
Report To:	Policy & Resources Committee	Date: 29 th March 2011
Report By:	Chief Financial Officer	Report No: FIN/32/11/AP/CM
Contact Officer:	Alan Puckrin	Contact No: 01475 712223
Subject:	2010/14 Capital Programme	

1.0 PURPOSE

- 1.1 The purpose of the report is to provide Committee with the latest position of the 2010/14 Capital Programme.

2.0 SUMMARY

- 2.1 In February 2011 the Council agreed a 4 Year Capital Programme covering the period 2010/14. The 4 Year Programme was set after allowing for further expected capital grant reductions in 2012/14.
- 2.2 Based on a latest figures it can be seen from Appendix 1 that there is an estimated shortfall in resources of £2.0 million over the 2010/14 period. This represents 2.3% of the total programme excluding the Schools Estate. A shortfall in resources of this order is nothing for the Committee to be concerned about.
- 2.3 It can be seen from Appendix 2 that as at 31st January 2011 expenditure is 64% of projected spend. Phasing and project spend has been reviewed by the Senior Officer (CAMS) Group.
- 2.4 The position in respect of each individual Committee is reported in Appendix 2 and Section 5 of the report. It could be seen that overall Committees are projecting to stay within budget although further budgetary slippage is reported.

3.0 RECOMMENDATIONS

- 3.1 It is recommended that Committee note the current position of the 2010/14 Capital Programme.

Alan Puckrin
Chief Financial Officer

4.0 BACKGROUND

- 4.1 On 10 February 2011 the Council approved the 4 Year Capital Programme covering the years 2010/14.
- 4.2 The programme reflected expected reductions in the amount of Government Capital Grant and reductions in capital receipts.

5.0 CURRENT POSITION

- 5.1 Appendix 1 shows that over the 4 year period there is a projected shortfall in resources of £2.0 million. The shortfall represents approximately 2.3% of the projected spend excluding the School Estates Management Plan and is within acceptable parameters.
- 5.2 The position in respect of individual Committees is as follows:

Social Care

Slippage of £0.295 million (35%) with spend being 72% of projected spend for the year.

Safe Sustainable Communities

Slippage of £0.674 million (7%) with spend being 68% of projected spend for the year.

Regeneration

Slippage and rephasing of £7.858 million (58%) with spend being 68% of projected spend for the year. The main reasons for the slippage have been the review of the Rankin Park project, delays in two other major Leisure Strategy projects pending Sportscotland funding decisions and a delay in the Council's contribution to the Arts Guild project following a request by Riverside Inverclyde.

Education & Lifelong Learning

Slippage of £2.843m (37%) with spend being 57% of projected spend for the year. The main reason for slippage being a delay in the start of the Overton Primary contract.

Policy & Resources

Slippage of £0.465 million (21%) with spend being 46% of projected spend for the year.

- 5.3 Overall in 2010/11 it can be seen that expenditure is 64% of the projected spend for the year and that slippage from the programme agreed in February 2010 is currently £12.135 million (36%).

6.0 SCHOOL ESTATE MANAGEMENT PLAN

- 6.1 The position of the School Estate finances is shown separately in Appendix 2. A report to the Education & Lifelong Learning Committee on 7 September resulted in approved revisions to some of the phasings and overall timescales. The overall outcome of the report however was confirmation that the School Estate Plan is still affordable and deliverable.
- 6.2 Following the budget the overall SEMP Financial model will be reviewed and will be reported to the Education & Lifelong Learning Committee immediately after the summer recess.

7.0 CONCLUSION

- 7.1 The Council's Capital Programme for 2010/14 is showing a shortfall in resources of £2.0 million.
- 7.2 Overall Service Committees have spent 64% of the 2010/11 projected spend as at 31st January 2011.

8.0 CONSULTATION

- 8.1 This report reflects the position reported to Service Committees and has been approved by the Corporate Management Team.

Capital Programme - 2010/11 - 2013/14Available Resources

	A	B	C	D	F
	2010/11	2011/12	2012/13	2013/14	Total
	£000	£000	£000	£000	£000
Government Capital Support	5,360	7,889	7,500	6,750	27,499
Less: Allocation to School Estate	(4,800)	(4,800)	(4,800)	(4,800)	(19,200)
Capital Receipts (Note 1)	2,818	984	2,614	1,000	7,416
Capital Grants (Note 2)	5,069	115	115	1,115	6,414
Prudential Funded Projects (Note 3)	6,832	11,513	20,165	11,780	50,290
Balance B/F From 09/10 (Exc School Estate)	5,147	-	-	-	5,147
Capital Funded from Current Revenue (Note 4)	2,710	2,517	2,383	663	8,273
Transfer to Capital Fund	(2,000)	-	-	-	(2,000)
	<u>21,136</u>	<u>18,218</u>	<u>27,977</u>	<u>16,508</u>	<u>83,839</u>

Overall Position 2010/14

	<u>£000</u>
Available Resources (Appendix 1, Column F)	83,839
Projection (Appendix 2, Column B-E)	85,837
(Shortfall)/Under Utilisation of Resources	<u>(1,998)</u>

Available Resources (Appendix 1, Column F)
 Projection (Appendix 2, Column B-E)
 (Shortfall)/Under Utilisation of Resources

