

CAPITAL PROGRAMME 10/11 – QUARTER 1 BUDGET MONITORING REPORT

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WHY HAS THIS REPORT COME TO THE EXECUTIVE?

Key Decision

To inform Executive of the summary budget position for the Capital Programme 2010/11 at 30 June 2010 and a forecast outturn position at year end, with three quarters of the year remaining.

RECOMMENDATION:

That Executive;

- (i) Confirm the revised gross capital budget of £7,912,007 (paragraph 2.2)
- (ii) Confirm the revised capital receipt budget of £2,505,165 (paragraph 4.1)
- (iii) Confirm that in light of the withdrawal of external funding to support the Copeland Pool project this is to be removed from the programme (paragraph 3.7.12)
- (iv) Confirm a) the revised requirement of a Project Brief in place of a PID on all new schemes under £50,000 and b) the requirement for a post completion review on all projects (paragraph 3.7.4)
- (v) Confirm a) the virement from MIS Headway Software to Data Capture (paragraph 3.7.17) and b) virement from existing revenue reserves for service improvement in building control and development control to Data Capture to a maximum of £10k if needed (paragraph 3.7.17)
- (vi) Note the specific comments regarding the VAT on cremators.
- (vii) Note the impact of the Government's proposal to abolish the NWDA (paragraph 3.6)
- (viii) Confirm a decision regarding housing renewal repayment (paragraph 3.8.3)

1. INTRODUCTION

- 1.1. The monitoring of the capital programme is undertaken monthly and a report to the Executive is presented at the end of each quarter. This report provides the monitoring position at the end of the first quarter of 2010/11 and provides a forecast of expenditure at the year-end. The report provides narrative in relation to exceptions.
- 1.2. The budget monitoring process involves Accountancy providing details on financial spend and commitments to date, as recorded on the Council's financial ledger. Project managers are required to review this information and provide a forecast to the financial year end. The robustness and accuracy of the budget forecasts, improves as the year proceeds, as assumptions underpinning the programme when originally prepared, crystallise, through experience and current information.

2.0 REVISIONS TO THE CAPITAL PROGRAMME 2010/11

- 2.1 Members will recall the 2010/11 Capital Programme was approved by Council on 2 March 2010 at £7,600,148. Various adjustments were recommended by RPWG at its meeting of 21 April and along with carry forwards were approved by Executive at its meeting of 29 June 2010 to bring the 2010/11 Capital Programme gross expenditure budget to £8,123,777.
- 2.2 Further adjustments to the 2010/11 capital programme have been identified and these are detailed in Table 1 below: Members are asked to approve changes, which total £211,770. These adjustments bring the Capital Programme gross expenditure budget to £7,912,007.

Table 1: Reconciliation of Capital Programme 2010/11 at Executive 29 June 2010 and programme per quarter 1 2010/11 monitoring

	£	Notes
Gross expenditure budget per Provisional Outturn report to Executive 29 June 2010	8,123,777	
Housing virement not approved	(15,855)	Not approved Executive 29 June 2010
Changes for which approval is sought:		
Copeland Pool	(215,000)	External funding withdrawn (paragraph 3.7.12)
Cycle to work	5,000	To cash flow only – no cost (paragraph 3.7.13)
Gabion Baskets	(1,342)	Project completed within budget - return to Useable Capital Receipts Reserve
Market Town Initiative	(4,487)	Project completed within budget - return to Useable Capital Receipts Reserve
Housing budget	19,914	Correction of addition error in Executive 29 June report
Gross expenditure budget per Q1 10/11 monitoring report	7,912,007	Appendix B

EXPENDITURE TO DATE AND FORECAST YEAR END POSITION

- 3.1 The revised capital programme for 2010/11 is £7,912,007.
- 3.2 The revised capital programme is split between non-housing, housing and schemes under development totalling £3,926,360, £1,985,647 and £2,000,000 respectively. This is set out in summary in Appendix A. The forecast position at 31st March 2011 is expenditure of £7,902,007 compared to the revised capital programme. This results in a forecast variance against expenditure budget of £10,000. The forecast income position as at 31st March 2011 is £2,443,175 against a budget of £2,443,175. But Members are asked to consider both these forecasts in light of the Government's proposals regarding the NWDA as detailed in paragraph 3.6 below. Explanations of key variances are set out in paragraphs 3.7 and 3.8.
- 3.3 Expenditure to 30 June 2010 was £645k. This represents approximately 8.16% of the total revised budget for the year. Expenditure is low but many of the new schemes are yet to commence (paragraphs 3.7.4 to 3.7.13).

