

<b>Report of:</b>	<b>Head of Finance</b>
<b>Contact Officer:</b>	<b>Bob Kean</b>
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<b>Portfolio Leader:</b>	<b>Leader of the Council</b>
<b>Key Decision:</b>	<b>No</b>
<b>Report Track:</b>	<b>Cabinet 31/01/13</b>

**CABINET**  
**31 JANUARY 2013**  
**SECTION 106 CAPITAL PROGRAMME 2012-13 TO 2015-16**

**1 Purpose of Report**

- 1.1 The purpose of this report is to advise Members of the expenditure for the first three quarters of the 2012-13 S106 Capital Programme; scheme variations both positive and negative and variations which will require Member approval.

**2 Recommendations**

- 2.1 That Members note the outturn to 31 December 2012 at (Appendix 1) attached and the managers' comments included there in.
- 2.2 That Members note the forecast slippage in (Appendix 1) and the resultant S106 Capital Budget 2013-16 (Appendix 2).
- 2.3 That Members note the entire Section 106 programme for 2013-14 to 2015-16 and commitments for which budgetary spend has not yet been approved (Appendix 3).
- 2.4 That Members note the Section 106 Commitments for which Cabinet approval is required (Appendix 4).
- 2.5 That members recommend to Council the Budget to be included for S106 Capital Schemes for the period 2013-16.

**3 Key Issues and Reasons for Recommendation**

- 3.1 That members recommend to Council the Budget to be included for S106 Capital Schemes for the period 2013-16.

- 3.2 The Section 106 Capital Programme for the years 2012-13 to 2014-15 was approved by Council 29 February 2012.
- 3.3 A summary of the movement between the original Budget including actual slippage and new budgetary requirement is shown below:

<b>Summary</b>	<b>2012-13 Budget</b>
	<b>£</b>
<b><u>S106 Capital Budget</u></b>	
Original Expenditure Plan 2012-13 Council 2nd February 2012	515,860
2011-12 Slippage	(40,320)
<b>Sub Total</b>	<b>475,540</b>
<b>Budget 12-13</b>	
Rugeley Town Centre Conservation 12-13 – Cabinet 20 <sup>th</sup> December 2012	200,000
<b>Sub Total</b>	<b>675,540</b>
<b>Additional Requirement</b>	
Artificial Pitch Cardinal Griffin, additional resources committed during 2012-13	75,860
<b>S106 Total Budget</b>	<b>751,400</b>

- 3.4 The table shows the expenditure in 2012-13 against those budgets for each portfolio together with the forecast outturn.
- 3.5 A summary of the expenditure to date is shown in the table below.

Summary	2012-13 Budget Approved £	Actual Outturn to 31-12-12 £	Variance £	Forecast Outturn £	Forecast Slippage £
<b>S.106</b>					
Culture and Sport	446,740	331,387.30	(115,352.70)	331,387	117,100
Town Centre Regeneration	300,000	0	(300,000)	31,000	269,000
Environment	4,660	0	(4,660)	0	4,660
<b>S.106</b>	<b>751,400</b>	<b>331,387.30</b>	<b>(420,012.70)</b>	<b>362,387</b>	<b>390,760</b>

