

CANNOCK CHASE COUNCIL

COUNCIL

22 AUGUST 2007

REPORT OF DIRECTOR OF GOVERNANCE

GENERAL FUND CAPITAL AND SECTION 106 PROGRAMME 2007-08

1. Purpose of Report

- 1.1 The purpose of this report is to advise members of schemes that require variation due to change in circumstances both positive and negative which require Member approval.
- 1.2 The report also includes a Statement of Estimated Capital Resources for 2007-08 to 2009-10 (Annex 3) and commitments including the items contained within this report.

2. Recommendations

- 2.1 That Members note the outturn to 30th June 2007 as Annex 1 and 2 attached.
- 2.2 That Members note the revised uncommitted resources available and the 2007-08 to 2009-10 General Fund Capital Programme commitments (Annex 3).
- 2.3 That Members note the additional expenditure against schemes as listed in Annexes 1 and 2 and grant retrospective approval due to the reasons listed in the report.
- 2.4 That scheme variations and the reasons therefore are noted and approved.

3. Key Issues

- 3.1 Actual expenditure on the General Fund Capital Programme as at 30th June 2007 amounted to £347,319 compared to an approved budget of £7,379,210, a variance of £-7,031,891. However, scheme profiles suggest expenditure will be much greater in the final six months of the year. The Section 106 Programme has an approved budget of £189,670 with expenditure of £83,354 as at 30th June 2007, a variance of £106,316. Budgets for both programmes include the slippages approved at Council on 27th June 2007.

- 3.2 A summary of the expenditure to date against the General Fund Capital Budget is shown in the table below:

Summary	2007-08 Approved Budget £	2007-08 Actual to 30.06.07 £	2007-08 Variance £
Children and Young People	6,561,230	265,240	(6,295,990)
Healthier Communities, Housing and Older People	580,840	74,207	(506,633)
Access to Skills, Economic Development and Enterprise	204,080	1,500	(202,580)
Safer and Stronger Communities	30,000	6,372	(23,628)
Environment	3,060	0	(3,060)
Total	7,379,210	347,319	(7,031,891)

- 3.3 A summary of the expenditure to date on the Section 106 Budget is shown in the table below:

Summary	2007-08 Approved Budget £	2007-08 Actual to 30.06.07 £	2007-08 Variance £
Children and Young People	164,200	75,270	(88,930)
Environment	25,470	8,084	(17,386)
Total	189,670	83,354	(106,316)

- 3.4 Members should be aware there are projects for which commitments have been made which will not appear in the budget until they have progressed through the planning stages. Cabinet approval will then be sought to include projects in the capital budget for works to commence. Some schemes awaiting Cabinet approval have incurred some preliminary expenditure. These are shown in Annex 1 & 2. There are two schemes, Hawks Green Ranger Station and Facilities for the Disabled, which were complete in 2006-07, but for which residual expenditure has been incurred. These are also shown in Annex 1 & 2.
- 3.5 The available resources are in line with the Budget approved by Council in June 2007. However due to the slow take up on sale of bungalows it has been deemed expedient to reduce the anticipated resources from these sales by £600,000 in 2007-08, £402,000 in 2008-09 and £202,000 in 2009-10. To counteract these reductions similar amounts have been adjusted from Contributions from RSLs commitment reducing the total amount from £4,223,000 to £3,019,000.
- 3.6 There are additional highway works scheduled for the Chase Heritage Trail which have yet to be quantified. Staffordshire County Council has agreed to fund the cost of the work. There will therefore be no impact on the General Fund uncommitted resources. Once works commence they will need to be included in the Capital Programme and the resources adjusted accordingly.

REPORT INDEX

Background	Section 1
Details of Matters to be Considered i.e. Options Considered, Outcome of Consultations etc.	Section 2
Contribution to CHASE	Section 3
Section 17 (Crime Prevention) Implications	Section 4
Human Rights Act Implications	Section 5
Data Protection Act Implications	Section 6
Risk Management Implications	Section 7
Legal Implications	Section 8
Financial Implications	Section 9
Human Resource Implications	Section 10
Conclusions	Section 11
List of Background Papers	Section 12
Annexes to the Report i.e. copies of correspondence, plans etc.	Annex 1, 2, 3 etc

Section 1**Background**

This report addresses issues arising in the first quarter of 2007-08 and recommends appropriate adjustments to the approved budgets.

