

RIBBLE VALLEY BOROUGH COUNCIL REPORT TO POLICY AND FINANCE COMMITTEE

INFORMATION

Agenda Item No 13

meeting date: 7 JUNE 2016
 title: OVERALL CAPITAL OUTTURN 2015/16
 submitted by: DIRECTOR OF RESOURCES
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1 PURPOSE

1.1 To provide members with details of the capital programme outturn for all committees for the 2015/16 financial year.

2 BACKGROUND

2.1 The initial 2015/16 capital programme for the Council consisted of sixteen new schemes and two schemes that were moved from 2014/15. Following one additional scheme approval in-year, this increased the final capital programme to nineteen schemes.

2.2 At revised estimate stage one scheme was removed from the capital programme. This meant that the revised capital programme consisted of eighteen schemes with a budget of £1,181,000.

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

2.4 All scheme expenditure has now been capitalised and added to our balance sheet or charged to revenue where appropriate.

3 CAPITAL PROGRAMME 2015/16 OUTTURN

3.1 The table below summarises the overall financial position on the full capital programme for all committees. It shows:

- Budget approvals made.
- Actual expenditure on all schemes in-year.
- Slippage moved into 2016/17 – slippage is where unspent budget has been approved by committee to be moved into next year’s capital programme.

Committee	BUDGET ANALYSIS						ACTUAL	
	Original Estimate 2015/16 £	Budget Moved from 2014/15 £	Slippage from 2014/15 £	Additional Approvals 2015/16 £	Total Approved Budget 2015/16 £	Revised Estimate 2015/16 £	Actual Expenditure 2015/16 £	Slippage into 2016/17 £
Community	436,600	47,000	0	0	483,600	442,270	439,448	0
Policy and Finance	371,400	100,000	0	0	471,400	471,400	256,237	172,500
Health and Housing	236,000	0	30,150	2,630	268,780	267,330	244,911	22,420
TOTAL	1,044,000	147,000	30,150	2,630	1,223,780	1,181,000	940,596	194,920

3.2 During the year the Council spent £940,596 on sixteen capital schemes and performance reward grants, which is 79.6% of the revised estimate.

3.3 Twelve of the eighteen capital schemes were completed in-year. All these were completed either on budget or within budget.

3.4 The main reasons for the £240,404 underspend in-year are as follows:

- **DISCP - Disabled Facilities Grants (-£14,093) and LANGR - Landlord/Tenant Grants (-£8,330):** These are two on-going housing capital grant schemes which both had underspends in-year. The two grant schemes continue in 2016/17 and slippage of the 2015/16 underspends on these schemes was requested from Health and Housing Committee to fund on-going grant commitments.
- **OROOOF – Council Offices Re-roofing (-£14,761) and WINDW – Council Offices Replacement Windows and Rooflights (-£2,743):** The majority of the work on the combined contract for these two schemes was complete by year-end. Slippage of the 2015/16 underspend on these schemes has been requested elsewhere on the agenda to fund the minor work outstanding and the 5% retention payment.
- **ECDVI – Economic Development Initiatives (-£100,000):** This scheme was set up to provide pump prime investment support for economic development whenever appropriate opportunities arise. One site acquisition investment was being considered in 2015/16, but no confirmation was in place for the acquisition to go ahead at year-end. Slippage of the 2015/16 underspend on this scheme has been requested elsewhere on the agenda to fund both the pump prime costs associated with the site acquisition being considered and any further economic development opportunities that may arise.
- **TNSCP – Clitheroe Townscape Scheme (-£115,000):** No expenditure was undertaken on this scheme in 2015/16. £60k of the scheme funding was based on a contribution from Lancashire County Council (LCC), with the balance of £55k funded by this Council. Following in-year discussions with LCC it was confirmed that LCC would only commit the £60k funding effectively to core maintenance work, with an expectation that Ribble Valley’s capital spend would be additional funding also to be spent on core maintenance. Enhanced town centre improvements were the main focus of this scheme for Ribble Valley and as such it was not seen as appropriate for Ribble Valley’s funding to be used in this way. Consequently, it is proposed elsewhere on the agenda that this scheme is reduced, following confirmation by LCC that the £60k funding is no longer available, and that officers consider what enhancement works could be achieved by the remaining budget in 2016/17.
- **PRGCP - Performance Reward Grants (+£17,341):** Set against the above underspends, the Performance Reward Grants (PRGs) on Policy and Finance Committee shows £17,341 spend in-year and no capital budget. This is because the Council is required to capitalise 50% of the PRGs expenditure that is paid out each year. In essence this is purely an accounting adjustment and the grants are fully funded from PRGs grant monies that the Council have previously received.

3.5 Annex 1 shows the full capital programme by scheme, including the budget and expenditure for the year and highlights the schemes where slippage was requested.

