

2009/10 DECEMBER CAPITAL PROGRAMME BUDGET MONITORING

OVERALL SUMMARY POSITION

1. The capital programme forecast outturn for 2009/10 as at 31 December totals £83,095k, which is an increase of £2,409k from the September 2009/10 capital programme forecast. The main reason for this increase follows the re-profiling of expenditure forecast on the Minster School project.
2. A summary of the overall capital programme expenditure forecast and funding thereof for 2009/10 is provided in table D1.
3. Table D2 provides a breakdown of total capital scheme costs exceeding £500k, funding, spend to date and potential issues for capital schemes with a revised forecast spend for 2009/10 exceeding £500k. Capital programmes for Directorates are reported quarterly to the relevant scrutiny committee.
4. Actual total spend to date appears low at £44,284k to the end of December. This is mainly due to the following items;
 - £9,066k expenditure forecast on the new Hereford Academy, for which the contract of main works has only just been let.
 - Delays on spend on Herefordshire Connects £3,279k budget due to the Shared Service review, likely to commence in the new financial year.
 - Low spend to date on road and footway maintenance where the bulk of expenditure is always incurred in the later part of the financial year.

Prudential Borrowing Position as at 31st December 2009

5. A summary of the Prudential Borrowing position for 2009/10 is set out below.

	£'000	£'000
2009/10 Original Prudential Borrowing Allocations		£14,258
Add: Slippage from 2008/09 Allocated in year	£10,144	
	£806	
		£10,950
Less: Slippage into future years	(£9,820)	
Returned to corporate funding pot	(£1,294)	
		(£11,114)
Forecast use of Prudential Borrowing in 2009/10		£14,094

Capital Receipts Reserves Position as at 31st December 2009

6. The capital receipts reserve totalled £17,556k as at 1st April 2009. Very few capital receipts are expected during this financial year. £10,327k of this funding source will be spent in 2009/10 with the remaining balance to be used to fund future year's capital programme including the provision of a new livestock market.

TABLE D1

FUNDING OF REVISED 2009/10 CAPITAL PROGRAMME

Capital Programme Area	2009/10 Revised Forecast 31/12/09	SCE(R)	Prudential Borrowing	Grant	Revenue Contribution	Capital Receipts Reserves
	£'000	£'000	£'000	£'000	£'000	£'000
Children's Services	40,646	2,372	525	37,739	-	-
Resources	6,791	-	3,741	152	-	2,898
Deputy Chief Executive	3,999	-	3,831	100	-	69
Adult Social Care	730	-	65	434	-	231
Regeneration	14,030	-	2,885	3,996	20	7,129
Environment & Culture	16,899	11,195	3,047	2,651	-	0
Total Revised Forecast	83,095	13,567	14,094	45,072	20	10,327
<i>Sept Forecast</i>	<i>80,686</i>	<i>13,567</i>	<i>16,578</i>	<i>40,172</i>	<i>1</i>	<i>10,354</i>
<i>Change from Sept Forecast</i>	<i>2,409</i>	<i>-</i>	<i>(2,484)</i>	<i>4,900</i>	<i>19</i>	<i>27</i>
<i>Original Forecast</i>	<i>67,438</i>	<i>13,567</i>	<i>16,449</i>	<i>34,154</i>	<i>-</i>	<i>3,268</i>

