

Report To:	Policy & Resources Committee	Date:	30 March 2010
Report By:	Chief Financial Officer	Report No:	FIN/24/10/AP/GJ
Contact Officer:	Alan Puckrin	Contact No:	01475 712223
Subject:	2009/14 Capital Programme		

1.0 PURPOSE

- 1.1 The purpose of the report is to provide Committee with the initial position of the recently approved 2009/14 Capital Programme.

2.0 SUMMARY

- 2.1 In February 2010 the Council agreed a four year Capital Programme covering the period 2010/14. This report reflects those decisions plus the latest position in respect of financial year 2009/10.
- 2.2 Based on the latest figures it can be seen from Appendix 1 that there is a shortfall of resources of £1.04 million over the four year period. This represents less than 1.4% of the total programme excluding the Schools Estate Programme. A shortfall in resources of this order is no cause for concern for Committee.
- 2.3 The position in respect of each individual Committee is reported within Appendix 2 of the report and it can be seen that overall all Committees are projecting to stay within budget limits over the four year period.
- 2.4 It can be seen from Appendix 2 that expenditure to 31 January 2010 is £10.14 million which represents 59% of projected spend for the year. Individual project spends have been reviewed in detail by the relevant officers who are confident that the balance of spending will be incurred by 31 March 2010.

3.0 RECOMMENDATIONS

- 3.1 It is recommended that the Committee notes the current position of the 2009/14 Capital Programme.

Alan Puckrin
Chief Financial Officer

4.0 BACKGROUND

- 4.1 On 9 February 2010 the Policy & Resources Committee approved the 4 Year Capital Programme covering the years 2010/14.
- 4.2 This programme reflected an anticipated reduction of 33% in the amount of Government Capital Grant by 2013/14 in recognition of the anticipated squeeze on public finances over the next spending review.
- 4.3 At the same meeting the Policy & Resources Committee noted the updated position in respect of the School Estate Management Plan Funding Model and noted that the overall programme was still affordable and deliverable within previously approved timescales.

5.0 CURRENT POSITION

- 5.1 Appendix 1 shows that over the four year period there is a projected shortfall in resources of £1.04 million which represents approximately 1.4% of projected spend excluding the School Estates Strategy spend.
- 5.2 The position in respect of individual Committees is as follows:

Social Care

No slippage is anticipated in 2009/10 and spend is 82% of projected spend for the year.

Safe and Sustainable Communities

Slippage of £734,000 (17%) with projected spend currently 30% of projected spend for the year.

Regeneration

Rephasing and slippage of £4.0 million (51%) with spend being 59% of projected spend for the year.

Education & Lifelong Learning

Slippage of £604,000 (10%) with spend being 67% of projected spend for the year.

Policy & Resources Committee

Slippage of £830,000 (24%) and spend being 72% of projected spend for the year.

- 5.3 Overall in 2009/10 it can be seen from Appendix 2 that there is projected expenditure of £17.174 million of which £10.14 million has been spent as at 31 January 2009. This represents 59% of projected spend for the year.

6.0 SCHOOL ESTATE MANAGEMENT PLAN

- 6.1 The School Estate Capital Programme Summary has been shown separately in Appendix 2 and reflects the revised contribution from the core Capital Programme approved on 9 February 2010. Overall the programme is affordable within previously approved timescales.
- 6.2 An announcement is expected imminently in respect of the Scottish Futures Trust contribution towards the new ASN School Provision in Port Glasgow.

7.0 CONCLUSION

- 7.1 The Council's Capital Programme for 2009/14 is showing a shortfall in resources of £1.04 million. This is after a significant anticipated reduction in Capital Grants over the next number of years. Should there be any material change in these figures then Committee will be advised accordingly.

8.0 CONSULTATION

- 8.1 The report reflects the position reported to Service Committees and has been fully endorsed by the Corporate Management Team.

Appendix 1

Capital Programme - 2009/10 - 2013/14

Available Resources

	A	B	C	D	E	F
	2009/10	2010/11	2011/12	2012/13	2013/14	Total
	£000	£000	£000	£000	£000	£000
Council Supported Borrowing	5,500	5,360	4,500	4,500	4,500	24,360
Less: Allocation to School Estate	(4,808)	(4,800)	(4,800)	(4,800)	(4,800)	(24,008)
Capital Receipts (Note 1)	322	680	148	6,064	-	7,214
Capital Grants (Note 2)	7,151	5,274	4,682	4,170	3,658	24,935
Prudential Funded Projects (Note 3)	3,839	13,221	11,566	3,262	5,000	36,888
Balance B/F From 08/09 (Exc School Este	3,417	-	-	-	-	3,417
Capital Funded from Current Revenue (Nt	1,305	753	88	-	-	2,146
	<u>16,726</u>	<u>20,488</u>	<u>16,184</u>	<u>13,196</u>	<u>8,358</u>	<u>74,952</u>

Overall Position 2009/14

Available Resources (Appendix 1, Column F)	£000
Projection (Appendix 2, Column B-F)	74,952
(Shortfall)/Under Utilisation of Resources	<u>75,995</u>
	<u>(1,043)</u>

Capital Programme - 2009/10 - 2013/14

Agreed Projects

Committee	A Prior Years £000	B 2009/10 £000	C 2010/11 £000	D 2011/12 £000	E 2012/13 £000	F 2013/14 £000	G Future £000	H Total £000	I Approved Budget £000	J (Under)/ Over £000	K 2009/10 Spend To 31/01/09 £000
Improvement & Performance	1,054	2,530	3,190	1,540	1,125	960	-	10,399	10,399	-	1,844
Safe, Sustainable Communities	1,169	3,644	7,551	5,061	4,861	7,110	-	29,396	29,451	(55)	1,071
Regeneration & Resources	1,951	3,926	11,063	11,301	6,603	1,542	-	36,386	36,386	-	2,304
Education & Lifelong Learning (Exc School Estate)	1,418	52	-	-	-	-	-	1,470	1,470	-	-
Health & Social Care	436	1,623	1,125	1,118	70	-	-	4,372	4,372	-	1,336
Sub - Total	6,028	11,775	22,929	19,020	12,659	9,612	-	82,023	82,078	(55)	6,555
School Estate (Note 1)	49,083	5,364	7,092	21,662	36,919	11,268	1,626	133,014	133,014	-	3,588
Total	55,111	17,139	30,021	40,682	49,578	20,880	1,626	215,037	215,092	(55)	10,143

Summarised SEMIP Capital Position - 2009/13

	2009/10	2010/11	2011/12	2012/13	2013/14
Capital Allocation	4,808	4,800	4,800	4,800	4,800
Capital Receipts	-	-	-	8,473	-
Surplus b/fwd	6,169	6,663	5,930	(1,103)	(6,485)
Prudential Borrowing	990	1,559	9,829	18,264	6,328
Virement to non-SEMP	-	-	-	-	-
CFGR	60	-	-	-	-
Available Funding	12,027	13,022	20,559	30,434	4,643
Projects	4,314	5,533	11,833	18,655	4,940
Ex-Prudential Borrowing	990	1,559	9,829	18,264	6,328
Prudential Borrowing	60	-	-	-	-
CFGR	5,364	7,092	21,662	36,919	11,268
Total	6,663	5,930	(1,103)	(6,485)	(6,625)
Surplus c/fwd					