

CABINET

21 June 2006

PRINCIPAL SCRUTINY COMMITTEE

10 July 2006

CAPITAL OUTTURN 2005/06

REPORT OF THE DIRECTOR OF FINANCE

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RECENT REFERENCES:

CAB1182 Capital Programme and Budget 2006/07 to 2010/11 18 January 2006

CAB1089: Capital Strategy and Programme 2005 26 July 2005

EXECUTIVE SUMMARY:

This report provides an overview of actual expenditure for 2005/06 against the capital programme. The report includes the original capital programme budget and revisions to the programme approved by Cabinet during the course of the year. Explanations of any significant variations in expenditure are also given and a request for carry forward of funding is made.

Total expenditure on the capital programme was £7.98m, a shortfall of £1.55m against the original budget and £2.09m against the revised budget. Carry forward requests amount to £1.68m.

RECOMMENDATIONS:

1. That it be recommended to Council to approve the carry forward of capital funds totalling £1.68m from 2005/06 to 2006/07, in accordance with Financial Procedure Rule 7.8.

CABINET21 June 2006PRINCIPAL SCRUTINY COMMITTEE10 July 2006CAPITAL OUTTURN 2005/06REPORT OF THE DIRECTOR OF FINANCE1 Introduction

- 1.1 This report provides an overview of the actual expenditure on the capital programme for 2005/06 and gives comment on any significant variations.
- 1.2 For discreet capital projects and defined programmes the project budget and prior year spend is included to give a more comprehensive picture.

2 Summary

- 2.1 Overall the outturn position at 31 March 2006 compared with the expected position was as follows:
- total expenditure on the capital programme was £7.98m, a shortfall of £1.55m against the original budget and £2.09m against the revised budget;
 - Carry forward requests amount to £1.68m.

3 Variances

- 3.1 Notes on outturn variances are shown in the appendix to this report.
- 3.2 Requests for funding to be carried forward into 2006/07 include the following items:
- a) Sewage Treatment Works £217,000 – a programme for future works has been considered by Cabinet and carry forward agreed (CAB1226),
 - b) Capital grants for Community Development £31,000 – where grants have been committed but not yet paid out,
 - c) Guildhall improvements £18,000 – minor capital works to the Guildhall,
 - d) Swanmore Community scheme £303,000 – project is complete and balance of grant will be paid on signing of SLA,
 - e) Denmead environmental improvements £62,000 – balance of committed funds will be paid in 2006/07,
 - f) Waterways improvements £59,000 – programme of works will be brought to Cabinet before any further expenditure is incurred,
 - g) Groundworks in Jewry Street £180,000 – contribution to filling in air-raid shelters on Cultural Centre site,
 - h) E-government programme £550,000 – ongoing work to meet e-government targets,
 - i) Avalon House £50,000 – capital maintenance to electrical/mechanical equipment,
 - j) Guildhall £33,000 – operational property repairs,

- k) River Park Leisure Centre £177,000 – major upgrade work started in March 2006 and due to be finished by end of June
- 3.3 If approved, in accordance with Financial Procedure Rules 7.7 and 7.8, the requests to carry forward a total of £1.68m will increase the 2006/07 capital programme budget by that amount. In accordance with Financial Procedure Rule 7.8 this requires the approval of Council.

OTHER CONSIDERATIONS:

4 CORPORATE STRATEGY (RELEVANCE TO):

- 4.1 Preparation of the capital budget had regard to the corporate and capital strategies. Monitoring of the capital programme is an intrinsic part of measuring whether the strategies' objectives have been achieved.

5 RESOURCE IMPLICATIONS:

- 5.1 As discussed in the body of the report.

BACKGROUND DOCUMENTS:

Operational and financial records held in the Finance and other Directorates.

APPENDICES:

Appendix A Capital Programme Outturn Report 2005/06