TABLE D2

Schemes with a forecast spend exceeding £500k in 2009-10

Scheme Detail By Directorate	Whole Scheme Cost £'000	Funded by	2009-10 Expenditure forecast £'000	Actual spend to 31-12-09 £'000	Most relevant Corporate Theme	Comments
Children's Services						
New Hereford Academy	24,130	DCSF Grant	9,066	2,870	Children and Young People	Main contract of works to commence shortly, completion due Autumn 2011
Minster Replacement School	20,642	DCSF Grant	12,201	8,787	Children and Young People	Work progressing, no issues, completion due summer 2010
Devolved Capital Programme	n/a	DCSF Grant	4,914	3,787	Children and Young People	Devolved allocation of capital funding to schools, including ICT
Primary Grant	8,378	DCSF Grant	3,000	85	Children and Young People	Capital funding for all through primary school in Leominster, consultation process underway
Children's Centres	n/a	Grant	1,178	784	Children and Young People	Various children's centre schemes progressing including Hollybush and Peterchurch
Targeted Capital Fund	8,000	DCSF Grant	600	51	Children and Young People	Capital funding allocated towards 14 to 19 year olds and Special Education Needs
Condition property works	n/a	SCE®	1,543	908	Children and Young People	Annual programme of works at various sites committed on a highest need first basis
Quality & Access for early years provision	n/a	Grant	1,324	714	Children and Young People	Grant funding devolved to nurseries via the Quality and Access project board evaluation
Riverside Amalgamation	8,505	Grant & receipts	1,236	2,706	Children and Young People	New contractor appointed to complete scheme for the autumn term
Wave 2 Playbuilder	1,120	DCSF Grant	526	82	Children and Young People	Funding towards 22 play area provision (11 per annum) for 8-13 year olds

Scheme Detail By Directorate	Whole Scheme Cost £'000	Funded by	2009-10 Expenditure forecast £'000	Actual spend to 31-12-09 £'000	Most relevant Corporate Theme	Comments
Resources						
Corporate Accommodation	17,112	Prudential borrowing & capital receipts	5,140	4,193	Organisational improvement & greater efficiency	Key corporate accommodation property purchased.
Smallholdings	1,500	Capital receipts	500	74	Economic development & enterprise	Property improvement works commenced November
Deputy Chief Executive						
Herefordshire Connects	6,780	Prudential borrowing, grant & receipts	3,279	2,056	Organisational improvement & greater efficiency	Slippage due to the Shared Service review, spending expected in 2010-11.
Environment & Culture						
Road & Footway Maintenance	n/a	LTP allocation	7,692	4,915	Sustainable communities	Programme of annual Amey works including works required at Symonds Yat
Bridgeworks	n/a	LTP allocation	1,500	506	Sustainable communities	Annual programme of works to avoid closures
City Centre Enhancements	2,751	Prudential borrowing	495	3,601	Sustainable communities	Improvements to be made along Widemarsh St in line with Edgar Street Grid development
Sustrans	1,401	Prudential borrowing & Grant	180	120	Economic development & enterprise	Walking and cycling route over River Wye in design stage, preferred route to be confirmed
Waste Performance & Efficiency	869	Grant	754	755	Economic development & enterprise	Bulk of expenditure on purchase of wheelie bins.

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Regeneration						
Rotherwas Futures Estate Development Work	5,266	Grant & capital receipts	2,731	853	Economic development & enterprise	Refurbishment of site and internal road works planned this year
Cattle Market	9,800	Capital receipts	2,910	95	Economic development & enterprise	Additional funding and approval to proceed received, start on site to follow
Affordable Housing Grants	n/a	Capital receipts	1,979	588	Safer & stronger communities	Annual allocation of grants to various schemes
Rural enterprise grant	5,000	Grant	1,667	431	Economic development & enterprise	Successful award of grant funding
Mandatory Disabled Facilities Grant	n/a	Grant & capital receipts	1,301	441	Health & well-being	This budget is under huge demand, a backlog of approximately £1m recorded
Mortgage Rescue	900	Prudential borrowing & receipts	900	494	Safer & stronger communities	Over £750k committed to individual schemes helping families remain in their properties
Private Sector Housing	n/a	Grant & receipts	787	355	Health & well-being	Annual programme of funding to various private sector landlords
Empty Property	600	Prudential borrowing & receipts	600	-	Health & well-being	Approximately £250k committed to bringing individual properties back into use
Total			67,976	40,251		
Schemes with a forecast spend in 2009/10 of less than £500,000			15,119	4,033		
Total			83,095	44,284		