

RIBBLE VALLEY BOROUGH COUNCIL

REPORT TO SPECIAL POLICY AND FINANCE COMMITTEE

Agenda Item No 5

meeting date: 11 FEBRUARY 2014
title: OVERALL REVISED CAPITAL PROGRAMME 2013/14
submitted by: DIRECTOR OF RESOURCES
principal author: AMY JOHNSON

1 PURPOSE

1.1 To consider the overall revised capital programme.

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 needs
- Other Considerations – none identified

2 BACKGROUND

2.1 The original capital programme for 2013/14 was approved by Full Council in March 2013.

2.2 Regular reports have been presented quarterly to all committees on progress with the capital programme.

3 ORIGINAL PROGRAMME 2013/14 – CURRENT FINANCIAL YEAR

3.1 The original capital programme for the current year included schemes at a total estimated cost of £833,000. Additionally £201,620 of the budget from 2012/13 was moved to the 2013/14 financial year at the time of setting the revised estimate for 2012/13.

3.2 Furthermore, not all planned expenditure for last year was spent by the end of the financial year and the balance of this, totalling £216,590 (which is known as slippage) has been transferred into this financial year.

3.3 Further approvals to the capital programme have also been made in year of £308,920 which relate to the following schemes:

- Clitheroe Cemetery Installation of Infrastructure
- John Smiths Play Area
- Two Paper and Cardboard Collection Vehicles
- Retention of Weekly Collection of Residual Waste
- Public Sector Network Compliance

4 REVISING THE CURRENT YEAR'S PROGRAMME

4.1 We have now discussed in some detail the schemes in the programme with the budget holders and revised the programme to reflect likely expenditure this year. This is shown in Annex 1, alongside the original estimate.

4.2 Updated capital evaluation forms completed by the responsible officers for these schemes have been reported to all committees in previous cycles.

4.3 In summary, the revised programme together with the original programme and expenditure as at end December is shown below:

Committee	Original Estimate 2013/14 £	Budget Moved from 2012/13 £	Slippage from 2012/13 £	Additional Approvals 2013/14 £	Total Approved Budget 2013/14 £	Revised Estimate 2013/14 £	Budget Moved to 2014/15 £	Actual as at end December 2013 £
Community Services	593,000	0	56,390	254,230	903,620	902,830	0	827,322
Planning and Development	0	0	16,000	0	16,000	11,970	0	11,975
Policy and Finance	0	0	105,570	16,430	122,000	122,000	0	608
Health and Housing	240,000	201,620	38,630	38,260	518,510	461,820	57,020	388,628
TOTAL	833,000	201,620	216,590	308,920	1,560,130	1,498,620	57,020	1,228,533

4.4 As can be seen in the table above, a small proportion of the current year's budget is recommended for transfer to the 2014/15 financial year. This 2014/15 budget would then be in addition to the schemes listed in the Overall Capital Programme 2014-17 report contained elsewhere on the agenda. This action is recommended following detailed discussions with Budget Holders as the service is currently unlikely to commit the current year's full budget by the end of March 2014. The schemes affected are:

- Disabled Facilities Grants: £10,000
- Landlord Tenant Grants: £20,000
- Repossession Prevention Fund: £27,020

5. FINANCING OF THE CAPITAL PROGRAMME

5.1 The capital resources to finance the Capital Programme for 2013/14 have also been revised, and are shown in the table below:

	Current Financing £	Revised Financing £	Financing of Schemes Moved to 2014/15 £
Total Approved Budget	1,560,130	1,498,620	57,020
<u>Resources</u>			
<i>Grants and Contributions</i>			
Disabled Facilities Grants	-164,834	-156,151	-10,000
DCLG Grant for Weekly Collection of Waste	-750,000	-750,000	
Repossession Prevention Fund	-36,160	-9,140	-27,020
SITA Trust Grant	-20,230	-20,230	
Friends of Whalley Moor	-7,100	-7,100	

	Current Financing £	Revised Financing £	Financing of Schemes Moved to 2014/15 £
Longridge Town Council	0	-3,000	
Borrowing			
Unsupported Borrowing	-119,010	-119,010	
S106 Monies			
S106 Monies	-88,900	-48,230	
Earmarked Reserves			
VAT Shelter	-257,896	-170,379	-20,000
Planning Reserve	-16,000	-11,970	
New Homes Bonus	-100,000	-100,000	
Capital Reserve Fund		-1,500	
Capital Receipts			
Capital Receipts	0	-101,910	
Total of Resources Used	-1,560,130	-1,498,620	-57,020

5.2 Shown below is a summary of the movements on available capital resources from 1 April 2013 to the anticipated closing balance at 31 March 2014.

Resource	Opening Balance 1 April 2013 £	Added in Year £	Used in Year £	Earmarked for schemes moved to 2014/15 £	Closing Balance 31 March 2014 £
Capital Grants Unapplied b/f	-335,751		290,672	27,020	-18,059
New Grants and Contributions in Year		-670,743	654,949	10,000	-5,794
Capital Reserve Fund**	-399,358	-40,007	1,500		-437,865
Use of VAT Shelter		-190,379	170,379	20,000	0
Use of Planning Reserve		-11,970	11,970		0
Use of New Homes Bonus		-100,000	100,000		0
Capital Receipts		-124,654	101,910		-22,744
S106 Monies		-48,230	48,230		0
Unsupported Borrowing		-119,010	119,010		0
Total	-735,109	-1,304,993	1,498,620	57,020	-484,462

** The recommended minimum level of this reserve is £350,000

6. COMMENTS ON OVERALL POSITION

6.1 The capital programme for 2013/14 has increased by £665,620 from the Originally agreed capital programme at this time last year of £1,034,620. These changes are summarised in the table below:

	£	£
Original Capital Programme at this time last year		1,034,620
Slippage from 2012/13	216,590	
Schemes added or deleted (Net)	308,920	
Schemes increased at Revised Estimate for the current year	330	
Schemes reduced at Revised Estimate for the current year	-4,820	
Schemes moved to 2014/15 at Revised Estimate time	-57,020	
Net Changes		464,000
Proposed Revised Capital Programme 2013/14		1,498,620

6.2 As shown earlier, the revised capital programme for 2013/14 has been fully financed. However, as available resources diminish, this puts further pressure on the affordability of the forward capital programme for future years.

