



REPORT TO EXECUTIVE

PORTFOLIO AREA: FINANCE

Date of Meeting: 15 February 2010

Public

Key Decision: No

Recorded in Forward Plan: No

Inside Policy Framework

**Title: CAPITAL BUDGET OVERVIEW AND MONITORING REPORT:
APRIL TO DECEMBER 2009**

Report of: ASSISTANT DIRECTOR (RESOURCES)

Report reference: RD73/09

Summary:

This report provides an overview of the budgetary position of the City Council's capital programme for the period April to December 2009.

Recommendations:

The Executive is asked to:

- (i) Note and comment on the budgetary position and performance aspects of the capital programme.

Contact Officer: Emma Gillespie

Ext: 7289

Note: in compliance with section 100d of the Local Government (Access to Information) Act 1985 the report has been prepared in part from the following papers: None

CITY OF CARLISLE

To: The Executive
15 February 2010

RD73/09

CAPITAL BUDGET OVERVIEW AND MONITORING REPORT
APRIL TO DECEMBER 2009

1. BACKGROUND INFORMATION AND OPTIONS

- 1.1 In accordance with the City Council's Financial Procedure Rules, the Assistant Director (Resources) is required to report to the Executive on the overall budget position, the monitoring and control of expenditure against budget allocations and the exercise of virement on a regular basis. It is the responsibility of individual Directors/Assistant Directors to control income and expenditure within their areas of responsibility and to monitor performance, taking account of financial information provided by the Assistant Director (Resources).
- 1.2 All Managers receive a monthly budget monitoring report covering their areas of responsibility. Information is collated from the main accounting system and then adjusted to correct any known budget profiling trends, timing differences and commitments. The report has been developed in line with the need to provide sound financial management information to inform the decision making process, which is also a requirement of the Use of Resources assessment.
- 1.3 Throughout the report, the use of brackets indicates a credit or income budget, and the term underspend also relates to additional income generated.
- 1.4 It is important to understand the distinction between capital and revenue expenditure.

The general rule is that all expenditure must be treated as revenue expenditure unless it meets strict criteria allowing it to be treated as capital expenditure.

Capital expenditure is for fixed assets such as acquisition of land and buildings, construction, conversion or enhancement of existing buildings, or the purchase of new technology, vehicles, plant, machinery or equipment that yields benefits to the Council and the services it provides for more than one year.

Revenue expenditure is for the day to day running costs of providing Council services such as staff costs, premises, transport, and goods and services used in the delivery of services.

2. CAPITAL BUDGET OVERVIEW

2.1 The following statement shows the annual capital programme for 2009/10:

	£
Revised 2009/10 Capital Programme (at Sept 2009)	16,181,900
Funding returned to reserves from Hostel Replacement	(690,000)
Carry forwards into 2010/11	(4,787,200)
Return to Reserves pending further reports to Executive	(1,049,800)
Revised 2009/10 Capital Programme as per RD63/09	9,654,900
Revenue funding for Revenues & Benefits Shared Service	40,000
Revenue funding for DDA - Accessibility Improvements	8,500
Contribution towards Waste Minimisation Scheme	33,200
Revised 2009/10 Capital Programme (at Dec 2009)	9,736,600

Note:

Budget proposal presented to Council in February 2010 requested the approval of £4,787,200 to be carried forward into 2010/11, and £1,049,800 to be returned to reserves pending further reports to the Executive on the respective schemes. This reduces the annual budget to £9,654,900. Additional contributions and revenue funding have recently been identified and the revised capital programme is now £9,736,600.

2.2 A breakdown of the revised capital programme can be found in **Appendix A**.

3. 2009/10 BUDGET MONITORING

3.1 The position statement as at December 2009 can be summarised as follows:

Directorate	Revised Annual Budget	Budget to Dec 2009	Expenditure to Dec 2009	Variance to date	Additional Carry forwards identified	Para. Ref.
	£	£	£	£	£	
Community Services	4,697,100	2,801,869	2,509,815	(292,054)	496,000	3.5
Corporate Services	400,900	156,318	159,612	3,294	0	3.6
Development Services	4,608,900	3,145,172	2,750,728	(394,444)	0	3.7
Legal & Democratic Services	29,700	0	0	0	0	3.8
Total	9,736,600	6,103,359	5,420,155	(683,204)	496,000	