3.4 Summary budget information and expenditure against the capital programme is set out in Appendix A. This is broken down to project level in Appendix B to this report.

3.5 Members will be pleased to note that £2,443,175 (30.88%) of the capital programme is funded externally and this represents value for money in relation to the match funding, but again the implications of proposed withdrawal of funding as detailed in paragraph 3.6 must be considered.

3.6 Members will no doubt be aware of the many cuts that have been/are being made the various Government departments. It has been already been confirmed that £190k of funding from the Department of Culture, Media and Sport (DCMS) has been withdrawn which has resulted in the exclusion from the capital programme of the 'Copeland Pool' project as detailed in table 1 above and paragraph 3.7.12 below. It is also anticipated that the Department of Education (DofE) will withdraw from many schemes including Playbuilder. The immediate impact of this to the Council is detailed in paragraph 3.7.14 below. The Government proposals to abolish the NWDA and the requirement to implement significant in-year budget reductions, also has the potential to significantly impact on the capital programme. On Mount Pleasant and Civic quarter projects, as a legal and contractual obligations exist, the remaining funding to complete these projects should be secure and it is anticipated that these schemes will be concluded in quarter 2, see paragraphs 3.7.17 and 3.7.16 below. The situation is less certain on Albion Square, Pow Beck and Haverigg and Millom Lighthouse, see paragraphs 3.7.24, 3.7.22 and 3.7.23 below. There a number of projects that are yet to commence that were reliant upon funding through the NWDA (from Britain's Energy Coast (BEC)). A separate report is to be presented at this meeting which details the impact of them not going ahead. Members are asked to note that the capital projects yet to commence have not been previously and are not now included on the programme.

3.7 **NON-HOUSING**

3.7.1 The forecast gross expenditure position at 30 June 2010 for the non-housing element of the 2010/11 capital programme is £3,916,360 against the revised budget of £3,926,360. This represents an under spend of £10,000 (0.25%).

3.7.2 Gross income is forecast to be as budget at £1,561,175.

3.7.3 The net variance against budget for the non-housing schemes is therefore forecast to be £10,000 under spend

New Schemes

- 3.7.4 Council approved the capital programme in March, in principal, asking for Project Initiation Documents (PIDs) to be prepared, presented to and approved by Executive prior to all NEW schemes commencing. Members are asked to approve amendment to this requirement by only requesting a PID on projects in excess of £50k, but that project briefs (approx 1 page) will be required for all new projects, which do not require a PID. It is also requested that Executive approve the requirement for post completion reviews to be carried out on all projects within one quarter of completion, with the reports coming to Executive in line with the quarterly monitoring cycle. The aim of these reports is to highlight what the schemes have delivered with reference to the expected outcomes taken from the PIDs/project briefs.
- 3.7.5 MIS are currently undertaking works relating to a security review to Government Connect to ensure that Copeland remains COCO compliant, this work has to be completed by September and so other projects have been put on hold to facilitate the meeting of this deadline. A PID/Project brief for the 'Corporate Firewall' and 'Virtualisation of Servers' projects are expected to be presented to Executive to allow these schemes to be completed within quarter 2 of 2010/11. Appendix B currently shows full spend against these projects.
- 3.7.6 As a result of direction from Waste Resource Action Programme (WRAP), the Waste Management Team are looking into more traditional, less technologically reliant methods of measuring and monitoring productivity, to gather information to enable routes to be revised. The current cost of this work is being absorbed within revenue as it is being undertaken within normal duties. Dependent upon the success or otherwise of these studies, they will determine the timing and value of the PID/project brief that comes to Executive. Members will be kept informed of progress. Appendix B currently shows full spend against this project.
- 3.7.7 Negotiations are still underway with Translinc who are part funding the 'Fleet Communications/GPS Tracking' projects. It is expected that these will be concluded shortly and the outcome will be reported to Members and a PID/project brief produced ASAP. Appendix B currently shows full spend against this project.

