

**FINANCIAL MONITORING - CAPITAL PROGRAMME 2011/12
(Report by the Head of Financial Services)**

1. PURPOSE

1.1 This report highlights the forecast variations from the 2011/12 Capital Programme approved in February 2011. It includes any member or officer decisions already taken in accordance with the Code of Financial Management. Whilst the financial year has now ended there are still final adjustments to be made to debtors and creditors before the final outturn is established. An outturn report will be submitted to Cabinet in July.

2. MONITORING OF THE 2011/12 CAPITAL PROGRAMME

2.1 The Budget approved in February 2011 was £11.9m after allowing for a provision for schemes brought forward from 2010/11 and carried forward to 2012/13. Subsequent adjustments are summarised below:-

Capital Programme	2011/12 Capital Expenditure		
	Gross Budget	External Contributions	Net Budget
	£000	£000	£000
Approved Total Budget (February 2011)	15,366	3,433	11,933
Actual brought forward from 2010/11	6,284	5,189	1,095
Less provision	-1,200	0	-1,200
	20,450	8,622	11,828
Supplementary Estimate			
Disabled Facilities Grant	401	-148	549
Forecast Cost Variations (Annex A)	236	456	-220
Forecast Timing Changes (Annex B)	-12,736	-5,001	-7,735
Revenue to Capital Variations (Annex A)	255	0	255
Current Forecast	8,606	3,929	4,677

2.2 The revenue impact on the MTP of the 2010/11 outturn and subsequent variations is shown below.

3. SIGNIFICANT ITEMS

3.1 PV Panels – Eastfield House

The PV (Solar) Panels were installed on Eastfield House in February and are now in operation.

3.2 Vehicle Replacement Programme

A number of new vehicle replacements originally planned for this year have been able to be delayed due to their continued smooth running. Any permanent savings will emerge in the autumn review of the MTP.

3.3 Huntingdon Multi-Storey Car Park

The start of the construction of the car park has been delayed due to extended negotiations on the related town centre development agreements.

3.4 IMD Schemes

A number of IMD Business Systems schemes have been deferred. This includes email archive which will follow completion of server virtualisation, and eforms where the project has made good progress but has not yet been completed.

3.5 **Revenue to Capital Transfers** Where appropriate, such transfers will be undertaken as they provide a beneficial revenue impact.

4. REVENUE IMPACT

4.1 The revenue impact on the MTP of the 2010/11 outturn and subsequent variations is shown below.

Revenue Impact	2011/ 2012	2012/ 2013	2013/ 2014	2014/ 2015	2015/ 2016
	£000	£000	£000	£000	£000
Timing Changes 2010/11 to 2011/12	4	0	0	0	0
Cost Variations	2	32	35	39	41
Timing Changes 2011/12 to 2012/13	-39	-170	0	0	0
Revenue/Capital Transfers	-254	29	33	36	38
Revenue variations re timing changes	-54	116	-89	-184	-224
TOTAL FORECAST VARIATION	-341	7	-21	-109	-145

N.B. This table is based on a simplified basis for identifying the revenue impact of capital expenditure. Allowance has also been made for any revenue elements of the changes as identified in the relevant MTP bid proposals. Many of these variations are fully or partly allowed for in the new Budget/MTP approved in February.

5. RECOMMENDATIONS

5.1 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

Forecast Cost Variations	Gross Budget	External Contributions	Net Budget
	£000	£000	£000
Savings			
Building Efficiency Improvements	-17	0	-17
Wheeled Bin Replacements	-99	0	-99
Alconbury Flood Scheme	-31	-31	0
Town Centre Developments	-5	0	-5
Mortgage Redemption	0	549	-549
HQ Project	-2	0	-2
Public Conveniences	-150	-150	0
Community Facilities Grants	-20	0	-20
	-324	368	-692
Extra Cost			
Sustainable Homes Retrofit	85	15	70
Vehicle Replacement Programme	11	0	11
	96	15	81
Invest To Save Schemes			
South Street Toilets	5	0	5
Mobile Home Park	0	73	-73
Call Centre CRM	20	0	20
PV Panels – Eastfield House	374	0	374
	399	73	326
Technical			
Rule Change to Capital Overheads	117	0	117
Brought Forward Adjustment	-52	0	-52
	65	0	65
TOTAL COST VARIATIONS	236	456	-220
Revenue to Capital			
E-forms	85	0	85
One Leisure Huntingdon Pure Spa Conversion	13	0	13
One Leisure St Ives - Outdoor Centre Car Park	42	0	42
GIS	15	0	15
Corporate EDM	2	0	2
Operations Business Systems	5	0	5
CRIMP	5	0	5
Uniform	12	0	12
Encryption & Control Software	8	0	8
Government Connect	8	0	8
ICT Replacement & Server Virtualisation	18	0	18
ICT Replacement	12	0	12
My Council System	22	0	22
Automated Phone Payments	3	0	3
Interface Software	19	0	19
Share Point	12	0	12
PV Panels – Eastfield House	2	0	2
Transportation Capital Grants	22	0	22
Removal of contingency	-50		-50
	255	0	255

New item this time

No change from previous report

Adjusted value this time

ANNEX B

Timing Changes to 2012/13 and beyond	2011/12 Capital Expenditure		
	Gross Budget	External Contributions	Net Budget
	£000	£000	£000
Heart of Oxmoor	0	-1,366	1,366
Huntingdon West Development	-7,153	-2,430	-4,723
One Leisure St Ives Redevelopment	-2,950	0	-2,950
One Leisure Future Maintenance	-210	0	-210
Replacement Fitness Equipment	-77	0	-77
One Leisure Ramsey Development	-560	0	-560
CCTV Camera Replacements	-139	0	-139
Decent Homes	-79	-143	64
Social Housing Grant	-239	0	-239
Sustainable Homes Retrofit	0	-415	415
HQ Project	0	-150	150
ICT Replacement & Server Virtualisation	-91	0	-91
Working Smarter	-23	0	-23
Replacement Equipment Document Centre	-76	0	-76
One Leisure St Ives Football Improvements	-497	-497	0
Ramsey Rural Developments	-62	0	-62
Multi-Functional Devices	-48	0	-48
Industrial Estates Repairs	-8	0	-8
Cambridge Street Car Park	-89	0	-89
Railway Station Improvements	-38	0	-38
VAT Partial Exemption	-128	0	-128
Huntingdon Multi-Storey Car Park	-700	0	-700
Leisure Centres CCTV	-12	0	-12
One Leisure Huntingdon – Impression Equipment	-37	0	-37
Sawtry Reception Automation	-25	0	-25
Ramsey Reception Automation	-25	0	-25
Disabled Facilities Grants	-40	0	-40
Private Sector Grants	-30	0	-30
Wheeled Bins	5	0	5
Vehicle Replacement Programme	-462	0	-462
Email Archive	-34	0	-34
Eforms	-25	0	-25
Business Systems	-40	0	-40
Reduction in Provision for further slippage	1,156	0	1,156
	-12,736	-5,001	-7,735

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