

CAPITAL MONITORING
2006/07 OUTTURN and 2007/08 BUDGET
(Report by the Head of Financial Services)

1. PURPOSE

- 1.1 This report highlights the out-turn position for 2006/07, seeks approval to any adjustments required and adjusts the 2007/08 approved Capital Programme for deferrals. It also highlights any variations that are already forecast in the 2007/08 programme.

2. OUT-TURN 2006/07

- 2.1 The Budget approved in February 2006 and subsequent adjustments are shown below:-

	2006/07 Capital Expenditure		
	Gross Budget £000	External Contributions £000	Net Budget £000
Approved Budget (February 2006)	20,389	5,924	14,465
MTP Variations	-1,498	-1,719	221
Approved Medium Term Plan – February 2007	18,891	4,205	14,686
Forecast Variations in April Report	-1,942	-2,949	1,007
Variations now identified	-350	506	-856
Total Variations	-2,292	-2,443	151
OUT-TURN	16,599	1,762	14,837

- 2.2 Annex B provides comments about individual schemes. If more information on specific schemes is required it can be obtained from the relevant Head of Service.

- 2.3 As the outturn position results in a number of variations to the changes already forecast in April it is more meaningful to analyse the combined variations. These fall into the following categories and more information is provided at Annex A:

	2006/07 Capital Expenditure		
	Gross Budget £000	External Contributions £000	Net Budget £000
Changes in total cost of schemes	-562	51	-613
Changes in scheme costs matched by changes in partner contributions	-6	-6	0
Transfers from revenue to capital funding	187	0	187
Correction re 2005/06 capital receipt	0	-1,414	+1,414
Timing Changes	-1,911	-1,074	-837
Total	-2,292	-2,443	151

- 2.4 Within the figures in Annex A is the sum of £63k regarding the Shop Mobility Scheme in Huntingdon. This scheme was funded from the

capital grants to voluntary organisations and the accessibility budget held by Technical Services

- 2.5** The assumption included in the MTP review that there would be a further £1.5m of deferrals from 2006/07 to 2007/08 identified between the autumn and the end of the year masks the fact that the total deferrals in this period amounted to £2.3m (Annex A).

3 MONITORING OF THE 2007/08 PROGRAMME

	2007/08 Capital Expenditure		
	Gross Budget £000	External Contributions £000	Net Budget £000
Approved Capital Programme (February 2007)	20,202	4,924	15,278
Add deferrals from 2006/07 (in addition to £1.5m provision included in MTP)	1,911	1,074	837
	22,113	5,998	16,115
Forecast Variations			
Disabled Facilities Grants – forecast saving (Para 3.2)	-453	87	-540
Non-reclaimable VAT – forecast saving	-214	0	-214
Net Variations	-667	87	-754
Current Forecast	21,446	6,085	15,361
Forecast Deferrals			
Provision included in MTP	1,000	0	1,000
Social Housing Grant – forecast revision to programme	-563	0	-563
Remaining provision	437	0	437

- 3.1** The approved programme requires adjustment as follows:
- 3.2** The Government has now increased the amount the Council will receive in Grant for Disabled Facilities by £87k. It is also estimated that the spend on Grants in the year will be £453k lower as a result of the PCT's continued recruitment and retention problems with Occupational Therapists.
- 3.3** At the start of each year the Social Housing Grant programme is reviewed to reflect latest knowledge on individual schemes. As a result it is expected that £563k will not be required until 2008/09. This needs to be set against the general provision for deferrals of £1m included in the MTP £513k of this has been allowed for in the MTP.

4 REVENUE IMPLICATIONS

- 4.1** The impact of the deferrals and the other variations, described above, since the budget was approved in February 2007, reduce the net revenue expenditure by £147k in 2006/07 with further minor adjustments in future years, as shown below.

Revenue Impact		2006/ 2007	2007/ 2008	2008/ 2009	2009/ 2010
	Para.	£000	£000	£000	£000
Changes in the total cost of schemes	Annex A	-15	-31	-31	-31
Revenue transferred to Capital	Annex A	-182	9	9	9
Correction re 2005/06 capital receipt	2.3	71	71	71	71
Changed timing – 2006/07 – 2007/08	Annex A	-21	-21		
Disabled Facilities Grants - saving	3.2		-14	-27	-27
Non-Reclaimable VAT - saving	3.1		-5	-11	-11
Total Forecast Variation		-147	9	11	11

4 RECOMMENDATIONS

4.1 It is **RECOMMENDED** that Cabinet:

- i) Note the monitoring report at Annex B.
- ii) Note the latest variations and their estimated capital and revenue impact.
- iii) Confirm the virement relating to the Shop Mobility scheme.

