

EXECUTIVE
17 December 2001

**EX.106/01: ESTIMATED CAPITAL RESOURCES AND CAPITAL PROGRAMME
2002/03 (Key Decision)**

Portfolio Finance and Resources

Subject Matter

To consider a report from the City Treasurer (Financial Memo 2001/02 No.114 (amended)) estimating available capital resources in 2002/03 on the basis of the capital receipts projections for that year. A division of the estimated total resources over the constituent parts of the capital programme was suggested. The report had been updated from that submitted on 26 November 2001 in the light of the 2002/03 capital allocations for Housing and Other Services which had been issued on 13 December 2001. However, final details relating to the Housing Revenue Account subsidy arrangements for 2002/03 were still awaited.

Summary of options rejected

None

DECISION

That the Executive's draft proposals as to the Housing Investment and General Fund Capital Programmes for 2002/03 be as follows for the purposes of consultation:-

CAPITAL BUDGET 2002-03

1. That the report of the City Treasurer (Financial Memo 2001/02 No. 114 Amended) together with the reports of the Director of Housing (H117 /01) and Director of Environment and Development (EN 189/01) be received and noted.
2. That the revised General Fund Capital Programme for 2001/02 be increased by £325,000 in respect of the Millennium Gateway City Project and funded from resources previously held back from the Housing Programme, and the revised programme be approved at £3.883m and the revised Housing Investment Programme be approved at £6.792m.
3. Within the revised Capital Programme for 2001/02 the Private Sector Housing programme be reduced by £125,000 and the Public Sector Housing programme be reduced by £200,000 previously "deferred" pending clarification of the Millennium Gateway City Project.

4. That the Capital Programme for 2002/03 be approved in the sum of **£7,173,610** to be financed and allocated as follows, and that the balance of unused resources totaling £523,000 be carried forward to 2003/04 so that they are available to support the potential redevelopment of the Sheepmount subject to a successful Sports Lottery Fund grant on a scale which enables the City Council to fund the balance.

	General Fund	Public Sector Housing	Private Sector Housing	Total
	£	£	£	£
Finance Available:				
Basic Credit Approval	53,000	792,000	295,000	1,140,000
2002/03 Estimated Capital Receipts	100,000		520,000	620,000
Specified Capital Grants – Disabled Facilities			153,000 (Estimate)	153,000
Major Repairs Allowance		3,881,000		3,881,000
RCCO:				
- Capital Projects Fund	160,000			160,000
- Capital Projects Fund -for sports facility improvements	75,000			75,000
- Renewals Fund	597,610			597,610
Estimated Resources B/F 2001/02	<u>890,000</u>	<u>180,000</u>	<u>0</u>	<u>1,070,000</u>
Total Capital Resources	1,875,610	4,853,000	968,000	7,696,610
Carried Forward to 2003-04				-523,000
Capital Resources Utilised				7,173,610

	General Fund	Public Sector Housing	Private Sector Housing	Total
Allocation:	£	£	£	£
Current Commitments :				
Gateway City	160,000			160,000
New Deal Initiative		16,000		16,000
Grants Awarded to be paid 2002/3			307,000	307,000
New Starts 2002/03:				
Adaptations to meet DDA Act	180,000			180,000
Planned major repairs to property	190,000			190,000
Asset Management Plan Provision	100,000			100,000
Sheepmount Lottery Bid Stage 2	75,000			75,000
Play Areas – improvements	50,000			50,000
Disabled Facilities			255,000	255,000
Discretionary Renovation			406,000	406,000
Public Sector Housing		4,837,000		4,837,000
Renewals Vehicles and Plant	456,990			456,990
Office Equipment	7,520			7,520
Smart Cards	50,000			50,000
Receipting Equipment	40,000			40,000
DSO New Vehicles (x3)	43,100			43,100
Total Allocation	1,352,610	4,853,000	968,000	7,173,610

5. That Private Sector Housing provision in 2002/03 be allocated as follows:-

	£
Mandatory Disabled Facilities Grants (DFG's)	255,000
Discretionary Renovations Grants	435,000
Energy Efficiency Grants	57,000
Group Repair Schemes	100,000
Home Repairs Assistance	108,000
Empty Property Initiatives	10,000
Slum Clearance	3,000
TOTAL	£968,000

6. That the £4,837,000 provision for New Start Public Sector Housing Schemes in 2002/03 be allocated in accordance with the priorities recommended by the Director of Housing as detailed in report H.117/01 totalling £4,732,000 including a contingency of £300,000, and that the Director be asked to recommend on the use of the further resources of £105,000.

7. That the City Treasurer report on a regular basis to the Executive on the monitoring of capital resources and expenditure against the Capital Programme during 2002/03
8. That so far as the resourcing of the Asset Management Plan is concerned, the City Council be asked to accept the principle that 50% of capital receipts within the total range of £101,000 to £500,000 pa should be applied to support the Plan, subject to Council approval as to the detail.

Reasons for Decision

To consider issues relating to the estimated capital resources available in 2002/03 in order to make a recommendation to the City Council in respect of the Capital Programme for 2002/03.