4 RISK ASSESSMENT

4.1 The risks associated with this report are set down below:

- Resources – There are no additional financing requirements needed for the Council's 2015/16 capital programme.
- Technical, Environmental and Legal – None.
- Political – None.
- Reputation – Sound financial planning for known capital commitments safeguards the reputation of the Council.
- Equality and Diversity – Equality and diversity issues are examined as part of the capital bid appraisal process.

5 CONCLUSION

5.1 During the year the Council spent £940,596 on sixteen capital programme schemes and performance reward grants, which is 79.6% of the revised estimate.

5.2 Twelve of the eighteen capital schemes were completed in-year. All these were completed either on budget or within budget.

5.3 Slippage on two schemes, totalling £22,420, was requested from the Health and Housing committee.

5.4 Slippage on four schemes, totalling £172,500, was requested from the Policy and Finance committee.

5.5 Lancashire County Council have withdrawn funding of £60k for the Clitheroe Townscape Scheme. It is proposed that officers consider what enhancement works could be achieved by the remaining budget in 2016/17.

SENIOR ACCOUNTANT

DIRECTOR OF RESOURCES

PF35-16/AC/AC
26 May 2016

For further information please ask for Andrew Cook

Overall Capital Programme Outturn 2015/16

Cost Centre	Schemes	Original Estimate 2015/16 £	Budget Moved from 2014/15 £	Slippage from 2014/15 £	Additional Approvals 2015/16 £	Total Approved Budget 2015/16 £	Revised Estimate 2015/16 £	Actual Expenditure 2015/16 £	Slippage into 2016/17 £
Community Committee									
PLAYP	Play Area Improvements 2015/16	40,000	0	0	0	40,000	40,000	39,462	0
RBBFV	Replacement of Geesink 26t RP HGV Refuse Collection Vehicle	210,000	0	0	0	210,000	210,060	207,783	0
GNPZV	Replacement of 4x4 Tractor/Mower (PN04 NPZ)	17,000	0	0	0	17,000	12,220	12,220	0
GPLOV	Replacement of Kubota Mower (PN05 PLO)	19,000	0	0	0	19,000	14,040	14,037	0
RSCAG	Replacement of Scag Mower	9,000	0	0	0	9,000	4,890	4,887	0
HGTRL	Two Heavy Goods Trailers	6,000	0	0	0	6,000	6,000	6,000	0
TRISM	Replacement of 2 Trim Star Mowers	16,000	0	0	0	16,000	10,000	10,000	0
RSHOV	Replacement of Waste Transfer Station Loader Shovel	75,000	0	0	0	75,000	75,000	75,000	0
HYPRO	Hyprolyser Electrochlorination System at Ribblesdale Pool	15,600	0	0	0	15,600	14,840	14,838	0
REPUV	Replacement of the UV unit at Ribblesdale Pool	9,000	0	0	0	9,000	8,240	8,240	0
TGAPS	Installation of 3G Artificial Pitch	0	47,000	0	0	47,000	46,980	46,981	0
AWPLG	All Weather Pitch Lighting	20,000	0	0	0	20,000	0	0	0
	Total Community Committee	436,600	47,000	0	0	483,600	442,270	439,448	0

Overall Capital Programme Outturn 2015/16

Cost Centre	Schemes	Original Estimate 2015/16 £	Budget Moved from 2014/15 £	Slippage from 2014/15 £	Additional Approvals 2015/16 £	Total Approved Budget 2015/16 £	Revised Estimate 2015/16 £	Actual Expenditure 2015/16 £	Slippage into 2016/17 £
<i>Policy and Finance Committee</i>									
OROOF	Council Offices – Re-roofing	167,500	0	0	0	167,500	167,500	152,739	14,760
WINDW	Council Offices – Replacement Windows and Rooflights	88,900	0	0	0	88,900	88,900	86,157	2,740
ECDVI	Economic Development Initiatives	0	100,000	0	0	100,000	100,000	0	100,000
TNSCP	Clitheroe Townscape Scheme	115,000	0	0	0	115,000	115,000	0	55,000
PRGCP	Performance Reward Grants	0	0	0	0	0	0	17,341	0
	Total Policy and Finance Committee	371,400	100,000	0	0	471,400	471,400	256,237	172,500
<i>Health and Housing Committee</i>									
DISCP	Disabled Facilities Grants	161,000	0	11,150	-100	172,050	172,050	157,957	14,090
LANGR	Landlord/Tenant Grants	75,000	0	18,130	0	93,130	93,130	84,800	8,330
CMEXT	Installation of Cemetery Infrastructure	0	0	870	2,730	3,600	2,150	2,154	0
	Total Health and Housing Committee	236,000	0	30,150	2,630	268,780	267,330	244,911	22,420
OVERALL TOTAL		1,044,000	147,000	30,150	2,630	1,223,780	1,181,000	940,596	194,920