

September 2018 (Q2) Capital Budget Monitoring Report

Report of Cllr Richard Wenham, Deputy Leader and Executive Member for Corporate Resources (richard.wenham@centralbedfordshire.gov.uk)

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This report relates to a Non Key Decision

Purpose of this report

1. The report sets out the Capital forecast outturn for 2018/19 as at the end of September 2018. It excludes the Housing Revenue Account (HRA) which is subject to a separate report.

RECOMMENDATIONS

The Executive is asked to:

1. **note that the capital gross forecast outturn position is a spend of £101.5M (£63.2M in 2017/18) demonstrating the continued significant capital investment made by Central Bedfordshire to support its community; and**
2. **approve an increase of £200K for the 2018/19 Capital programme for work required at Biggleswade Skate park. The present facility is at the end of its life and beyond repair, and is currently closed. The proposal is to invest in a replacement concrete skate park which will be cheaper to maintain and will respond to local demand by providing a modern fit for purpose facility that meets local need. Options for its future maintenance is being discussed with Biggleswade Town Council. This scheme is included in the reserve list for 2018/19.**

BACKGROUND INFORMATION:

2. This report is based on the 2018/19 budget approved by Council at its February 2018 meeting. The reported budget also includes deferred spend from 2017/18 which was approved under delegated authority and subsequently approved by the Executive in June 2018. The approved budget excluding HRA and including deferred spend from 2017/18 is £141.0M (gross), £89.2M net.

Principal variances

3. The approved budget excluding HRA but including deferred spend from 2017/18 is £141.0M gross (£110.7M in 2017/18) and £89.2M net (£59.4M in 2017/18).
4. The gross forecast is below budget by £39.5M. The net forecast is £28.5M below budget.
5. Community Services are forecasting to be below gross budget by £28.6M and below net budget by £20.0M. Proposed gross slippage is £29.3M. There are a number of schemes that this relates to, however the most significant schemes (gross) are:
 - £8.2M A421- M1 Junction 13
 - £7.6M Purchase of the Waste Fleet.
 - £3.1M Integrated Health & Care Hub (Biggleswade)
 - £2.6M Crematorium
 - £2.8M Stratton Industrial Units
 - £1.1M New Car Parks
6. Note that the proposed slippage is greater than the below budget position due to the mix (schemes under/over – not all slip).
7. SCHH are forecasting to be below gross budget by £8.4M, and £6.4M net. Proposed slippage is £8.2M (gross), £6.1M net. The most significant schemes (gross) are:
 - £5.0M MANOP Non-HRA Extra Care Schemes
 - £1.9M Review of Accommodation/Day Support, "New Approaches to Outcomes"
 - £0.8M MANOP Care Home reprovision
 - £0.4M NHS Campus Closure £0.4M

Capital Receipts

8. The overall budget for Capital receipts is £10M. The forecast is £20.1M. To date we have received £12.0M (£11.5M August) the bulk of which relates to Fairfield.
9. A summary of the position is in the table below.

Directorate	Year to Date P06			Full Year 2018/19			Year to Date P06			Full Year 2018/19		
	Gross Budget	Gross Actual	Gross Variance	Gross Budget	Gross Forecast	Gross Variance	Net Budget	Net Actual	Net Variance	Net Budget	Net Forecast	Net Variance
	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m
CS	3.4	4.0	0.5	6.4	8.8	2.3	0.7	0.1	(0.6)	1.4	1.4	0.0
Community Service	31.3	24.2	(7.1)	105.3	76.8	(28.6)	20.1	15.9	(4.1)	71.6	51.6	(20.0)
Chief Executive's	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Resources	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Regeneration	4.2	2.5	(1.7)	15.8	10.9	(4.9)	1.4	(0.6)	(2.0)	7.3	5.1	(2.1)
ASCHH	6.9	1.9	(5.0)	13.4	5.1	(8.4)	4.4	0.2	(4.2)	9.0	2.6	(6.4)
Total Exc HRA	45.8	32.5	(13.3)	141.0	101.5	(39.5)	26.6	15.6	(11.0)	89.2	60.8	(28.5)

(Note: Any minor rounding differences are due to linking to detailed appendices)

Reasons for decision

- To complete schemes currently underway and facilitate effective financial management and planning.

Council Priorities

- Sound financial management contributes to the Council's Value for Money and enables the Council to successfully deliver its priorities. The recommendations will contribute indirectly to all 6 Council priorities.

Corporate Implications

Legal Implications

- None.

Financial Implications

- The financial Implications are contained in the report.

Equalities Implications

- Equality Impact Assessments were undertaken prior to the allocation of the 2018/19 budgets and Members were advised of significant equality implications relating to the budget proposals when setting the Council's Budget in February 2018.

Appendices

Appendix A – Detailed Directorate Commentary