- 3.7.8 The final specifications and external funding contribution from Cumbria County Council, for the 'Copeland Centre Reception' are awaiting confirmation, but work is expected to start at the end of quarter 2/start of quarter 3 for completion within year. Appendix B currently reflects full spend of £150k, fully funded from Useable Capital Receipts Reserve (as approved by Council in March) and Members will be updated once the scheme content and funding has been finalised.
- 3.7.9 'Christmas Lights' and 'Whitehaven Lights' are expected to start late quarter 2/early quarter 3 for completion within quarter 3, subject to PIDs/Project briefs being approved by Executive.
- 3.7.10 Quotations have been requested from consultants for the works at Rottingham Beck. These will facilitate the completion of the PID for the project. (May be presented to same Executive meeting).
- 3.7.11 North shore project is expected to complete the first week in August. This was a single transaction to convey a property in order to discharge legal liabilities that the Council owed to landowners adjacent to North shore. As it was approved by Council at its meeting of 13 April, this work was carried out without the presentation of a PID to Executive. The area will be made safe at a cost of approximately £30,000 with signs and appropriate fencing, funded through revenue, as approved by Council on 13 April.
- 3.7.12 The Department of Culture, Media and Sport (DCMS) has recently announced its withdrawal from capital programmes, which has resulted in a loss of external funding of £190k on the £215k 'Copeland Pool' project, which was to see the redesign of the changing rooms. The remaining £20k was to be paid by NCL, who do not have the resources to fund a development without external capital funding. Their £20K will be used to maintain the current changing rooms. The scheme has been removed from the capital programme, as detailed in Table 1 above (external income budget also reduced accordingly)
- 3.7.13 Members are asked to approve the addition of £5k to the capital programme to facilitate the reintroduction of Cyclescheme which allows Council employees to purchase bikes under the Government's Cycle to Work initiative. The funding is required to cash flow the purchase the bikes on behalf of the scheme participants who will repay the monies in full, via a salary deduction, over a 12 month period. This funding will then be available again to spend on future capital projects.

Existing Schemes

- 3.7.14 Members will be pleased to note that the Big Lottery and Playbuilder schemes that had carried forward from 2009/10 have all been completed in Quarter 1. However notification has been received regarding the possible withdrawal of funding by the Department of Education for the 2010/11 Playbuilder scheme. This indicates that if contracts have not been entered into (Copeland has signed contracts with Cumbria County Council in respect of the funding but the proposed schemes have not contracted for work as they are not yet developed to this stage) then funding may not be available. These schemes are 100% externally funded through Playbuilder and as a result would be unable to proceed if this funding was withdrawn. Work is currently underway to a) clarify the position regarding the availability of Playbuilder funding and b) seek funding from alternative external sources to enable these community projects to proceed should Playbuilder monies not be available. Appendix B currently shows full spend, fully externally funded. If the funding should be confirmed as lost then the expenditure budget and the income budget would be reduced accordingly having a net nil monetary impact on the programme. Members will be kept informed of developments.
- 3.7.15 The Floods and Water Management Act which came into force earlier this year may result in a change to the Council's obligations for the drains that were not adopted by United Utilities, at the time of the housing stock transfer. Legal are currently reviewing the Act to assess the impact and their findings will be reported to Members in Quarter 2. The Council's obligations for the drains are twofold: we provide a response to unblock sewers by attending an initial site visit and generally follow up by calling out a drainage contractor to resolve. We also coordinate general surveys to sewers, usually in areas which have exhibited high concentration of problems. . In many cases Copeland Homes arrange for a drainage contractor to jet out the 100mm sewers in advance and CBC arrange for a drainage contractor to undertake jetting followed by CCTV to identify defects The first type of work is responsive and we have little control over, the second is being managed, in so far as is possible, so minimise costs, for example by coordinating works with the Home Group.
- 3.7.15 The Civic Quarter scheme is almost complete but there remains an issue over the gradient of the paving at the junction of Catherine and Lowther Street. It is hoped that this will be resolved shortly. It is not anticipated that the proposals regarding NWDA will impact on this project.

