

---

## CAPITAL PROGRAMME 2011/12

### 1 SUMMARY

- 1.1 This report reviews the current Capital Programme for 2011/12 following closure of the Accounts for 2010/11.

### 2 INTRODUCTION

- 2.1 As part of the Medium Term Financial Strategy (MTFS) each year, the Council agrees a Capital Programme for the coming financial year and the following four years. The Programme covers all General Fund services (including other Housing) and shows the programme of expenditure and how it will be financed.
- 2.2 The Capital Programme for 2011/12 needs to be revised following the closure of the accounts for 2010/11 so that where capital projects have been delayed or to match the timing of payments, the remaining budgets have been rolled into 2011/12. This does not have any additional impact on capital receipts balances as the expenditure is just delayed.

### 3 2010/11 RESULTS

- 3.1 The total capital expenditure was £1.75m compared to a budget of £1.29m and the Appendix shows the actual expenditure in 2010/11 for all the projects. In the Appendix there is an explanation of where expenditure did not happen as planned and details of where unspent budget has been rolled forward into 2011/12.

### 4 2011/12 REVISED CAPITAL PROGRAMME

- 4.1 The Appendix also outlines the revised Capital programme for 2011/12, updated with new information principally following closure of accounts for 2010/11. The current allocations for 2011/12 are shown in the column headed 'Revised 2011/12'.
- 4.2 The full Capital Programme for 2011/12 to 2015/16 will be presented to Members as part of the budget setting process later in the year.

### 5 RISK IMPLICATIONS

- 5.1 Delays in completing the items on the Capital programme could prevent the Council from achieving its strategic objectives and lead to adverse publicity. The allocation of resources needs to be carefully managed to ensure that the Programme is properly funded and the revenue consequences are included in the MTFS for the General Fund.

- 5.2 When agreeing the MTFs, Council also agrees the monitoring, reporting and decision making arrangement for the Capital Programme items. The Executive received a quarterly monitoring report on the progress in implementing the Capital Programme.
- 5.3 In the Spending Review announced in October 2010, a number of grants have been removed or reduced. Although currently there is no impact on the Capital Grants received, this situation may alter in the future reducing the amount of resource available for the Capital Programme.

## 6 RESOURCE IMPLICATIONS

- 6.1 When the Capital Programme was agreed in January 2011, the forecast for the capital receipts balance at the end of each year was as follows:-

£000s	2010/11	2011/12	2012/13	2013/14	2014/15
Capital Receipts Balance	2,118	1,105	829	732	610

- 6.2 Following the closure of accounts for 2010/11, with the reprofiling of expenditure and the additional income that was received during the year, the current forecast for capital receipts balances is as follows:-

£000s	2010/11	2011/12	2012/13	2013/14	2014/15
Capital Receipts Balance	2,331	997	721	624	501

- 6.3 The slight fall in balances is due to lower than forecast receipts from the VAT sharing arrangements with Rochford Housing Association, due to the timing of invoices payments and VAT returns.
- 6.4 An additional item has also been added for the replacement of all car parking machines in the District to enable other forms of payment.

## 7 RECOMMENDATION

- 7.1 It is proposed that Council **RESOLVES** to agree the revised Capital Programme for 2011/12.

Yvonne Woodward

Head of Finance

**Background Papers:-**

None.

For further information please contact Carrie Cox (Financial Services Manager/Chief Accountant) on:-

Phone:- 01702 318164

Email:- [carrie.cox@rochford.gov.uk](mailto:carrie.cox@rochford.gov.uk)

If you would like this report in large print, Braille or another language please contact 01702 318111.

## Capital Programme, Actuals for 2010/11 and Revised for 2011/12

	Revised	Actual	Estimate	Revised	Commentary
	2010/11	2010/11	2011/12	2011/12	
<b>Information &amp; Communications</b>					
ICT Strategy	59,000	55,905	50,000	50,000	2010/11 programme completed. For 2011/12 the budget is to undertake the Code of Connection (CoCo) assessment.
<b>Vehicles and Equipment</b>					
Wheelie Bins	110,000	62,793	55,000	102,208	Final roll out of the kerbside scheme for flats and parkland homes will see more expenditure in 2011/12. The unused 2010/11 budget has been rolled forward.
Vehicle Replacements	16,000	-	23,700	23,700	This programme has been frozen pending a review of vehicles. For 2010/11 no urgent replacements were required. No budget will be rolled forward.

	Revised	Actual	Estimate	Revised	Commentary
	2010/11	2010/11	2011/12	2011/12	
Equipment Replacement Programme	42,500	10,626	38,000	161,874	<p>Outstanding budget from 2010/11 will be rolled forward to cover the outstanding item of Audio Visual Equipment for the Civic Suite. A revised specification is currently being drawn up to be sent out to tender.</p> <p>2011/12 programme to be approved by Executive is for the replace multifunctional printers/copiers - £30,000</p> <p>An additional item included for Car Park machine replacement - £65,000 (£35,000 moved from Car Park Policy Review Item)</p>
<b>Operational Assets</b>					
Hall Road Cemetery Extension	200,000	167,617	190,000	222,383	The unused budget from 2010/11 will be rolled forward to be used for future works, which will be reported to the Executive. Total cost is still within the total £535k originally approved.