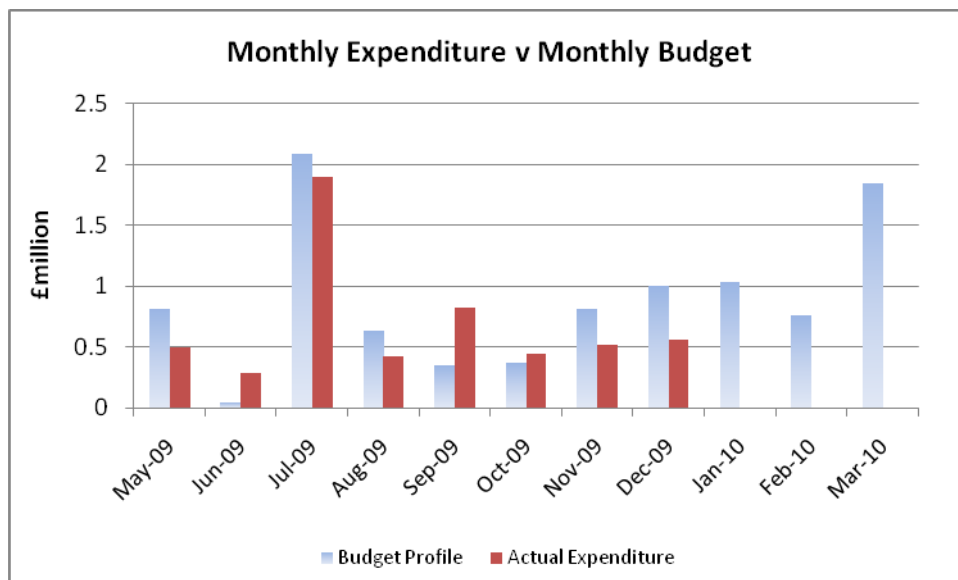
A detailed analysis of the schemes within each directorate can be found in **Appendices B to E** with the main issues for each directorate being summarised in the paragraphs below.

3.2 As at the end of December 2009, expenditure of £5,420,155 has been incurred. When considered against the profiled budget of £6,103,359 this equates to an underspend of £683,204.

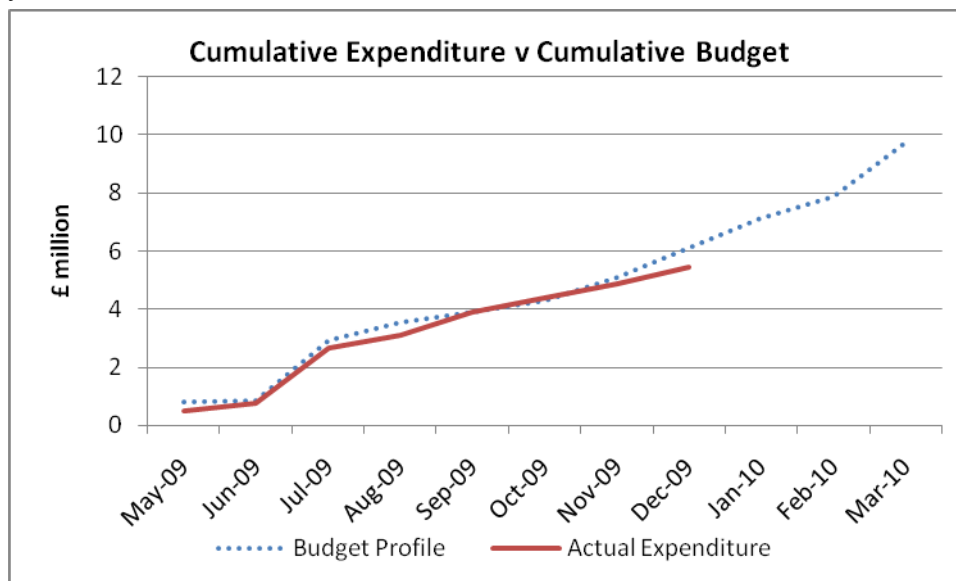
Carry forwards of £4,071,000 from 2008/09 into the 2009/10 capital programme were approved by Council in February 2009 (CORP15/09). Expenditure of £1,110,422 has been incurred against this budget leaving £2,960,578 carried forward from 2008/09 unspent as at December 2009.

The balance remaining of the revised annual budget of £9,736,600 is £4,316,445. This reflects a significant underspend as at December 2009. If this level of underspend were to continue to the year end it would need to be justified during the 2009/10 Use of Resources judgement or actions taken to mitigate the level of any significant under/overspends. A further £496,000 has been identified as additional carry forwards at the year end due to further slippage on a couple of schemes.

