

REPORT TO EXECUTIVE



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PORTFOLIO	Resources & Performance Management
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Capital Budget Monitoring Report 2012/13 Cycle 4 (to 28th February 2013)
PURPOSE

1. To provide Members with an update on capital expenditure and resources position along with highlighting any variances.

RECOMMENDATION

2. The Executive is asked to:
 - Recommend to Full Council a revised capital budget for 2012/13 totalling £8,326,080, as outlined in Appendix 1.
 - Note the proposed financing of the revised budget totalling £8,326,080 as shown in Appendix 2.
 - Note the latest position on capital receipts and contributions showing an assumed balance of £3,089,348 in appendix 3 as at 31st March 2013.

REASONS FOR RECOMMENDATION

3. To effectively manage the 2012/13 capital programme.

SUMMARY OF KEY POINTS

4. **2012/13 CAPITAL PROGRAMME:**

MONITORING INFORMATION:

On the 23rd February 2012 Full Council approved the 2012/13 original capital budget, totalling £11,155,166. Since February, a number of individual reports have been approved by the Executive, along with approvals under delegation powers, resulting in revising the 2012/13 capital budget to £12,381,031 [as at the 15th January 2013 Executive Meeting].

This is the fourth and final round of cyclical monitoring, and as such the appendices accompanying this report provide Members with the position as at 28th February 2013 on expenditure, along with providing Members with an update on where the individual schemes are at in terms of being delivered by the end of the financial year.

5. **EXECUTIVE SUMMARY:**

- a) Expenditure Monitoring - Appendix 1 provides a detailed breakdown of the revised capital budget, scheme by scheme, presented under each of the relevant service unit areas responsible for delivering the capital projects. It shows the approved revised budget position and expenditure as at the end of February 2013, as well as providing Members with narrative updates from individual project officers outlining how their respective capital schemes are progressing since the cycle 3 monitoring update presented to the Executive on the 15th January 2013.

The following budget adjustments are being requested:

- i. A total reduction of £108,092, from the 2012/13 capital budget, under this round of budget monitoring.

+ £2,252 - Works to Bus Station & Associated Highways required for slight overspend.

+ £1,800 - Resurfacing Towneley Holmes Road for retention on scheme, which was originally removed under Cycle 3.

- £5,860 - Weavers Triangle [£5,000 transferred to the University Technical College and £860 for reduced rental income]

+ £5,257 - University Technical College [£5,000 transferred from Weavers Triangle and a £257 financing 2011/12 adjustment]

- £3,000 - DDA Alterations & Improvements as scheme complete within budget.

+ £24,376 - Energy Efficiency due to new contribution from Department of Health.

- £211,000 - Vacant Property Initiative. The receipts are now being utilised as part of the match funding for the Empty Homes Clusters Programme in 2013/14.

The following schemes have re-introduced budget into 2012/13, which had previously been re-profiled into 2013/14 under Cycle 3 monitoring.

+ £4,341 - Play Area Improvement Programme

+ £52,845 - Infrastructure & Highways Improvements [RGF2]

+ £7,327 - Knowledge Park

+ £13,570 - Burnley Railway Station Manchester Road

ii. A total of £3,946,859 of the budget being reprofiled into the 2013/14 capital budget, of which £168,065 is funded by Capital Receipts. The majority of the reprofile is in 2 main areas:

- Housing Investment Programme - £1,657,656
- University Technical College - £1,283,697

Further details can be found on Appendix 1.

b) Revised Budget and Financing Elements - Appendix 2 shows the revised budget of £8,326,080 along with identifying the approved financing elements on a scheme by scheme basis.

c) Council Resources Position - Appendix 3 shows the latest position on capital receipts, section 106 monies and 3rd party contributions. As at the end of this round of budget monitoring, the assumed level of “surplus available” local resources after taking into account the 2012/13 capital commitments totals £3,089,348.

FINANCIAL IMPLICATIONS AND BUDGET PROVISION

6. As set out in the body of the report.

POLICY IMPLICATIONS

7. None arise directly from this report.

DETAILS OF CONSULTATION

8. No external consultation required.

BACKGROUND PAPERS

9. None.

FURTHER INFORMATION

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