3.7.16 A delay in the supply of handrails has impacted on the completion of Mount Pleasant, resulting in work slipping into quarter 2. The material works are however expected to be finished in August, leaving only a retention payable in 2011. It is not anticipated that the proposals regarding NWDA will impact on this project

3.7.17 Members will recall that Data Capture Project was approved for inclusion on the Capital Programme at £34k. This essential project which ensures that all the necessary and historic land charges, development control and building control data is captured electronically, is also cleansed and available to council staff and the general public, is being carried out at the same time as the separate MIS Headway Software project is being implemented. This means that we are essentially testing the software as the data is being loaded. There are advantages to this as any software problems can be identified and rectified now before the project concludes, however some technical issues have reduced the rate of capture, and as a result costs, are expected to be in excess of the £34k approved budget by approximately £7k. It is hoped that this funding requirement can be met by utilising under spend on the MIS Headway Software project, which would not represent an increased demand on the council's resources. If this proves insufficient it is proposed to match the additional costs from existing revenue reserves for service improvement in building control and development control. Members are asked to confirm a) Any savings achieved on the MIS Headway Software project can be vired to the Data Capture project and b) Any further sums required, to a maximum of £10k be made available from revenue reserves. Members are asked to note that Appendix B currently shows forecast spend against EXISTING budgets, and that Members' decision will be reflected in quarter 2 reporting.

3.7.18 The 'cemeteries and playgrounds' project is currently being reviewed with a view to clarifying what works need to be done and at what cost and a report will be presented to Executive in September seeking approval for works to proceed. It is anticipated at this time that there will be some reduction in the requirement for capital financing and this has been reflected in the forecast which shows an initial under spend of £10k.

3.7.21 The fitting of the new cremator is expected to complete during quarter 3, though this will be confirmed once the tender has been let. Council was informed at its meeting of 2 March this year, of the issue regarding VAT reclaimed by the Copeland. Under its partial exemption scheme the Council can claim all its VAT back on its ordinary activities (including VAT relating to exempt activities) provided the exempt element does not exceed a 5% threshold set by HMRC. If this threshold is breached then all VAT relating to exempt activities becomes repayable. Cremation is an exempt supply for VAT purposes so the VAT on the installation of the cremator must go into the calculation. As the inclusion of this VAT will push the exempt VAT above the 5% threshold set by HMRC it means that none of the exempt VAT could be reclaimed for 2010/11, which on 2009/10 levels would be approximately £62k and £70k for the cremator VAT. This would effectively increase the cost of all the supplies that are related to exempt activities and this increased cost would need to be met from revenue £62k and from capital £70k for the cremators. HMRC have been formally approached to request that as the breach of the partial exemption will only be as a result of the cremator installation and will only occur in 2010/11 that it can be ignored and VAT recovered as normal. We are currently working with HMRC to gain a decision and when the outcome to this corporate VAT issue is known it will be reported to Members and the request for additional revenue, if needed, will be presented.

3.7.22 Executive at its meeting of 18 January 2010 approved the commissioning of a feasibility report on Pow Beck. This tender was let to White Young Green at a cost of £244k, funded 100% through a maximum grant of £300k from BEC. A quarter 1 2010/11 claim has been submitted to BEC for £107k (yet to be received). As work has commenced and been paid for in part it is hoped that this legal and contractual obligation will mean the remaining funds would be available to complete this stage of the works. Members are asked to note that whilst this specific Pow Beck project is not on the capital programme, but is reported through revenue (as the nature of report does not qualify for capital funding) that future capital works on Pow Beck resulting from this report may be effected by the Government's proposal to abolish the NWDA.