BACKGROUND PAPERS

Capital programme and monitoring working papers.

Previous Cabinet and Committee reports on capital expenditure.

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ANNEX A

	2006/07 Capital Expenditure		
	Gross Budget £000	External Contributions £000	Net Budget £000
Savings and Extra Costs			
Henbrook, St Neots – Retaining Wall – No longer required	-43	0	-43
AJC Small Scale Improvements – Saving	-61	0	-61
Disabled Facilities Grant	-323	48	-371
Repair Assistance Grants	-21	3	-24
Non-Reclaimable VAT – Not required	-147	0	-147
Huntingdon Tourist Kiosk – Supplementary estimate not included in MTP	30		30
Other minor variations	3		3
	-562	51	-613
Scheme spending varied to reflect changes in contributions from partners			
St Neots Skate Park	36	36	0
Play Equipment	34	34	0
Ramsey Rural Renewal	20	20	0
Creative Industries Centre St Neots	43	43	0
Small Scale Environmental Imps	-19	-19	0
Common Housing Register	8	8	0
Mobile Wireless Working – Housing Benefits	65	65	0
Local Transport Plan	-82	-82	0
Safe Cycle Storage Racks	-15	-15	0
Safe Cycle Routes	-105	-105	0
B&Q Cycleway, Eaton Socon	-37	-37	0
Cycleway, St Peters Rd Huntingdon	13	13	0
St Neots Transport Strategy	14	14	0
Views Common Cycle Route	17	17	0
Other Minor Variations	2	2	0
	-6	-6	0
Additional revenue costs charged to capital – mainly staff time – resulting in revenue saving			
	187	0	187
Virement			
Shop Mobility, Huntingdon	65	0	65
Extra scheme funded by virement from:			
Local Leisure Project Grants	-45	0	-45
Accessibility Improvements/Signs	-20	0	-20
	0	0	0

Timing Changes	Gross Budget £000	External Contributions £000	Net Budget £000
Net timing changes from 2006/07 to 2007/08			
Wood Walton Sewage Treatment Works	-42	0	-42
New Public Conveniences	-35	0	-35
CCTV – Digital Services	-52	0	-52
Sawtry Leisure Centre - Impressions	-36	0	-36
Leisure Centres Future Maintenance	-41	0	-41
Leisure Centres CCTV Improvements	-5	0	-5
Local Leisure Project Grants	41	0	41
Play Equipment Replacement	-11	0	-11
Activity Parks	-67	0	-67
Parks Signage	-9	0	-9
Riverside Car Park St Neots - Barriers	-25	0	-25
Linear Park St Neots	-26	0	-26
Grafham Water Centre Partnership Contribution	-20	0	-20
Football Improvements	-1,440	-1,219	-221
Photocopiers	-10	0	-10
Pathfinder House One Stop Shop	-110	0	-110
Business Systems	-119	0	-119
Corporate EDM	-6	0	-6
Customer First	-38	0	-38
Voice and Data Infrastructure	-104	0	-104
National Valuebill	-9	0	-9
Mobile Wireless Working in Benefits	-134	0	-134
Automated Form Processing in Benefits	4	0	4
Flexible Working	3	0	3
Town Centre Developments	-40	0	-40
Huntingdon Town Centre Development	-84	0	-84
Ramsey Rural Renewal	-29	0	-29
Huntingdon Boatyard Improvements	-65	0	-65
Heart Of Oxmoor	-13	-204	191
Oak Tree Centre	-31	0	-31
Bus Shelter Provision	-2	0	-2
Car Parking Strategy	-166	0	-166
Local Transport Plan	9	0	9
Safe Cycle Routes	-215	0	-215
Huntingdon Transport Strategy	-109	0	-109
St Ives Transport Strategy	15	0	15
Accessibility Improvements/Signs	-7	0	-7
Railway Stations Improvements	-46	0	-46
Huntingdon Bus Station – New layout	-14	0	-14
Mobile Home Park	-218	337	-555
Creative Industries Centre St Neots	-3	9	-12
Small Scale Environmental Imps – District Wide	5	0	5
Huntingdon Town Cent Environmental Improvement	-87	3	-90
St Ives Town Centre Environmental Improvement	9	0	9
Ramsey Great Whyte Environmental Improvement	-128	0	-128
Social Housing Grant	97	0	97
Other minor Variations	2	0	2
	-3,411	-1,074	-2,337
Less provision for deferral included in MTP	-1,500	0	-1,500
To be carried forward to 2007/08	-1,911	-1,074	-837

ANNEX B