

Resources Committee

12 June 2013

Report of the Head of Finance

CAPITAL PROGRAMME OUTTURN REPORT 2012-13

1 Purpose of Report

1.1 This report reflects the capital outturn position for the year ended 31st March 2013, and informs members of any budget re-profiling and the value to be returned to reserves. The accounts will now be subject to external audit review which will be completed by the 30th September 2013. KPMG will then issue their opinion on the financial accounts.

2 Executive Summary

2.1 The revised capital programme for 2012/13 as agreed at Resources Committee on the 20th March 2013 was £5,701.3k with an allowance of £60.8k of budget for a number of projects to be re-profiled into the programme for 2013/14. In addition it was agreed that the purchase of land in respect of the proposed Crematorium be completed prior to the 31st March although budget was earmarked in 2013/14. This increased the budget profile for 2012-13 to £7,007.2k.

2.2 The outturn for capital is £3,739.6k which includes the purchase of land for the Crematorium (£1,305.9k). This leaves £3,267.6k under spend compared to the budget. The majority of the underspend will, be re-profiled into 2013/14.

3 Appendices

Appendix 1: Capital monitoring report up to 31st March 2013.

Appendix 2: Capital programme for 2013/14 incorporating budget re-profiling from 2012/13.

4. The Resources Committee is invited to RESOLVE to:

4.1 Note the Capital expenditure totalling £3,739.6k for the year ending 31st March 2012

4.2 Note the budget re-profiling to future years as identified in this report

4.3 Agree to return to reserves the £13.6k identified in this report

4.4 Note the re-profiling of budget of £1,307k from 2013/14 for the Crematorium project.

5. Background

- 5.1** The Capital Programme reported in the appendices is as per the agreed changes approved at Resources Committee during 2012-13.

6 Discussion

- 6.1** Projects which have highlighted the need for budget re-profiling will be noted in the body of this report, but no separate appendix will be prepared. The various schemes for which budget re-profiling is proposed totals £3,253.9k; details appertaining thereto are identified below:

6.1.1 J037 Redhill Farm – Roads and Sewers – Original Project Bid (OPB) £271,900 – Budget re-profiling (BR) £14,674 – Responsible Officer (RO) John Udall

This represents a small part of phase 4 which it is intended will merge with the further budget allowed for in 2013/14 to enable the completion of the works required to ensure adoption.

6.1.2 J041 Non-Operational Property – OPB £43,600 – BR £43,600 – RO Paul Burnett.

This is effectively a contingency item to allow for emergency work. The item has been re-profiled for a number of years.

6.1.3 J042 High Street Development – OPB £380,700 - BR £176,932 – RO Jennifer Bell

The CPO scheme is almost concluded but funds are required for continued legal and property advice in relation to the effect of the delay in developer procurement, on the CPO.

6.1.4 J048 Enterprise Court Regeneration - OPB £22,000 – BR £22,000 – RO Paul Burnett.

The scheme has suffered contract delays but works completed May 2013..

6.1.5 J092 MSCP Refurbishment - OPB £650,000 – BR £624,025 RO John Udall

The MSCP project has at the present time been placed on hold with only emergency repairs, salary costs and the survey having been expended to date. This element of the programme is held over in the capital programme but the following two phases have been deleted from the forward programme.

6.1.6 J100 Wellingborough Heritage and Shop Front Grant initiative – OPB £100,000 (2012-13 only) – BR £55,785 – RO John Udall

Delay in obtaining Heritage Lottery Funding. This scheme is scheduled to take a number of years with budgets set for the next 4 years.

6.1.7 J102 High Street Development, British Legion - OPB £40,000 - BR £40,000 – RO Jennifer Bell

Negotiations are ongoing with the British Legion. Discussions are ongoing via the Principal Property and Facilities manager.

6.1.8 J103 High Street Development Mobile Radio – OPB £484,600 – BR £475,410 – RO Jennifer Bell

Negotiations are ongoing but have been delayed due to the uncertainty in the developer procurement process.

6.1.9 J105 Bandstand – Castle Fields – OPB £83,000 – BR £13,484 - RO Amanda Johnson

The balance of this project is awaiting the outcome of a proposal relating to the pavilion in Castle Fields. This will determine the means of power supply to the bandstand.

6.1.10 J106 Electronic Data recording system – OPB £180,000 – BR £26,207 – RO Kathryn Rance

Lead time greater than expected.

6.1.11 J107 Telephone System – OPB £80,000 – BR £75,000 – RO Alison Curtis

Although originally reported that £72,500 would be budget re-profiling, a further £2,500 will also be re-profiled.

