

# WIRRAL COUNCIL

## CABINET

6 SEPTEMBER 2012

<b>SUBJECT</b>	<b>CAPITAL MONITORING 2012/13– PERIOD 3 (JUNE)</b>
<b>WARD/S AFFECTED</b>	<b>ALL</b>
<b>REPORT OF</b>	<b>INTERIM DIRECTOR OF FINANCE</b>
<b>RESPONSIBLE PORTFOLIO HOLDER</b>	<b>COUNCILLOR PHIL DAVIES</b>
<b>KEY DECISION</b>	<b>YES</b>

### 1. EXECUTIVE SUMMARY

1.1 This purpose of this report is to inform Members of the current position regarding the Council's 2012-13 to 2014-15 capital programme taking into account the latest monitoring information on the progress of the schemes, any budget increases/decreases and the re-profiling of budgets between 2012-13 and future years. The report reflects:

- The re-profiled 2012-13 capital programme budget;
- The expenditure to date, which is less than it should be;
- The projected outturn figures for 2012-13, which suggest a slippage of £10m; and
- The current funding of the programme and its future affordability, which in the light of the Revenue monitor, requires review.

### 2. BACKGROUND AND KEY ISSUES

2.1 This capital programme monitor is in a new format, to improve transparency and the completeness of information. It is proposed they are produced each month of the financial year, with an outturn report in June 2013, so that decisions can be quickly taken to lessen delays which cause slippage.

2.2 The 'Capital Strategy 2012-13 to 2014-15' report was approved by Council March 1<sup>st</sup> 2012. This included indicative allocations of capital grants for 2012-13 to 2014-15.

2.3 The Council's capital programme will be subject to monthly review by a senior group of officers. Under a banner of the Capital Programme Group, each project will be scrutinised as follows:

- Project approvals for financing, delivering corporate outcomes and delivery timetable;
- Financial appraisals for funding and ongoing revenue costs
- Spend profiles against delivery timetable;
- End of project reviews;
- Delivery of Asset Management Plans and overall strategy.

### 2.4 Original and latest proposed capital programme for 2012-13

2.4.1 The capital budget for 2012-13 is subject to change, the largest element being £34m slippage from 2011/12 and re-profiling into 2012-13 and future years. Up to Period 2 there has been a net increase in the capital budget for 2012-13 of £33.989m. Table 1 summarises the overall movement, between that already approved, and changes to Period 3 that require approval – there was a reduction of just under £400k.

**Table 1: Revised Capital Programme 2012-13 Period 3 (June) £000's**

	Capital Strategy	Slippage Approved by Cabinet	Budget changes to be approved By Cabinet	Revised 2012-13 Capital Programme
Adult Social Care	2,750	2,105	0	4,765
Children's & Young People	21,481	9,867	-3,351	27,997
Finance	0	3,507	0	3,507
Law, HR & Asst Management	4,000	5,350	353	9,703
Regeneration, Housing & Planning	6,079	9,964	600	16,643
Technical Services	7,668	3,286	2,017	12,971
<b>Grand Total Expenditure</b>	41,978	33,989	-381	75,586

2.5 A summary of the significant changes to be approved by Cabinet up to Period 3 are provided below:

- Children's - This is an amendment to the slippage figure following the closure of the accounts, due to the completion of Pensby Primary, and the handover of the sixth form block at Birkenhead Girl Academy (per CYP Capital Programme report, Cabinet 21/6/12). This meant less slippage was required than had been identified.
- Law - £200,000 of this relates to an amendment to the slippage following closure of the accounts. £153,000 relates to the Energy Efficiency Programme transferred from Technical Services.
- Regeneration - Responsibility for the New Brighton scheme has been transferred from Technical Services.
- Technical Services - Cabinet on 12th and 16th April approved the Parks and Countryside Modernisation Project. This increased capital approval by £2,400,000 for Plant & Equipment investment. Transfers have occurred of £153,000 to Law, and £600,000 to Regeneration (as outlined above). Bids for Road safety and Accessibility grants have been successful, increasing resources by £100,000. A further £270,000 relates mainly to the identification of revenue expenditure on Leisure Equipment which meets the definition of capital expenditure.

