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**Meeting:** Social Care, Health & Housing Overview and Scrutiny Committee  
**Date:** 12 December 2011  
**Subject:** Capital Budget Management 2011/12  
**Report of:** Cllr Carole Hegley, Executive Member for Social Care, Health & Housing.  
**Summary:** The report provides information on the Directorate capital financial position as at the end of September 2011

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**Advising Officer:** Julie Ogley, Director of Social Care, Health & Housing.  
**Contact Officer:** Nick Murley, Assistant Director Business & Performance  
**Public/Exempt:** Public  
**Wards Affected:** All  
**Function of:** Council

## **CORPORATE IMPLICATIONS**

### **Council Priorities:**

1. Sound financial management contributes to the delivery of the Council's value for money, enabling the Council to successfully deliver its priorities.

### **Financial:**

2. The financial implications are set out in the report.

### **Legal:**

3. Not applicable.

### **Risk Management:**

4. Not applicable.

### **Staffing (including Trades Unions):**

5. Not applicable.

### **Equalities/Human Rights:**

6. Not applicable.

### **Community Safety:**

9. Not applicable.

### **Sustainability:**

10. Not applicable.

### **Procurement:**

11. Not applicable.

**RECOMMENDATION(S):**

The Committee is asked to note the Capital position as at the end of September 2011.

**Status of the Programme**

12. The following table summarises the position as at the end of the quarter 2.

13. Table 1 Capital programme summary

	Full Year Forecast Variance						
	Gross Expend. Budget	Gross Income Budget	Net Total	Gross Expend. Budget	Gross Income Budget	Net Total	Variance
Directorate	£m	£m	£m	£m	£m	£m	£m
Disabled Facility Grants (DFG)	2.551	(0.880)	1.671	3.388	(0.584)	2.804	1.133
Renewal Assistance	0.395	(0.044)	0.351	0.244	(0.044)	0.200	(0.151)
NHS Campus Closure	6.994	(6.994)	0	3.876	(3.876)	0	0
Timberlands	0.931	(0.699)	0.232	0.931	(0.699)	0.232	0
Empty Homes	0.200	(0.040)	0.160	0.200	(0.040)	0.160	0
Adult Social Care ICT Projects	0.261	(0.261)	0	0.280	(0.280)	0	0
Houghton Lodge retention	0	0	0	0.002	(0.002)	0	0
Step Up/Step Down refurbishment	0	0	0	0.050	(0.050)	0	0
Sheltered Housing	0	0	0	0.020	(0.020)	0	0
<b>Sub Total</b>	<b>11.332</b>	<b>(8.918)</b>	<b>2.414</b>	<b>8.991</b>	<b>(5.595)</b>	<b>3.396</b>	<b>0.982</b>
HRA	4.713	0	4.713	4.856	0	4.856	0.143
<b>Total</b>	<b>16.045</b>	<b>(8.918)</b>	<b>7.127</b>	<b>13.847</b>	<b>(5.595)</b>	<b>8.252</b>	<b>1.125</b>

## **General Fund Programme**

14. There is potential demand within the DFG programme to result in an over spend of in excess of £1.0m. It will be very difficult to suppress this demand, given the increases in demography that the council is facing, without entailing significant reputational damage to the Council.
15. As part of the Capital Programme Review a successful bid has been made to increase the resources allocated to this area of activity and this will be reflected in the quarter 3 report.
16. Expenditure on the Renewals is anticipated that of the £0.185m of slippage from 2010/11, £0.034m will be required for the current Renewals programme, whilst the remainder assisted with overspends on the Disabled Facilities Grants (DFG) programme.
17. On the Timberlands project, final proposals about the required number of pitches is in the process of being agreed before more accurate expenditure estimates can be ascertained. This is likely to lead to lead to slippage into 2012/13.
18. The Campus Closure Programme is projecting slippage of £3.413m into 2012/13 and 2013/14 although there will be no impact on the overall capital programme as it is fully grant funded.

## **Housing Revenue Account Programme**

19. The Housing Revenue Account capital programme is currently behind budget profile by £0.113m but this amount relates to improvement costs originally posted to revenue that will be capitalised shortly.
20. There is a projected over spend of £0.143m on the programme for 2011/12 due to capitalising salary costs. This will mean that the revenue contribution to finance capital expenditure will be increased by this amount. There will therefore be no net effect on the capital programme or the revenue account.

### **Appendices:**

Appendix A – General Fund position by Capital Project

Appendix B – HRA position by Capital Project

**Background papers and their location:** None