3.3 The following chart compares the monthly profiled budget to actual expenditure each month.



3.4 The following chart compares the cumulative profiled budget to expenditure in the year to date.



- 3.5 The variance in Community Services is mainly attributable to the following:
- (i) Sheepmount Development scheme is underspent by £14,600. This project is expected to be completed within current financial year and underspent to date relates to the profiling of the budget.
 - (ii) The Sheepmount Drainage scheme is overspent by £13,222 although this is to be funded from capital reserves and a transfer will be actioned at the year end.
 - (iii) Lowry Hill Park is overspent by £17,920. This project is funded from Section 106 monies and construction has been delayed until after drainage is installed and the weather improves. Drainage work is underway. The carry forward approved by Council in February included the purchase of equipment for the site next financial year. This has been purchased ahead of works and therefore a negative carry forward will be required at the year end to address this overspend.
 - (iv) Chances Park is underspent by £252,360 due to the monthly estimations of contractor expenditure. The project is still expected to remain within the overall budget.
 - (v) Castle Street Public Realm is underspent by £13,750 due to profiling of the revised budget in 2010/11. The full project has now been approved and will progress in 2010/11. A significant carry forward has been approved and completion of the project is expected by the end of 2010.
 - (vi) The Connect 2 Cycleway scheme is underspent by £20,450. This project has been delayed and is part of a larger programme of work that is dependant on further funding being approved from external sources. The budget to date needs reprofiled and £20,000 has been identified as a carry forward into 2010/11.

Additional carry forwards have been identified on Kingstown Industrial Estate (£494,000) due to unforeseen circumstances approval by Cumbria County Council has been delayed to the end of Feb and the scheme progression has been delayed accordingly, Connect 2 Cycleway (£20,000) and Lowry Hill Park (-£18,000).

- 3.6 There are no major variances within Corporate Services. The document image processing within Corporate Services is being considered as part of the creditor/debtor efficiency review that was considered by senior management in December 2009 and will now be considered as part of the wider support service review under Transformation.
- 3.7 Development Services are responsible for over half of the City Council's 2009/10 capital programme. The variance in Community Services is mainly attributable to the following:
- (i) Disabled Facilities Grants is underspent by £179,800. These are mandatory grants and current expenditure profiles estimate a significant level of slippage this financial year. There will be a level of committed expenditure at the year end which will be funded from the 2010/11 budget to reduce the level of carry forwards required for DFG's at the end of every year. As a result, the budget proposal presented to Council in February requested £617,000 to be returned to capital reserves (ring-fenced for DFG's) pending further reports to Executive requesting the release of the funds back into use when they are required.
 - (ii) The Resource Centre project is underspent by £23,600. The design team for the final part of the project has been selected and construction has been put out to tender. A significant carry forward has been identified into 2010/11 and the current underspend relates to profiling of the budget in the current year.
 - (iii) Ghyll Bank Gypsy and Traveller Site is underspent by £94,600. There have been some delays on the project due to bad weather and anticipated completion has been put back to the end of March from the beginning of March.
 - (iv) Sub Regional Employment Sites is currently underspent by £92,200. There has been a delay in awarding the contract for the demolition works which relates to the bulk of the expenditure forecast for 2009/10. The contract has now been let and work is progressing. This project is entirely funded by external grant from North West Development Agency and negotiations are taking place with them to reprofile the allocated budgets.
- 3.8 The budget within Legal & Democratic Services relates to the Millennium Gallery. It is anticipated that the final expenditure will be incurred during 2009/10 on the archaeological gateway work.

- 3.9 A number of schemes are included in the capital programme for 2009/10 that require reports to be presented to the Executive for the release of funding before the scheme can go ahead. These are Housing Foyer (£300,000), Industrial Estates (£215,000) and Old Town Hall (£150,000). The schemes detailed were included in the review of the capital programme, resulting in £300,000 for Housing Foyer being returned to reserves pending further reports to the Executive, £150,000 for Old Town Hall carried forward, and £135,000 carried forward for Industrial Estates.
- 3.10 Schemes currently being developed include the Sands Development, development of the Old Town Hall, Roman Gateway and Caldew Riverside. These have been considered through the 2010/11 budget process.

4. FINANCING

- 4.1 The 2009/10 capital programme can be financed as follows:

	£
Total Programme to be financed (para 2.1)	9,736,600
<u>Financed by:</u>	
Capital Receipts (including PRTB receipts)	3,350,100
Capital Grants	
• Regional Housing Pot	1,600,000
• Disabled Facilities Grant	663,000
• General	3,903,600
Direct Revenue Financing	48,500
Other Reserves and Contributions	171,400
Total Financing	9,736,600

5. CAPITAL RESOURCES

The following table shows the position as at December 2009 of the capital resources due to be received during 2009/10:

Capital Resources	2009/10 Budget £	2009/10 Actual £	2009/10 Variance £	Note
Capital Receipts				
• General	(850,000)	(136,824)	713,176	1
• Repayment of Renovation Grants	0	(18,727)	(18,727)	
• PRTB Sharing agreement	(250,000)	0	250,000	2
Capital Grants				
• Disabled Facilities Grant	(663,000)	(663,000)	0	
• Regional Housing Pot	(1,600,000)	(1,600,000)	0	3
• Hostel Replacement	(72,500)	0	72,500	4
• Sub Regional Employment Sites	(1,540,000)	(1,104,498)	435,502	5
• Chances Park	(727,700)	(214,870)	512,830	6
• General	(156,700)	(106,678)	50,022	7
Capital Contributions	(150,100)	(63,023)	87,077	8
Total	(6,010,000)	(3,907,620)	2,102,380	