3.7.23 Millom and Haverigg Lighthouse funding (£1,037k in total) includes £200k from BEC, of which Copeland was the accountable body. It was a key condition of the funding offer made by BEC that the whole of the £200k grant should be defrayed by the end of March 2010 and subsequently claimed in full for a 2009/10 Quarter 4 payment. The quarter 4 claim was made for £120k only and quarter 1 of 2010/11 saw a £nil claim submitted. As BEC no longer has the delegated power to make decisions that may have the effect of increasing NWDA expenditure, ie a change control to allow the £80k to be spent in the remainder of 2010/11, NWDA are now considering this request. Should the decision be to terminate payments to the scheme, the project group – Lighthouse Centre Limited would need to find an alternative source of finance for £80k.

3.7.24 At the time of writing this report, the implications of the possible loss of the NWDA, as detailed in paragraph 3.6, are being considered and evaluated and Members will be kept informed of developments regarding this scheme. Should the planned project be unable to proceed and the site remains within the Council's possession then the costs spent on the plan would cease to be eligible to be funded by Capital (as they have not contributed directly to the creation of an asset). There would be nil impact regarding the external funding used from BEC and NDA but Copeland's own funding of this project, which has been and continues to be provided from Useable Capital Receipts Reserve would need to be repaid and revenue funded. If, as believed at the time of writing this report, that either a) the scheme will go ahead or b) the enhanced asset of the land with planning permission and the plans will be disposed of there will be no need for additional revenue funding. .

3.8 HOUSING

3.8.1 The housing capital programme gross expenditure budget of £1,985,647 is forecast to be fully committed in year, with the allocation for Private Sector Renewal already being fully committed at this date.

3.8.2 Housing capital income is forecast to be £882,000 against a budget of £882,000.

3.8.3 A total of £2k has been received during quarter 1 relating to the repayment of grants awarded in previous years through the housing capital budget. This receipt was not anticipated or forecast as it is impossible to do so, due to the many factors involved and so is welcome additional funding. Members are asked to consider that a) the housing renewal budget of £2k is increased by this repayment for 2010/11 or b) the housing renewal budget for 2010/11 is not increased but the receipts are ring fenced for future housing capital programmes, in light of the decreasing amounts of external funding receivable. The alternative to these two options is that the receipts are allocated to the useable capital Receipts Reserve, ie to be used on future non housing capital schemes. The receipts are not as yet reflected in any of the attached appendices and Member's decision will be reflected in the quarter 2 monitoring.

4 CAPITAL RECEIPTS

- 4.1 Forecast income from completed asset sales as reported to Executive at its meeting of 29 June 2010 totalled £2.1m. This forecast has been revised to £2.5m. Members are asked to approve the change in budget to £2.5m and are reminded that the timing and value of the capital receipts are critical to the funding of the capital programme. Members are also asked to note that any transactions relating to the 'Interchange' are not included in the forecast.
- 4.2 Changes in capital regulations this year, now allow for disposal costs relating to fixed assets to be funded from the asset proceeds – capped at 4% on an individual asset basis. This may result in a reduction in revenue costs in year but this reduction is unquantifiable until the sale receipts are received. Members will be advised of any impact to the revenue budget through the quarterly monitoring reports.
- 4.3 A receipt of £5k has been received as an unringfenced capital grant to support the publication of the Council Tax information. As there was no capital expenditure incurred in the process, this represents an addition of £5k to Useable Capital Receipts Reserve and can be used to fund any capital project within the programme/future programmes. This amount is contained within 'Forecast Capital Receipts For Year' in Table 3 below.

5 FINANCING

5.1 Appendix A disaggregates the Capital Programme between expenditure and the sources of funding to show how the capital programme will be funded. It is important that the funding of the Capital Programme (also shown at table 2 below) is fully understood and can be demonstrated, though the monitoring returns, and in particular, the identification of external resources to support capital expenditure. This will contribute to improving the quality of the Financial Accounts, and ongoing budget management.

