

RIBBLE VALLEY BOROUGH COUNCIL REPORT TO HEALTH AND HOUSING COMMITTEE

DECISION

Agenda Item No 7

meeting date: 19 JANUARY 2017
title: REVISED CAPITAL PROGRAMME 2016/17
submitted by: DIRECTOR OF RESOURCES
principal author: ANDREW COOK

1 PURPOSE

1.1 To approve the revised capital programme for the current financial year 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 needs.
- Other Considerations – none identified.

2 BACKGROUND

2.1 The original capital programme for 2016/17 was approved by Policy and Finance Committee in February 2016.

2.2 Regular reports have been presented to this Committee on progress with the capital programme.

3 ORIGINAL CAPITAL PROGRAMME 2016/17

3.1 The original 2016/17 Health and Housing Committee capital programme included 3 schemes at a total estimated cost of £411,000.

3.2 Since then it was confirmed that the Disabled Facilities Grants (DFGs) funding for 2016/17 was £273,220. The DFGs scheme budget was initially set at £161,000 on the basis that this would be changed to match the exact DFG funding that was received. Therefore, the capital programme was increased by the difference of £112,220 to £523,220 for this Committee.

3.3 In addition, not all planned capital budgets for 2015/16 were spent. The unspent balance of this, £22,420, is known as slippage. This slippage has been transferred into the 2016/17 capital programme budget.

3.4 As a result of the above, the total approved budget for this Committee's capital programme of 3 schemes was £545,640. This is shown at Annex 1.

4 REVISING THE 2016/17 CAPITAL PROGRAMME

4.1 To revise the 2016/17 capital programme we have:

- discussed each of the three schemes in the approved capital programme with budget holders to reflect scheme progress and estimated full year expenditure; and
- added in one new scheme.

4.2 Following this review, the revised estimate for 2016/17 is £386,020, which is a reduction of £159,620 from the previously approved capital budget. The main reasons for this are:

- **CMIMP - Clitheroe Market Improvements (-£175,000)** - This scheme is on hold, awaiting the final plans for the Clitheroe Market Development scheme. As a result, there is expected to be no expenditure on the scheme in 2016/17. It is recommended that the £175,000 budget for this scheme is moved to the 2017/18 financial year.
- **CWARM - Affordable Warmth - Capital (+£15,380)** – The Council has now received confirmation from Lancashire County Council (LCC) that it has been granted up to £25,629 of capital funding in 2016/17 for the Affordable Warmth Capital Grants scheme. 60% of the total grant funding, £15,378, has been received already. The final 40% will only be paid by LCC in-year once the Council can demonstrate it can spend at least the £15,378 received to date.

The October capital monitoring report stated that this scheme would be added to the capital programme at Revised Estimate stage. The scheme has been included at the Revised Estimate at a value of £15,380 which matches the actual funding received to date. Unfortunately there have been no applications received for this grant scheme to date, despite the scheme having being advertised.

4.3 Annex 1 shows the full capital programme by scheme, including the budget and expenditure (including commitments) to date. The summary position is shown below.

Original Estimate 2016/17 £	Slippage from 2015/16 £	Total Approved Budget 2016/17 £	Revised Estimate 2016/17 £	Budget moved to 2017/18 £	Actual Expenditure including commitments as at end of December 2016 £
523,220	22,420	545,640	386,020	175,000	192,428

4.4 Expenditure (including commitments) on these schemes at the end of December 2016 is £192,428, which is 49.8% of the revised estimate.

4.5 The £193,592 underspend to date against the full year revised estimate is due to lower levels of grant applications being received for the year to date when compared to the levels of funding the Council has in place for the Disabled Facilities Grants, Landlord Tenant Grants and Affordable Warmth – Capital schemes. All these grant schemes are advertised directly by the Council and through other partner organisations.

4.6 Updated capital evaluation forms completed by the responsible officers for all the schemes were reported to Committee in the previous cycle.

5 RISK ASSESSMENT

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

- Resources – Approval of the revised capital programme will see a decrease of £159,620 in the level of financing resources needed in 2016/17 and £175,000 of capital financing resources will be moved into 2017/18.
- 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.

6 CONCLUSION

6.1 The revised estimate for this Committee's capital programme is £386,020, which is a reduction of £159,620 from the previously approved capital budget.

6.2 The Clitheroe Market Improvements scheme is on hold and it is recommended that the £175,000 budget is moved to 2017/18. The Affordable Warmth – Capital scheme has been added to the capital programme at £15,380.

6.3 The £193,592 underspend to date against the full year revised estimate is due to lower levels of grant applications being received for the year to date when compared to the levels of funding the Council has in place for the Disabled Facilities Grants, Landlord Tenant Grants and Affordable Warmth – Capital schemes.

7 RECOMMENDED THAT COMMITTEE

7.1 Approve the revised capital programme for 2016/17 as set out in Annex 1.

SENIOR ACCOUNTANT

DIRECTOR OF RESOURCES

HH1-17/AC/AC
6 January 2017

For further background information please ask for Andrew Cook.

BACKGROUND PAPERS – None

HEALTH AND HOUSING COMMITTEE – REVISED CAPITAL PROGRAMME 2016-17

Cost Centre	Scheme	Original Estimate 2016/17 £	Slippage from 2015/16 £	Total Approved Budget 2016/17 £	Revised Estimate 2016/17 £	Budget moved to 2017/18 £	Actual Expenditure including commitments (as at end of December 2016) £
DISCP	Disabled Facilities Grants	273,220	14,090	287,310	287,310	0	134,623
LANGR	Landlord/Tenant Grants	75,000	8,330	83,330	83,330	0	57,805
CMIMP	Clitheroe Market Improvements	175,000	0	175,000	0	175,000	0
CWARM	Affordable Warmth – Capital	0	0	0	15,380	0	0
Total Health and Housing Committee		523,220	22,420	545,640	386,020	175,000	192,428