the General Reserve Special by £11k.

3.9 At the Community and Social Affairs committee held on 22 March members approved an adjusted capital programme. Since this meeting, a further adjustment is required to move £38k from the Housing Health and Safety budget to the Re-Roofing works budget as a result of bringing some re-roofing works forward. It should be noted that the budgets are being adjusted between projects and the total programme has not changed.

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 There are no other financial and resource implications arising from this report.

6.0 **LEGAL IMPLICATIONS**

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

7.0 **COMMUNITY SAFETY**

7.1 Community issues were addressed in setting the current year's budget. There are no further community safety issues arising from this report.

8.0 **EQUALITIES**

8.1 Equality issues were addressed in setting the current year's budget. There are no further equalities issues arising from this report.

9.0 **RISKS**

9.1 **Probability**

↓

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

→
Impact

Risk No.	Description

There are no risks associated with this report.

10.0 **CLIMATE CHANGE**

10.1 Climate change issues were addressed in setting the current year’s budget. There are no further climate change issues arising from this report.

11.0 **CONSULTATION**

11.1 Consultation takes place with budget holders and Heads of Service to enable the appendices of this report to be completed.

12.0 **WARDS AFFECTED**

12.1 To varying degrees, all wards are affected by schemes included in the Councils’ Capital Programme.

Contact Officer: Natasha Bailey
 Date: 15 March 2016
 Appendices: Appendix A – Provisional Year End Position 2014-15
 Background Papers: Oracle Financial Reports
 Reference: X:\Cttee, Council & Sub Cttees\PFA\2015-16\13 April 2016 -DG - Provisional Capital Programme Year End Position 2015-16