

**FINANCIAL MONITORING - CAPITAL PROGRAMME 2012/13  
(Report by the Head of Financial Services)**

**1. PURPOSE**

- 1.1 This report highlights the forecast variations from the 2012/13 Capital Programme approved in February 2012. It includes any member or officer decisions already taken in accordance with the Code of Financial Management.

**2. MONITORING OF THE 2012/13 CAPITAL PROGRAMME**

- 2.1 The Budget approved in February 2012 was £10.8m after allowing for a provision for schemes brought forward from 2011/12 and carried forward to 2012/13. Subsequent adjustments are summarised below:-

<b>CAPITAL PROGRAMME MONITORING</b>	<b>2012/13 Capital Expenditure</b>		
	<b>Gross Budget</b>	<b>External Contributions</b>	<b>Net Budget</b>
	£000	£000	£000
<b>Approved Total Budget (February 2012)</b>	<b>19,447</b>	<b>8,677</b>	<b>10,770</b>
Add brought forward from 2011/12	2,226	428	1,798
Less provision	-500	0	-500
	<b>21,173</b>	<b>9,105</b>	<b>12,068</b>
<b>Forecast Cost Variations (Annex A)</b>	386	37	349
<b>Forecast Timing Changes (Annex B)</b>	-8,091	-3,404	-4,687
<b>Revenue to Capital Variations (Annex A)</b>	110	0	110
<b>Current Forecast</b>	<b>13,578</b>	<b>5,738</b>	<b>7,840</b>

**3. SIGNIFICANT ITEMS**

**3.1 Savings Items**

**Additional Disabled Facilities Grant Received.**

The grant received from government has exceeded that expected.

**3.2 Extra Cost Items**

**Conveniences –South Street, St Neots.**

Cabinet agreed in September 2009 that St Neots TC should be offered the conveniences if they were willing to maintain and run them. Initially this did not seem likely and so the MTP was based on selling the site. They subsequently agreed to the proposal and so the estimated sale proceeds (£15k) will not now materialise.

**Castle Hill House Sale.**

Cabinet agreed to the sale of Castle Hill House at its April 2012 meeting for the best sum available which was less than the figure estimated in the MTP.

**Council Tax Support Software.**

The details of the scheme have only recently emerged and consultation has commenced. A new software module will be required and it is expected that some, or all, of the cost will be grant funded as a "new burden".

**Call Centre CRM Replacement.**

The MTP bid was made prior to the procurement process and the estimated cost of the project is now £37k higher. This is partially offset by extra revenue savings of £23k over the assumed life of the software. The whole scheme still predicts a significant saving.

### 3.2 Rephased Items

All rephasings will be reviewed as part of the MTP process.

**Huntingdon Multi-Storey, Huntingdon West Development, Town Centre Development**

Delays to the signing of the Huntingdon Town Centre Development Agreement, and delays to making land acquisitions have caused these schemes to be rephased.

**Disabled Facilities Grants**

The number of payments processed by the newly formed Cambs Home Improvement Agency has in the first half of the year been reduced whilst staff become familiar with each Council's procedures and policies. However, the number of commitments remain at normal levels and it is expected that payments will significantly increase in the second half of the year.

**Social Housing Grants**

This grant is used to acquire or extend existing properties for larger families, for which there is a shortage. Some identified properties will complete next financial year after planning consent is granted.

**One Leisure St Ives**

The scheme was not approved as quickly as assumed in last year's MTP. As a consequence the spending is also delayed.

**One Leisure Ramsey.**

This scheme has been deferred until next year, to allow further time to consider the type of scheme that is required.

### Vehicles and Plant

A refuse freighter has been written off, and so some of the future programme has been brought forward to pay the additional cost (over and above the insurance cover) for its replacement.

### 3.4 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 2011/12 outturn and subsequent variations is shown below.

<b>Revenue Impact</b>	<b>2012/ 2013</b>	<b>2013/ 2014</b>	<b>2014/ 2015</b>	<b>2015/ 2016</b>	<b>2016/ 2017</b>
	£000	£000	£000	£000	£000
Timing Changes 2011/12 to 2012/13	70	0	0	0	0
Cost Variations	3	39	40	42	42
Timing Changes 2012/13 to 2013/14	-40	-166	0	0	0
Revenue to Capital Transfers	-109	12	12	12	12
Revenue variations - Timing changes	41	24	3	0	0
<b>TOTAL FORECAST VARIATION</b>	<b>-35</b>	<b>-91</b>	<b>55</b>	<b>54</b>	<b>54</b>

*N.B. This table is based on a simplified approach 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.*

## 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

<b>Forecast Cost Variations</b>	<b>Gross Budget</b>	<b>External Contributions</b>	<b>Net Budget</b>
	<b>£000</b>	<b>£000</b>	<b>£000</b>
<b>Savings</b>			
Additional Disabled Facilities Grant Received	0	52	-52
	<b>0</b>	<b>52</b>	<b>-52</b>
<b>Extra Cost</b>			
Public Conveniences – South St, St Neots	0	-15	15
Castle Hill House Sale	325	0	325
Council Tax Support Software	65	0	65
Call Centre CRM Replacement	37	0	37
	<b>427</b>	<b>-15</b>	<b>442</b>
<b>Technical</b>			
Brought Forward Adjustment	<b>-41</b>	<b>0</b>	<b>-41</b>
<b>TOTAL COST VARIATIONS</b>	<b>386</b>	<b>37</b>	<b>349</b>
<b>Revenue to Capital</b>			
GIS Corporate	19	0	19
Business Systems	11	0	11
Server Virtualisation & Network	24	0	24
E-forms	1	0	1
Call Centre Replacement	5	0	5
Share Point Systems	4	0	4
Flare Replacement	12	0	12
One Leisure St Ives – Tractor & Mower	21	0	21
Printing Equipment	7	0	7
Environmental Health Equipment	6	0	6
	<b>110</b>	<b>0</b>	<b>110</b>

<b>New item this time</b>
<b>No change from previous report</b>
<b>Adjusted value this time</b>

**ANNEX B**

Timing Changes to 2013/14 and beyond	2012/13 Capital Expenditure		
	Gross Budget	External Contributions	Net Budget
	£000	£000	£000
Building Efficiency – Salix Funding	-27	0	-27
Disabled Facilities Grants	-500	0	-500
Social Housing Grant	-118	0	-118
Decent Homes Insulation	-9	0	-9
One Leisure St Ives – Outdoor Centre	0	-52	52
One Leisure St Ives - Redevelopment	-506	0	-506
Ramsey Development	-560	0	-560
Replacement Fitness Equipment	-55	0	-55
Play Equipment	-45	0	-45
Play Equipment – S106	-10	0	-10
Printing Equipment	-70	0	-70
Document Centre Equipment	-49	0	-49
Vehicles & Plant	150	0	150
Town Centre Developments	-290	0	-290
Rural Renewal – Pump Priming	-63	0	-63
Community Infrastructure levy	-23	0	-23
Server Virtualisation	-85	0	-85
Huntingdon West Development	-3,531	-3,102	-429
Huntingdon Multi-Storey	-2,300	-250	-2,050
	<b>-8,091</b>	<b>-3,404</b>	<b>-4,687</b>

<b>New item this time</b>
<b>No change from previous report</b>
<b>Adjusted value this time</b>