- 3.6 Culture and Sport Project schemes progress have been reported through Culture and Sport Policy Development Committee.
- 3.7 Cabinet 25<sup>th</sup> November 2010 approved a change in funding in respect of the Artificial Pitch by utilising an alternative Section 106 account and changed Council contribution funding. At this stage the funding was not sufficient to commence the project. An application to Football Foundation was made to increase the funding commitment and a revised grant of £319,000 was approved. This increased grant together with the Council's contribution of £345,000 combined with Cardinal Griffin High School contribution is now sufficient to fund the scheme. As a result of the increased grant the revised budget was £653,040. During 2012-13 increased contributions were requested and received which allowed expenditure and the budget to be increased by a further £75,860.
- 3.8 The Council has been successful in a stage 2 application for Heritage Lottery funding towards improving Hednesford Park. The bids require that the Council will match fund towards the scheme. Two elements of the Approved Capital Programme 2012-15 Hednesford Park Footpaths £48,630, Refurb and Playground Hednesford Park £20,290 were ring fenced for this purpose. These elements only form a small part of the overall capital element of the scheme of £2,397,540. This element is now included in the General Fund Capital Programme Commitments 2013-16. To ensure budgets are not double counted the above S.106 elements will be moved from the S.106 Capital Programme 2013-16 to the General Fund 2013-16 Programme.
- 3.9 Rugeley Town Centre Conservation has now commenced but payments in respect of the 2011-12 allocation are due but reliant on applicants undertaking work and approval being given by an architect. The 2012-13 £200,000 allocation will not be expended during 2012-13 and will be slipped to 2013-14. Staffordshire County council have further committed a £50,000 contribution for

2013-14 but confirmation from English Heritage on their matching allocation will not be received until 2013-14. A budget of £100,000 is included for approval subject to confirmation of match funding from English Heritage.

#### **4 Relationship to Corporate Priorities**

- 4.1 The report deals with capital schemes as approved by Council within its objectives and corporate priorities.

#### **5 Report Detail**

- 5.1 The Section 106 Capital Programme for the years 2012-13 to 2014-15 was approved by Council on 2 February 2012 complete with forecast slippage from 2011-12.
- 5.2 A detailed scheme analysis is shown in Appendix 1 detailing spending and potential slippages on schemes. Anticipated slippages have been carried forward to future years.
- 5.3 An explanation re under spends on all schemes has been discussed with managers and their comments are précised on Appendix 1.
- 5.4 A high level of slippage does exist with the majority of the slippage relating to Rugeley Town Centre Conservation schemes £269,000, Multi Use Games Area £48,520, Artificial Pitch Cardinal Griffin £39,170 and Newlands Lane Pitch Drainage £26,630.
- 5.5 Resources available for capital purposes have also been updated. No new schemes have been submitted for 2013-16 as no suitable new S.106 funds were received during 2012-13 which could allow an immediate scheme to be formed.

#### **6 Implications**

##### **6.1 Financial**

The financial implications have been referred to throughout the report.

Any capital schemes less than £20,000 will form part of the Section 106 revenue programme.

##### **6.2 Legal**

None

##### **6.3 Human Resources**

None

**6.4 Section 17 (Crime Prevention)**

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

**6.5 Human Rights Act**

None

**6.6 Data Protection**

None

**6.7 Risk Management**

The risk to the Capital Programme has been addressed by having a fully funded programme backed by a Capital Budget process which only allows expenditure when Cabinet has considered the scheme content and resources.

**6.8 Equality & Diversity**

None.

**6.9 Best Value**

None

**7 Appendices to the Report**

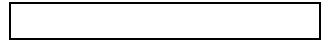
- Appendix 1: Section 106 Budget Outturn with Slippage 2012-13
- Appendix 2: Section 106 Budget 2013-16 including Slippage
- Appendix 3: Section 106 Budget 2013-16 by year
- Appendix 4: Section 106 Capital Commitments – Cabinet approval required 2013-16

**Previous Consideration**

Section 106 Capital Programme 2011-12 to 2014-15	Cabinet	2 February 2012
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**Background Papers**

None



**ITEM NO. 9.6**

**Section 106 Budget Outturn with Slippage 2012-13**

**Appendix 1**

<b>Summary</b>	<b>2012-13 Approved Budget</b>	<b>2012-13 Actual Expenditure Q3</b>	<b>2012-13 Forecast Outturn to 31-03-13</b>	<b>2012-13 Anticipated Variance</b>	<b>2012-13 Estimated Slippage into 2013- 14</b>	<b>Managers Comments</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>	
Culture and Sport	446,740	331,387.30	331,387	(115,351.57)	117,100	See detailed tables below
Town Centre Regeneration	300,000	0	31,000	(269,000)	269,000	See detailed tables below
Environment	4,660	0	0	(4,660)	4,660	See detailed tables below
<b>Total</b>	<b>751,400</b>	<b>331,387.30</b>	<b>362,387</b>	<b>(389,011.57)</b>	<b>390,760</b>	