5.2 The forecast 2010/11 capital programme expenditure of £7,902,007 can be financed as follows:

Table 2: Financing of the 2010/11 Capital Programme

Funded by:	£
Useable Capital Receipts	(2,169,764)
Useable Capital Receipts - Preserved right to buy sales (post stock transfer)	(1,047,923)
Useable Capital Receipts - Residual Right to Buy receipts (pre stock transfer)	
Useable Capital Receipts - Crematorium Sinking Fund	(168,550)
Other External Funding	(2,443,175)
Capital Grants unapplied (external funding received in advance - housing)	(40,400)
Other Reserves & contributions	(32,195)
Existing Borrowing	(2,000,000)
TOTAL FINANCING	(7,902,007)

6 CAPITAL RESOURCES

6.1 Table 3 below shows the forecast position of the movement (i.e. use and new capital receipts) on usable capital receipts during the year which will be used to fund the capital programme.

Table 3: Impact of the forecast capital programme spend and receipts in 2010/11 on the Useable Capital Receipts Reserve

USABLE CAPITAL RECEIPTS	Receipts from sale of assets	Crema'tm sinking fund	Preserved right to buy sales	Residual Right to buy	VAT sharing receipt	Housing Grants/Loans Repaid	TOTAL
	£	£	£	£	£	£	£
Opening balance per unaudited accounts:	(1,085,636)	(168,550)	(1,163,124)	(1,349,385)	(1,590,723)	(7,275)	(5,364,693)
Forecast draw down to fund 10/11 capital programme	2,169,764	168,550	1,047,923				3,386,237
VAT sharing receipts to date.							
Forecast Capital Receipts in year	(2,505,165)						(2,505,165)
Forecast useable Capital Receipts closing balance	(1,421,037)	-	(115,201)	(1,349,385)	(1,590,723)	(7,275)	(4,483,621)

(1,464,586)

6.2 Members are asked to note that the opening balance figures are as yet unaudited and therefore subject to change.

6.3 The table illustrates the balances within the Useable Capital Receipts Reserve and demonstrates the proportion of the overall value which relates to receipts arising from housing (£1,464,586 a forecast closing balance of £4,483,621).

7 WHAT ARE THE LEGAL, FINANCIAL AND HUMAN RESOURCES IMPLICATIONS?

7.1 The capital programme will be monitored monthly and reported to members quarterly, throughout the year.

8. HOW WILL THE PROPOSALS BE PROJECT MANAGED AND HOW ARE THE RISKS GOING TO BE MANAGED?

8.1 It is imperative that all budgets are monitored monthly with exceptions reported through Corporate Team and Executive so that management action can be taken to ensure the effective use of resources as planned by the Council.

8.2 The budget monitoring process is fully integrated into the planning process to ensure that Council objectives and priorities as outlined in the Corporate Plan are fully resourced as planned.

8.3 The capital programme assumes funding from the sale of assets. Generation of capital receipts presents risks in terms of the timing and value of receipt. Capita DBS and the Contracts and Property Manager meet monthly and review asset sales

List of Appendices

Appendix A –Summary Report
Appendix B –Detailed Report
Appendix C – Funding Summary

List of Background Documents:

