

**CAPITAL PROGRAMME MONITORING – 2007/08  
(Report by the Head of Financial Services)**

**1. PURPOSE**

1.1 This report highlights the variations from the Capital Programme approved in February 2007 including any member or officer decisions already taken in accordance with the Code of Financial Management.

**2. MONITORING INFORMATION**

2.1 The Budget approved in February 2007 and subsequent adjustments are shown below, together with any forecast variations:-

<b>Capital Variations</b>	<b>2007/08 Capital Expenditure</b>		
	<b>Gross Budget</b>	<b>External Contributions</b>	<b>Net Budget</b>
	£000	£000	£000
<b>Approved Budget (February 2007)</b>	<b>20,202</b>	<b>4,924</b>	<b>15,278</b>
Deferrals from 2006/07 (in addition to £1.5m provision included in MTP)	1,911	1,074	837
	<b>22,113</b>	<b>5,998</b>	<b>16,115</b>
<b>Cost Variations (Annex A)</b>			
Reported to October Cabinet	-883	-110	-773
Further Variations	-509	49	-558
	<b>-1,392</b>	<b>-61</b>	<b>-1,331</b>
<b>Timing Changes (Annex B)</b>			
Reported to October Cabinet	-1,188	-500	-688
Further Variations	-2,562	-1,350	-1,212
	<b>-3,750</b>	<b>-1,850</b>	<b>-1,900</b>
<b>Capital from Revenue</b>	<b>213</b>	<b>0</b>	<b>213</b>
<b>Current Forecast</b>	<b>17,184</b>	<b>4,087</b>	<b>13,097</b>

2.2 Annex C 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 The following table identifies some specific items that were originally budgeted for as revenue but can legitimately be charged to capital. This is advantageous as it increases the Council's financial flexibility. There is also one item assumed capital that must be charged to revenue and this requires Cabinet approval. The net impact is to reduce capital reserves and increase revenue reserves by £213k.

Revenue/Capital Transfers	Gross Budget	External Contributions	Net Budget
	£000	£000	£000
Recycling Wheeled Bins (Rev to Cap)	92	0	92
London Road Hemingford Grey – Culvert (Rev to Cap)	60	0	60
Design work (Rev to Cap)	331	0	331
Less provision for design work included in MTP	-205	0	-205
Less Document Centre business systems development (Cap to Rev)	-65	0	-65
<b>Extra Capital Provision Required</b>	<b>213</b>	<b>0</b>	<b>213</b>

## REVENUE IMPLICATIONS 2007/08

3.1 The impact of the variations to the original budget approved in February 2007 is to reduce the net revenue expenditure by £309k in 2007/08 with further reductions in future years, as shown below.

Revenue Impact	2007/ 2008	2008/ 2009	2009/ 2010	2010/ 2011
	£000	£000	£000	£000
Cost Variations	-33	-67	-67	-67
Timing Changes 2006/07 to 2007/08	-21			
Timing Changes 2007/08 to 2008/09	-47	-48		
Revenue/Capital Transfers	-208	11	11	11
<b>TOTAL FORECAST VARIATION</b>	<b>-309</b>	<b>-104</b>	<b>-56</b>	<b>-56</b>

## 4 RECOMMENDATIONS

4.1 It is **RECOMMENDED** that Cabinet:

- i) Note the monitoring report at Annex A.
- ii) Note the latest variations and their estimated capital and revenue impact.
- iii) Approve the transfer from Capital to Revenue of £65k referred to in paragraph 2.3 above.

## BACKGROUND PAPERS

Capital programme and monitoring working papers.  
Previous Cabinet and Committee reports on capital expenditure.

**Contact Officer – Steve Couper ☎ 01480 388103**

## ANNEX A

Cost Variations	2007/08 Capital Expenditure		
	Gross Budget	External Contributions	Net Budget
	£000	£000	£000
Disabled Facilities Grants - Saving	-453	87	-540
Repairs Assistance Grants - Saving	-89	0	-89
Social Housing Grant – Interest earned on Section 106 contribution	0	60	-60
Non-reclaimable VAT - Saving	-400	0	-400
Mobile Home Park – Remediation – Saving offset by reduced Grant	-458	-458	0
Tourist Information Kiosk, St Neots – Contribution from St Neots Town Centre Partnership	22	22	0
Automated Forms Processing (Benefits) – Project not now proceeding	-223	-166	-57
Ramsey Rural Renewal – Contribution from the East of England Development Agency	8	8	0
Creative Enterprise Centre, St Neots – Further Contributions from EEDA and the Government and virement from Disabled Facilities Grants (in previous report)	691	600	91
Transportation Projects contributions included in the Programme are now expected to be transferred to the County Council – Local Transport Plan, Cycle Shelters and Safe Cycle Routes	-243	-243	0
Sewage Treatment Repair Works at Herne Road and Wood Walton to be taken on by Luminus	-70	0	-70
Network and ICT Services – Capital monies no longer required	-108	0	-108
Business Systems – Saving	-23	0	-23
County Council agreed contribution to Leisure Centre projects	0	29	-29
Huntingdon Leisure Centre – Energy Saving increased cost	19	0	19
Pathfinder House and One Stop Shop – Identified savings	-49	0	-49
Other Forecast Minor Variations	-2	0	-2
	<b>-1,392</b>	<b>-61</b>	<b>-1,331</b>

## ANNEX B

Timing changes	2007/08 Capital Expenditure		
	Gross Budget £000	External Contributions £000	Net Budget £000
New Public Conveniences	-86	0	-86
St Ives Town Centre Environmental Improvement – Ph 2	14	0	14
Social Housing Grant	-563	0	-563
Leisure Centres Future Maintenance	-939	0	-939
St Neots Leisure Centre – Bar/Kitchen/Creche Extension	-10	0	-10
St Ivo Leisure Centre – Rifle Range	-513	0	-513
Huntingdon Leisure Centre – Impressions Expansion	-923	0	-923
Sawtry Leisure Centre – Fitness Ext etc	-36	0	-36
Leisure Centre – CCTV Improvements	-35	0	-35
Pathfinder House Improvements and One Stop Shop	279	0	279
Multi-Functional Devices	-17	0	-17
Corporate EDM	-194	0	-194
Customer First	-261	0	-261
Business Systems	-90	0	-90
Voice and Data Infrastructure	-90	0	-90
Town Centre Developments	-61	0	-61
New Industrial Units	-274	0	-274
Huntingdon Marina Improvements	-50	0	-50
Huntingdon Town Centre Developments	-170	0	-170
Heart Of Oxmoor	0	-1,850	1,850
Huntingdon Bus Station	-44	0	-44
Implement Car Park Strategy	-50	0	-50
Safe Cycle Routes	-100	0	-100
St Neots Pedestrian Bridges	-537	0	-537
<b>Forecast Adjustment to Programme for Deferrals</b>	<b>-4,750</b>	<b>-1,850</b>	<b>-2,900</b>
Less provision for deferral included in MTP	1,000	0	-1,000
<b>Extra Provision Required</b>	<b>-3,750</b>	<b>-1,850</b>	<b>-1,900</b>