Notes:

- For 2009/10, receipts from the Lovells agreement are anticipated to be received and general capital receipts are also expected to be achieved.
- PRTB income for the year is received on 28 April following the year-end but is accrued into the relevant year. It should be noted that information has been received from Riverside Group forecasting that the income from PRTB receipts for 2009/10 is now likely to be around £307,000 with a maximum of 8 sales projected during the year. As at 31 December there have been 6 sales to date.
- The Regional Housing Pot allocation has been increased to £1.6million as reported to Members of the Executive in June 2009 (CORP15/09). The increase is being used to fund Disabled Facilities grants.
- Grant from DCLG has been awarded in respect of the Hostel replacement/Centre of Excellence project. The majority of this grant is carried forward into 2010/11 to match the revised expenditure profile.
- Grant from North West Development Agency (NWDA) has been awarded in respect of the Sub Regional Employments Sites project. The allocation for 2009/10 is reduced as a result of a carry forward into 2010/11 agreed with NWDA.

6. Grant from Heritage Lottery Fund has been awarded in respect of Chances Park.
7. Grants are expected towards the cost of Play Areas (£106,700), and Connect 2 Cycleway (£50,000). Grant in respect of Old Town Hall (£60,000) has been carried forward into 2010/11.
8. Contributions from other organisations are expected towards the cost of the Trinity Church MUGA (£63,000), Chances Park (£20,000), Eden Bridge Garden restoration (£20,000), Vehicle Tracking devices (£13,900) and Waste Minimisation (£33,200).

6. BALANCE SHEET MANAGEMENT

- 6.1 In line with CIPFA guidance, best practice and in meeting the Use of Resources KLOE's, information relating to significant capital items on the Council's balance sheet is provided in this section. The information concentrates on those items that may have a material impact on the Council if not reviewed on a regular basis and will ensure that the Council is using its resources effectively and that appropriate governance arrangements are in place around the use of Council assets and liabilities.
- 6.2 Fixed assets are revalued on a five-year rolling programme to ensure that an up to date value is held in the balance sheet. The revaluation programme is the responsibility of the Property Services section. It should be noted that some expenditure will be incurred during the course of the year which can be correctly classified as capital expenditure, but which will not increase the value of any of the Council's assets. This expenditure is written off to the revaluation reserve or through the Income and Expenditure Account as appropriate.
- 6.3 The value of fixed assets is a significant part of the balance sheet. In the 2008/09 accounts, fixed assets totalled £143million (2007/08 £150million). This represents 87% of the net current assets of the City Council.
- 6.4 Debtors
This relates to the amount of income due to the Council that has not yet been received. For capital items, this mainly relates to grants and contributions that the Council is able to claim towards funding capital expenditure, and receipts for the Council's share of the PRTB (Preserved Right to Buy) agreement. Generally capital debtors arise due to timing differences where a cut off point occurs (e.g. the financial year-end) and/or expenditure has been incurred in advance of making the grant claim. As at 31 December 2009 debtors of £2,250 (£1.1million at 31 March 2009)

were outstanding for capital grants, contributions and receipts. PRTB receipts for 2008/09 were received in May in accordance with the agreement, but as stated in paragraph 5 future receipts, based on information from Riverside Group on sales to date, are likely to fall short of the targets for 2009/10.

6.5 Creditors

This is the amount of money due to be paid by the Council for goods and services received from its external customers and contractors. For capital schemes this also includes retentions i.e. the amount due to the contractor after a specified period (normally one year) following the completion of a project; this time is used to assess and correct any defects outstanding on the scheme. Amounts earmarked for retention as at December 2009 totalled £13,151 (£316,250 at 31 March 2009).

7. PERFORMANCE

7.1 The 2009/10 programme has been kept to a level that takes account of the Council's ability to deliver schemes with regard to capacity and available resources. Work is ongoing to continue to monitor the profiling of budgets, and these are adjusted to reflect progress in current capital schemes. The robust review of the 2009/10 capital programme will reduce the level of carry forwards required at year end, but it is likely there will still be a requirement for some carry forwards at the end of the year due to further slippage and delays on projects in the remainder of the year.

