

## Report of Section 151 Officer

## 2019-20 Capital Outturn

## 1 Purpose of report

This report presents members with an overview of the council's capital expenditure against approved budget for the financial year 2019-20.

## 2 Executive Summary

2.1 The capital programme was agreed by members in February 2019. Approval was given for schemes prioritised as schedule 1 to be funded and they were moved into the approved programme. When later supplementary bids and the re-profiling of schemes between financial years were included, this then produced a total programme for the year of £4.987m.

2.2 Information provided by budget managers throughout the year resulted in an updated forecast outturn of £5.019m by the end of the financial year. The reasons for the changes to expected levels of spending were reported to this committee throughout the year.

2.3 The final capital programme monitoring statement for 2019-20 (Appendix 1) shows an outturn of £5.636m, which is a variation of £0.617m, compared to the previously revised forecast of £5.019m.

## 3 Appendices

Appendix 1 Capital Outturn Report to 31 March 2020

Appendix 2 Capital Programme Funding Position

Appendix 3 Analysis of significant capital budget variances

**The Committee is invited to RESOLVE to:**

4.1 **NOTE** the outturn position on the capital programme and the reasons for the variances as shown in Appendix 1

4.2 **NOTE** the positions on the funding of the capital programme and agree the re-profiling of budgets, as shown in Appendix 2

4.3 **NOTE** the update on the 2020-21 capital programme as shown in Section 7

## 5 Introduction

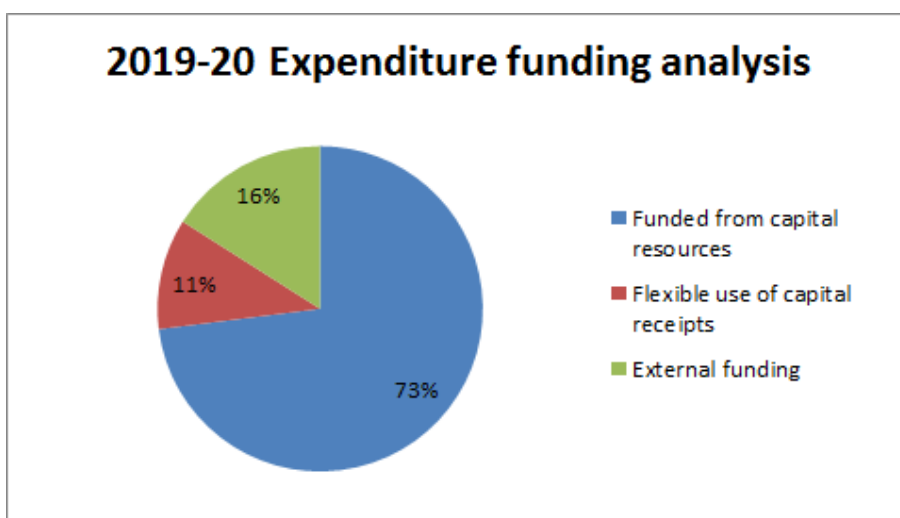
The capital monitoring position was last reported to the March 2020 Resources Committee. Monitoring is reported four times in the year, with three in year reports and the final out turn position in June of the year following. This report reflects the final outturn position as at 31 March 2020, subject to any changes that may result as part of the audit process.

## 6 2019-20 Capital Outturn

6.1 The revised capital programme for 2019-20 as reported at Resources Committee on 11 March 2020 was £5.552m. Subsequent re-profiling of budgets resulted in a final 2019-20 budget of £4.987m.

6.2 The outturn for capital is £5.636m, this equates to a £0.649m overspend compared to the budget, which is outlined in more detail in Appendix 3. The majority of the overspend, subject to review and if approved, will be re-profiled from 2020-21.

6.3 The following graph details how the 2019-20 capital expenditure has been allocated/funded:



6.4 The capital programme covers more than one year and shows both the expected spend in the current financial year as well as the spending that has been profiled to be spent in following years. When project delivery is delayed or brought forward, then the spending is re-profiled accordingly between financial years, subject to maintaining the minimum level of £5m of capital reserves.

6.5 The total projected spending on an approved project has been committed in full regardless of its profiling between financial years and so the movement of predicted spending between years does not release any net resources within the overall amount of capital funding available. However, it may provide the opportunity to bring agreed schemes, with profiled spending in later years, forward to be delivered earlier, if appropriate and achievable.

