



East Northamptonshire Council

Finance Sub Committee - 29 June 2009

Capital Outturn Report 2008/09

Summary

The purpose of this report is provide Members with details about the Council's actual spend on capital items compared with the original budgets and how this expenditure has been financed. The report also seeks approval to re-profile the capital programme as a result of slippage in various schemes during 2008/09.

Attachment(s)

Appendix A - Capital Outturn Report 2008/09 and Revised Capital Programme for 2009/10

1. Introduction

- 1.1. This report provides Members with a detailed explanation of the financial outturn of the capital programme for the financial year ended 31 March 2009, variances against the budgets, and a summary of how the programme was financed.
- 1.2. This report also seeks approval to re-profile the capital programme for 2009/10 to 2012/13 to carry forward under spends on projects that have not come to fruition as soon as anticipated.

2. Background

- 2.1. On 18 February 2008, the Resources Committee agreed an original capital programme for 2008/09 of £5.083m. This was subsequently revised down to £4.388m in June 2008.
- 2.2. The capital programme was to be financed primarily by usable capital receipts with a small amount being financed from various other sources. Section 4, below, details the actual financing of the capital expenditure in 2008/09.

3. Capital Outturn 2008/09

- 3.1. Appendix A details spending of £3.791m against the revised capital programme for this year of £4.388m – a variation of £0.597m. The variations and the reasons for them are as follows:

Under Spend £'000	Over Spend £'000	Reason
	41	Over spend on Disabled Facilities Grant budget.
52		Village Hall Development Reflective of grants paid during the year.
30		Leisure Loans – no loans were issued that required capitalising.
	31	Kingscliffe Sports Project – income is due in 2009/10 to offset.
81		Stanwick Lakes – this relates to slippage but overall project is within budget
35		Youth Opportunities – projects funded from grants paid by NCC.
257		Raunds/Irthlingborough Environmental Improvements – variation as a result of adjustments made during the audit of the 2007/08 accounts. This expenditure was accounted for in 2007/08 but budgeted in 2008/09.

	25	Town Centre regeneration/Rushden leisure replacement – spend has materialised slightly sooner than expected.
15		ENH Capital Repairs – under spend due to suspension of non-critical works to help alleviate budget pressures.
25		Purchase of company cars – combination of cars being slightly cheaper than anticipated and existing cars being extended rather than replaced.
36		Industrial Units – under spend due to suspension of road adoption works at Kingscliffe due to spiralling costs and suspension of non-essential works.
98		ICT under spend generally as a result of slippage on a number of schemes and a slow down in the replacement programme for hardware.
34		Miscellaneous minor other under spends
694	97	Total Variances

3.2. As a result of these capital projects not being progressed within the timeframe previously anticipated, there is a requirement to re-profile the capital programme for the current financial year and in future financial years to accommodate this slippage. This re-profiling does not make any additional resources available for the projects, but simply switches the year in which the money will be spent. The 2009/10 Budget has been updated and the revised Capital Programme is shown in Appendix A. Members should note that although the capital programme was £333,000 under spent when compared with the estimated outturn, the 2009/10 budget has only been increased by £59,000 for the following items:

- (£42,000) – reduction in grants budget as a result of overspend in 2008/09
- £33,000 – slippage on the programme of capital improvements on our Industrial Units and work to bring the road at Kingscliffe Industrial Estate up to adoptable standards
- £31,000 – carry forward of under spend on Town Centre Regeneration budget
- £21,000 – balance under spent on Youth projects grant funded by the County Council
- £15,000 – outstanding retention monies for Irthlingborough Town Centre project
- £4,000 – balance under spent from Decent Homes Grant.

4. Financing the Programme

4.1. The financing of the capital programme is delegated to the Chief Finance Officer. The table below summarises how the programme was financed:

Financing Source	Amount £000
Usable Capital Receipts	2,495
Disabled Facility Grants	139
Decent Homes Grant	32
Capital Contributions for ICT from Wellingborough Council	61
Youth Project Grant	28
Environmental Improvements Grant	338
NCC CCTV Grant	10
Raunds Enterprise Centre Grant	153
Rushden Regeneration Grant	100
Greenway Project Grant	100
Housing and Planning Delivery Grant	335
Total	3,791

4.2. The Council's available resources to fund the capital programme (excluding revenue contributions) are detailed below and this table takes into account receipts received during the year and appropriations to fund the capital programme.