6.1.12 J113 Nest Farm Road Wall – OPB £100,000 - BR £97,604 - RO Paul Burnett

Intrusive technical investigations have taken longer than anticipated as various solutions have had to be investigated in order to identify a viable way forward. A scheme of works is to be delivered shortly by the appointed Consultant Engineers.

6.1.13 J114 Glamis Hall – OPB £23,000 – BR £23,000 – RO Paul Burnett

The whole of this budget is budget re-profiling into 2013/14 awaiting a full service evaluation.

6.1.14 J116 Croyland Hall Abbey Roof Renovations – OPB £250,000 – BR £250,000 – RO Paul Burnett

Specialist survey completed - Collyweston slate in short supply and will need to be stockpiled before major works can commence. Investigations have highlighted problems with the roof timbers. The scheme is now anticipated to start in 2013/14 subject to material availability.

6.1.15 J118 29-30 Sheep Street – OPB £55,000 – BR £55,000 – RO Paul Burnett

Specialist survey completed, work is more extensive than first anticipated. Total re-thatch required not suitable for winter months. The scheme is now anticipated to start in 2013/14.

6.1.16 J119 Tithe Barn Roof and IT Connections – OPB £200,000 – BR £200,000 RO – Paul Burnett. – anticipated that the roof work will commence in 2013/14. The internal works associated with the scheme will, after an initial review, need to be

redefined and a new scheme of works submitted to Committee in 2013/14.

6.1.17 J120 Tithe Barn Road Offices - Lift Control Upgrade – OPB £ £30,000 – BR £30,000 – RO Paul Burnett

Manufacturer lead time longer than anticipated. Onsite May 2013.

6.1.18 J121 Academy Upgrade – OPB £140,000 – BR £52,760 RO Nigel Robinson

This project was one added to the 2012/13 programme later in the financial year and as such was always anticipated to require some budget re-profiling into 2013/14.

6.1.19 J122 Street Furniture – OPB - £75000 - BR £74,324 – RO Jennifer Bell

The project is due to commence in the next couple of months. The project has been delayed due to design and layout queries and unforeseen delays in obtaining quotations from external suppliers.

6.1.20 J 123 Regeneration signs – OPB £21,300 – BR £21,300 – RO Jennifer Bell

Further investigation into costs and the desire for regeneration signs within the town is needed. Officers are investigating further and aim to provide further details to Members within the next few months.

6.1.21 J125 Castle Audio Equipment – OPB £42,000 – BR £37,000 - Chris Pitman

The specification for this project is being developed with the intention that the works will be carried out during the summer 'dark period'.

6.1.22 K001 Renovation Grants - £256,600 – BR £97,131 – RO Clive Culling

Additional grants towards year end mean that instead of re-profiling £115,700 into 2013-14 the final figure is £97,131.

6.1.23 K002 Disabled Facilities Grants - £671,700 – BR 235,424 – RO Clive Culling

In a similar situation to the Renovation Grants the final budget re-profiling for the Disabled Facilities Grants is some £12,175 less than previously reported.

6.1.24 K007 Empty Properties – OPB £390,000 – BR £ 376,038 – RO Clive Culling

Permission has been granted by the Secretary of State to confirm Compulsory Purchase Orders on two empty properties, a third is expected in the near future and another three are in their early stages. Also a commitment has been made for £60,000 towards a scheme to convert a derelict property, in a prominent corner location, into 6 flats.

6.1.25 K103 Allen Bank – OPB £ 60,000 – BR £58,650 – RO Gill Chapman

This project was carried out in April and May 2013 and is now complete.

6.1.26 K221 Irchester Parish Council – OPB £56,100 – BR £56,100 - RO Liz Elliott

The initial scheme was amended, and subsequently reapproved in September 2012. The scheme was therefore delayed.

6.1.27 K302 Weavers School – OPB £22,500 – BR £22,500 – RO Terry Wright

The Council is making a capital grant to the school. The grant will not be released until there is sufficient proof from the school that the project is completed.

- 6.2** A total of £13.6k is to be returned to reserves consisting of numerous small savings offset by an overspend on the Contribution to Affordable Housing project of some £10.7k.
- 6.3** The Crematorium project has re-profiled £1.307m from its 2013/14 budget to cover expenditure prior to the 31st March 2013

Capital Programme 2013/14.

- 6.4** As a consequence of the various changes which have been made to the programme for 2013/14 due to anticipated re-profiling as reported in this report Appendix 2 now sets out the budget for 2013/14 together with a projected resourcing schedule.

7 Legal Powers

- 7.1 Local Government Act 1992

8 Financial and Value for Money Implications

- 8.1 These are detailed in this report; overall the impact is to return budgeted funds to capital reserves.