## 7 Capital Programme 2020-21 Update

Notification has been received from the Ministry of Housing, Communities & Local Government that the Disabled Facilities Grant allocation for the council is £583k. The 2020-21 capital programme has been updated accordingly.

## 8. Legal Powers

Local Government Act 2003

## 9. Financial and Value for Money Implications

The financial and value for money implications of each individual capital scheme are assessed within the approval process. The implications of subsequent changes are outlined in the body of this report.

## 10. Risk Analysis

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.

## 11. Implications for Resources

None identified.

## 12. Implications for Stronger and Safer Communities

No specific implications.

## 13. Implications for Equalities

No specific implications.

## 14. Author and Contact Officer

Julie O'Connell, Finance Manager

## 15. Consultees

Shaun Darcy, Executive Director – Section 151 Officer  
Eric Symons, Assistant Director – Deputy Section 151 Officer

## 16. Background Papers

Capital programme budget monitoring and closedown working papers.



Desired Outcomes	Themes	Reference	Capital Scheme Title	Responsible Officer	Total Capital Programme 2019-20 -2023-24	Capital Programme 2019-20 Including re-profiling	Total expenditure 2019-20	Variance Total expenditure against budget	Forecast as at P10 reported to March Resources	Revised forecast P12	Variance P12 Forecast against actual spend	Outturn Responsible Officer Comments	
					£'000	£'000	£'000	£'000	£'000	£'000	£'000		
<b>Current Capital Programme 2019-20 to 2023-24</b>													
Essential for service delivery	Asset maintenance for H&S / Compliance - operational	J185	Castle Theatre	Adrian Piper	883	130	128	-2	183	130	2		
		J195	MSCP lifts	Adrian Piper	3	3	5	2	4	4	-1	Complete	
		J157	Agresso Upgrade	Eric Symons	25	-	-	-	-	-	-	-	2020-21 budget
		J174	Waendel Leisure Centre	Gill Chapman	46	46	-	-46	46	-	-	-	Complete
		J193	IT Strategy Implementation Phase 2	Shaun Darcy	338	338	292	-46	338	300	8	8	Scheme funded by flexible use of capital receipts
		J198	Multi Storey Car Park (MSCP)	Victoria Phillipson	5,572	200	802	602	230	250	-552	-552	Overspend carried forward to 2020-21 budget
		J199	Swanspool House Extension Roof	Victoria Phillipson	182	5	5	-	5	5	-	-	Overspend carried forward to 2020-21 budget
	Maintenance for H&S / Compliance	J037	Wellingborough Road Adoptions Scheme	Victoria Phillipson	283	283	256	-27	283	283	27	27	
		J211	Structural rebuild - 1a High St	Victoria Phillipson	49	49	45	-4	49	49	4	4	
		J217	Senwick Drive Retaining Wall	Eric Symons	33	33	33	-	33	33	-	-	Complete
		J218	Tithe Barn Sewage	Victoria Phillipson	30	30	27	-3	30	27	-	-	Complete
	New assets for operational use	J189	Nene Valley Crematorium Skylight	Adrian Piper	66	66	65	-1	66	66	66	1	Complete
		J215	Crematorium - pathways	Victoria Phillipson	480	20	25	5	36	30	5	5	
		J216	Crematorium - garden infrastructure	Eric Symons	380	5	1	-3	80	5	4	4	
		J219	Enhancement of Land at the Crematorium	Eric Symons	16	16	16	-	16	16	-	-	Complete
J172		Revenue & Benefits EDRMS	Nigel Robinson	34	34	8	-26	34	34	26	26		
J191	Temporary Accommodation Mitigation Fund	Vicki Jessop	3,816	1,756	1,744	-13	2,116	1,756	12	12			
To generate further revenue resources	Invest to generate income return	J210	Asset disposal costs	Adrian Piper	-	-	3	3	-	-	-3		
		J204	BCW Property Renovations (shops & other buildings)	Victoria Phillipson	425	5	-	-5	125	5	5	5	
		J205	43a/44a High Street (conversion to residential accommodation)	Victoria Phillipson	225	6	6	-	63	6	-	-	
		J212	Conversion 2a High St	Victoria Phillipson	127	6	-	-6	5	5	5	5	
		J213	Conversion 16a Market St	Victoria Phillipson	196	5	3	-2	5	5	2	2	
		J214	Conversion 17 Market St	Victoria Phillipson	132	5	-	-5	5	5	5	5	
	Wellbeing and grants (to avoid revenue costs)	J100	Wellingborough Heritage and Shop Front Grant Initiative	John Udall	1,401	701	628	-73	701	701	73	73	
		J151	Shop Front Improvements	John Udall	115	99	78	-21	115	99	21	21	
		J175	Market Layout	Victoria Phillipson	9	9	14	5	13	14	-	-	Complete
		J194	Redwell 3G pitch	Victoria Phillipson	272	272	295	22	313	313	18	18	Complete
K001	Renovation Grant-Discretionary	Amanda Wilcox	106	29	28	-1	28	28	-	-			
K002	Disabled Facilities Grant	Amanda Wilcox	1,017	470	483	13	470	470	-13	-13	Overspend carried forward to 2020-21 budget		