## 2.6 Actual Expenditure to Date – is the programme being delivered to plan?

2.6.1 The actual Capital expenditure at Period 3 is £5.7m, which represents 7.6% of the revised capital budget, with 25% of the financial year having elapsed.

**Table 2: Spend to date April to June 25%**

	Spend to date	
	£,000's	Per cent
Adult Social Care	0	0.0
Children's & Young People	3,480	12.4
Finance	5	0.1
Law, HR & Asst Management	571	5.9
Regeneration, Housing & Planning	1,459	8.8
Technical Services	205	1.6
<b>Grand Total Expenditure</b>	<b>5,720</b>	<b>7.6</b>

2.7 The level of expenditure is less than anticipated. Future delivery programmes will be subject to a detailed review, so that 2012-13 forecasts are more robust in delivery and timescales.

2.8 Unless spend performance improves the likely outturn would be in the region of £65.9m, not the £75.6m planned. Table 3 sets out the variations; these are derived from the Departmental returns, set out at Appendix 1. A revision to the planned programme will be considered as part of the next monitor.

**Table 3: Projected Outturn compared to Revised Budget £000's**

	Revised Budget	Projected Outturn	Variation
Adult Social Care	4,765	4140	-625
Children's & Young People	27,997	27997	0
Finance	3,507	3507	0
Law, HR & Asst Management	9,703	6765	-2,938
Regeneration, Housing & Planning	16,643	10463	-6,180
Technical Services	12,971	13042	71
<b>Grand Total Expenditure</b>	<b>75,586</b>	<b>65,914</b>	<b>-9,672</b>

## 2.9 Financing of the capital programme

2.9.1 Table 4 summarises the financing sources and changes made to Period 3. The major changes since the capital programme was approved in March are slippages of funding following closure of the 2011-12 programme, changes in grant funding as reported in previous Cabinet reports, and re-profiling of financing to 2012/13. Whilst there is a small overall reduction at P3, the important issue is the increase in unsupported borrowing, by £2.6m, which will add £190k to next year's revenue budget.

**Table 4: Revised Capital Programme Financing 2012-13 £000's**

Capital Programme Financing	Capital Strategy	Slippage approved by Cabinet	Budget changes To be approved by Cabinet	Revised 2012-13 Capital Programme
Supported Borrowing				
Grant - Education	20,181	8,551	-3,351	25,381
Grant – Transport Integrated	1,155	0	5	1,160
Grant – Transport Local	2,958	0	0	2,958
Grants - Other	5,349	6,924	100	12,373
Private Contributions	0	0	0	0
Capital Receipts brought forward	3,000	0	0	3,000
Revenue Contributions	300	869	265	1,434
Unsupported Borrowing	9,035	17,645	2600	29,280
<b>Total Financing</b>	<b>41,978</b>	<b>33,989</b>	<b>-381</b>	<b>75,586</b>

2.9.2 Where there is a “cocktail” of funding to a scheme, the Council maximises the use of grant and other external resources before using its own receipts and borrowing.

## 2.10 Projected Longer Term Capital Programme

2.10.1 The current forecast capital programme for 2012/13 to 2014-15 is shown in Table 5 below by year and means of financing. It should be noted that this has been updated since the completion of the 2012/13 to 2014-15 Capital Programme Report to Council to reflect the further slippage and approval of additional grant resources.