9 Risk Analysis

- 9.1 The following risks and controls have been identified.

Nature of risk	Consequences if realised	Likelihood of occurrence	Control measures
Error in reported position	Revised outturn, budget re-profiling and reserves return figure	Low due to level of quality assurance	Robust financial arrangements.
Increased costs relating to project due to delays (budget re-profiling) in the project	Additional drain on resources	Low due to level of quality assurance.	Robust financial monitoring arrangements

10 **Implications for Resources**

Implications are as reported above.

11 **Implications for Stronger and Safer Communities**

No specific implications

12 **Implications for Equalities**

No specific implications

13 **Author and Contact Officer**

Liz Elliot
Alan King

Head of Finance
Project Accountant

14 **Consultees**

Budget Managers

15 **Background Papers**

None

Capital Budget Report Year 2012-13 to March 2013								
Sch Ref	Capital Scheme	Responsible Officer	Original Budget 2012-13	Variations approved during year	Potential Slippage previously reported	Programme as reported to c'ttee 20th March	Expenditure	Total Final Slippage
			£'s	£'s	£'s	£'s	£'s	
J037	Redhill Farm - Roads & Sewers Phase 4	John Udall	271,900			271,900	257,226.02	14,674.00
J041	Non Operational Property	Paul Burnett	43,600			43,600	0.00	43,600.00
J042	High Street Development	Jennifer Bell	380,700			380,700	203,768.48	176,932.00
J048	Enterprise Court Regeneration	Paul Burnett	22,000			22,000	0.00	22,000.00
J092	MSCP Refurbishment	John Udall	650,000			650,000	25,974.86	624,025.00
J093	MSCP Lighting	John Udall	0			0		
J098	Public Realm Phase 1	Terry Wright	6,400			6,400	6,777.51	
J100	Wellingborough Heritage and Shop Front Grant Initiative	John Udall	100,000			100,000	44,214.61	55,785.00
J102	High Street Development British Legion	Jennifer Bell	40,000			40,000	0.00	40,000.00
J103	High Street Development Mobile Radio	Jennifer Bell	484,600			484,600	9,190.04	475,410.00
J104	Signs #	Jennifer Bell	19,400			19,400	0.00	
J105	Bandstand	Amanda Johnson	83,000	0		83,000	69,516.06	13,484.00
J106	Electronic Data Record System	Kathryn Rance	180,000		-93,600	86,400	153,793.03	26,207.00
J107	Telephone System	Alison Curtis	80,000		-72,500	7,500	5,000.00	75,000.00
J108	Castle - Bar Area	Chris Pittman	42,500			42,500	40,909.00	
J110	Huxley Close	John Udall	0	91,000		91,000	91,549.91	
J111	Film Equipment	Chris Pittman	100,000	5,000		105,000	104,467.40	
J112	The Castle Heating and Cooling System	Paul Burnett	130,000	32,000		162,000	161,999.33	
J113	Nest Farm Road Wall	Paul Burnett	100,000			100,000	2,396.00	97,604.00
J114	Glamis Hall	Paul Burnett	23,000			23,000	0.00	23,000.00
J115	Doddington Road Cemetery	Paul Burnett	15,000			15,000	13,000.00	
J116	Croyland Hall Abbey	Paul Burnett	250,000			250,000	0.00	250,000.00
J117	Castle lifting equipment	Paul Burnett	0	30,000		30,000	29,043.97	
J118	29-30 Sheep Street	Paul Burnett	55,000			55,000	0.00	55,000.00
J119	Tithe Barn Roof and IT Connections	Paul Burnett	200,000			200,000	0.00	200,000.00
J120	Tithe Barn Road Offices Lift Control Upgrade	Paul Burnett	0	30,000		30,000		30,000.00
J121	Academy Upgrade	Nigel Robinson	140,000			140,000	87,239.62	52,760.00
J122	Street Furniture	Jennifer Bell	75,000			75,000	675.89	74,324.00
J123	Regeneration Signs	Jennifer Bell	21,300			21,300	0.00	21,300.00
J124	Property Purchase	Paul Burnett	0	183,000		183,000	182,148.00	
J125	Castle Audio Equipment	Chris Pittman	42,000	-5,000		37,000	0.00	37,000.00
J126	Crematorium*	Terry Wright	0			0	1,305,896.26	-1,305,896.00
K001	Renovation Grant-Discretionary	Clive Culling	216,600	40,000	-115,700	140,900	159,469.13	97,131.00

