

CANNOCK CHASE COUNCIL

COUNCIL

28TH JUNE 2006

REPORT OF DEPUTY CHIEF EXECUTIVE

GENERAL FUND CAPITAL PROGRAMME OUTTURN 2005-06

1. Purpose of Report

- 1.1 To advise members of the outturn of the 2005-06 General Fund Capital Programme, scheme variations both positive and negative, variations which require Member approval and slippage of expenditure into 2006-07.
- 1.2 The report also includes a Statement of Estimated Capital Resources for 2006-07 to 2008-09 (Annex 4) and commitments including the items contained within this report.
- 1.3 Members should note that the report solely relates to the outturn for 2005-06 with monitoring reports on the 2006-07 to 2008-09 Capital Programme being subject to further reports during the year.

2. Recommendations

- 2.1 That Members note the scheme outturn on the Capital Programme.
- 2.2 That scheme variations and the reasons therefore are noted and approved.
- 2.3 That approval is given to spend additional resources as outlined in paragraph 3.5.
- 2.4 That approval be given for slippage of schemes as outlined in Annex 3 from 2005-06 to 2006-07 General Fund Capital Programme.
- 2.5 That Members note the revised uncommitted resources available and receive an updated report on the 2006-07 to 2008-09 Capital Programme as part of the first quarters monitoring report.

3. Key Issues

- 3.1 Actual expenditure as at 31 March 2006 amounted to £1,788,633 as compared to an approved budget of £1,644,630, a variance of £144,003.
- 3.2 An analysis of the variance is summarised overleaf:

06-General Fund Capital Outturn.DOC

	£
Slippage over provided 22 nd February 2006 Annex 2	12,740
Savings on completed schemes as Annex 2	(5,040)
Overspend on completed schemes as Annex 2	9,440
Expenditure on Agency Capitalized Annex 2	28,590
Slippage on schemes to be approved as Annex 3	30,520
Spend on Wolseley Road financed from Section 106	67,761
Other	(8)
Variance	144,003

- 3.3 There are two schemes, Wolseley Road Play Area (C606) and North End Park (C677) within the Capital Programme for which additional resources have been received. Supplementary approval of £13,460 to spend on C677 is therefore required. The funding has been received from outside the Council and will therefore have no affect on the Council's resources. The works on C006 have been fully funded from Section 106 monies and Council may therefore wish to grant retrospective approval for this scheme. The funding within the Section 106 programme for Cannock Park Golf Course Fence Repairs was utilised in 2004-05 and as a consequence the programme will need to be adjusted.
- 3.4 The outturn for the General Fund Capital Programme is detailed in Annex 1. Reasons for overspend and slippages are outlined in Annexes 2 and 3. The impact of the outturn on the 2006-07 to 2008-09 Capital Programme is reflected in the Statement of Estimated Capital Resources Annex 4.
- 3.5 Available uncommitted resources following the outturn now amount to £113,500 an increase of £97,480 as compared with the Resources stated in the February 2006 Budget statement.
- 3.6 Members should be aware there are projects for which commitments have been made which will not appear in the Capital Budget until they have progressed through the planning stages.
- 3.7 These schemes may be subject to cost variations as both the detailed schemes and relevant funding are finalised. Cabinet approval will then be sought to include projects in the capital programme for works to commence and Council approval for any variation to funding.
- 3.8 Members should also note that this report solely concentrates on the outturn for 2005-06 and an updated report dealing with the 2006-07 to 2008-09 Capital Programme and in particular General Fund Affordable Housing Schemes will be submitted as part of the 2006-07 Capital Programme reporting mechanism.

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**1. Background**

- 1.1 Quarterly reports have been presented during 2005-06 and various scheme amendments have been approved. This report therefore addresses issues from the 2005-06 budgets as amended by issues approved in February 2006 and the actual outturn for 2005-06.
- 1.2 Cabinet at its meeting on the 16 February received a report on the Resources available for 2006-07 to 2008-09 and in particular on the lack of resources to implement any new starts in 2008-09. Although the 2006-07 to 2008-09 programme has not been reviewed as part of this report, members will need to take into account that there is a major underlying problem in delivering General Fund Affordable Housing Schemes in considering the uncommitted outturn resources for 2005-06

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

- 2.1 The table below shows the outturn for 2005-06 for each portfolio.