<b>Culture and Sport</b>	<b>2012-13 Approved Budget</b>	<b>2012-13 Actual Expenditure</b>	<b>2012-13 Forecast Outturn to 31-03-13</b>	<b>2012-13 Anticipated Variance</b>	<b>2012-13 Estimated Slippage into 2013-14</b>	<b>Managers Comments</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>	
Cannock Park	0	1,988.48	1,988.48	(1,988.48)	0	Scheme complete no budget
Relocate Arthur Street Play Area	2,670	0	0	(2,670)	2,670	Scheme grounds work to be finished
Artificial Pitch Cardinal Griffin	282,610	243,438.87	243,438.87	(39,171.13)	39,170	Scheme complete but various commitments remain unpaid
Multi Use Games Area	48,520	0	0	(48,520)	48,520	Scheme not commenced slipped to 2013-14
Newlands Lane Pitch Drainage	46,070	19,433.15	19,433.15	(26,636.85)	26,630	Scheme commenced delayed because of high water table
Arthur Street Pathways	110	-1,026.56	(1,026.56)	(1,136.56)	110	Scheme complete small payments to come
Ravenhill Paddling Pool	66,760	67,553.36	67,553.36	793.36	0	Scheme complete retentions still to be paid
<b>Total</b>	<b>446,740</b>	<b>331,387</b>	<b>331,387.30</b>	<b>(115,351.57)</b>	<b>117,100</b>	

**ITEM NO. 9.7**

<b>Town Centre Regeneration</b>	<b>2012-13 Approved Budget</b>	<b>2012-13 Actual Expenditure</b>	<b>2012-13 Forecast Outturn to 31-03-13</b>	<b>2012-13 Anticipated Variance</b>	<b>2012-13 Estimated Slippage into 2013-14</b>	<b>Managers Comments</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>	
Rugeley Town Centre Conservation 11-12	100,000	0	31,000	(69,000)	69,000	Scheme slipped to 2013-14
Rugeley Town Centre Conservation 12-13	200,000	0	0	(200,000)	200,000	Scheme slipped to 2013-14
<b>Total</b>	<b>300,000</b>	<b>0</b>	<b>31,000</b>	<b>(269,000)</b>	<b>269,000</b>	

<b>Environment</b>	<b>2012-13 Approved Budget</b>	<b>2012-13 Actual Expenditure</b>	<b>2012-13 Forecast Outturn to 31-03-13</b>	<b>2012-13 Anticipated Variance</b>	<b>2012-13 Estimated Slippage into 2013-14</b>	<b>Managers Comments</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>	
Sherbourne Avenue Access Improvements	490	0	0	(490)	490	Scheme slipped to 2013-14
Coppice Tip	1,810	0	0	(1,810)	1,810	Scheme slipped to 2013-14
Mill Green Nature Reserve	2,360	0	0	(2,360)	2,360	Scheme slipped to 2013-14
<b>Total</b>	<b>4,660</b>	<b>0</b>	<b>0</b>	<b>(4,660)</b>	<b>4,660</b>	



**ITEM NO. 9.8**

**Section 106 Capital Budget for 2013-14 to 2015-16 including slippage Appendix 2**

<b>Summary</b>	<b>Slippage from 2012-13</b>	<b>Original Budget 2013-16</b>	<b>Total Budget 2013-16</b>
Culture and Sport	117,100	72,770	189,870
Town Centre Regeneration	269,000	0	269,000
Environment	4,660	0	4,660
<b>Total</b>	<b>390,760</b>	<b>72,770</b>	<b>463,530</b>