Fund	Opening Balance £000	Receipts in Year £000	Amounts used to Finance Programme £000	Closing Balance £000
Usable Capital Receipts	6,281	95	2,495	3,881
Grants Deferred	245	1,140	1,296	89
Total	6,526	1,235	3,791	3,970

5. Recommendation

5.1. It is recommended that the:

- (i) Capital out turn and financing for 2008/09 be noted; and
- (ii) Capital programme for 2009/10 be revised as set out in Appendix A.

Implications:	
Corporate Outcomes or Other Policy/Priority/Strategy	
Good Quality of Life	<input checked="" type="checkbox"/> Good Reputation <input type="checkbox"/>
Good Value for Money	<input checked="" type="checkbox"/> High Quality Service Delivery <input type="checkbox"/>
Effective Partnership Working	<input checked="" type="checkbox"/> Strong Community Leadership <input type="checkbox"/>
Effective Management	<input checked="" type="checkbox"/> Knowledge of our Customers and Communities <input type="checkbox"/>
Employees and Members with the Right Knowledge, Skills and Behaviours	<input checked="" type="checkbox"/>
Other:	<input type="checkbox"/>
Decision(s) would be outside the budget or policy framework and require full Council approval	<input type="checkbox"/>
Financial	There are no financial implications at this stage <input type="checkbox"/>
	There will be financial implications – see paragraph whole report <input checked="" type="checkbox"/>
	There is provision within existing budget <input type="checkbox"/>
	Decisions may give rise to additional expenditure at a later date <input type="checkbox"/>
	Decisions may have potential for income generation <input type="checkbox"/>
Risk Management	An assessment has been carried out and there are no material risks <input type="checkbox"/>
	Material risks exist and these are recorded at Risk Register Reference – 55, 60, 214 inherent risk score – Contingency residual risk score - Contingency <input checked="" type="checkbox"/>
Staff	There are no additional staffing implications <input checked="" type="checkbox"/>
	Additional staff will be required – see paragraph <input type="checkbox"/>
Equalities and Human Rights	There will be no impact on equality (race, age, gender, disability, religion/belief, sexual orientation) or human rights implications <input checked="" type="checkbox"/>
	There will be an impact on equality (see categories above) or human rights implications – see paragraph <input type="checkbox"/>
Legal	Power: Local Government Act 2003
	Other considerations:
Background Papers: Various office files and working papers	
Person Originating Report: Robert Austin, Head of Reosurces	
Date: 1 June 2009	
CFO	MO
	CX

EXPENDITURE SUMMARY		2008/09				2009/10	2010/11	2011/12	2012/13
		Current Budget £	Estimated Outturn £	Actual £	Variance Act v Budget £	Updated £	Estimate £	Estimate £	Estimate £
	Housing Projects	467,840	499,240	505,369	37,529	718,471	1,250,000	250,000	1,502,300
	Leisure and Tourism Projects	1,548,870	1,266,730	1,414,983	(133,887)	520,000	111,000	205,000	250,300
	Environment Projects	1,330,520	1,328,620	1,038,702	(291,818)	1,021,000	11,405,400	265,000	145,700
	Central Services Projects	100,000	100,000	85,276	(14,724)	20,000	36,000	20,000	73,000
	Corporate Systems	448,330	491,920	350,147	(98,183)	575,700	429,000	381,500	600,000
	Youth Projects	63,340	45,000	27,950	(35,390)	66,000	45,000	-	-
	Industrial Units Projects	77,730	69,070	41,585	(36,145)	56,000	-	-	5,000
	Vehicle Replacements	351,640	323,140	326,900	(24,740)	218,300	154,400	1,245,100	1,549,800
	Total	4,388,270	4,123,720	3,790,912	(597,358)	3,195,471	13,430,800	2,366,600	4,126,100

Cost Centre	Housing Projects	2008/09				2009/10	2010/11	2011/12	2012/13
		Current Budget £	Estimated Outturn £	Actual £	Variance Act v Budget £	Updated £	Estimate £	Estimate £	Estimate £
JCF201	Disabled Facilities Grants	431,560	462,960	473,496	41,936	208,064	250,000	250,000	
	Spire Homes Adaptation Agreement	-	-	-	-	75,000			
JCF204	Decent Homes Grant - Insulation	36,280	36,280	31,873	(4,407)	435,407			
JCF229	Financial Support to Social Housing	-	-	-	-		1,000,000		1,502,300
	Total	467,840	499,240	505,369	37,529	718,471	1,250,000	250,000	1,502,300

