

RIBBLE VALLEY BOROUGH COUNCIL REPORT TO POLICY & FINANCE COMMITTEE

Agenda Item No 8

meeting date: 10 JUNE 2014
 title: CAPITAL OUTFURN 2013/14
 submitted by: DIRECTOR OF RESOURCES
 principal author: AMY JOHNSON

1 PURPOSE

1.1 The purpose of this report is to seek member approval for the slippage of capital schemes from the 2013/14 financial year, to the 2014/15 financial year, and to review the final outturn on the capital programme for 2013/14 for this committee

1.2 Relevance to the Council's ambitions and priorities:

- Community Objectives – none identified
- Corporate Priorities – to continue to be a well managed Council, providing efficient services based on identified customer need.
- Other considerations – none identified

2 BACKGROUND

2.1 The Capital Programme for the Policy and Finance Committee consisted of 4 schemes. These were a combination of:

- Schemes with slippage from 2012/13
- Additional approvals

2.2 During the financial year all committees have received reports monitoring the progress of schemes within the programme.

2.3 As part of the closure of our accounts process, scheme expenditure has been capitalised and added to our balance sheet or charged to revenue where appropriate.

3 CAPITAL SCHEMES PERFORMANCE

3.1 Summary of budget approvals, actual and approved slippage.

BUDGET ANALYSIS				EXPENDITURE		REQUESTED SLIPPAGE
Original Estimate £	Slippage from 12/13 £	Additional Approvals £	Total Approved Budget £	Revised Estimate £	Actual Expenditure £	Slippage to 14/15 £
0	105,570	16,430	122,000	122,000	54,554	116,430

3.2 Annex 1 to this report compares the budget for each scheme with actual expenditure and highlights the requested slippage. Overall 48% of the revised estimate has been spent.

3.3 The Performance Reward Grant (PRG) capital scheme is included as we are required to capitalise 50% of the PRG schemes that are paid. In essence this is an accounting

adjustment and the grants are fully funded from PRG grant monies that the Council have previously received.

4 SLIPPAGE

4.1 Where capital schemes are unfinished at the end of the financial year and there is a corresponding remaining unspent budget this is known as slippage. The amount of slippage requested to be carried forward into the next financial year is shown below.

4.2 There are two schemes with identified slippage into 2014/15 for this Committee. These are:

Cost Centre	Schemes	Slippage into 2014/15 £
ECDVI	Economic Development Initiatives	100,000
PSNCO	Public Sector Network Compliance	16,430
Total Slippage for Policy and Finance Committee		116,430

4.3 Expenditure to date on the Economic Development Initiatives scheme has been revenue based while major projects are being progressed. Staffing constraints have restricted progress on the Public Sector Network Compliance scheme.

4.4 Attached at Annex 2 are the individual requests for slippage forms. Committee is asked to consider these.

5 RISK ASSESSMENT

5.1 The approval of this report may have the following implications:

- Resources – A sum of £116,430 has been set aside in the Council's capital resources to fund the schemes which are requested to be carried forward as slippage.
- Technical, Environmental and Legal – The Council is legally required to comply with public sector network requirements.
- Political – None
- Reputation – Contributing to the improvement of the economic development of the area will help to improve the Council's reputation.
- Equality & Diversity – None.

6 RECOMMENDED THAT COMMITTEE

6.1 Consider the capital outturn for this committee shown at Annex 1 and approve the slippage of £116,430 into the 2014/15 financial year.

SENIOR ACCOUNTANT

DIRECTOR OF RESOURCES

PF30-14/AJ/AC
2 June 2014

For further information please ask for Amy Johnson

Policy and Finance Committee – Capital Outturn Report 2013/14

Cost Centre	Schemes	Original Estimate 2013/14 £	Slippage from 2012/13 £	Additional Approvals £	Total Approved Budget £	Revised Estimate £	Actual Expenditure £	Slippage into 2014/15 £
ECDVI	Economic Development Initiatives		100,000		100,000	100,000	0	100,000
PSNCO	Public Sector Network compliance			16,430	16,430	16,430	0	16,430
SVNET	Server and Network Infrastructure		5,570		5,570	5,570	5,196	0
PRGCP	Performance Reward Grant						49,358	0
	Total Policy and Finance Committee	0	105,570	16,430	122,000	122,000	54,554	116,430

Request for slippage into 2014/15

Cost Centre and Scheme Title	<i>ECDVI: Economic Development Initiatives</i>
Scheme Description	<i>Pump-priming and pre-investment funding to support the delivery of the Council's economic priorities.</i>
Head of Service	<i>Colin Hirst</i>
Year Originally Approved	<i>2012/13</i>

Revised Estimate 2013/14 for the Scheme	<i>£100,000</i>
Actual Expenditure in the Year 2013/14	<i>£0</i>
Variance - (Underspend) or Overspend	<i>(£100,000)</i>
Please provide full reasons for the (under) or over spend variance shown above?	<i>Projects have been funded from other budgets/revenue. Major schemes still being progressed.</i>

Slippage Request

Please grant the amount of Budget Slippage from 2013/14 to 2014/15 requested.	<i>£100,000</i>
Please give detailed information on the reasons for any request for slippage. Please provide as much information as possible in order to allow the request to be fully considered. Attach any information that you feel may be relevant.	<i>Projects have not reached a stage where capital is required. Expenditure has been drawn from other revenue budgets to fund pre-investment works.</i>
By what date would the work or services related to any requested slippage be completed, if it were to be approved.	<i>Target date would be March 2015.</i>

Request for slippage into 2014/15

Cost Centre and Scheme Title	<i>PSNCO: Public Sector Network Compliance</i>
Scheme Description	<i>Public Sector Network Compliance</i>
Head of Service	<i>Lawson Oddie</i>
Year Originally Approved	<i>2013/14</i>

Revised Estimate 2013/14 for the Scheme	<i>£16,430</i>
Actual Expenditure in the Year 2013/14	<i>£0</i>
Variance - (Underspend) or Overspend	<i>(£16,430)</i>
Please provide full reasons for the (under) or over spend variance shown above?	<i>Unable to incur any expenditure on the scheme due to staff vacancies within the ICT team. However, research work has been undertaken on the hardware management system that is required.</i>

Slippage Request

Please grant the amount of Budget Slippage from 2013/14 to 2014/15 requested.	<i>£16,430</i>
Please give detailed information on the reasons for any request for slippage. Please provide as much information as possible in order to allow the request to be fully considered. Attach any information that you feel may be relevant.	<i>The project is required for public sector network compliance; as such the budget needs to be in place to fund it. Staff vacancies have hindered progress, however we are well within Government deadlines, which have now been moved to February 2015.</i>
By what date would the work or services related to any requested slippage be completed, if it were to be approved.	<i>February 2015.</i>