Capital Budget Report Year 2012-13 to March 2013								
Sch Ref	Capital Scheme	Responsible Officer	Original Budget 2012-13	Variations approved during year	Potential Slippage previously reported	Programme as reported to c'ttee 20th March	Expenditure	Total Final Slippage
K002	Disabled Facilities Grant- Mandatory PO	Clive Culling	711,700	-40,000	-247,600	424,100	436,276.03	235,424.00
K003	Minor Works Grant	Clive Culling	0			0	-4.00	
K007	Empty Properties	Clive Culling	390,000			390,000	13,962.41	376,038.00
K103	Allan Bank	Gill Chapman	60,000			60,000	1,350.00	58,650.00
K221	Parish Council Irchester	Liz Elliott	56,100		-56,100	0	0.00	56,100.00
K222	Parish Council Wollaston	Liz Elliott	23,000			23,000	23,000.00	
K301	Cont. To Aff. Hsg. - Additionality Weavers School	Clive Culling	300,000	22,500	-22,500	300,000	310,755.80	22,500.00
			5,312,800	388,500	-608,000	5,093,300	3,739,595.36	1,948,052.00

* Crematorium - Budget in 2013/14 and 2014/15 for £4.6m - acquisition of land required before 31st March 2013.

Signs - project aborted - costs to revenue ?

Funding profile:-

Funded from Capital Receipts	3,386,904.36
Funded from S106 monies	69,516.00
Funded from Grant	283,175.00
	<u>3,739,595.36</u>

Sch Ref	Capital Scheme	Responsible Officer	Items Slipped from previous period	Approved Capital Programme 2013-14	Capital Programme 2013-14 Including slippage
			£	£	
J037	Redhill Farm - Roads & Sewers Phase 4	John Udall	14,674	412,000	426,674
J041	Non Operational Property	Paul Burnett	43,600		43,600
J042	High Street Development	Jennifer Bell	176,932		176,932
J048	Enterprise Court Regeneration	Paul Burnett	22,000		22,000
J092	MSCP Refurbishment	John Udall	624,025		624,025
J100	Wellingborough Heritage and Shop Front Grant Initiative	John Udall	55,785	430,000	485,785
J102	High Street Development British Legion	Jennifer Bell	40,000		40,000
J103	High Street Development Mobile Radio	Jennifer Bell	475,410		475,410
J105	Bandstand	Amanda Johnson	13,484		13,484
J106	Electronic Data Record System	Kathryn Rance	26,207		26,207
J107	Telephone System	Alison Curtis	75,000		75,000
J113	Nest Farm Road Wall	Paul Burnett	97,604		97,604
J114	Glamis Hall	Paul Burnett	23,000		23,000
J116	Croyland Hall Abbey	Paul Burnett	250,000		250,000
J118	29-30 Sheep Street	Paul Burnett	55,000		55,000
J119	Tithe Barn Roof and IT Connections	Paul Burnett	200,000		200,000
J120	Tithe Barn Road Offices Lift Control Upgrade	Paul Burnett	30,000		30,000
J121	Academy Upgrade	Nigel Robinson	52,760		52,760
J122	Street Furniture	Jennifer Bell	74,324		74,324
J123	Regeneration Signs	Jennifer Bell	21,300		21,300
J125	Castle Audio Equipment	Chris Pittman	37,000		37,000
J126	Crematorium*	Terry Wright		1,294,104	1,294,104
J127	Private sector Housing Grant - homelessness initiative	V Jessop		60,000	60,000
J128	ICT Resilience	Gareth Jones		59,000	59,000
J129	Website Improvements	Gareth Jones		22,000	22,000
J130	ICT Security	Gareth Jones		24,000	24,000
J131	Citrix Remote Access	Gareth Jones		24,500	24,500
J132	Desktop Equipment Replacement and Windows7	Gareth Jones		89,000	89,000
J133	Active Migration / Exchange Migration	Gareth Jones		81,000	81,000
J134	Expanding grave spaces	N Holden		36,000	36,000
K001	Renovation Grant-Discretionary	Clive Culling	97,131	60,000	157,131
K002	Disabled Facilities Grant- Mandatory PO	Clive Culling	235,424	450,000	685,424

Sch Ref	Capital Scheme	Responsible Officer	Items Slipped from previous period	Approved Capital Programme 2013-14	Capital Programme 2013-14 Including slippage
K007	Empty Properties	Clive Culling	376,038		376,038
k010	Empty Properties vacant land and CPO	V Jessop		300,000	300,000
K103	Allan Bank	Gill Chapman	58,650		58,650
K221	Parish Council Irchester	Liz Elliott	56,100		56,100
K223	Weavers School	Terry Wright	22,500		22,500
K302	Kick Start Housing Development	V Jessop		50,000	50,000
			3,253,948	3,391,604	6,645,552

* Crematorium - Original budget 2013-14 was £2.6m but reduced by early spend in 2012-13.