7.2 The work of what was formerly the Corporate Project Board will in future be assumed by the Senior Management Team. The SMT will provide strategic overview and monitor the effectiveness of the overall programme of work in delivering the organisations priorities and objectives. Technical project support and quality assurance of business cases and associated project management activities will be managed by a Project Assurance Group chaired by the Deputy Chief Executive. Decisions to proceed or otherwise with proposed projects will be made in the usual way in accordance with the Council decision making framework.

7.3 A review of all capital expenditure incurred is ongoing to ensure that the expenditure has been correctly allocated between revenue and capital schemes. This will facilitate the year end classification of assets.

8. CONSULTATION

8.1 Consultation to Date.

SMT and SPG have considered the issues raised in this report and Resources Overview & Scrutiny Panel will consider the report on 18 February 2010.

9. RECOMMENDATIONS

- (i) Note and comment on the budgetary position and performance aspects of the capital programme.

10. REASONS FOR RECOMMENDATIONS

As stated above.

11. IMPLICATIONS

- Staffing/Resources – Not applicable
- Financial – Contained within the main body of the report
- Legal – Not applicable
- Corporate – SMT have been involved in the preparation of this report.
- Risk Management – Not applicable
- Equality Issues – Not applicable
- Environmental – Not applicable
- Crime and Disorder – Not applicable

PETER MASON
Assistant Director (Resources)

Contact Officer: Emma Gillespie

Ext: 7289

2009/10 CAPITAL PROGRAMME

APPENDIX A

Scheme	Original Capital Programme 2009/10 £	Carry Forwards from 2008/09 £	Other Adjustments To Programme £	Revised Capital Programme 2009/10 £	Proposed Carry Forward £	Potential Savings Identified £	Revised Capital Programme 2009/10 £
Current non-recurring commitments							
Customer Contact Centre	129,300	20,300		149,600	(49,600)	(100,000)	0
Greystone Community Centre	21,000			21,000			21,000
Chances Park	40,000		753,800	793,800			793,800
Willowholme Depot	15,000			15,000		(15,000)	0
Environmental Enhancements	160,000	58,500	(10,000)	208,500	(8,000)		200,500
Family Hostel Replacement	3,490,000	375,600	(690,000)	3,175,600	(3,081,000)		94,600
	3,855,300	454,400	53,800	4,363,500	(3,138,600)	(115,000)	1,109,900
Recurring commitments							
Housing Strategy - Housing Provision		60,000		60,000			60,000
Housing Strategy - Empty Homes	100,000			100,000	(40,000)		60,000
Planned Enhancements to Council Property	300,000	7,600	3,400	311,000	(58,700)		252,300
Willowholme Industrial Estate	139,000	0		139,000	(135,000)		4,000
Kingstown Industrial Estate	85,000	469,000		554,000			554,000
Durranshill Industrial Estate		7,400		7,400		(3,500)	3,900
Play Area Developments	50,000	15,100	106,700	171,800			171,800
Vehicles, Plant & Equipment	2,069,200	(125,500)	13,900	1,957,600	(66,000)		1,891,600
ICT Shared Services	261,600			261,600	(55,400)		206,200
IT Equipment	39,400	17,000	(21,800)	34,600		(9,200)	25,400
CCTV	70,000			70,000	(35,000)		35,000
	3,114,200	450,600	102,200	3,667,000	(390,100)	(12,700)	3,264,200
New non-recurring commitments							
Carbon Trust Initiative	161,000	2,500		163,500			163,500
Old Town Hall - Strategic TIC	150,000			150,000	(150,000)		0
Trinity Church MUGA			90,400	90,400			90,400
Sub Regional Employment Sites			1,796,000	1,796,000	(256,000)		1,540,000
Connect 2 Cycleway			60,000	60,000			60,000
Roman Gateway			60,000	60,000	(57,000)		3,000
RBS Shared Service			61,800	61,800			61,800
	311,000	2,500	2,068,200	2,381,700	(463,000)	0	1,918,700
Disabled Facilities Grants							
Private Sector Grants	1,249,000	(43,000)	458,000	1,664,000		(617,000)	1,047,000
Housing Strategy - DFG's	300,000			300,000			300,000
	1,549,000	(43,000)	458,000	1,964,000	0	(617,000)	1,347,000
Continuing Schemes							
Gateway - General Expenses		29,700		29,700			29,700
GIS		14,000		14,000			14,000
Millennium Gallery General Expenses		60,000	(60,000)	0			0
Ghyll Bank Gypsy and Travellers Site		1,473,300		1,473,300			1,473,300
Lowry Hill Park		90,000		90,000	(75,700)		14,300
REAL/CTS New system		53,100		53,100			53,100
City WiFi		13,300		13,300		(3,900)	9,400
Raffles MUGA		101,300	(17,400)	83,900			83,900
Heysham Park Play Area		49,700		49,700			49,700
Petteril Riverbank Protection Work		34,300		34,300			34,300
Hammonds CCTV		22,200		22,200		(1,200)	21,000
Caldew/City Centre Flood Defence		20,500		20,500			20,500
Historic Quarter		773,100		773,100	(719,800)		53,300
Kingmoor Nature Reserve		20,500		20,500			20,500
Renaissance Improvements		36,100	(10,000)	26,100			26,100
Minor Works Grants			20,000	20,000			20,000
Eden Bridge Garden Restoration			20,000	20,000			20,000
Belah Community Centre			5,100	5,100			5,100
Waste Minimisation			33,200	33,200			33,200
	0	2,791,100	(9,100)	2,782,000	(795,500)	(5,100)	1,981,400
Flood							
ODPM Private Sector Renewal		25,000		25,000			25,000
Sheepmount Development		45,400		45,400			45,400
	0	70,400	0	70,400	0	0	70,400
Schemes yet to start							
Housing Foyer		300,000		300,000		(300,000)	0
Document Image Processing		45,000		45,000			45,000
	0	345,000	0	345,000	0	(300,000)	45,000
TOTAL CAPITAL PROGRAMME	8,829,500	4,071,000	2,673,100	15,573,600	(4,787,200)	(1,049,800)	9,736,600

