

RIBBLE VALLEY BOROUGH COUNCIL REPORT TO ECONOMIC DEVELOPMENT COMMITTEE

Agenda Item No 7

meeting date: 13 JUNE 2019
 title: CAPITAL OUTTURN 2018/19
 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 2018/19 capital programme for this Committee and to seek member approval for the slippage of part of the capital scheme budget from the 2018/19 financial year to the 2019/20 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 No new capital schemes were planned for this Committee as part of the original estimate capital programme. However, the Economic Development Initiatives scheme budget of £100,000 was moved from the 2017/18 capital programme to the 2018/19 capital programme, because there were no appropriate development opportunities that required funding from this scheme in 2017/18.
- 2.2 Consequently, the 2018/19 capital programme for this Committee is made up of one scheme with a total budget of £100,000.
- 2.3 Following on from the above, the revised estimate budget was approved as £100,000 by this Committee in January 2019.
- 2.4 During the financial year this Committee has received reports monitoring the progress of this scheme.

3 CAPITAL OUTTURN 2018/19

- 3.1 The table below summarises the final outturn position on the capital scheme for this Committee. It shows budget approvals, expenditure and requested slippage into 2019/20.

Cost Centre	Scheme	Original Estimate 2018/19 £	Budget Moved from 2017/18 £	Revised Estimate 2018/19 £	Actual Expenditure 2018/19 £	Slippage requested into 2019/20 £
ECDVI	Economic Development Initiatives	0	100,000	100,000	0	81,750

3.2 There was no expenditure on this Committee's capital scheme in 2018/19, because no appropriate development opportunities have arisen in-year which have required funding from this capital scheme.

3.3 However, there has been spend of £18,249 charged to the revenue budget in respect of the abortive Clitheroe Market Development scheme. Had the scheme come to fruition, such costs would have been charged to the developer or alternatively would have been able to be capitalised. As the scheme was abortive we are required to charge the expenditure to the revenue budget. As such the capital scheme has been reduced by the value charged to the revenue budget. The remaining balance of £81,750 has been included here as slippage into 2019/20.

4 SLIPPAGE

4.1 Where capital schemes are not complete at year-end and budget is requested to be moved into the next financial year, this is known as slippage. For this Committee slippage of £81,750 is requested into 2019/20 for the Economic Development Initiatives scheme.

4.2 Attached at Annex 1 is the "Request for slippage" form. This Committee is asked to consider and approve the request.

5 RISK ASSESSMENT

5.1 The risks associated with this report are set down below:

- Resources – There are no additional financing requirements needed. A sum of £81,750 has been set aside in the Council's capital resources to fund the scheme slippage requested.
- 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.

6 CONCLUSION

6.1 There was no expenditure on this Committee's capital scheme in 2018/19.

6.2 Slippage of £81,750 into 2019/20 is requested to allow the Economic Development Initiatives scheme to be available to fund any appropriate development opportunities in 2019/20.

7 RECOMMENDED THAT COMMITTEE

7.1 Consider the request for slippage shown at Annex 1 and approve the slippage of £81,750 into the 2019/20 financial year for the Economic Development Initiatives scheme.

SENIOR ACCOUNTANT

DIRECTOR OF RESOURCES

ED6-19/AC/AC
3 June 2019

For further information please ask for Andrew Cook.

ECONOMIC DEVELOPMENT COMMITTEE

Annex 1

Request for slippage into 2019/20

Cost Centre and Scheme Title	ECDVI: Economic Development Initiatives
Scheme Description	The project is to establish a general source of pump-priming and pre-investment funding to support the delivery of the Council's economic priorities. The bid particularly seeks to support our high growth sectors in the provision of land and premises or tourism infrastructure where applicable.
Head of Service	Colin Hirst
Year Originally Approved	2018/19 (Annual recurring scheme)
Revised Estimate 2018/19 for the Scheme	£100,000
Actual Expenditure in the Year 2018/19	£0
Variance - (Underspend) or Overspend	(£100,000)
Please provide full reasons for the (under) or over spend variance shown above?	No appropriate development opportunities have arisen in-year which have required funding from this capital scheme.

Slippage Request

Please grant the amount of Budget Slippage from 2018/19 to 2019/20 requested.	£81,750
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.	<p>To allow the Economic Development Initiatives scheme to be available to fund any appropriate development opportunities in 2019/20.</p> <p>NOTE – The amount of slippage requested is £18,250 less than the scheme underspend in 2018/19. This is because £18,249 of the financial resources previously set aside to finance this capital scheme have been used to finance the costs of the abortive Clitheroe Market Development scheme that were charged to the Economic Development revenue budget in 2018/19.</p>
By what date would the work or services related to any requested slippage be completed, if it were to be approved.	2019/20 financial year.