7 RISK ASSESSMENT

7.1 The approval of this report may have the following implications

- Resources – approval of the revised capital programme would see the transfer of a small proportion of the current year's budget into the next financial year. The financing of the schemes to be moved has also been ringfenced.
- Technical, Environmental and Legal – None
- Political – None
- Reputation – Sound financial planning for known capital commitments safeguards the reputation of the council
- Equality and Diversity – Equality and Diversity issues are examined as part of the capital bid appraisal process.

8 CONCLUSION

8.1 Overall expenditure has increased by £464,000 from that originally approved at this time last year. There has been a substantial increase to the capital programme through the approval of additional schemes during the year, and from 2012/13 slippage.

8.2 As at the end of December 2013, 82% of the revised capital programme has been completed.

8.5 The level of capital resources continues to be a matter of concern; however, the level of the capital reserve will not fall below the suggested minimum of £350,000.

9 RECOMMENDED THAT COMMITTEE

9.1 Approve the overall revised capital programme for 2013/14.

SENIOR ACCOUNTANT
PF13-14/LO/AC

DIRECTOR OF RESOURCES

**SPECIAL POLICY AND FINANCE COMMITTEE
REVISED CAPITAL RESOURCES 2013-14**

Cost Centre	Schemes	Original Estimate 2013/14	Budget Moved from 2012/13	Slippage from 2012/13	Additional Approvals	Total Approved Budget	Revised Estimate	Budget Moved to 2014/15	Actual Expenditure including commitments (as at end December)
		£	£	£	£	£	£	£	£
<i><u>Community Committee</u></i>									
CALVG	Calderstones Village Green			38,460		38,460	38,460		16,889
CAPRK	Car Parks Rolling Programme			390		390	390		392
CPLAY	Castle Grounds Play Area			10,440		10,440	9,770		9,774
GVWYV	Replacement Vehicle PK06 VWY – Vauxhall Vivaro 2900 DTI LWB Panel Van	13,000				13,000	12,880		12,883
PLAYN	Play Area Improvements	40,000			-4,190	35,810	35,810		11,685
PVEHS	Paper and Cardboard Collection Vehicles (2 of)				24,000	24,000	24,000		23,999
RETWK	Retention of Weekly Collection of Residual Waste	540,000			210,000	750,000	750,000		725,459
WMOOR	Whalley Moor Woodland Paths & Nature Trail			7,100		7,100	7,100		7,285
SMITH	John Smiths Playing Fields Play Equipment				24,420	24,420	24,420		18,956
Total Community Services Committee		593,000	0	56,390	254,230	903,620	902,830	0	827,322

**SPECIAL POLICY AND FINANCE COMMITTEE
REVISED CAPITAL RESOURCES 2013-14**

Cost Centre	Schemes	Original Estimate 2013/14	Budget Moved from 2012/13	Slippage from 2012/13	Additional Approvals	Total Approved Budget	Revised Estimate	Budget Moved to 2014/15	Actual Expenditure including commitments (as at end December)
<u>Planning and Development Committee</u>									
MVMSF	MVM Software			16,000		16,000	11,970		11,975
Total Planning And Development Committee		0	0	16,000	0	16,000	11,970	0	11,975
<u>Policy and Finance Committee</u>									
ECDVI	Economic Development Initiatives			100,000		100,000	100,000		0
PSNCO	Public Sector Network (PSN) Compliance				16,430	16,430	16,430		0
SVNET	Server & Network Infrastructure			5,570		5,570	5,570		608
Total Policy and Finance Committee		0	0	105,570	16,430	122,000	122,000	0	608
<u>Health and Housing Committee</u>									
CMEXT	Clitheroe Cemetery Installation of Infrastructure		84,000	1,470	33,540	119,010	119,010	0	118,774
DISCP	Disabled Facilities Grants	109,000	84,330	-6,400	4,720	191,650	181,650	10,000	154,998
LANGR	Landlord/Tenant Grants	75,000		40,690		115,690	95,690	20,000	51,388

**SPECIAL POLICY AND FINANCE COMMITTEE
REVISED CAPITAL RESOURCES 2013-14**

Cost Centre	Schemes	Original Estimate 2013/14	Budget Moved from 2012/13	Slippage from 2012/13	Additional Approvals	Total Approved Budget	Revised Estimate	Budget Moved to 2014/15	Actual Expenditure including commitments (as at end December)
LPREP	Longridge Purchase and Repair Scheme	45,000				45,000	45,000	0	45,000
PEFBC	Replacement of Pest control Vehicle PE56 EFB	11,000				11,000	11,330	0	11,331
REPPF	Repossession Prevention Fund		33,290	2,870		36,160	9,140	27,020	7,138
Total Health and Housing Committee		240,000	201,620	38,630	38,260	518,510	461,820	57,020	388,629
TOTAL ALL COMMITTEES		833,000	201,620	216,590	308,920	1,560,130	1,498,620	57,020	1,228,534