COMMUNITY SERVICES

Position as at 31 December 2009

Scheme	Annual Budget 2009/10	Proposed Carry Forwards	Potential Savings Identified	Revised Annual Budget 2009/10	Budget to date 2009/10	Expenditure to date 2009/10	Variance to date 2009/10	Details of major variances
	£	£	£	£	£	£	£	
Sheepmount Development	45,400			45,400	23,463	8,870	(14,593)	Works expected to be completed within current financial year.
Sheepmount Drainage	0			0	0	13,222	13,222	Funded from an earmarked reserve. Transfer will be actioned at year end. Contract awarded and works to commence in Spring 2010. Carry forward of balance from earmarked reserve into 2010/11 will be required.
CCTV	70,000	(35,000)		35,000	0	0	0	Release of budget approved by Executive on 18th January 2010. £35,000 to be spent in February and March. Proposed carry forward of £35,000 required for 2010/11 to give total budget of £70,000 for 2010/11.
Kingstown Industrial Estate	554,000			554,000	51,504	49,504	(2,000)	Due to unforeseen circumstances this project has been delayed and will not complete until 2010/11. Carry forward will be required at year end.
Willowholme Industrial Estate	139,000	(135,000)		4,000	1,000	0	(1,000)	Project delayed until 2010/11 when works will be completed by United Utilities and Environment Agency. Carry forward has been requested.
Durranshill Industrial Estate	7,400		(3,500)	3,900	1,850	1,850	0	Works now substantially complete.
Customer Contact Centre	149,600	(49,600)	(100,000)	0	0	(2,264)	(2,264)	Linked to corporate wide review of Customer Services.
Planned Major Repairs	311,000	(58,700)		252,300	66,757	72,112	5,355	Budget released by Executive 14/04/09 CS21/09. Some delays in projects by a couple of weeks due to bad weather but no significant areas of concern.
Vehicles & Plant	1,957,600	(66,000)		1,891,600	1,600,200	1,605,866	5,666	Replacement plan is on schedule.
Trinity Church - MUGA	90,400			90,400	1,702	1,150	(552)	The possibility of a small scale junior MUGA is being considered and is expected to be completed by the end of the financial year.
Talkin Tarn	0			0	0	700	700	Completion costs running over the year end.
Lowry Hill Park	90,000	(75,700)		14,300	14,300	32,220	17,920	Funded by Section 106 monies. Construction postponed until after drainage is installed and weather improves. Drainage work is underway. Equipment has been bought ahead of works due to start next financial year and therefore negative carry forward will be required at year end due to the level of carry forward proposed. Carry forward revise to £40,000.
ODPM Making Space for Water	25,000			25,000	0	0	0	The budget is the Council's matched partner contribution to the Making Space For Water Group due during 2009/10.

