

POLICY, FINANCE & ADMINISTRATION COMMITTEE

12 APRIL 2017

REPORT OF HEAD OF CENTRAL SERVICES

PROVISIONAL CAPITAL PROGRAMME YEAR END POSITION 2016-17

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 2016-17, including a range of performance measures, and to give consideration for requests for carrying forward unspent budgets in 2016-17 to 2017-18 in respect of specific schemes.

2.0 RECOMMENDATIONS

2.1 That those schemes in the 2016-17 Capital Programme totalling £2,762,000 and shown in the column headed “Amount to Carry Forward to 2017-18 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 authorised funds for that scheme; and

2.3 That delegated authority be granted to the Head of Central Services to change the funding source of the leisure vision project, as section 3.8 refers, should the funding not be secured.

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 2016-17 Capital Programme and is shown at Appendix A and summarised in the table below:

	Authorised Funding 2016-17	Estimated Year End Position 2016-17	Underspend 2016-17	Budget Spent	Amount C/fwd to 2017-18 Scheme Specific
	£'000	£'000	£'000	%	£'000
General Expenses					
Community & Social Affairs	531	384	147	72	53
Rural, Economic and Environmental Affairs	5,347	4,565	782	85	819
Policy Finance & Administration	83	41	42	49	117

Total General Expenses	5,961	4,990	971	83	989
Special Expenses					
Town Area Committee	51	50	1	98	0
Total Special Expenses	51	50	1	98	0
Housing Revenue Account	3,414	1,637	1,777	48	1,773
Total – All Services	9,426	6,677	2,749	71	2,762

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 71% of the authorised amount. This compares with a figure of 61% for 2015-16.
- 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, £156k has been spent/committed. Of the £94k remaining budget it is requested to only carry forward £6k which is the amount of previous grant funding remaining.
- 3.7 As previously reported to REEA, the levels of expected expenditure in relation to the cattle market re-development have not been met due to their being a slight slippage of two weeks against the programme and also the initial projections by the external Project Managers, in terms of profiling over the two years, being slightly over stated in 16/17. This amounts to £766k of the requested carry forwards for the general fund to allow the scheme to be completed in the next financial year.
- 3.8 The current anticipated financing, and the carry forward request, for the leisure vision assumes £45k funding from the football foundation. However, there is some residual risk surrounding it's receipt, both in terms of timing and amount, and this is being monitored. Should confirmation of the funding not be secured in a sufficient timescale to coincide with the year end accounting processes, the financing of the 2016/17 expenditure due to be financed through the external funding will need to be met by use of the leisure vision capital receipts. Should funding be confirmed at a later date this will be used to finance future leisure vision capital expenditure as it will not be possible to add this back into the capital receipt fund.
- 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 There is a risk that £45k external funding from the football foundation will not be secured as section 3.8 refers.

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:	21 March 2017
Appendices:	Appendix A – Provisional Year End Position 2016-17
Background Papers:	Oracle Financial Reports
Reference:	X:\Cttee, Council & Sub Cttees\PFA\2016-17\12 April 2017 -DG - Provisional Capital Programme Year End Position 2016-17