**Table 5: Capital Programme Financing 2012-13 to 2014-15 £000's**

Capital Programme Financing	2012/13 R Estimate	2013/14 Estimate	2014/15 Estimate	Total
Grant - Education	25,381			25,381
Grant – Transport Integrated	1,160	1,155	1,155	3,470
Grant – Transport Local	2,958	2,864	2,699	8,521
Grants - Other	11,383	4,844	2,165	19,382
Private Contributions				0
Capital Receipts brought forward	3,000	3,000	3,000	9,000
Revenue Contributions	1,434	300		1,734
Unsupported Borrowing	29,280	16,110	3,405	48,795
<b>Total Financing</b>	<b>75,586</b>	<b>28,273</b>	<b>12,424</b>	<b>116,283</b>

2.10.2 The Capital Strategy needs to be made more affordable by delivering the planned capital receipts and reducing the element of unsupported borrowing and the associated ongoing revenue costs.

## 2.11 Supported and unsupported borrowing and the revenue consequences of Unsupported Borrowing

2.11.1 The cost of £1m of Prudential Borrowing would result in additional revenue financing costs of £73,000 per annum based on annuity rates. As part of the Capital Strategy 2012-13 to 2014/15 the Council has included an element of prudential borrowing. At Period 3, there was a sum of £48.8m of new unsupported borrowing included over the next three years, which will result in approximately a £3.5m additional revenue costs detailed at Table 6, if there is no change in strategy.

**Table 6: Revised Unsupported Borrowing Forecasts & Revenue costs £000's**

	2012-13	2013/14	2014/15	2015-16	Total
	Estimate				
New Unsupported borrowing	29,280	16,110	3,405		48,795
Cumulative Revenue repayment costs over 25 years		2,137	1176	249	<b>3,562</b>

2.11.2 Given the predicted revenue overspend at Month 3, it is important to reduce the revenue costs of capital. A pause of two months in the start to new unsupported capital schemes is recommended, until there is a clear view on revenue.

## 2.12 Capital Receipts Position

2.12.1 The current capital programme is reliant on the Council generating a limited amount of capital receipts to finance the capital programme. Table 7 below, summarises the current allocated and projected capital receipted position across 2012-13 to 2014/15. The schedule of supporting sites that are to be sold, is to be worked up for the next report.

**Table 7: Projected capital receipts position – funding requirement £000's**

	2012-13	2013/14	2014/15	Total
<b>Funding assumption</b>	3,000	3,000	3,000	9,000

2.12.2 These receipts are being reviewed in future periods, along with other strategic site availability, to maximise the offset of unsupported borrowing, and so reduce future revenue growth.

2.12.3 There is a high level of risk in these projections as they are subject to changes in legislation, property and land values, the actions of potential buyers and being granted planning permission on sites.

## 3.0 RELEVANT RISKS

3.1 The possible failure to deliver the Capital Programme will be mitigated by the monthly review by a senior group of officers, charged with improving performance. They will also be able to improve the affordability of the programme.

## 4.0 OTHER OPTIONS CONSIDERED

4.1 None.

## 5.0 CONSULTATION

5.1 No consultation has been carried out in relation to this report.

## 6.0 IMPLICATIONS FOR VOLUNTARY, COMMUNITY AND FAITH GROUPS

6.1 As yet, here are no implications for voluntary, community or faith groups.

## 7.0 RESOURCE IMPLICATIONS

7.1 The whole report is about significant resource implications.

## **8.0 LEGAL IMPLICATIONS**

8.1 There are no legal implications.

## **9.0 EQUALITIES IMPLICATIONS**

9.1 The impact of delays will be considered in the next report.

## **10.0 CARBON REDUCTION IMPLICATIONS**

10.1 None.

## **11.0 PLANNING AND COMMUNITY SAFETY IMPLICATIONS**

11.1 None.

## **12.0 RECOMMENDATIONS**

12.1 That Cabinet:

- a) Agree the Period 3 net decrease of £381k, to the latest 2012-13 Capital Programme, to produce a revised Capital Programme of £75.586m;
- b) Agree the pause for two months in the start to new unsupported capital schemes;
- c) Approve the re-profiled capital budgets of £28.273m for 2013-14 and £12.424m for 2014-15;
- d) Note the spend to date of £5.72m, which represents 7.6% of the revised capital budget, with 25% of the financial year having elapsed;
- e) Note the implementation of Capital Programme Group;
- f) Note the £48.8m of new unsupported borrowing included over the next three years, which will result in approximately a £3.5m additional revenue costs;
- g) Note the work to detail the schedule of sites to validate the estimate of capital receipts.

