

RIBBLE VALLEY BOROUGH COUNCIL REPORT TO HEALTH AND HOUSING COMMITTEE

Agenda Item No 7

meeting date: 2 AUGUST 2012
 title: CAPITAL OUTTURN 2011/12
 submitted by: DIRECTOR OF RESOURCES
 principal author: NEIL SANDIFORD

1 PURPOSE

1.1 The purpose of this report is to seek member approval for the slippage of capital schemes from the 2011/12 financial year, to the 2012/13 financial year, and to review the final outturn on the capital programme for 2011/12 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 Health and Housing Committee consisted of 7 schemes. These were a combination of

- New schemes approved as part of the capital programme in March 2011
- Schemes with slippage from 2010/11
- 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.

<i>BUDGET ANALYSIS</i>					<i>EXPENDITURE</i>	<i>REQUESTED SLIPPAGE</i>
Original Estimate £	Slippage from 10/11 £	Additional Approvals £	Total Approved Budget £	Revised Estimate £	Actual Expenditure £	Slippage to 12/13 £
280,000	119,230	120,430	519,660	393,280	265,947	125,870

3.2 Overall only 68% of the revised estimate has been spent. This is largely due to the Flood Grants scheme, which was not completed until April 2012 and represents slippage of £100,460. The balance of the slippage relates to the various housing capital grant schemes.

3.3 At the revised estimate members will recall that £122,740 was moved from 2011/12 to 2012/13 in the capital programme due to known inability to expend those budgets at that time, the details of the schemes affected by this are shown within the table at Annex1.

3.4 Annex 1 to this report also 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 four schemes with identified slippage into 2012/13. These are:

Cost Centre	Schemes	Slippage into 2012/13 £
FLDGR	Flood Grants	100,460
DISCP	Disabled Facilities Grants	13,590
LANGR	Landlord/Tenant Grants	8,490
REPPF	Repossession Prevention Fund	3,330
	Total Slippage for Health & Housing Committee	125,870

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 £125,870 has been set aside in the Council's capital resources to fund the schemes with identified slippage.
- Technical, Environmental and Legal – some schemes with identified slippage will help enhance the environmental quality of the area.
- Political – The Council is required to pass on ring fenced funding received from central government. Some schemes with identified slippage fall within this area.
- Reputation – Those in need of financial assistance look to the Council for this assistance. The provision of it will help to improve the standard of living of the recipients which will enhance the reputation of the Council.
- Equality & Diversity – A consistent approach is applied in the provision of the funding areas which have attracted slippage.

6 CONCLUSION

- 6.1 Total slippage for this committee amounts to £125,870. The majority of this relates to one scheme, being the Flood Grants Scheme, which has now been completed in at the beginning of the 2012/13 financial year, and funding has been received.
- 6.2 A large amount of budget for this committee was moved to the 2012/13 financial year for housing grant schemes, totalling £122,740. This has helped reduce the final level of year end slippage shown above for these housing grant schemes.

7 RECOMMENDED THAT COMMITTEE

- 7.1 Consider the requests for slippage shown at Annex 1 and approve the slippage of the budget in to the 2012/13 financial year.

SENIOR ACCOUNTANT

DIRECTOR OF RESOURCES

HH5-12/NS/AC
16 July 2012

BACKGROUND PAPERS: None

For further information please ask for Neil Sandiford, extension 4498

Health and Housing Committee – Capital Outturn Report 2011/12

Cost Centre	Schemes	Original Estimate 2011/12 £	Slippage from 2010/11 £	Additional Approvals £	Total Approved Budget £	Revised Estimate £	Budget Moved to 2012/13 £	Actual Expenditure £	Slippage into 2012/13 £
CMEXT	Clitheroe Cemetery Extension		4,590		4,590	950		949	0
DISCP	Disabled Facilities Grants	180,000	35,000	19,180	234,180	165,000	69,180	151,409	13,590
EEGRT	Energy Efficiency Grants		2,000		2,000	2,000		2,536	0
FLDGR	Flood protection grant			101,250	101,250	101,250		790	100,460
LANGR	Landlord/Tenant Grants	100,000	56,080		156,080	111,080	45,000	102,591	8,490
REPPF	Repossession Prevention Fund		13,560		13,560	5,000	8,560	1,672	3,330
RESGT	Renewable Energy Source Grants		8000		8,000	8,000		6,000	0
	Total Health and Housing Committee	280,000	119,230	120,430	519,660	393,280	122,740	265,947	125,870

Request for slippage into 2012/13

Cost Centre and Scheme Title	<i>FLDGR: Flood Protection Grant</i>
Scheme Description	<i>To provide property level flood protection to 26 properties in Ribchester.</i>
Head of Service	<i>James Russell</i>
Year Originally Approved	<i>2011/12</i>