COMMUNITY SERVICES

Position as at 31 December 2009

Scheme	Annual Budget 2009/10 £	Proposed Carry Forwards £	Potential Savings Identified £	Revised Annual Budget 2009/10 £	Budget to date 2009/10 £	Expenditure to date 2009/10 £	Variance to date 2009/10 £	Details of major variances
Play Area Developments	171,800			171,800	1,277	4,497	3,220	Budget released by Executive 27/07/09 - CS41/09. Schemes progressing as intended. Contract awarded for Harraby Play Area and work due to start on site in February 2010 to be completed by March 2010. Quotations are being sought for Longtown and Hammonds Pond, and St James Park is out to tender.
Synthetic Football Pitch	0			0	0	184	184	Completion costs running over the year end.
Renaissance Improvements	26,100			26,100	7,000	7,075	75	£11,000 earmarked for Hardwick Circus Murals. Completion expected by financial year end.
Environmental Improvements	208,500	(8,000)		200,500	75,942	69,549	(6,393)	Projects progressing as intended and expected to be completed within current financial year.
Waste Minimisation	33,200			33,200	33,200	33,270	70	Funded by County Council Waste Infrastructure Capital grant.
Greystone Community Centre	21,000			21,000	21,000	21,000	0	Project funding is being managed in conjunction with Community Association. Project complete.
Chances Park	793,800			793,800	480,302	227,942	(252,360)	Scheme has now started and budget will be expended through to the end of the financial year. Any variances are due to contractor monthly estimations of expenditure and the project remains in budget. Project has been delayed by a couple of weeks due to weather resulting in a couple of weeks delay in receipt of invoices.
Small Scale Community Projects	0			0	0	1,189	1,189	Project costs running over the year end.
Willowholme Depot	15,000		(15,000)	0	0	0	0	Project on hold and budget returned to reserves pending further reports to the Executive.
Belah Community Centre	5,100			5,100	5,100	5,052	(48)	Project complete.
Castle Street Public Realm	773,100	(719,800)		53,300	46,300	32,551	(13,749)	Full project has now been approved by Cumbria County Council and is expected to be completed by end of 2010. Carry forward into 2010/11 approved.
Raffles MUGA	83,900			83,900	83,900	83,414	(486)	Practical completion achieved. Final account to be agreed.
Petteril Riverbank Protection Work	34,300			34,300	34,300	25,292	(9,008)	Project completed on time. Final account to be agreed for phase 2.
Hammonds CCTV	22,200		(1,200)	21,000	16,933	16,933	0	Installation complete. Some remaining software links to complete.
Caldew/City Centre Flood Defence	20,500			20,500	8,200	1,492	(6,708)	Project delayed by some minor design changes.
Kingmoor Nature Reserve	20,500			20,500	17,115	17,115	0	Installation of signage and boardwalks on-going.

DECEMBER 2009 - CAPITAL BUDGET MONITORING**APPENDIX B****COMMUNITY SERVICES****Position as at 31 December 2009**

Scheme	Annual Budget 2009/10	Proposed Carry Forwards	Potential Savings Identified	Revised Annual Budget 2009/10	Budget to date 2009/10	Expenditure to date 2009/10	Variance to date 2009/10	Details of major variances
	£	£	£	£	£	£	£	
Connect 2 Cycleway	60,000			60,000	55,000	34,548	(20,452)	Lighting improvements and bridge deck surfacing work to be completed in February. Possibility project might slip into 2010/11.
Heysham Park Play Areas	49,700			49,700	49,700	47,883	(1,817)	Project completed.
Energy Efficiency - Carbon Trust Initiative	163,500			163,500	91,955	86,704	(5,251)	Budget released by Executive 14/04/09 - CS23/09. Budget is now fully committed.
Eden Bridge Garden Restoration	20,000			20,000	10,869	10,895	26	£20,000 additional contributions received.
Roman Gateway	60,000	(57,000)		3,000	3,000	0	(3,000)	Report presented to Executive on 18th January provided an update on scheme.
TOTAL	6,021,600	(1,204,800)	(119,700)	4,697,100	2,801,869	2,509,815	(292,054)	

DECEMBER 2009 - CAPITAL BUDGET MONITORING**APPENDIX C****CORPORATE SERVICES****Position as at 31 December 2009**

Scheme	Revised Annual Budget 2009/10 £	Proposed Carry Forwards £	Potential Savings Identified £	Revised Annual Budget 2009/10 £	Budget to date 2009/10 £	Expenditure to date 2009/10 £	Variance to date 2009/10 £	Details of major variances
IT Equipment	34,600		(9,200)	25,400	25,400	25,279	(121)	A number of major purchases have had to be brought forward due to faults with existing hardware and budget has been reprofiled to reflect this. Savings of £9,200 identified.
ICT Shared Service	261,600	(55,400)		206,200	91,000	93,165	2,165	Will be spent as part of the shared services arrangement with Allerdale Borough Council. Expenditure to date relates to Enterprise Licenses.
RBS Shared Service	61,800			61,800	0	0	0	Project in consultation stage.
Document Image Processing	45,000			45,000	0	0	0	Project on hold pending creditor/debtor efficiency review.
City Wi Fi	13,300		(3,900)	9,400	2,372	2,372	0	Budget will be used to improve WiFi coverage in Civic Centre which has been delayed due to IT shared service project.
REAL Asset Management System	53,100			53,100	37,546	38,796	1,250	Software has been implemented and tested.
TOTAL	469,400	(55,400)	(13,100)	400,900	156,318	159,612	3,294	

