

**CAPITAL PROGRAMME MONITORING
2010/11 BUDGET
(Report by the Head of Financial Services)**

1. PURPOSE

1.1 This report highlights the variations from the 2010/11 Capital Programme approved in February 2010 including any member or officer decisions already taken in accordance with the Code of Financial Management.

2. MONITORING OF THE 2010/11 CAPITAL PROGRAMME

2.1 The Budget approved in February 2010 of £9.81m assumed schemes brought forward of £0.7m and a similar sum carried forward to 2010/11. The actual sum brought forward was £2.706m. The latest forecast is summarised below:-

Capital Programme	2010/11 Capital Expenditure		
	Gross Budget	External Contributions	Net Budget
	£000	£000	£000
Approved Total Budget (February 2010)	17,629	7,819	9,810
Add brought forward from 2009/10	3,615	909	2,706
	21,244	8,728	12,516
Variations			
Cost (Annex A)	-2,058	-1,318	-740
Timing Changes (Annex B)	-4,823	-348	-4,475
Capital from Revenue (Annex A)	89	-184	273
Current Forecast	14,452	6,878	7,574

2.2 The revenue impact of the variations to the approved budget is to reduce the net revenue expenditure by £439k in 2010/11, with further decreases in the following years, as shown below.

Revenue Impact	2010/ 2011	2011/ 2012	2012/ 2013	2013/ 2014	2014/ 2015
	£000	£000	£000	£000	£000
Timing Changes 2009/10 to 2010/11	-146				
Cost Variations	-3	-46	-59	-68	-70
Timing Changes 2010/11 to 2011/12	-18	-252			
Revenue/Capital Transfers	-272	17	22	25	26
TOTAL FORECAST VARIATION	-439	-281	-37	-43	-44

N.B. Based on an assumed average asset life of 15 years and forecast interest rates

3. CONCLUSION

3.1 There is a substantial amount of slippage estimated to be £4,475k net expenditure. The main item is the redevelopment at One Leisure St Ives (£2,500k) which has a consequential loss of revenue income.

3.2 The forecast cost variations includes reduced income: the expected contributions towards the Heart of Oxmoor project from Cambridgeshire County Council and Huntingdon Regional Council are not now expected in this financial year (£294k). There has been no interest from purchasers buying three mobile home units and therefore the sale income of £168k is unlikely; they are being rented at an annual income of £10k.

4. RECOMMENDATIONS

4.1 It is **RECOMMENDED** that Cabinet note the contents of this report.

BACKGROUND PAPERS

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

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ANNEX A

Expected Cost Variations	2010/11 Capital Expenditure		
	Gross Budget	External Contributions	Net Budget
	£000	£000	£000
COST VARIATIONS			
Air Quality Monitoring Equipment	7	7	0
Alconbury / Alconbury Weston Flood Works	428	428	0
Wheeled Bins for Recycling	11	0	11
Mobile Home Park	0	-168	168
Sustainable Homes	75	75	0
Housing Private Sector Grants	-30	0	-30
Disabled Facilities Grants	-48	-48	0
Decent Homes Grant	-88	-24	-64
Crime and Disorder Lighting	-50	0	-50
Ramsey Library Development	0	-120	120
St Neots Green Corridor	130	130	0
One Leisure – St Ives – Outdoor Energy Generation	-127	0	-127
Play Equipment & Safety Surface Renewal	45	45	0
Headquarters	90	0	90
Replacement Printing Equipment	-106	0	-106
Multi-Functional Devices	-18	0	-18
Business Systems	-50	0	-50
ICT for New Accommodation	-31	0	-31
Government Connect	104	0	104
ICT Replacement	-175	0	-175
Vehicles and Plant	-35	0	-35
Heart of Oxmoor	0	-294	294
Creative Enterprise Centre St Neots	10	0	10
Huntingdon West Development	-1,400	-1,409	9
Huntingdon Bus Station	-860	0	-860
Perry Cycleway	60	60	0
	-2,058	-1,318	-740
CAPITAL/REVENUE VARIATIONS			
Wheeled Bins for Recycling	-13	0	-13
St Neots Green Corridor	102	0	102
Headquarters	0	-184	184
	89	-184	273
	-1,969	-1,502	-467

New item this time
No change from previous report
Adjusted value this time

ANNEX B

Timing Changes to 2011/12 and beyond	2010/11 Capital Expenditure		
	Gross Budget	External Contributions	Net Budget
	£000	£000	£000
Building Efficiency Improvements (Salix Grant)	16	-29	45
Public Conveniences	-150	-150	0
Community Information Project	-11	0	-11
One Leisure – St Ives - Redevelopment	-2,500	0	-2,500
One Leisure – St Neots - Development	-60	0	-60
One Leisure – Ramsey – Fitness Equipment	-190	0	-190
One Leisure – CCTV Improvements	-10	0	-10
Play Equipment & Safety Surface Renewal	-39	0	-39
Replacement Printing Equipment	-70	0	-70
Multi-Functional Devices	-8	0	-8
Replacement Document Centre Equipment	-28	0	-28
Replacement Scanning Equipment – Customer Services	-33	0	-33
Working Smarter	-40	0	-40
Wireless Working (Benefits and Revenues)	-24	0	-24
Server Virtualisation and Network Storage	-27	0	-27
Town Centre Developments	-16	0	-16
Industrial Estate Repairs	-16	0	-16
Huntingdon Marina Improvements	-62	0	-62
Huntingdon Town Centre Development	13	0	13
Heart of Oxmoor	0	-169	169
St Neots Cambridge Road Car Park	-80	0	-80
Safe Cycle Routes	-194	0	-194
Ramsey Transport Strategy	-35	0	-35
Railway Stations Improvements	-26	0	-26
VAT Partial Exemption	-33	0	-33
Assumed additional deferment to later years	-1,200	0	-1,200
	-4,823	-348	-4,475

New item this time
No change from previous report
Adjusted value this time