Portfolio	Approved 2005-06 Budget £	Approved 2005-06 Budget 22 Feb 2006 £	Actual Outturn 2005-06 £	Variance £
Access to Skills and Economic Development	487,610	196,230	217,304	21,074
Building an Excellent Council	35,000	0	0	0
Culture and Sport	1,459,460	129,420	214,200	84,780
Environment	696,530	636,410	644,540	8,130
Social Inclusion	909,570	682,570	712,589	30,019
Total	3,588,170	1,644,630	1,788,633	144,003

- 2.2 An analysis of the variance is summarised below:

Variance Analysis	£
Slippage	
Slippage over provided 22 nd February 2006 Annex 2	12,740
Slippage on schemes to be approved as Annex 3	<u>30,520</u>
	43,260
Scheme Variations	
Overspend on completed schemes as Annex 2	9,440
Expenditure on Agency Capitalized as Annex 2	28,590
Savings on completed schemes as Annex 2	<u>(5,040)</u>
	32,990
Additional Fully Funded Schemes	
Spend on Wolseley Road financed from Section 106	67,761
Other	(8)
Variance	144,003

- 2.3 Available uncommitted resources following the outturn now amount to £113,500 an increase of £97,480 as compared with the Resources stated in the February 2006 Budget Statement.
- 2.4 The changes to net Resources since the February 2006 figure of £16,020 are shown in the following table:

Cumulative Uncommitted Resources	2006-07 to 2008-09
	£
<u>Resources Brought Forward</u>	(16,020)
<u>Additional Commitments</u>	
Scheme Variations (Table 2.2)	32,990
Fully Funded Schemes	
Wolseley Road Play Area	67,750
North End Park	13,460
<u>Additional Resources</u>	
Specified Grant	(87,830)
Capital Receipts	(77,360)
Transfer from Housing - Private Sector Schemes	45,000
Fully Funded Schemes	(81,210)
Section 106	(9,040)
Other Variations	(1,240)
Total change in available resources	(97,480)
Resources Carried Forward	(113,500)

Section 3

3. Contribution to CHASE

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

Section 4

4. Section 17 Implications

Section 5

5. Human Rights Act Implications

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

Section 6

6. Data Protection Act Implications

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

Section 7

7. Risk Management Implications

Section 8

8. Legal Implications

8.1 The legal Implications are set out throughout the report

Section 9

9. Financial Implications

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

Section 10

10. Resource Implications

10.1 There are no direct resource implications arising from the report.

Section 11

11. Conclusions

11.1 That the recommendations at point 2 be approved.

Section 12

Background Papers

There are no background papers.

Annexes

Annex 1 – Detailed outturn Statement

Annex 2 – Completed Schemes with over and under spends

Annex 3 – Adjustment to slippages approved 22nd February 2006

Annex 4 - Statement of Estimated Capital Resources 2006-07 to 2008-09

Annex 1

General Fund Capital Programme 2005-06				
Detailed Outturn Statement				
		2005-06	2005-06	2005-06
<u>Summary</u>		Approved Budget	Outturn	Variance
		£	£	£
Access to Skills and Economic Development		196,230	217,304	21,074
Culture and Sport		129,420	214,200	84,780
Environment		636,410	644,540	8,130
Social Inclusion		682,570	712,589	30,019
		1,644,630	1,788,633	144,003
		2005-06	2005-06	2005-06
Access to Skills & Economic Development		Approved Budget	Outturn	Variance
		£	£	£
Park Farm North Employment Site (CCDC Commitment)	C198	39,980	38,832	-1,148
Wharf Road Development Site	C098	70	5,836	5,766
Image Business Partnerships Bridgtown, Cannock, Hawks Green, Hednesford and Norton Canes	C506	8,210	8,441	231
Town Centre Investment	C656	40,000	39,009	-991
Regenerating Hednesford Town Centre	C657	67,890	67,564	-326
Strategic Employment Sites	C687	10,000	9,698	-302
Sundry Highway Capital Schemes	C004	0	28,593	28,593
Cannock Town Centre CCTV	C700	30,080	19,331	-10,749
Access to Skills & Economic Development		196,230	217,304	21,074

