

RIBBLE VALLEY BOROUGH COUNCIL REPORT TO POLICY & FINANCE COMMITTEE

Agenda Item No 7

meeting date: 11 JUNE 2013
 title: CAPITAL OUTTURN 2012/13
 submitted by: DIRECTOR OF RESOURCES
 principal author: AMY JOHNSON

1 PURPOSE

1.1 The purpose of this report is to seek member approval for the slippage of capital schemes from the 2012/13 financial year, to the 2013/14 financial year, and to review the final outturn on the capital programme for 2012/13 for this committee

1.2 Relevance to the Council's ambitions and priorities:

- Community Objectives – none identified
- Corporate Priorities – to continue to be a well managed Council, providing efficient services based on identified customer need.
- Other considerations – none identified

2 BACKGROUND

2.1 The Capital Programme for the Policy and Finance Committee consisted of 8 schemes. These were a combination of:

- New schemes approved as part of the capital programme in March 2012
- Schemes with slippage from 2011/12
- Additional approvals

2.2 During the financial year all committees have received reports monitoring the progress of schemes within the programme.

2.3 As part of the closure of our accounts process, scheme expenditure has been capitalised and added to our balance sheet or charged to revenue where appropriate.

3 CAPITAL SCHEMES PERFORMANCE

3.1 Summary of budget approvals, actual and approved slippage.

BUDGET ANALYSIS					EXPENDITURE	REQUESTED SLIPPAGE
Original Estimate £	Slippage from 11/12 £	Additional Approvals £	Total Approved Budget £	Revised Estimate £	Actual Expenditure £	Slippage to 13/14 £
125,000	96,280	93,150	314,430	314,530	206,965	105,570

3.2 Overall 66% of the revised estimate has been spent. The largest proportion of the estimate that was unspent at the end of the year related to the Economic Development Initiatives scheme. This was due to a project that was being pursued no longer being viable and subsequent projects not being brought forward. This scheme is therefore included in the slippage for this committee.

3.3 Annex 1 to this report compares the budget for each scheme with actual expenditure and highlights the requested slippage.

4 SLIPPAGE

4.1 Where capital schemes are unfinished at the end of the financial year and there is a corresponding remaining unspent budget this is known as slippage. The amount of slippage requested to be carried forward into the next financial year is shown below.

4.2 For this Committee there are two schemes with identified slippage into 2013/14. These are:

Cost Centre	Schemes	Slippage into 2013/14 £
ECDVI	Economic Development Initiatives	100,000
SVNET	Server and Network Infrastructure	5,570
Total Slippage for Policy and Finance Committee		105,570

4.3 Attached at Annex 2 are the individual requests for slippage forms. Committee is asked to consider these.

5 RISK ASSESSMENT

5.1 The approval of this report may have the following implications:

- Resources – A sum of £105,570 has been set aside in the Council's capital resources to fund the schemes which are requested to be carried forward as slippage.
- Technical, Environmental and Legal – Improving the server and network infrastructure will ensure that the Council is able to keep up with technical advances.
- Political – None
- Reputation – Contributing to the improvement of the economic development of the area will help to improve the Council's reputation.
- Equality & Diversity – None.

6 CONCLUSION

- 6.1 Total slippage for this committee amounts to £105,570. The majority of this relates to the Economic Development Initiatives scheme due to a project that was being pursued no longer being viable and no additional projects being brought forward within the financial year.

6 RECOMMENDED THAT COMMITTEE

- 6.1 Consider the requests for slippage shown at Annex 1 and approved the slippage of £105,570 into the 2013/14 financial year.

SENIOR ACCOUNTANT

DIRECTOR OF RESOURCES

PF31-13/AJ/AC
29 May 2013

BACKGROUND PAPERS: NONE

For further information please ask for Amy Johnson extension 4498

Policy and Finance Committee – Capital Outturn Report 2012/13

Cost Centre	Schemes	Original Estimate 2012/13 £	Slippage £	Additional Approvals £	Total Approved Budget £	Revised Estimate £	Actual Expenditure £	Slippage into 2013/14 £
CCCRM	Contact Centre CRM Replacement		3,900		3,900	4,000	2,000	0
CSTSR	Customer Facing Service Remodelling		68,100	-10,000	58,100	58,100	58,100	0
CTRMD	Council Tax Reduction Module			62,500	62,500	62,500	62,500	0
ECDVI	Economic Development Initiatives	100,000			100,000	100,000	0	100,000
GALTI	Gallery and Information Centre		24,280		24,280	24,280	24,280	0
LCREC	Level C Reception Remodelling			10,000	10,000	10,000	10,000	0
SVNET	Server and Network Infrastructure	25,000			25,000	25,000	19,435	5,570
WEBUP	Website Upgrade and Redesign			30,650	30,650	30,650	30,650	0
	Total Policy and Finance Committee	125,000	96,280	93,150	314,430	314,530	206,965	105,570

Request for slippage into 2013/14

Cost Centre and Scheme Title	<i>ECDVI: Economic Development Initiatives</i>
Scheme Description	<i>Pump-priming and pre-investment funding to support the delivery of the Council's economic priorities.</i>
Head of Service	<i>Colin Hirst</i>
Year Originally Approved	<i>2012/13</i>

Revised Estimate 2012/13 for the Scheme	<i>£100,000</i>
Actual Expenditure in the Year 2012/13	<i>£0</i>
Variance - (Underspend) or Overspend	<i>(£100,000)</i>
Please provide full reasons for the (under) or over spend variance shown above?	<i>Projects have not been brought forward. Expenditure on support from District Valuer paid from revenue budget.</i>

Slippage Request

Please grant the amount of Budget Slippage from 2012/13 to 2013/14 requested.	<i>£100,000</i>
Please give detailed information on the reasons for any request for slippage. Please provide as much information as possible in order to allow the request to be fully considered. Attach any information that you feel may be relevant.	<i>The Council is continuing to pursue acquisition of land for employment purposes.</i>
By what date would the work or services related to any requested slippage be completed, if it were to be approved.	<i>Expenditure will depend upon project pursued.</i>

Request for slippage into 2013/14

Cost Centre and Scheme Title	<i>SVNET: Server and Network Infrastructure</i>
Scheme Description	<i>To consolidate and replace the Council's ageing servers and network switches.</i>
Head of Service	<i>Lawson Oddie</i>
Year Originally Approved	<i>2012/13</i>

Revised Estimate 2012/13 for the Scheme	<i>£25,000</i>
Actual Expenditure in the Year 2012/13	<i>£19,430</i>
Variance - (Underspend) or Overspend	<i>(£5,570)</i>
Please provide full reasons for the (under) or over spend variance shown above?	<i>Project part implemented.</i>

Slippage Request

Please grant the amount of Budget Slippage from 2011/12 to 2012/13 requested.	<i>£5,570</i>
Please give detailed information on the reasons for any request for slippage. Please provide as much information as possible in order to allow the request to be fully considered. Attach any information that you feel may be relevant.	<i>Project part implemented, committed to expenditure of remaining budget to complete project.</i>
By what date would the work or services related to any requested slippage be completed, if it were to be approved.	<i>September 2013.</i>