Desired Outcomes	Themes	Reference	Capital Scheme Title	Responsible Officer	Total Capital Programme 2019-20 -2023-24	Capital Programme 2019-20 Including re-profiling	Total expenditure 2019-20	Variance Total expenditure against budget	Forecast as at P10 reported to March Resources	Revised forecast P12	Variance P12 Forecast against actual spend	Outturn Responsible Officer Comments
To achieve policy objectives	Invest to save	J162	PPF Leisure	Gill Chapman	207	12	12		12	12	-	
		J209	LGR Transformation Costs	Shaun Darcy	-	-	250	250	-	-	-250	Scheme funded by flexible use of capital receipts
		J201	Surveillance Cameras (Fly Tipping)	Victoria Phillipson	12	12	12	-	12	12	-	Complete
	CPO / Property regeneration	K007	Empty Properties	Amanda Wilcox	334	6	17	11	184	6	-11	Overspend carried forward to 2020-21 budget
		J127	Private Sector Housing Grant - homelessness initiative	Vicki Jessop	22	8	7	-1	10	8	1	
		J149	CPO Fund	Victoria Phillipson	601	-	-	-	5	-	-	
	Community / S106	K105	Glamis Hall for All	Eric Symons	105	105	105	-	105	105	-	Complete
		J183	Waendel Leisure Centre Pool Area	Gill Chapman	95	65	64	-2	95	65	1	
		K008	Capital Community Grants	Gill Chapman	201	72	74	2	73	73	-1	Overspend carried forward to 2020-21 budget
		J139	Castle Fields Park S106	Victoria Phillipson	184	5	3	-2	10	5	2	
		J140	Eastfields Park S106	Victoria Phillipson	3	3	2	-1	3	3	1	
		J141	Croyland Park S106	Victoria Phillipson	1	1	-	-1	1	1	1	
		J143	Bassetts Close S106	Victoria Phillipson	21	1	-	-1	1	1	1	
		J144	Queensway Open Space S106	Victoria Phillipson	17	2	-	-2	2	6	6	
		J153	Bassetts Park Skate Park S106	Victoria Phillipson	109	1	2	1	5	-	-2	Overspend carried forward to 2020-21 budget
		J202	Open Space Barriers	Victoria Phillipson	16	16	22	5	17	17	-5	Complete
		J203	Park Improvements in the Town	Victoria Phillipson	268	30	45	14	100	40	-5	Overspend carried forward to 2020-21 budget
		J206	Croyland Gardens landscaping & public realm improvements	Victoria Phillipson	128	5	6	1	5	4	-2	Overspend carried forward to 2020-21 budget
	Public Realm	J122	Street Furniture	Victoria Phillipson	7	7	8	1	8	8	-	Complete
		J200	Street Lighting	Victoria Phillipson	171	1	1	-	2	1	-	
J220		Brook and Waterways	Victoria Phillipson	256	-	1	1	-	-	-1	2020-21 budget (expenditure carried forward)	
J207		Tithe Barn Public Realm	Victoria Phillipson	179	13	13	-	50	13	-		

**Current Programme Totals**      **19,198**      **4,987**      **5,636**      **649**      **6,092**      **5,019**      **-617**      *adjusted for roundings*

