

RIBBLE VALLEY BOROUGH COUNCIL REPORT TO HEALTH AND HOUSING COMMITTEE

Agenda Item No 6

meeting date: 26 MAY 2016
 title: CAPITAL OUTTURN 2015/16
 submitted by: DIRECTOR OF RESOURCES
 principal author: ANDREW COOK

1 PURPOSE

1.1 The purpose of this report is to review the final outturn of the 2015/16 capital programme for Health and Housing Committee and to seek member approval for the slippage of some capital scheme budgets from the 2015/16 financial year to the 2016/17 financial year.

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 this committee consisted of three schemes. These were a combination of:

- two on-going housing capital grant schemes approved as part of the original capital programme in March 2015; and
- one scheme approved in June 2015 by this committee - Installation of Cemetery Infrastructure additional work.

2.2 During the financial year this committee has received reports monitoring the progress of schemes within the programme.

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

3 CAPITAL OUTTURN 2015/16

3.1 The table below summarises the overall financial position on the capital schemes for this committee. It shows budget approvals, approved slippage from 2014/15 and actual expenditure in-year.

<i>BUDGET ANALYSIS</i>				<i>EXPENDITURE</i>		<i>REQUESTED SLIPPAGE</i>
Original Estimate 2015/16 £	Slippage from 2014/15 £	Additional Approvals in 2015/16 £	Total Approved Budget 2015/16 £	Revised Estimate 2015/16 £	Actual Expenditure 2015/16 £	Slippage into 2016/17 £
236,000	30,150	2,630	268,780	267,330	244,911	22,420

- 3.2 Actual expenditure on the capital programme was £244,911, which is 91.6% of the revised estimate budget.
- 3.3 The Installation of Cemetery Infrastructure scheme was completed in-year and on budget.
- 3.4 The underspend in-year relates to the two on-going housing capital grant schemes – Disabled Facilities Grants (£14,093) and Landlord/Tenant Grants (£8,330). These two grant schemes continue in 2016/17 and slippage of the 2015/16 underspends on these schemes is requested.
- 3.5 Annex 1 shows the full capital programme budget and expenditure in-year for each scheme 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 to be moved into the next financial year, this is known as slippage. For this committee there are two schemes with slippage requested into 2016/17, as shown below.

Cost Centre	Schemes	Slippage into 2016/17 £
DISCP	Disabled Facilities Grants	14,090
LANGR	Landlord/Tenant Grants	8,330
Total Slippage for Health and Housing Committee		22,420

- 4.2 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 £22,420 has been set aside in the Council's capital resources to fund the schemes with identified slippage.
 - Technical, Environmental and Legal – None.
 - Political – The Council is required to pass on ring-fenced funding received from central government. The Disabled Facilities Grants slippage of £14,090 falls 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 and Diversity – Equality and diversity issues are examined as part of the capital bid appraisal process.

6 CONCLUSION

- 6.1 Actual expenditure on the capital programme was £244,911, which is 91.6% of the revised estimate budget.

6.2 One of the three capital programme schemes was completed in-year. The other two schemes are on-going housing capital grants schemes. Total slippage of £22,420 from 2015/16 to 2016/17 is requested for these two schemes.

7 RECOMMENDED THAT COMMITTEE

7.1 Consider the requests for slippage shown at Annex 2 and approve the slippage of the budgets into the 2016/17 financial year for:

- Disabled Facilities Grants, £14,090.
- Landlord/Tenant Grants, £8,330.

SENIOR ACCOUNTANT

DIRECTOR OF RESOURCES

HH5-16/AC/AC
11 MAY 2016

BACKGROUND PAPERS: None

For further information please ask for Andrew Cook.

**HEALTH AND HOUSING COMMITTEE
Capital Programme Outturn 2015/16**

Cost Centre	Scheme	Original Estimate 2015/16 £	Slippage from 2014/15 £	Additional Approvals in 2015/16 £	Total Approved Budget 2015/16 £	Revised Estimate 2015/16 £	Actual Expenditure 2015/16 £	Requested Slippage into 2016/17 £
DISCP	Disabled Facilities Grants	161,000	11,150	-100	172,050	172,050	157,957	14,090
LANGR	Landlord/Tenant Grants	75,000	18,130	0	93,130	93,130	84,800	8,330
CMEXT	Installation of Cemetery Infrastructure	0	870	2,730	3,600	2,150	2,154	0
Total Health and Housing Committee		236,000	30,150	2,630	268,780	267,330	244,911	22,420

Request for slippage into 2016/17

Cost Centre and Scheme Title	<i>DISCP: Disabled Facilities Grant</i>
Scheme Description	<i>Disabled Facilities Grants (DFGs) 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>2015/16 (Annual Scheme)</i>
Revised Estimate 2015/16 for the Scheme	<i>£172,050</i>
Actual Expenditure in the Year 2015/16	<i>£157,957</i>
Variance - (Underspend) or Overspend	<i>(£14,093)</i>
Please provide full reasons for the (under) or over spend variance shown above?	<i>The total budget had been committed to Disabled Facilities Grants in 2015/16. At 31 March 2016 there were two schemes awaiting completion of work and three schemes awaiting either final tender quotes, occupational health sign off or technical sign off before being approved. These schemes will now be completed in 2016/17. In addition, there are fifteen further schemes on the waiting list at 31 March 2016.</i>

Slippage Request

Please grant the amount of Budget Slippage from 2015/16 to 2016/17 requested.	<i>£14,090</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 underspent Disabled Facilities Grant budget is financed by ring-fenced funding from the Lancashire Better Care Fund, so any underspend from 2015/16 must be allocated to Disabled Facilities Grants in 2016/17. At 31 March 2016 there were two schemes awaiting completion of work and three schemes awaiting either final tender quotes, occupational health sign off or technical sign off before being approved. The budget to be slipped into 2016/17 will help fund the expenditure on these schemes.</i>
By what date would the work or services related to any requested slippage be completed, if it were to be approved.	<i>Within 2016/17</i>

Request for slippage into 2016/17

Cost Centre and Scheme Title	<i>LANGR: Landlord/Tenant Grants</i>
Scheme Description	<i>To offer grant aid for the renovation of private sector properties with the condition that the units are affordable on completion and the Council has nomination rights.</i>
Head of Service	<i>Colin Hirst</i>
Year Originally Approved	<i>2015/16 (Annual Scheme)</i>
Revised Estimate 2015/16 for the Scheme	<i>£93,130</i>
Actual Expenditure in the Year 2015/16	<i>£84,800</i>
Variance - (Underspend) or Overspend	<i>(£8,330)</i>
Please provide full reasons for the (under) or over spend variance shown above?	<i>The total 2015/16 budget had been committed but one approved grant was cancelled prior to year-end because the landlord applicant decided not to proceed with renovating the property identified.</i>

Slippage Request

Please grant the amount of Budget Slippage from 2015/16 to 2016/17 requested.	<i>£8,330</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 slippage will allow the Council to fund additional Landlord/Tenant Grants schemes in 2016/17. This will both increase affordable housing and the number of properties that the Council has nomination rights over in the borough.</i>
By what date would the work or services related to any requested slippage be completed, if it were to be approved.	<i>The slipped funding will be allocated to the first application approved in 2016/17.</i>