Annex 1 Continued

		2005-06	2005-06	2005-06
		Approved Budget	Outturn	Variance
		£	£	£
Culture and Sport				
Rugeley Leisure Centre	C257	40,000	54,337	14,337
Flaxley Road Play Area	C407	15,740	15,600	-140
Bettys Lane Play Area - Norton Canes	C603	1,580	1,133	-447
Bowling Green Refurbishment	C604	8,790	8,790	0
Wolseley Road play area	C006	0	67,762	67,762
Parks Footpath Refurbishment	C597	7,950	8,241	291
Barnard Way POS / Cannock Park	C654	0	288	288
North End Park (formerly Jeffery's Close POS)	C677	33,000	33,157	157
Barnard Way Provision of Play Equipment	C689	3,190	3,372	182
Rolling Programme of Play Areas	C658	3,630	4,358	728
Improve Tees on golf course	C664	0	2,917	2,917
Improve Road Stile Cop Cemetery	C688	5,500	5,031	-469
Hawks Green Capital Works	C690	40	276	236
Chase Heritage Trail	C696	0	1,358	1,358
Chase Heritage Trail Museum	C697	10,000	7,582	-2,418
Culture and Sport		129,420	214,200	84,780

Annex 1 Continued

		2005-06	2005-06	2005-06
Environment		Approved Budget	Outturn	Variance
		£	£	£
Home Security Grants (General)	C252	30,000	31,843	1,843
New Refuse Bins	C698	570,000	569,730	-270
<u>Landscape Schemes</u>				
Mill Green/Hawks Green - Nature Reserve	C445	1,800	2,409	609
Hednesford Hills - Grazing Proposals	C463	4,000	0	-4,000
Cannock High School	C591	1,680	1,673	-7
Norton Canes Gateways 1 & 2	C594	3,450	2,541	-909
Coppice Tip - Environmental Improvements	C444	800	15,176	14,376
Access Asset Improvements	C643	4,690	1,639	-3,051
Chetwynd Park - Public Open Space	C644	1,900	2,152	252
Hawks Green Ranger Station	C662	16,350	16,451	101
Castle Ring Improvements	C663	1,590	776	-814
Small Site Landscape Imps	C667	150	151	1
Environment		636,410	644,540	8,130
		2005-06	2005-06	2005-06
Social Inclusion		Approved Budget	Outturn	Variance
		£	£	£
Renovation Grants	C024	162,060	173,121	11,061
Facilities for the Disabled (2002-03 Programme)	C599	2,570	3,619	1,049
Facilities for the Disabled (2003-04 Programme)	C655	30,260	36,717	6,457
Facilities for the Disabled (2004-05 Programme)	C686	77,450	44,438	-33,012
Disabled Facility Grants	C022	410,230	454,694	44,464
Social Inclusion		682,570	712,589	30,019

Annex 2

Completed – Overspent 2005-06					
Scheme	Budget £	Actual £	Slippage from 2006- 07 £	Overspend £	Reason
<u>Access to Skills and Economic Development</u>					
Wharf Road Development Site	70	5,840	2,060	3,710	Scheme completed – grant received in 2006-07 to cover additional cost.
Image Business Partnerships Bridgtown, Cannock, Hawks Green, Hednesford and Norton Canes	8,210	8,440		230	Scheme completed.
<u>Culture and Sport</u>					
Rugeley Leisure Centre	40,000	54,340	10,680	3,660	Scheme completed.
<u>Environment</u>					
Home Security Grants (General)	30,000	31,840		1,840	Scheme completed.
Sub Total	78,280	100,460	12,740	9,440	
<u>Agency Schemes</u>					
Sundry Highway Capital Schemes		28,590		28,590	Scheme completed.
Sub _Total		28,590		28,590	
Total	78,280	129,050	12,740	38,030	

Completed – Underspend 2005-06				
Scheme	Budget £	Actual £	Underspend £	Reason
<u>Environment</u>				
New Refuse Bins	570,000	569,730	270	Scheme completed – came in under budget.
Norton Canes Gateways 1 & 2	3,450	2,540	910	Scheme completed – came in under budget.
Access Asset Improvements	4,690	1,640	3,050	Scheme completed – came in under budget.
Castle Ring Improvements	1,590	780	810	Scheme completed – came in under budget.
Total	579,730	574,690	5,040	