## **13.0 REASONS FOR RECOMMENDATIONS**

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## **APPENDIX:**

Capital Monthly Budget Monitoring Expenditure Summary

## **REFERENCE MATERIAL**

## **SUBJECT HISTORY**

<b>Council Meeting</b>	<b>Date</b>

**ADULT SOCIAL SERVICES DEPARTMENT  
CAPITAL MONITORING 2012/13**

**POSITION AS AT 30 JUNE 2012**

**SUMMARY**

Following approval in the Capital Programme of the business case in respect of the reform of Day Services, the analysis of the Day Services Consultation exercise is now complete. The outcome and further options will be reported to the Leader of the Council in July 2012. It is anticipated that this programme will begin in October 2012.

A Further Business Case also approved in December 2011 outlined the proposals for an Integrated IT system (£1.5m). This project will be delivered as part of the Efficiency and Improvement review of DASS 2012 and implementation is anticipated during 2012/13.

**APPROVED PROGRAMME**

PROGRAMME	Original Approved Programme 2012/13	Approved Adjustments 2012/13	Total Approved Programme 2012/13	Actual to Date	Projected Outturn 2012/13	Approved 2013/14	Approved 2014/15
	£000	£000	£000	Actual to Date			
Transformation of Day Service	1250	2015	3265	0	2640	0	0
Integrated IT	1500	0	1500	0	1500	0	0
<b>TOTAL PROGRAMME</b>	<b>2,750</b>	<b>2,015</b>	<b>4,765</b>	<b>0</b>	<b>4,140</b>	<b>0</b>	<b>0</b>
<b>FUNDING</b>							
General Capital Resources	0	0	0			0	0
Grants - Other	2,750	2,015	4,765			0	0
Revenue/ Reserve contributions	0	0	0			0	0
<b>TOTAL FUNDING</b>	<b>2,750</b>	<b>2,015</b>	<b>4,765</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

**APPROVED BY COUNCIL / CABINET - DECISIONS TO VARY THE PROGRAMME**

Date	Details	£000
21 June 2012	Agreed the slippage from 2011/12 capital programme	2,015
	<b>Total</b>	<b>2,015</b>

**SUMMARY**

A number of large schemes finished this quarter. Pensby Primary was finished and handed over in early May and demolition of the old school is now underway with Phase 2 – the construction of Stanley Special School commencing. The satellite Children's Centre at Cathcart Street Primary has also been completed and handed over and external works near completion. Work at Birkenhead Girls Academy continues, with the Education Funding Agency (EFA) agreeing to fund the additional costs resulting from the discovery of excessive amounts of asbestos and dry rot.

The University Academy of Birkenhead is to receive £921,000 of funding from the EFA for the provision of ICT equipment.

The Priority Schools for the Future bids for Foxfield Special School, Bedford Drive and Ridgeway have been accepted by the government, with further details expected regarding the scale of the works that can be undertaken.