	Revised	Actual	Estimate	Revised	Commentary
	2010/11	2010/11	2011/12	2011/12	
Rochford Offices - Heating and Electrical Works	-	5,422	405,000	400,000	Programme of heating and electrical works to the Rochford offices, plus reroofing of the temporary reception building. The heating installation is currently underway with completion planned by mid September 2011 Electrical Works have been tendered, planned to be completed in October.
Acacia House Boiler	-		30,000	-	Item deleted in view of decision on closure of Acacia House
Old House roof	25,000	15,811	-	-	Completed. Repair works required were less on inspection than originally thought.
Rayleigh Office Accommodation - Structural Repairs	25,000	30,125	25,000	25,000	Balcony and steps at the back of the Members' Library. Executive Decision January 2011. Completed 2011/12 works is reroofing of Civic Suite - This to be approved by The Executive.
Council buildings - Climate CO <sub>2</sub> de Actions	57,500	12,821	-	52,100	Unused budget has been rolled forward to cover the boiler works in the Old house and Red House, due to be by the end of July.

	Revised	Actual	Estimate	Revised	Commentary
	2010/11	2010/11	2011/12	2011/12	
Pavilion Refurbishments	22,000	11,608	30,000	30,000	2010/11 works specification was reduced, budget will not be rolled forward. The Executive will approve the programme for 2011/12.
<b>Town &amp; Village improvements</b>					
Sensory Garden Information Board	1,500	900	-	-	Completed.
Car Park Policy Review			35,000	-	Budget moved to Equipment replacement Programme
Brooklands Grove - vehicle access	30,000	6,834	-	-	Works completed. The revised specification required less funding.
Public Conveniences	-	4,711	-	-	Expenditure covered an overspend relating to 2009/10. No expenditure expected going forward.
<b>Parks &amp; Play Facilities</b>					
Play Spaces	50,000	24,620	50,000	75,380	Unused budget rolled forward. 2011/12 programme to be approved by The Executive.

	Revised	Actual	Estimate	Revised	Commentary
	2010/11	2010/11	2011/12	2011/12	
Cherry Orchard Jubilee Country Park	130,000	117,158	215,000	227,842	Five year Management Plan approved 13 April 2011. Unused budget has been carried forward and changes will be reported to the Executive. 2011/12 programme:- Service building and or other staff and public facilities - £140,000 Woodlands Assistant – £20,000 Permissive route for horses and pedestrian through New England Wood to Flemings Farm - £45,000 Aboretum of fruit trees - £10,000 Provision of notice boards, signs and waymarks
Parks & Open Spaces Programme	157,800	96,204	50,000	111,596	All approved works for the unused 2009/10 budget rolled into 2010/11 were completed. The remaining unused budget for 2010/11 has been rolled forward. 2011/12 budget is subject to Executive approval for use.
Fairview Drainage			35,000	35,000	Drainage improvement works to reduce risk of flooding arising from recent housing development - Head of Service decision subject to risk assessment and monitored through quarterly reporting.



	Revised	Actual	Estimate	Revised	Commentary
	2010/11	2010/11	2011/12	2011/12	
Turret Farm Drainage			15,000	15,000	Pipe ditch installed to prevent access to water by users of public open space - monitored through quarterly reporting.
Teen Shelters Rolling Programme	5,000	4,395	-	-	Completed.
<b>Externally Funded Projects</b>					
Playbuilder Project	-	71,668	-	-	Grant funding was received.
Thames Gateway Warm and Decent Homes	-	246,738	-	135,075	Grant funding was received, unused grant will be spent in 2011/12.
Rayleigh Grange	-	441,377	-	-	Grant funding was received to develop Sure Start Centre. Works completed.
<b>Sub Total</b>	<b>931,300</b>	<b>1,387,332</b>	<b>1,246,700</b>	<b>1,667,162</b>	
<b>Housing</b>					
Home maintenance and Adaptation Grants	108,000	104,086	70,000	70,000	
Disabled Facilities Grants	250,000	261,825	250,000	256,000	Allocation is linked to amount of funding from Government.
<b>Total Housing</b>	<b>358,000</b>	<b>365,911</b>	<b>320,000</b>	<b>326,000</b>	
<b><u>Total Capital Programme</u></b>	<b>1,289,300</b>	<b>1,753,243</b>	<b>1,566,700</b>	<b>1,993,162</b>	

	Revised	Actual	Estimate	Revised	Commentary
	2010/11	2010/11	2011/12	2011/12	
<b>Financed by:</b>					
Capital Grant	15,000	774,783	-	202,575	Grant carried forward to 2011/12 for Wheelie Bins and Warm and Decent Homes
Housing Grants	188,000	192,100	150,000	156,000	
Capital Receipts Required for General Fund	1,086,300	786,360	1,416,700	1,634,587	
<b>Total Financing</b>	<b>1,289,300</b>	<b>1,753,243</b>	<b>1,566,700</b>	<b>1,993,162</b>	
<b>Statement of Capital Receipts</b>	<b>Revised</b>	<b>Actual</b>	<b>Estimate</b>	<b>Revised</b>	<b>Commentary</b>
	<b>2010/11</b>	<b>2010/11</b>	<b>2011/12</b>	<b>2011/12</b>	
<b>Capital Receipts B/fwd</b>					
	2,454,368	2,454,368	2,118,068	2,331,784	
Received in Year	50,000	285,321	50,000	50,000	Right to buy and mortgages

	Revised	Actual	Estimate	Revised	Commentary
	2010/11	2010/11	2011/12	2011/12	
VAT shelter receipt	700,000	386,465	354,000	250,000	The receipt for 2010/11 is lower than expected due to the timing of works. 2011/12 has been revised following estimate of works from Rochford Housing Association. The total value of VAT shelter receipts under the agreement with RHA is a fixed amount but the timing of when amounts are received can vary.
Use in year	(1,086,300)	(794,370)	(1,416,700)	(1,634,587)	
<b>Capital Receipts C/fwd</b>	<b>2,118,068</b>	<b>2,331,784</b>	<b>1,105,368</b>	<b>997,197</b>	