Several schemes included in the General Fund Capital Programme and Section 106 programme have yet to have spending permission granted to be included in the approved budget. These are listed below and it will be noted some of these are incurring preliminary expenditure prior to scheme approval. This also reflects the reductions in Contributions to RSLs due to anticipated lower Capital receipts

Scheme	Programme Commitments 27 June 2007		
	£		
	2007-08 £	2008-09 £	2009-10 £
<u>General Fund</u>			
Old Hednesford Parkland Development	92,080		
Arthur Street Play Areas	23,320		
Cannock Park	53,070		
White on Brown Road Signs	6,940		
Time Recording and Attendance System	35,000		
Home Security Grants	0	30,000	31,000
Disabled Facility Grants	0	143,000	146,000
Affordable Housing	300,000	350,000	350,000
Private Sector Decent Homes	100,000	300,000	300,000
Contribution to RSL	800,000	1,005,000	1,214,000
Total General Fund	1,410,410	1,828,000	2,041,000
<u>Section 106</u>	2007-08 £		
Millside Brook Valley	49,400		
Brereton to Brereton Tip Footpath	15,920		
Canal Towpath Improvements	11,380		
Oxford Green POS Enhancement	21,270		
Pye Green Valley Spinney	25,000		
Laburnum Avenue Play Area	29,440		
Relocation Arthur Street Play Area	84,830		
Rolling Programme of Play Areas	45,200		
Sandy Lane	66,720		
All Weather Pitches	562,960		
Contributions to RSL's – Affordable Housing	746,750		
Green Space Network	64,850		
Sherbourne Avenue Access Improvements	35,000		
Footpath Improvements	9,000		
Total – Section 106	1,767,720		

Section 2**Details of Matters to be Considered**

Available resources were reported to Council on 27th June 2007 and there have been no further adjustments other than the changes to RSL contributions. The table below reflects the changes in resources.

	2007-08 to 2009-10
	£
Resources Brought Forward	19,116,540
Specified Grant	53,080
Capital Receipts	(1,273,750)
Transfer from Housing – Private Sector Schemes	42,740
Revenue Contributions to Capital	(81,000)
Other Miscellaneous	1,710
LPSA Grant	113,000
Grants	6,190
Decrease in expenditure and minor variations	1,199,060
Total change in available resources	61,030
Resources Carried Forward	19,177,570

Section 3**Contribution to CHASE**

The report deals with on going capital projects as approved by Council within the objectives of CHASE.

Section 4**Section 17 Implications**

The Council is obliged to consider activities which may lead to a reduction in crime in the district. It is considered that works being carried out to improve facilities in the Cannock Chase District area meets this obligation.

Section 5**Human Rights Act Implications**

There are no identified implications in respect of the Human Rights Act 1998 arising from this report.

Section 6**Data Protection Act Implications**

There are no identified implications in respect of the Data Protection Act.

Section 7

Risk Management Implications

There are no direct risk management implications arising from this report.

Section 8

Legal Implications

Section 9

Financial Implications

Financial implications are referred to throughout the body of the report and the Annexes.

Section 10

Resource Implications

There are no direct resource implications arising from the report.

Section 11

Conclusions

That the recommendations at point 2 be approved.

Section 12

Background Papers

There are no background papers.

Annexes

Annex 1 – Detailed outturn Statement for Q1

Annex 2 – Section 106 Programme

Annex 3 – Resource Statement

Capital Programme Budgets 2007-08

Summary	2007-08	2007-08	2007-08
	Approved Budget	Actual Expenditure	Variance
	£	Q1 £	£
Children and Young People	6,561,230	265,240	-6,295,990
Healthier Communities, Housing and Older People	580,840	74,207	-506,633
Access to Skills, Economic Development and Enterprise	204,080	1,500	-202,580
Safer and Stronger Communities	30,000	6,372	-23,628
Environment	3,060	0	-3,060
	7,379,210	347,320	-7,031,890