## APPROVED PROGRAMME -

PROGRAMME	Original Approved Programme 2012/13 £000	Approved Adjustments 2012/13 £000	Total Approved Programme 2012/13 £000	Actual to Date £000	Projected Outturn 2012/13	Approved 2013/14 £000	Approved 2014/15
Children's Centres	0	280	280		280	0	0
City Learning Centres	0	0	0		0	0	0
Early Years Quality & Access	0	8	8		8	0	0
Aiming Higher for Disabled Children	0	205	205	10	205	0	0
Condition / Modernisation	5,165	4,770	9,935	771	9,935	0	0
Family Support Scheme	100	115	215		215	0	0
Rosclare Children's Hotel	0	63	63		63	0	0
Formula Capital	718	2,261	2,979	189	2,979	0	0
Extended Schools	0	0	0		0	0	0
Schools - Access Initiative	0	286	286	33	286	0	0
Schools - Harness Technology	0	234	234	7	234	0	0
Woodchurch One School Pathfinder	0	813	813	274	813	0	0
Birkenhead High Girls Academy	5,108	-1,601	3,507	1,318	3,507	0	0
Private Finance Initiative	0	212	212		212	0	0
Primary Reorganisation - Surplus	0	48	48		48	0	0
Primary Schools Programme		0	0		0	0	0
- Park Primary School	0	113	113		113	0	0
- Pensby Primary School	8,850	-2,727	6,123	776	6,123	0	0
- Primary Schools Prog Other	0	28	28		28	0	0
School Meals Uptake	0	255	255	26	255	0	0
Practical Cooking Spaces	0	0	0		0	0	0
Co-Location Fund	0	103	103	25	103	0	0
Youth Capital	0	95	95		95	0	0
SEN and Disabilities	1,340	-302	1,038	12	1,038	0	0
Cathcart Street Refurbishment	0	116	116	39	116	0	0
University Academy of Birkenhead	0	921	921		921	0	0
Statutory Redundancy Payments	0	0	0		0	0	0
Vehicle Procurement	0	220	220		220	0	0
Wirral Youth Zone	200	0	200		200	2,400	2,400
<b>TOTAL PROGRAMME</b>	<b>21,481</b>	<b>6,516</b>	<b>27,997</b>	<b>3,480</b>	<b>27,997</b>	<b>2,400</b>	<b>2,400</b>
<b>FUNDING</b>							
General Capital Resources	1,300	1,673	2,973		2,973	2,400	2,400
Grant – Education	20,181	3,568	23,749	3,480	23,749	0	0
Revenue, Reserves, Contributions	0	1,275	1,275		1,275	0	0
<b>TOTAL FUNDING</b>	<b>21,481</b>	<b>6,516</b>	<b>27,997</b>	<b>3,480</b>	<b>27,997</b>	<b>2,400</b>	<b>2,400</b>

## CHILDREN & YOUNG PEOPLE DEPARTMENT / SCHOOLS APPROVED BY COUNCIL / CABINET - DECISIONS TO VARY THE PROGRAMME

Date	Details	£000
21 June 2012	Slippage from 2011/12 capital programme	5,595
	<b>University Academy of Birkenhead funding</b>	921
	<b>TOTAL</b>	<b>6,516</b>

**SUMMARY**

The capital scheme within the Finance Department capital programme relates to IT works flowing from changes arising from the Strategic Change Programme. As there has been very limited progress in terms of the programme and in particular relating to accommodation changes the resulting spend is presently low. Future spend will be dependent upon agreement and progress of projects within the strategic change programme.

**APPROVED PROGRAMME**

<b>PROGRAMME</b>	<b>Original Approved Programme 2012/13 £000</b>	<b>Approved Adjustments 2012/13 £000</b>	<b>Total Approved Programme 2012/13 £000</b>	<b>Actual to Date £000</b>	<b>Projected Outturn 2012/13 £000</b>	<b>Approved 2013/14 £000</b>	<b>Approved 2014/15 £000</b>
Strategic Asset Review	0	3,507	3,507	5	3,507	2,000	0
<b>TOTAL PROGRAMME</b>	<b>0</b>	<b>3,507</b>	<b>3,507</b>	<b>5</b>	<b>3,507</b>	<b>2,000</b>	<b>0</b>
<b>FUNDING</b>							
General Capital Resources	0	3,507	3,507		3,507	2,000	0
Grants	0	0	0			0	0
Revenue/ Reserve contributions	0	0	0			0	0
<b>TOTAL FUNDING</b>	<b>0</b>	<b>3,507</b>	<b>3,507</b>	<b>0</b>	<b>3,507</b>	<b>2,000</b>	<b>0</b>

**APPROVED BY COUNCIL / CABINET - DECISIONS TO VARY THE PROGRAMME**

<b>Date</b>	<b>Details</b>	<b>£</b>
21 Jun 2012	<b>Agreed the slippage from 2011/12 capital programme</b>	3,507
	TOTAL	<b>3,507</b>

**SUMMARY**

The Landican Crematorium Mercury Abatement building works programme is complete and has been handed over.