Cost Centre	Leisure and Tourism Projects	2008/09				2009/10	2010/11	2011/12	2012/13
		Current Budget £	Estimated Outturn £	Actual £	Variance Act v Budget £	Updated £	Estimate £	Estimate £	Estimate £
JCF203	Village Hall Development	71,150	71,150	18,880	(52,270)	80,000	80,000	80,000	
JCF230	Leisure Loans	30,000	30,000	-	(30,000)	25,000	25,000	25,000	
JCF232	Kingscliffe and Area Sports Project	436,360	436,360	467,620	31,260				
JCJ291	The Pemberton Centre Rushden	-	-	-	-		6,000		50,000
JCJ314	Splash Pool Rushden Improvement Plan	12,000	17,520	17,518	5,518				10,000
JCJ347	Leisure Centre Equipment - Nene Centre	2,850	-	-	(2,850)				
JCJ374	TIC	-	-	-	-				20,300
JCJ375	Open Space Cedar Drive	4,690	4,690	-	(4,690)				
JCJ381	Stanwick Lakes - Visitor Centre	926,820	641,820	845,773	(81,047)	415,000		100,000	170,000
JCJ430	Stanwick Lakes - Purchase of Land	65,000	65,190	65,192	192				
	Total	1,548,870	1,266,730	1,414,983	(133,887)	520,000	111,000	205,000	250,300

Cost Centre	Youth Projects	2008/09				2009/10	2010/11	2011/12	2012/13
		Current Budget £	Estimated Outturn £	Actual £	Variance Act v Budget £	Updated £	Estimate £	Estimate £	Estimate £
JCF236	Youth Opportunities:				-				
	NCC resources 06/07 and 07/08 programmes	18,340		4,000	(14,340)				
	NCC provisional resources 08/09 onwards	45,000	45,000	23,950	(21,050)	66,000	45,000		
	Total	63,340	45,000	27,950	(35,390)	66,000	45,000	-	-

Cost Centre	Environment Projects	2008/09				2009/10	2010/11	2011/12	2012/13
		Current Budget £	Estimated Outturn £	Actual £	Variance Act v Budget £	Updated £	Estimate £	Estimate £	Estimate £
JCJ321	Programme of Works - Village Drains	10,600	10,600	10,519	(81)				
JCJ331	District Signage	-	870	875	875				16,800
JCJ363	Public Conveniences	-	-	-	-				62,000
JCJ371	Glass Collection/Kerbside Boxes	17,000	19,060	18,008	1,008	20,000	25,000	25,000	25,000
JCJ377	Environmental Improvements	40,900	25,000	21,000	(19,900)	55,000	40,000	40,000	
JCJ383	Raunds/Irthlingborough Environmental Impts	784,760	784,790	527,917	(256,843)	15,000			
JCJ385	Noise Monitoring Equipment	25,770	25,770	25,158	(612)				
JCJ386	Town Centre Regeneration	55,000	57,070	23,863	(31,137)	31,000	740,400	200,000	
JCJ387	Raunds Enterprise Centre	188,850	188,850	179,371	(9,479)				
JCJ398	Identify Curtilage Listed Buildings	8,190	8,190	-	(8,190)				
JCJ399	Drainage Cameras/Pest Control Cameras	6,230	6,230	6,230	-				
JCJ400	Removal of Asbestos	4,010	2,470	2,088	(1,922)				
JCJ402	Kingsmead-Expansion of Industrial Estate	-	12,570	12,568	12,568				
JCJ407	Rushden Leisure Replacement	75,000	72,940	100,409	25,409	900,000	10,500,000		
JCJ429	Rushden Greenway	100,000	100,000	100,312	312		100,000		
JCJ605	District Car Parks	3,830	3,830	-	(3,830)				41,900
JCJ610	Mobile CCTV	10,380	10,380	10,384	4				
	Total	1,330,520	1,328,620	1,038,702	(291,818)	1,021,000	11,405,400	265,000	145,700

Cost Centre	Central Services Projects	2008/09				2009/10	2010/11	2011/12	2012/13
		Current Budget £	Estimated Outturn £	Actual £	Variance Act v Budget £	Updated £	Estimate £	Estimate £	Estimate £
JCJ318	ENH Capital Repairs	100,000	100,000	85,276	(14,724)	20,000	10,000	20,000	
JCJ329	Rushden Centre	-	-	-	-		6,000		
	New Colour Printer						20,000		66,000
	New Plan Printer								7,000
	Total	100,000	100,000	85,276	(14,724)	20,000	36,000	20,000	73,000