Capital Programme by Scheme

Children and Young People		2007-08	2007-08	2007-08
		Approved Budget	Actual Expenditure	Variance
		£	Q1 £	£
	C008	1,400,000	0	-1,400,000
*	Old Hednesford Parkland Development Scheme	C408	0	693
	Ravenhill Park - Tennis Courts	C418	41,000	0
	Parks Footpath Refurbishment	C597	8,650	0
	Bettys Lane Play Area - Norton Canes	C603	450	0
	Barnard Way	C654	19,980	0
	Rolling Programme of Play Areas	C658	8,750	149
	Chase Heritage Trail	C696	948,470	3,571
	Chase Heritage Trail Museum	C697	279,720	1,583
	Rugeley Swimming Pool	C702	3,854,210	259,244
Total Children and Young People		6,561,230	265,240	-6,295,990
Healthier Communities, Housing and Older People				
	Disabled Facilities Grants	C022	334,790	67,072
	Private Sector Decent Homes		246,050	6,975
**	Facilities for the Disabled	C686	0	160
Total Healthier Communities, Housing and Older People		580,840	74,207	-506,633
Access to Skills, Economic Development and Enterprise				
	High Green Access and Area Improvements	C326	50,370	0
	Town Centre Investments	C656	72,300	0
	Strategic Employment Sites	C687	81,410	1,500
Total Access to Skills, Economic Development and Enterprise		204,080	1,500	-202,580

Capital Programme Budgets 2007-08

		2007-08	2007-08	2007-08
		Approved	Actual	Variance
		Budget	Expenditure	
			Q1	
		£	£	£
Safer and Stronger Communities				
Home Security Grants (General)	C252	30,000	6,372	-23,628
Total Safer and Stronger Communities		30,000	6,372	-23,628
Environment				
Hednesford Hills - Grazing Proposals	C463	3,060	0	-3,060
Total Environment		3,060	0	-3,060
Total General Fund Capital		7,379,210	347,319	-7,031,891

* Schemes which have incurred expenditure but which are still subject to Cabinet approval.

** Scheme completed in 2006-07 for which residual costs have been incurred

Annex 2

Section 106 Programme

Summary	2007-08	2007-08	2007-08
	Approved	Actual	Variance
	Budget	Expenditure	
	£	Q1 £	£
Children and Young People	164,200	75,270	-88,930
Environment	25,470	8,084	-17,386
	189,670	83,354	-106,316

Section 106 Programme Schemes

		2007-08	2007-08	2007-08
		Approved	Actual	Variance
		Budget	Expenditure	
		£	Q1 £	£
Children and Young People				
Wolseley Road Play Area	C006	32,520	360	-32,160
Flaxley Road Play Area	C407	2,250	0	-2,250
North End Park	C677	19,480	0	-19,480
Hawks Green Capital Works	C690	109,950	74,910	-35,040
Children and Young People		164,200	75,270	-88,930
Environment				
Park Farm Conservation Area	C007	11,660	7,657	-4,003
Coppice Tip - Environmental Improvements	C444	1,310	0	-1,310
Mill Green Hawks Green Nature Reserve	C445	5,590	0	-5,590
Cannock High School	C591	2,930	0	-2,930
Chetwynd Park Public Open Space	C644	3,980	281	-3,699
** Hawks Green Ranger Station	C662	0	146	146
Total for Environment		25,470	8,084	-17,386
Total Section 106 Programme		189,670	83,354	-106,316

* Schemes which have incurred expenditure but which are still subject to Cabinet approval.

** Scheme completed in 2006-07 for which residual costs have been incurred

Annex 3

Cannock Chase Council

Statement of Estimated Capital Resources - 2007-08 to 2009-10

General Fund

	2007-08 Resources £	2008-09 Resources £	2009-10 Resources £	Total Resources £
Uncommitted Resources from Previous Year	1,066,120			1,066,120
Prudential Borrowing	1,854,210	67,920		1,922,130
Specified Capital Grant (DFG)	218,680			218,680
Section 106 Contributions	295,870			295,870
Capital Reserve	72,970	63,300	72,380	208,650
Capital Receipts	* 21,600,000	1,828,000	2,041,000	25,469,000
Other Sources				
Other Local and Public Authorities	287,480			287,480
Government Capital Pot	60,180			60,180
LPSA Grant	113,000			113,000
Staffordshire County Council	* 2,250,000			2,250,000
Lottery	870,490	47,930		918,420
Total (Local) Resources	28,689,000	2,007,150	2,113,380	32,809,530
Less				
Approved General Fund Expenditure	7,379,210	973,340	0	8,352,550
Unapproved General Fund Expenditure	1,410,410	1,828,000	2,041,000	5,279,410
Uncommitted Resources	19,899,380	-794,190	72,380	19,177,570

* These amounts are subject to future land sales.