There is a priority of works in place for the Cultural Assets programme. The Williamson Art Gallery and Birkenhead Priory have completed work on site and are expected to be completed in November and September respectively. It is envisaged that work on Bebington Civic Centre, Rock Ferry & work in relation to the Solar PV Project will all start this year.

In terms of programme adjustments; following completion of the accounts, the slippage approved of £5.35m has been revised to £5.55m to reflect the revenue/grant contributions accounted for last year. There has also been a reduction in the planned Council Offices expenditure of £2.4m phased over 2 years to fund works that are to be carried out in respect of the New Brighton and Hoylake developments. There has also been a transfer of £0.15m in relation to the Energy Efficiency Programme that was previously held in Technical Services.

## APPROVED PROGRAMME

PROGRAMME	Original Approved Programme 2012/13 £000	Approved Adjustments 2012/13 £000	Total Approved Programme 2012/13 £000	Actual to Date £000	Projected Outturn 2012/13 £000	Approved 2013/14 £000	Approved 2014/15 £000
Microregeneration	0	100	100	0	50	0	0
Landican Mercury Abatement	0	12	12	108	108	0	0
Europa Pool - Improved heating	0	198	198	1	150	0	0
Cultural Service Assets	1,500	1,261	2,761	313	1762	4,000	0
Williamson Art Gallery	0	650	650	52	650	0	0
The Priory	0	629	629	88	620	0	0
CCTV / IT Project	0	530	530	0	530	0	0
Bebington Civic Centre	0	1,300	1,300	8	200	0	0
Rock Ferry Centre	0	630	630	0	630	0	0
Wallasey Town Hall	300	0	300	0	300	1,325	0
North and South Annexes	1,200	165	1,365	0	165	300	700
Solar Photovoltaic Project	2,200	75	2,275	1	1500	400	0
Re-phasing of Council office works	-1,200	0	-1,200	0	0	-1,200	0
Energy Schemes	0	153	153	0	100	0	0
<b>TOTAL PROGRAMME</b>	<b>4,000</b>	<b>5,703</b>	<b>9,703</b>	<b>571</b>	<b>6,765</b>	<b>4,825</b>	<b>700</b>
<b>FUNDING</b>							
General Capital Resources	4,000	5,703	9,703	571	6,765	4,825	700
Grant – Other	0	0	0	0	0	0	0
Revenue/ Reserve Contributions	0	0	0	0	0	0	0
<b>TOTAL FUNDING</b>	<b>4,000</b>	<b>5,703</b>	<b>9,703</b>	<b>571</b>	<b>6,765</b>	<b>4,825</b>	<b>700</b>

## APPROVED BY COUNCIL / CABINET - DECISIONS TO VARY THE PROGRAMME

Date	Details	£
21 Jun 12	Agreed the slippage from 2011/12 capital programme	5,350
	Amendment to the slippage to reflect funding contributions	200
	Transfer of Energy Efficiency Scheme from Technical Services (original Cabinet report 20/02/06)	153
	TOTAL	<b>5,703</b>

**SUMMARY**

Progress continues in delivering support for businesses through the Think Big Investment Fund, with grants to two companies being paid out in the first quarter.

The New Brighton scheme will go out to tender over the second quarter with a view to starting works in October for completion early in 2013.

The Hoylake Gateway scheme is expected to start in early 2013. However this isn't straightforward as the scheme relies on the Council securing a number of regulatory approvals from the rail authorities. There may be some expenditure in 2012/13 but it is anticipated the majority of expenditure will occur in 2013/14.