All notes exclude School Estates

Note 1 (Capital Receipts)

Sales
Contributions/Recoveries (2012/13 to be confirmed)

2010/11	2011/12	2012/13	2013/14	Total
£000	£000	£000	£000	£000
2,426	948	364	1,000	4,738
392	36	2,250	-	2,678
2,818	984	2,614	1,000	7,416

Note 2 (Capital Grants)

General Capital Grant
Cycling, Walking & Safer Streets
PSHG
Sports Scotland/SFA (2012/13 to be confirmed)
SPT
Wellpark Centre

2010/11	2011/12	2012/13	2013/14	Total
£000	£000	£000	£000	£000
3,798	-	-	-	3,798
146	115	115	115	491
695	-	-	-	695
-	-	-	1,000	1,000
185	-	-	-	185
245	-	-	-	245
5,069	115	115	1,115	6,414

Note 3 (Prudentially Funded Projects)

ICT Capital Programme
Additional ICT - Education Whiteboard & PC Refresh
Vehicle Replacement Programme
Asset Management Plan - Offices
Asset Management Plan - Depots
Knocknairhill Cemetery Ph5c
Crescent Street Demolition
Devon Glen Stabilisation Works
Leisure & Pitches Strategy
Redholm Childrens Home
Binnie Street Nursery
Operating Model - ICT Investment
Watt Complex Refurbishment
Funded from freed up supported Borrowing

2010/11	2011/12	2012/13	2013/14	Total
£000	£000	£000	£000	£000
22	8	10	-	40
180	180	180	180	720
3,191	803	187	-	4,181
475	2,775	5,875	3,725	12,850
-	450	7,850	5,200	13,500
-	85	-	-	85
35	14	-	-	49
100	-	-	-	100
2,597	5,397	2,828	2,672	13,494
50	980	70	-	1,100
79	1,053	165	3	1,300
103	518	-	-	621
-	(750)	3,000	-	3,000
6,832	11,513	20,165	11,780	50,290

Notes to Appendix 1

Note 4 (Capital Funded from Current Revenue)

Roads Projects (former Transport Scotland)
Greenock Arts Guild
Gourock Transport Interchange
Regeneration of Port Glasgow Town Centre
Kilmacolm Village Centre
Play Areas
Wellpark Centre
Newark House Alterations
Vehicle Replacement
Lunderston Bay (C.I.F.)
PSHG
PSHG (Earmarked Reserve)
Flooding Strategy
Flooding Works Ph2
Rankin Park (community Facility Fund)
Use of General Fund Reserves

2010/11	2011/12	2012/13	2013/14	Total
£000	£000	£000	£000	£000
-	59	-	-	59
200	98	-	-	298
		300		300
		1,000		1,000
150	-	-	-	150
93	300	-	-	393
244	88	-	-	332
6	-	-	-	6
850	-	-	-	850
7	196	-	-	203
703	503	533	563	2,302
100	100	100	100	400
357	63			420
-	250	250		500
		200		200
	860			860
2,710	2,517	2,383	663	8,273

Capital Programme - 2010/11 - 2013/14

Agreed Projects

Committee	A Prior Years	B 2010/11	C 2011/12	D 2012/13	E 2013/14	F Future	H Total	I Approved Budget	J (Under)/ Over	K 2010/11 Spend To 30/11/10
	£000	£000	£000	£000	£000	£000	£000	£000	£000	£000
Organisational Improvement & Resources	2,055	1,748	1,664	1,095	1,060	-	7,622	7,622	-	812
Safe, Sustainable Communities	1,341	8,978	4,910	3,359	2,858	-	21,446	21,446	-	6,094
Regeneration & Resources	4,770	5,657	11,716	26,912	12,597	1,150	62,802	62,802	-	3,827
Education & Lifelong Learning (Exc School Estate)	1,472	79	1,053	165	3	-	2,772	2,772	-	5
Health & Social Care	1,866	545	1,368	70	-	-	3,849	3,849	-	391
Sub -Total	11,504	17,007	20,711	31,601	16,518	1,150	98,491	98,491	-	11,129
School Estate (Note 1)	53,702	4,709	20,676	37,146	16,925	9,060	142,218	142,218	-	2,687
Total	65,206	21,716	41,387	68,747	33,443	10,210	240,709	240,709	-	13,816

Note 1

Summarised SEMP Capital Position - 2010/14

	2010/11	2011/12	2012/13	2013/14	2014/15
Capital Allocation	4,800	4,800	4,800	4,800	4,800
Scottish Government School Grant (estimate)	-	-	5,500	-	-
Surplus b/fwd	7,097	8,076	80	1,960	(3,024)
Prudential Borrowing - Shared Campus	788	7,850	18,877	7,141	745
Prudential Borrowing - Receipts	100	-	9,849	-	-
CFCR	12,785	20,726	39,106	13,901	2,521
Available Funding	3,821	12,796	18,269	9,784	2,980
Projects	788	7,850	18,877	7,141	745
Ex-Prudential Borrowing	100	-	-	-	-
Prudential Borrowing - Shared Campus	4,709	20,646	37,146	16,925	3,725
CFCR	8,076	80	1,960	(3,024)	(1,204)
Surplus c/fwd					