

BRECKLAND COUNCIL

Report of Steve Askew, the Executive Member for Corporate Resources to the CABINET: 31 May 2011 (Author: Assistant Director Finance (S151))

CAPITAL PROGRAMME 2010/11

Summary:

This report sets out the out-turn position of Breckland's capital programme for 2010/11. It shows the outturn on capital schemes in the 2010/11 capital programme along with the resources used to fund the programme.

Recommendations:

Recommended to Council that:

The final budget, outturn position and funding for 2010/11 and the budget and funding for the revised 2011/12 Capital Programme as detailed in Appendix A and B are approved.

Note: In preparing this report, due regard has been had to equality of opportunity, human rights, prevention of crime and disorder, environmental and risk management considerations as appropriate. Relevant officers have been consulted in relation to any legal, financial or human resources implications and comments received are reflected in the report.

1.0 INTRODUCTION

1.1 Capital investment plays a key role in helping the Council to achieve its long term objectives. This report shows the out-turn position on capital schemes in the 2010/11 Capital Programme along with the resources used to fund the programme.

2.0 A SUMMARY OF THE AGREED PROGRAMME

2.1 The table below shows the final budget for the Capital Programme for 2010/11 following supplementary approvals compared to the original estimate of £4,062,962.

2.2 Amendments to the programme have previously been reported to Cabinet and approved by Council culminating in a revised estimate of £7,600,096

Portfolio	Original Budget		Final Budget	
	Value of schemes	No. of schemes	Value of schemes	No. of schemes
Planning Health and Housing	1,462,247	6	1,539,627	6
Communities and Benefits	347,154	2	699,397	6
Economic and Commercial	774,817	5	3,923,754	4
Corporate Resources	1,061,244	12	1,019,818	18
Environmental Communications and Wellbeing	417,500	2	417,500	2
Total	4,062,962	27	7,600,096	36

The following table shows the out-turn position of £6,351,529, an under-spend of £1,248,567 against the final budget.

	Value of schemes	Outturn	Variance
Planning Health and Housing	1,539,627	1,328,567	211,060
Communities and Benefits	699,397	564,512	134,885
Economic and Commercial	3,923,754	3,920,768	2,986
Corporate Resources	1,019,818	488,186	531,632
Environmental Communications and Wellbeing	417,500	49,496	368,004
Total	7,600,096	6,351,529	1,248,567

2.4 **Appendix A** provides more detail on the budget, virements and actual spend.

3.0 A SUMMARY OF FUNDING

3.1 The following table details the original and final funding figures for the capital programme.

Funding type	Original budget	Final budget	Final out-turn
Capital reserves	3,386,833	6,765,027	5,633,406
Direct revenue Funding			
Specific grants	676,129	632,456	479,640
External Contributions		202,613	193,872
Specific reserves			44,611
Total	4,062,962	7,600,096	6,351,529

3.2 **Appendix B** provides more detail on how the 2010/11 capital programme is proposed to be funded.

4.0 REQUESTS FOR VARIATIONS TO THE 2011/12 CAPITAL PROGRAMME

4.1 A detailed summary showing the outturn is attached at **Appendix A**. This also details the request to carry over £1,261,161 from 2010/11 to 2011/12. Some projects have overspent and where possible, this has been netted off the original 2011/12 budget (i.e projects have spent in advance). Against each project is a narrative detailing why a request to carry over funding is being made. This report requests that the final budget, outturn position and funding for 2010/11 and the budget and funding for the revised 2011/12 capital programme is approved. However, where funding has not already been released, schemes will require suitable business cases to be prepared which will be evaluated by the Business Improvement Sub-Committee. This will determine the commencement date for schemes. The Business Improvement Sub-Committee on 12th April considered the request to carry over funding for ICT projects and supports the request to carry over funding to 2011/12 for these projects.

4.2 It is recommended that the increase in value of the 2011/12 capital programme of £1,261,161 is financed from available capital funding as follows:

Capital receipts	1,096,284
Specified capital grant	164,877
Total	1,261,161

- 4.3 Should any of the schemes highlighted in Appendix A not receive approval to be included in the 2011/12 capital programme, the figures would be adjusted downwards.

5.0 CAPITAL RECEIPTS OUTTURN

- 5.1 The original estimate for capital receipts was £250,000. However some sales from 2009/10 were delayed and the actual capital receipts in 2010/11 were £1,324,037 received from sales of land and property as shown below:

1 London Street/2-4 Pitt Lane Swaffham	127,000
Land adjacent to 9 Watton Road, Shropham	15,500
17 Maurice Gaymer Road, Attleborough	620,000
27/33 Threxton Road, Watton	220,000
2.33 acre site Ecotech	256,300
Right to Buy Sales	85,237

A full review of further capital receipts due will be carried out prior to the Capital Strategy being revised.

- 5.2 The table below shows the movements on available funding during 2010/11 and the balance remaining to fund the future capital programme. However, it should be noted that £4,061,367 (including proposed carry over) is committed to fund the current capital programme to 2014/15. This does not take account of any capital receipts that may be received in future and assumes repayment of Icelandic balances.

Movement in available funding	Opening Balance £000's	Receipts £000's	Used to finance capital schemes £000's	Carried Forward £000's
Funding available	16,398	1,324	5,633	12,089
Total	16,398	1,324	5,633	12,089

6.0 ALTERNATIVE OPTIONS

- 6.1 Members may wish to suggest alternative arrangements for amendments and associated financing of the 2010/11 capital programme

7.0 REASONS FOR RECOMMENDATION

- 7.1 The recommendation will ensure the capital programme for 2011/12 is amended along with the necessary funding

8.0 RISK AND FINANCIAL IMPLICATIONS

8.1 Risk

- 8.1.1 I have completed the risk management questionnaire and I can confirm that risk has been given careful consideration and that there are no significant risks identified associated with the information in this report

8.2 Financial

- 8.2.1 The report is of a financial nature and the financial implications are included within the report

9.0 LEGAL IMPLICATIONS

- 9.1 None

10.0 OTHER IMPLICATIONS

- a) Equalities: None
- b) Section 17, Crime and Disorder Act 1998: None
- c) Section 40, natural Environment and Rural Communities Act 2006: None
- d) Human resources: None
- e) Human Rights: None
- f) Other: None

11.0 ALIGNMENT TO COUNCIL PRIORITIES

11.1 The capital programme is aligned to the Council priorities

12.0 WARDS/COMMUNITIES AFFECTED

12.1 All

Background Papers

Lead contact officer

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Key decision

This is a key decision

Appendices attached to this report

Appendix A – Capital programme outturn 2010/11 and budget carry over

Appendix B – Capital financing 2010/11