The Improvements to stock and Housing Market Renewal Residual schemes continue to move forward with a number of acquisitions of properties in former HMRI areas over the first quarter.

Disabled Facilities Adaption's scheme is forecast to process five hundred mandatory grants to completion in 2012/13. However the actual spend is determined by both the processing and progression of applications and then the subsequent undertaking of the scheme by the applicants.

## APPROVED PROGRAMME

PROGRAMME	Original Approved Programme 2012/13 £000	Approved Adjustments 2012/13 £000	Total Approved Programme 2012/13 £000	Actual to Date £000	Projected Outturn 2012/13 £000	Approved 2013/14 £000	Approved 2014/15 £000
Think Big Investment Fund	300	509	809	101	300	300	300
West Wirral Schemes	0	206	206	1	100	0	0
Destination West Kirby	0	0	0	0	0	1,250	0
Wirral Country Park	0	0	0	0	0	1,600	1,300
Mersey Heartlands New Growth Point	0	890	890	0	600	0	0
Improvements to Stock	800	4,763	5,563	992	5563	950	950
Housing Market Renewal Residual	970	0	970	0	970	865	865
Disabled Facilities - Adaptions	2,929	2,195	5,124	256	1600	2,929	1,000
New Homes Bonus	0	260	260	0	130	0	0
Quarry Bank Affordable Housing	0	158	158	0	100	0	0
Wirral Healthy Homes	105	101	206	34	100	105	0
Cosy Homes Heating	250	94	344	52	250	250	0
Empty Property Interventions	125	88	213	9	150	125	0
Power Solutions Strategic Investment	0	250	250	0	0	5,000	0
Challenge Fund	0	450	450	0	0	0	0
Hoylake	600	0	600	0	0	600	0
New Brighton	0	600	600	14	600	600	0
<b>TOTAL PROGRAMME</b>	<b>6,079</b>	<b>10,564</b>	<b>16,643</b>	<b>1,459</b>	<b>10,463</b>	<b>14,574</b>	<b>4,415</b>
<b>FUNDING</b>							
General Capital Resources	3,180	6,115	9,295			8,830	2,250
Grant – Other	2,599	4,449	7,048			4,844	2,165
Revenue/ Reserve Contributions	300	0	300			300	0

## APPROVED BY COUNCIL / CABINET - DECISIONS TO VARY THE PROGRAMME

Date	Details	£000
21 June 2012	Agreed the slippage from 2011/12 capital programme	9,964
	New Brighton Transferred from Tech Services	600
	TOTAL	<b>10,564</b>

## **SUMMARY**

Since the Technical Services' capital programme was originally approved by Council on 1 March 2012 there have been a number of further amendments approved by Council and Cabinet.

On 16 April 2012 Council approved additional capital investment of £2.4m for plant, vehicles and equipment to support the modernisation of the Parks and Countryside Service. The process of tendering and procuring these assets has now begun and it is hoped that the majority of the procurement will be completed during the summer of 2012.

The 2012-13 grant allocation from the Local Sustainable Transport Fund (LSTF) has been confirmed and scheme details were reported to Members at Cabinet 12 April 2012.

Cabinet 21 June 2012 approved slippage from the 2011-12 capital programme; this slippage has now been added to 2012-13 programme. The main elements of this slippage included, works on the Bidston Viaduct which were fully completed in 2011-12 but the final payment is not due until early in 2012-13 and other bridge works, including the Dock bridges and Leasowe Road which progressed well but it was necessary to slip some of the expenditure into 2012-13.

Other adjustments to the original approved capital programme include, monies for the New Brighton Development scheme transferring to Regeneration, Housing and Planning Department and monies for Energy schemes transferring to Law, HR and Asset Management Department. These adjustments have been made to better reflect responsibilities for the capital programme. The Integrated Transport Block (ITB) has also been slightly amended following receipt of the grant confirmation letter from Merseytravel and expenditure on Leisure equipment, due to be funded from revenue, has been added to the programme as it meets the definition of capital expenditure.