DECEMBER 2009 - CAPITAL BUDGET MONITORING

APPENDIX D

DEVELOPMENT SERVICES

Position as at 31 December 2009

Scheme	Revised Annual Budget 2009/10 £	Proposed Carry Forwards £	Potential Savings Identified £	Revised Annual Budget 2009/10 £	Budget to date 2009/10 £	Expenditure to date 2009/10 £	Variance to date 2009/10 £	Details of major variances
GIS	14,000			14,000	129	129	0	
Private Sector Grants - Minor Works	20,000			20,000	0	1,737	1,737	
Disabled Facilities Grants - Private - Housing Strategy	1,664,000 300,000 1,964,000		(617,000) (617,000)	1,047,000 300,000 1,347,000	696,824 252,000 948,824	438,654 330,386 769,040	(258,170) 78,386 (179,784)	These grants are mandatory. There is a time period between grant approval, works done and payment. Vacancies in the Adult Care Team for Occupational Therapists (OT) have been filled but there is now a 29 week waiting time for an OT assessment. An assessment is needed before a grant can be processed. Approved grants will appear as an underspend but is committed funding. If the funding is to be removed from the DFG 'pot', it will need to be ring-fenced in reserves for the funding of DFGs as this money is already committed/approved. 2009/10 is the last year of funding specifically for tenants of Riverside. Discussions with Riverside have been held regarding increasing their contribution and their board have looked at funding from next financial year. Current commitment levels are £470K for general grants and £190K for Riverside tenants.
Housing Strategy	160,000	(40,000)		120,000	80,000	76,609	(3,391)	This covers two funding streams. Empty Properties has £100,000 budget of which £15,500 has been spent and the remaining budget will fund outstanding commitment to grants approved and those being processed. Landlords have up to one year to draw down the grant approved. Approved grant will show as an underspend but is committed funding. Anticipate carry forward at year end of committed funding of approximately £40,000. Housing Provision budget of £60,000 is fully spent.

DECEMBER 2009 - CAPITAL BUDGET MONITORING

APPENDIX D

DEVELOPMENT SERVICES

Position as at 31 December 2009

Scheme	Revised Annual Budget 2009/10 £	Proposed Carry Forwards £	Potential Savings Identified £	Revised Annual Budget 2009/10 £	Budget to date 2009/10 £	Expenditure to date 2009/10 £	Variance to date 2009/10 £	Details of major variances
Housing Foyer	300,000		(300,000)	0	0	0	0	Report required to Executive to release budget. YMCA capital bid not awarded funding. Local YMCA merging with Flyde YMCA which has a turnover of £5 million. They have proposed a dispersed Foyer model with support delivered from the Resource Centre. Scheme may not progress in this financial year.
Resource Centre	3,175,600	(3,081,000)		94,600	52,570	28,973	(23,597)	Resource Centre Planning application approved by Development Control Committee on 2/10/09. Design team for final part of project selected and construction to be put out to tender. Substantial carry forward required into 2010/11.
ODPM Private Sector Renewal	0			0	0	(2,589)	(2,589)	Projects complete.
Ghyll Bank Gypsy & Traveller Site	1,473,300			1,473,300	831,218	736,620	(94,598)	Construction contract awarded and works on site started in September. Due to be completed late March. Initial set up and management in place with 5 year management contract to be tendered in spring 2010.
Old Town Hall - Strategic TIC	150,000	(150,000)		0	0	0	0	Report required to Executive to release budget.
Sub Regional Employment Sites	1,796,000	(256,000)		1,540,000	1,232,431	1,140,209	(92,222)	There has been a delay in awarding the contract for the demolition works which is the majority of the remaining expenditure in 2009/10. The contract has now been awarded and work is progressing. Negotiations are being held with the funding body North West Development Agency with regards to reprofiling the allocated budget.
TOTAL	9,052,900	(3,527,000)	(917,000)	4,608,900	3,145,172	2,750,728	(394,444)	

SEPTEMBER 2009 - CAPITAL BUDGET MONITORING**APPENDIX E****LEGAL & DEMOCRATIC SERVICES****Position as at 30 September 2009**

Scheme	Updated Annual Budget 2009/10 £	Proposed Carry Forwards £	Potential Savings Identified £	Revised Annual Budget 2009/10 £	Budget to date 2009/10 £	Expenditure to date 2009/10 £	Variance to date 2009/10 £	Details of major variances
Gateway - General Expenses	29,700			29,700	0	0	0	This sum is in respect of a retention we are currently holding back (on the advice of the County archaeologist) from the final stage payment due to Oxford Archaeology under the contract we have with them for completing the Millenium Scheme archaeological texts.
TOTAL	29,700	0	0	29,700	0	0	0	