

Cabinet

23 November 2016



Title	Capital Monitoring Report		
Purpose of the report	To note		
Report Author	Adrian Flynn		
Cabinet Member	Councillor Howard Williams	Confidential	No
Corporate Priority	Financial Sustainability		
Recommendations	Cabinet to note the current level of spend.		
Reason for Recommendation	'Not applicable'		

1. Expenditure to date and Estimated Outturn

- 1.1 Attached as Appendix A & B is the actual spend to date on capital covering the period April to September 2016.
- 1.2 For the period ending September 2016, capital expenditure including commitments was £383.527m which represents (87.54%) of the revised budget (excluding the Knowle Green and £1.1m of the Housing opportunity project).
- 1.3 The projected outturn shows that we are anticipating to spend £405.161m which represents (92.48%) of the revised budget (excluding the Knowle Green and £1.1m of the Housing opportunity project).

Key Issues

- 1.4 £8.1m of the £8.2m that has been allocated for Housing and Knowle Green relocation projects may not be spent in the current financial year and may need to be carried forward at year end.
- 1.5 *Acquisition of Assets*, Following on from the purchase of the BP site in Sunbury, further acquisitions may take place before the end of the financial year and a carry forward request will be made at year end for the remaining budget that is unspent.
- 1.6 Accountancy have concerns to how realistic some of the outturn forecasts are regarding some of the projects being completed by the end of the financial year and this is an issue that we will need to keep an eye on during the 3rd Quarter to see if progress is being made and to evaluate if some projects

should be removed from 2016/17 and moved to the 2017/18 capital programme at the end of the Quarter.

Significant Developments/Variances

- 1.7 Laleham Park Upgrade: The project has been redefined to address changes in the project and the Portfolio Holder's views. The project is expected to run over 2 financial years and a carry forward request will be made at the year end.
- 1.8 Memorial Gardens: The project has been completed and is under budget by £40k.
- 1.9 Disabled Facilities grant: We have received extra funding of £359k which will allow further grant payments to be made throughout the rest of the financial year.

2. Options analysis and proposal

- 2.1 Cabinet are asked to note the current spend position.

3. Financial implications

- 3.1 Any underspend on the approved Capital Programme enables the authority to invest the monies to gain additional investment income or can be used to fund additional schemes.

4. Other considerations

- 4.1 Schemes which are currently incomplete and require a budget carry forward may have contractual obligations which could leave us liable to litigation if they are not allowed the funds to complete the works.

5. Timetable for implementation

- 5.1 Bi monthly monitoring reports are prepared for Management team and incorporate revised actual figures.

Background papers: None

Appendices: A&B