Annex 3

Schemes with Slippage 2006-07							
Scheme	2006-07 Programme Budget 22.02.06 £	Increase £	Decrease £	Revised Budget £	Reason	CCDC £	External £
Capital Budget							
Access to Skill and Economic Development							
Park Farm North Employment Site (CCDC Commitment)	-	1,150		1,150	Works slipped into 2006-07	1,150	
Town Centre Investment	58,320	990		59,310	Slipped into 2006-07.	59,310	
Regenerating Hednesford Town Centre	-	330		330	Invoices outstanding in 2006-07	330	
Strategic Employment Sites	80,070	300		80,370	Works slipped into 2006-07	80,370	
Cannock Town Centre CCTV	-	10,750		10,750	Delay in full Implementation of new scheme		10,750
Culture and Sport							
Flaxley Road Play Area	3,760	140		3,900	Works slipped into 2006-07		3,900
Bettys Lane Play Area – Norton Canes	-	450		450	Works slipped into 2006-07	450	
Parks Footpath Refurbishment	8,940		(290)	8,650	Expenditure incurred 2005-06	8,650	
North End Park (formerly Jeffery's Close POS)	13,620*		(160)	13,460	Expenditure incurred 2005-06		13,460
Barnard Way Provision of Play Equipment	1,360		(180)	1,180	Expenditure incurred 2005-06		1,180
Rolling Programme of Play Areas	5,880		(730)	5,150	Expenditure incurred 2005-06	5,150	
Improve Tees on Golf Course	16,470		(2,920)	13,550	Expenditure incurred 2005-06	13,550	
Improve Road Stile Cop Cemetery		470		470	Works slipped into 2006-07	470	
Environment							
Mill Green/Hawks Green – Nature Reserve	8,140		(610)	7,530	Expenditure incurred 2005-06		7,530
Hednesford Hills – Grazing Proposals	4,270	4,000		8,270	Awaiting implementation of new legislation regarding gating of roads..	8,270	
Cannock High School	4,380	10		4,390	Works slipped into 2006-07.		4,390
Coppice Tip- Environmental Improvements	25,660		(14,380)	11,280	Expenditure incurred 2005-06		11,280
Chetwynd Park – Public Open Space	7,050		(250)	6,800	Expenditure incurred 2005-06		6,800
Hawks Green Ranger Station	3,650		(100)	3,550	Expenditure incurred 2005-06	1,500	2,050
Social Inclusion							
Renovation Grants	150,000		(11,060)	138,940	Expenditure incurred 2005-06	5,940	133,000
Facilities for the Disabled	32,000	25,500		57,500	Works delayed. To be completed in 2006-07.	57,500	
Disabled Facility Grants	480,000		(44,460)	435,540	Expenditure incurred 2005-06	48,580	386,960
Sub Total Capital Budgets	903,570	44,090	(75,140)	872,520		291,220	581,300
Programmed Schemes							
Barnard Way POS / Cannock Park	73,600		(290)	73,310	Expenditure incurred 2005-06		73,310
Chase Heritage Trail	1,097,000		(1,360)	1,095,640	Expenditure incurred 2005-06		1,095,640
Chase Heritage Trail Museum	339,000	2,420		341,420	Works slipped into 2006-07		341,420
Hawks Green Capital Works	285,190		(240)	284,950	Expenditure incurred 2005-06		284,950

Sub Total Capital Budgets	1,794,790	2,420	(1,890)	1,795,320			1,795,320
Total	2,698,360	46,510	(77,030)	2,667,840		291,220	2,376,620
Net Slippage			(30,520)				

Annex 4**Cannock Chase Council****Statement of Estimated Capital Resources - 2006-07 to 2008-09****General Fund**

	2006-07	2007-08	2008-09	Total
	Available Resources	Available Resources	Available Resources	Available Resources
	£	£	£	£
Uncommitted Resources from Previous Year	1,071,570	389,080	67,050	1,071,570
Prudential Borrowing	800,000	-	-	800,000
Specified Capital Grant (DFG)	210,000	210,000	-	420,000
Section 106 Contributions	617,230	-	-	617,230
Capital Reserve	69,490	72,970	71,450	213,910
Capital Receipts	250,000	-	-	250,000
Other Sources				
Other Local and Public Authorities	215,480	-	-	215,480
Staffordshire County Council	1,500,000	-	-	1,500,000
Staffordshire Environment Fund	55,000	-	-	55,000
Forestry Commission	22,000	-	-	22,000
Home Office	10,750	-	-	10,750
Transfer from Housing (re GF Schemes)	176,960	-	-	176,960
Sports Council	250,000	-	-	250,000
Lottery	946,740	-	-	946,740
Revenue Contribution to Capital	81,000	-	-	81,000
Total (Local) Resources	6,276,220	672,050	138,500	6,630,640
Less Committed General Fund Expenditure	1,159,530	605,000	25,000	1,789,530
Outturn Slippage	-41,730	-	-	-41,730
Supplementary Expenditure	13,620	-	-	13,620
Programmed Schemes	4,755,720	-	-	4,755,720
Total Capital Programme	5,887,140	605,000	25,000	6,517,140
Uncommitted Resources	389,080	67,050	113,500	113,500