Revised Estimate 2011/12 for the Scheme	<i>£101,250</i>
Actual Expenditure in the Year 2011/12	<i>£790</i>
Variance - (Underspend) or Overspend	<i>(£110,460)</i>
Please provide full reasons for the (under) or over spend variance shown above?	<i>Environment Agency approval for scheme only received in October 2011 – unavoidable further delays incurred in obtaining additional funding for enhanced ‘fit & forget’ scheme. Complexity of obtaining specialist suppliers to provide bespoke measures has resulted in slippage beyond 31/03/12 deadline. Works currently in progress with predicted completion date by end May.</i>

Slippage Request

Please grant the amount of Budget Slippage from 2011/12 to 2012/13 requested.	<i>£100,460</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>See above</i>

Request for slippage into 2012/13

Cost Centre and Scheme Title	<i>DISCP: Disabled Facilities Grant</i>
Scheme Description	<i>Disabled Facilities Grants are a mandatory grant delivered by the Council to assist people with disabilities to be able to stay in their own home. The grant is administered in partnership with Social Services.</i>
Head of Service	<i>Colin Hirst</i>
Year Originally Approved	<i>Ongoing grant aided annual provision</i>

Revised Estimate 2011/12 for the Scheme	<i>£165,000</i>
Actual Expenditure in the Year 2011/12	<i>£151,409</i>
Variance - (Underspend) or Overspend	<i>(£13,591)</i>
Please provide full reasons for the (under) or over spend variance shown above?	<i>The amount of expenditure depends on the number of referrals received from Occupational Therapists and is therefore out of the Council's control.</i>

Slippage Request

Please grant the amount of Budget Slippage from 2011/12 to 2012/13 requested.	<i>£13,590</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>Due to recent press release the number of referrals to date is greater than last year at the same time. As the maximum grant is £30,000 receipt of any paediatric recommendations will quickly use the budget. To date we have one paediatric referral.</i>
By what date would the work or services related to any requested slippage be completed, if it were to be approved.	<i>March 2013</i>

Request for slippage into 2012/13

Cost Centre and Scheme Title	<i>LANGR: Landlord/Tenant Grants</i>
Scheme Description	<i>The scheme match funds landlord investment in private rented properties to a maximum of £15,000 per property. The condition of the grant is that the property is 'affordable' for 5 years.</i>
Head of Service	<i>Colin Hirst</i>
Year Originally Approved	<i>Ongoing annual provision</i>

Revised Estimate 2011/12 for the Scheme	<i>£111,080</i>
Actual Expenditure in the Year 2011/12	<i>£102,591</i>
Variance - (Underspend) or Overspend	<i>(£8,489)</i>
Please provide full reasons for the (under) or over spend variance shown above?	<i>One property that we had planned to include in the 2011/12 programme did not progress as quickly as planned. Press coverage of the scheme created interest but no units were ready to start work before year end.</i>

Slippage Request

Please grant the amount of Budget Slippage from 2011/12 to 2012/13 requested.	<i>£8,490</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>There is a waiting list of landlords interested in the scheme for 2011/12. The properties on completion provide additional affordable housing and the council has 100% nomination rights. These properties help reduce the length of households spend in temporary accommodation and the number of affordable housing units delivered.</i>
By what date would the work or services related to any requested slippage be completed, if it were to be approved.	<i>March 2013</i>

Request for slippage into 2012/13

Cost Centre and Scheme Title	<i>REPPF: Repossession Prevention Fund</i>
Scheme Description	<i>Owner occupiers and tenants in arrears can apply for the scheme for assistance. To be eligible they must evidence the arrears are due to circumstances outside their control, loss of job, illness or reduced earnings. The assistance is used to prevent homelessness.</i>
Head of Service	<i>Colin Hirst</i>
Year Originally Approved	<i>Ongoing annual provision</i>

Revised Estimate 2011/12 for the Scheme	<i>£5,000</i>
Actual Expenditure in the Year 2011/12	<i>£1,672</i>
Variance - (Underspend) or Overspend	<i>(£3,328)</i>
Please provide full reasons for the (under) or over spend variance shown above?	<i>The full grant was not committed as the standard methods of insulations are not appropriate for all RV property and the Warm Front Grant was still available.</i>

Slippage Request

Please grant the amount of Budget Slippage from 2011/12 to 2012/13 requested.	<i>£3,330</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 budget to deliver the repossession prevention fund came from CLG as a grant to prevent homelessness due to mortgage and rent arrears. The number of households facing repossession in 2012/13 is predicted to increase and therefore likely to be committed.</i>
By what date would the work or services related to any requested slippage be completed, if it were to be approved.	<i>March 2013</i>