Much of the capital works are at an early stage currently and more detailed progress reports will be provided later in the year. However, the works on the Floral Pavilion Stage and Orchestra Pit have already been highlighted as an area of potential overspend. Initial estimates for the work have shown the scheme costs to be in the region of £320k rather than the originally planned £250k. At this stage the figures are only an estimate and the works are still out to tender. A more accurate assessment of the scheme status should be available in the next monitoring report.

	Original Approved Programme 2012/13	Approved Adjustments 2012/13	Total Approved Programme 2012/13	Actual to Date	Projected Outturn 2012/13	Approved 2013/14	Approved 2014/15
PROGRAMME	£000	£000	£000	£000	£000	£000	£000
Congestion	0	20	20	(66)	20	0	0
Road Safety	370	256	626	(85)	626	0	0
Maintenance	2,958	1,498	4,456	0	4,456	2,864	2,699
Air Quality	280	343	623	(66)	623	0	0
Accessibility	0	53	53	(3)	53	0	0
Transportation	0	93	93	54	93	0	0
Integrated Transport Block	1,155	5	1,160	(11)	1,160	1,155	1,155
Capitalised Highways Maintenance	1,000	0	1,000	0	1,000	1,000	1,000
Preventative Maintenance to Classified Roads	500	0	500	277	500	0	0
Preventative Maintenance to Unclassified Roads	500	0	500	0	500	0	0
Waste Initiatives	0	56	56	(3)	56	0	0
Coast Protection	55	234	289	13	289	55	55
Asset Management	0	85	85	0	0	0	0
Highways Grounds Maintenance Equip.	0	297	297	93	85	0	0
Leisure Schemes		159	159	0	776	0	0
Leisure Equipment		320	320	0			
Landican Cemetery	0	84	84	2	84	0	0
Floral Pavilion Stage & Orchestra Pit	250	0	250	0	321	0	0
Parks Plant and Equipment	0	2,400	2,400	0	2,400	0	0
New Brighton Development	600	(600)	0	0	0	0	0
Energy Schemes	0	0	0	0	0	0	0
<b>TOTAL PROGRAMME</b>	<b>7,668</b>	<b>5,303</b>	<b>12,971</b>	<b>205</b>	<b>13,042</b>	<b>5,074</b>	<b>4,909</b>
<b>FUNDING</b>							
General Capital Resources	3,555	4,473	8,028	216	8,099	1,055	1,055
Grants - Integrated Transport	1,155	5	1,160	(11)	1,160	1,155	1,155
Grants - Local Transport Plan	2,958	0	2,958	0	2,958	2,864	2,699
Grant - Other	0	560	560	0	560	0	0
Revenue, Reserves and Contributions	0	265	265	0	265	0	0
<b>TOTAL FUNDING</b>	<b>7,668</b>	<b>5,303</b>	<b>12,971</b>	<b>205</b>	<b>13,042</b>	<b>5,074</b>	<b>4,909</b>



**APPROVED BY COUNCIL / CABINET - DECISIONS TO VARY THE PROGRAMME**

<b>Date</b>	<b>Details</b>	<b>£000</b>
12 April 2012 (Cabinet) 16 April 2012 (Council)	Parks & Countryside Services Modernisation Project – Plant and Equipment Capital Investment	2,400
12 April 2012	Road Safety-Sustainable Infrastructure - LSTF bid	90
12 April 2012	Promoting Economy & Accessibility – LSTF bid	10
21 Jun 2012	Agreed slippage from the 2011/12 capital programme	3,286
	New Brighton Development scheme; responsibility transferred to Regeneration, Housing and Planning Department	-600
	Energy Schemes; responsibility transferred to Law HR and Asset Management Department	-153
	Adjustment to Integrated Transport Block grant allocation	5
	Use of revenue funds to purchase Leisure Equipment	265
	<b>TOTAL</b>	<b>5,303</b>