<b>Culture and Sport</b>	<b>Slippage from 2012-13</b>	<b>Original Budget 2013-16</b>	<b>Total Budget 2013-16</b>
Relocation Arthur Street Play Area	2,670	0	2,670
Artificial Pitch Cardinal Griffin	39,170	0	39,170
Multi Use Games Area Laburnum Av.	48,520	72,770	121,290
Pitch Drainage Newlands Lane	26,630	0	26,630
Arthur Street Pathways	110	0	110
<b>Total</b>	<b>117,100</b>	<b>72,770</b>	<b>189,870</b>

<b>Town Centre Regeneration</b>	<b>Slippage from 2012-13</b>	<b>Original Budget 2013-16</b>	<b>Total Budget 2013-16</b>
Rugeley Town Centre Conservation 11-12	69,000	0	69,000
Rugeley Town Centre Conservation 12-13	200,000	0	200,000
<b>Total</b>	<b>269,000</b>	<b>0</b>	<b>269,000</b>

<b>Environment</b>	<b>Slippage from 2012-13</b>	<b>Original Budget 2013-16</b>	<b>Total Budget 2013-16</b>
Sherborne Av. Access Improvements	490	0	490
Coppice Tip	1,810	0	1,810
Mill Green Nature Reserve	2,360	0	2,360
<b>Total</b>	<b>4,660</b>	<b>0</b>	<b>4,660</b>

**ITEM NO. 9.9**

**Section 106 Capital Budget by year 2013-14 to 2015-16 including slippage Appendix 3**

<b>Summary</b>	<b>Budget 2013-14</b>	<b>Budget 2014-15</b>	<b>Budget 2015-16</b>
Culture and Sport	189,870	0	0
Town Centre Regeneration	269,000	0	0
Environment	4,660	0	0
<b>Total</b>	<b>463,530</b>	<b>0</b>	<b>0</b>

<b>Culture and Sport</b>	<b>Budget 2013-14</b>	<b>Budget 2014-15</b>	<b>Budget 2015-16</b>
Relocation Arthur Street Play Area	2,670	0	0
Artificial Pitch Cardinal Griffin	39,170	0	0
Multi Use Games Area Laburnum Av.	121,290	0	0
Pitch Drainage Newlands Lane	26,630	0	0
Arthur Street Pathways	110	0	0
<b>Total</b>	<b>189,870</b>	<b>0</b>	<b>0</b>

<b>Town Centre Regeneration</b>	<b>Budget 2013-14</b>	<b>Budget 2014-15</b>	<b>Budget 2015-16</b>
Rugeley Town Centre Conservation 11-12	69,000	0	0
Rugeley Town Centre Conservation 12-13	200,000	0	0
<b>Total</b>	<b>269,000</b>	<b>0</b>	<b>0</b>

<b>Environment</b>	<b>Budget 2013-14</b>	<b>Budget 2014-15</b>	<b>Budget 2015-16</b>
Sherbourne Avenue Access Improvements	490	0	0
Coppice Tip	1,810		
Mill Green Nature Reserve	2,360		
<b>Total</b>	<b>4,660</b>	<b>0</b>	<b>0</b>

**ITEM NO. 9.10****Section 106 Capital Commitments – Cabinet approval required**

Appendix 4

<b>Summary</b>	<b>2013-14</b>	<b>2014-15</b>	<b>2015-16</b>
Culture and Sport	64,470	80,420	0
Environment	20,000	0	0
<b>Total</b>	<b>84,470</b>	<b>80,420</b>	<b>0</b>

<b>Culture and Sport</b>	<b>2013-14</b>	<b>2014-15</b>	<b>2015-16</b>
North End Park Improvements	30,000	0	0
Refurbishment Heath Hayes Park / Pitch	34,470	80,420	0
<b>Total</b>	<b>64,470</b>	<b>80,420</b>	<b>0</b>

<b>Environment</b>	<b>Budget 2013-14</b>	<b>Budget 2014-15</b>	<b>Budget 2015-16</b>
Wolseley Road POS Improvements	20,000	0	0
<b>Total</b>	<b>20,000</b>	<b>0</b>	<b>0</b>