Funded by:		Scheme		Analysis:	
S106	5	Revenue & Benefits EDRMS	26		
Heritage Lottery Fund	424	Wellingborough Road Adoptions Scheme	27		
Disabled Facilities Grant	483	Multi Storey Car Park (MSCP)	-552		Initial payment made end of March
Capital Receipts	4,724	LGR Transformation Costs	-250		Expenditure funded by flexible use of capital receipts
		Wellingborough Heritage and Shop Front Grant Initiative	73		Grant schemes progressed sooner than expected.
		Net scheme variances	59		
	<u>5,636</u>				
				<u>-617</u>	

Current Capital Reserves:

	2019-20 £000	2020-21 £000	2021-22 £000	2022-23 £000	2023-24 £000
<b>Capital Reserves Funding Balance B/f</b>	<b>28,673</b>	<b>25,025</b>	<b>5,863</b>	<b>6,088</b>	<b>6,338</b>
<b>Current Capital Programme (at 31st March 2020)</b>	4,987	14,186	25	-	-
<i>2020-21 new schemes approved Feb Resources (to include Isham Bypass £1m and Tith Barn Office refurb £2.876m)</i>		4,891			
<i>2019-20 Outturn underspend reprofiled</i>	412	-412			
<i>2019-20 under/overspend/completed schemes</i>	-13				
<i>Contribution to LGR</i>	250				
<i>2020-21 DFG Determination</i>		583			
<b>Capital Programme as per Agresso</b>	<b>5,636</b>	<b>19,248</b>	<b>25</b>	<b>-</b>	<b>-</b>
<i>Crematorium infrastructure - approved in principal Resources 13 June 2018</i>		387			
<i>Approved schemes awaiting available resources</i>		200			
<i>Flexible use of capital receipts - contribution to LGR</i>		2,025			
<b>Capital Programme</b>	<b>5,636</b>	<b>21,860</b>	<b>25</b>	<b>-</b>	<b>-</b>
2019-20 Expenditure funded from capital resources	4,724				
External Funding					
Capital S106	5	221			
Disabled Facilities Grant	483	1,701			
Heritage Lottery funding	424	526			
	<b>912</b>	<b>2,448</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Current Capital Programme funded by capital reserves</b>	<b>Funded</b>	<b>19,412</b>	<b>25</b>	<b>-</b>	<b>-</b>
<i>RTB , VAT Shelter &amp; Asset Sales</i>	1,076	250	250	250	250
<i>Other Anticipated Capital Receipts</i>					
<b>Anticipated New Capital Receipts</b>	<b>Received</b>	<b>250</b>	<b>250</b>	<b>250</b>	<b>250</b>
<b>Forecast Capital Reserves Funding Balance C/f</b>	<b>25,025</b>	<b>5,863</b>	<b>6,088</b>	<b>6,338</b>	<b>6,588</b>

NB - Italics Estimate

<b>Forecast Capital Reserves if anticipated income not received</b>	5,613	5,838	6,088	6,338
<b>Minimum Capital Reserve</b>	5,000	5,000	5,000	5,000
<b>Available resources for capital programme</b>	613	838	1,088	1,338





Underspend brought forward £'000	2019-20 Approved / Virements	Total 2019-20 budget	Scheme	Responsible Manager	Variance carry forward £'000	Responsible Manager comments
-	338	338	J193 - IT Strategy Implementation Phase 2	Shaun Darcy	-46	Scheme funded by flexible use of capital receipts
-	-	-	J209 - LGR Transformation Costs	Shaun Darcy	250	Scheme funded by flexible use of capital receipts
-26	727	701	J100 - Wellingborough Heritage and Shop Front Grant Initiative	Victoria Phillipson	-73	Delays in the progress of a couple of schemes have resulted in a lower spend level than was expected
-4	204	200	J198 - Multi Storey Car Park (MSCP)	Victoria Phillipson	602	Accrual for first payment due included in accounts following final reprofiling
		<b>1,239</b>			<b>733</b>	
		3,136	<i>Net scheme reprofiling</i>		-71	
		612	<i>Under/Overspends to be returned to capital reserves</i>		-13	
		<b>4,987</b>			<b>649</b>	