Cost Centre	Vehicle Replacements	2008/09				2009/10	2010/11	2011/12	2012/13
		Current Budget £	Estimated Outturn £	Actual £	Variance Act v Budget £	Updated £	Estimate £	Estimate £	Estimate £
JCJ600	Waste M/ment-Base Line. Service - Refuse	120,820	113,930	120,814	(6)			625,000	1,250,000
	Waste M/ment-Base Line. Service - Recycling	120,820	125,920	120,814	(6)			390,000	250,000
	Replacement Dog Warden Vans	-	-	-	-	16,600	33,200	-	49,800
	Waste M/ment-Base Line. Service - Cleansing	-	-	-	-			120,000	
JCJ601	Purchase of Company Cars	110,000	83,290	85,272	(24,728)	201,700	121,200	110,100	
	Total	351,640	323,140	326,900	(24,740)	218,300	154,400	1,245,100	1,549,800

Cost Centre	Industrial Units Projects	2008/09				2009/10	2010/11	2011/12	2012/13
		Current Budget £	Estimated Outturn £	Actual £	Variance Act v Budget £	Updated £	Estimate £	Estimate £	Estimate £
JCF235	Road Adoption Kingsmead Kings Cliffe	42,270	39,070	26,207	(16,063)	36,000			
JCJ390	Industrial Units	35,460	30,000	15,378	(20,082)	20,000			5,000
	Total	77,730	69,070	41,585	(36,145)	56,000	-	-	5,000

Cost Centre	Corporate Systems	2008/09				2009/10	2010/11	2011/12	2012/13
		Current Budget £	Estimated Outturn £	Actual £	Variance Act v Budget £	Updated £	Estimate £	Estimate £	Estimate £
JCJ352	Replacement Hardware & Systems	9,390	67,930	-	(9,390)				
JCJ358	IT Other	10,000	12,950	1,412	(8,588)	-	-	-	-
JCJ366	PARSOL	-	-	-	-	10,000			
JCJ372	Computerisation of DC Records	18,450	18,450	2,385	(16,065)				
JCJ388	Smart Card Security Interface	20,000	7,610	4,238	(15,762)				
JCJ389	Content Management System	60,000	50,000	26,550	(33,450)	90,000			
JCJ405	Building Control Mobile	17,320	17,320	17,315	(5)				
JCJ406	RKYV Portal	24,000	24,000	24,000	-				
JCJ409	Replacement PC'S, Monitors & Laptops	45,650	45,650	30,982	(14,668)	46,300	39,000	78,500	39,000
JCJ410	Replacement Printers & Scanners	25,000	25,000	6,012	(18,988)	65,000	60,000	30,000	55,000
JCJ411	Replacement Servers	27,650	27,650	25,704	(1,946)	42,000	24,000	18,000	45,000
JCJ412	Replacement Sun Server	5,000	6,340	6,338	1,338	18,700			
JCJ413	UPS for L12	-	-	-	-	7,000	7,000		
JCJ414	Replacing Router & Tape Backup	4,000	10,000	9,477	5,477	24,000	7,000	8,000	5,000
JCJ415	Replacement Blackberries and Mobile Phones	4,000	4,000	1,014	(2,986)	6,000	6,000	6,000	6,000
JCJ416	Licences	63,810	63,810	97,819	34,009	70,000	115,000	65,000	90,000
JCJ417	Storage/Replacement SAN	47,000	46,150	46,150	(850)	46,200	13,000	160,000	20,000
JCJ418	Council Chamber Project Screen	10,000	10,000	4,995	(5,005)		40,000		
JCJ420	2008/09 Network Cables & Switches	15,000	15,000	13,504	(1,496)	12,500	18,000	16,000	10,000
JCJ421	Rushden Network Link	7,000	15,000	7,190	190				
JCJ423	Security Systems (ISO27001)/GovConnect	10,000	-	-	(10,000)	10,000			
JCJ425	RKYV Scanning	9,710	9,710	9,710	-				
JCJ428	ICT Air Con	15,350	15,350	15,352	2				
NEW	ESRI - GIS Upgrade	-	-	-	-	45,000			30,000
NEW	CAPS Solutions/ERMS	-	-	-	-	63,000	50,000		230,000
NEW	Revenues and Benefits Upgrade	-	-	-	-	10,000	50,000		30,000
NEW	Network Audit	-	-	-	-	10,000			
NEW	Telephone System	-	-	-	-				40,000
	Total	448,330	491,920	350,147	(98,183)	575,700	429,000	381,500	600,000