EXECUTIVE - 24 August 2010

APPENDIX A

CAPITAL MONITORING REPORT - Q1 2010/11 - SUMMARY

	BUDGET			FORECAST			Variance (Forecast to Budgeted Total Capital Programme) (Over / Under(-))						
	Original 2010/11 Approved Capital Programme EXPENDITURE £	Further Approvals / changes during 2010/11 EXPENDITURE £	2010/11 Total Revised Capital Programme EXPENDITURE £	Original 2009/10 Approved Capital Programme £(-)	Further Approvals During 2009/10 £(-)	2010/11 Total Approved Capital Programme INCOME £(-)	2010/11 Total Approved Capital Programme NET £	Total Forecast Gross Expenditure for 2010/11 £	Total Forecast Gross Income for 2010/11 £(-)	Total Forecast Net Position for 2010/11 £	Gross Expenditure £	Gross Income £	Net £
Management Information Systems - Total	570,210	-	570,210	-	-	-	570,210	570,210	-	570,210	-	-	-
Public Buildings - Total	339,300	-	339,300	(24,839)	-	(24,839)	314,461	339,300	(24,839)	314,461	-	-	-
Property - Total	636,195	-	636,195	(55,393)	-	(55,393)	580,802	636,195	(55,393)	580,802	-	-	-
Leisure & Environmental Services - Total	833,936	5,000	838,936	(122,699)	-	(122,699)	711,237	828,936	(122,699)	706,237	(10,000)	-	(10,000)
Regeneration - Total	1,541,719	-	1,541,719	(1,358,244)	-	(1,358,244)	183,475	1,541,719	(1,358,244)	183,475	-	-	-
Sub total - Non-housing	3,921,360	5,000	3,926,360			(1,561,175)	2,360,185	3,916,360	(1,561,175)	2,355,185	(10,000)	-	(10,000)
Housing - Total	1,985,647	-	1,985,647	(882,000)	-	(882,000)	1,103,647	1,985,647	(882,000)	1,103,647	-	-	-
Schemes under development	2,000,000	-	2,000,000	-	-	-	2,000,000	2,000,000	-	2,000,000	-	-	-
TOTAL CAPITAL PROGRAMME	7,907,007	5,000	7,912,007	(2,443,175)	-	(2,443,175)	5,463,832	7,902,007	(2,443,175)	5,458,832	(10,000)	544,400	(10,000)
			7,912,007										
Funded by:													
Useable Capital Receipts	2,174,764	5,000	(2,179,764)					(2,169,764)					
Useable Capital Receipts - Preserved right to buy sales (post stock transfer)	1,047,923	-	(1,047,923)			(3,227,687)		(1,047,923)					
Useable Capital Receipts - Residual Right to Buy receipts (pre stock transfer)	-	-	-					-	(3,386,237)				
Useable Capital Receipts - Crematorium Sinking Fund	168,550	-	(168,550)					(168,550)					
Other External Funding	2,413,175	30,000	(2,443,175)					(2,443,175)					
Capital Grants unapplied (external funding received in advance - housing)	40,400	-	(40,400)					(40,400)					
Existing Borrowing	2,000,000	-	(2,000,000)					(2,000,000)					
Other Reserves & contributions	22,195	10,000	(32,195)					(32,195)					
TOTAL FUNDING	7,867,007	45,000	(7,912,007)					(7,902,007)					
Analysis of Capital Receipts Unapplied:													
(*1) Opening balance			(5,364,693)					(5,364,693)					
Receipts in year			(2,505,165)					(2,505,165)					
Utilised in year			3,396,237					3,386,237					
BALANCE CARRIED FORWARD			(4,473,621)					(4,483,621)					
(*1) OPENING BALANCE (per unaudited 2009/10 accounts) - Capital Receipts Unapplied:													
Residual Right to Buy receipts (pre stock transfer)			(1,349,385)										
Capital Receipts Preserved right to buy sales (post stock transfer)			(1,163,124)										
Capital Receipts from sale of assets & repayment of 3rd party loans			(1,085,636)										
Crematorium Sinking Fund			(168,550)										
Housing Grants/Loans Repaid			(7,275)										
VAT sharing receipt following the Housing Stock Transfer			(1,590,723)										
			(5,364,693)										

EXECUTIVE - 24 August 2010**CAPITAL MONITORING REPORT - Q1 2010/11 - DETAIL**

	Budget			Forecast			Variance		
	Expenditure	Income	Net	Gross Expenditure	Gross External Income (-)	Net Expenditure / Income (-)	Variance (Forecast to Budgeted Total Capital Programme) (Over / Under(-))		
	2010/11 Total Revised Capital Programme	2010/11 Total Revised Capital Programme	2010/11 Total Revised Capital Programme	Total Forecast Gross Expenditure for 2010/11	Total Forecast Gross Income for 2010/11	Total Forecast Net Position for 2010/11	Gross Expenditure	Gross Income	Net
B/Fwd OTHER (CORPORATE)	3,926,360	(1,561,175)	2,360,185	3,916,360	(1,561,175)	2,355,185	(10,000)	-	(10,000)
HOUSING									
Grants & Financial Assistance & Empty Properties:									
Home Repair Assistance L Priebe 07601-0279	-	-	-	-	-	-	-	-	-
Renovation Grants L Priebe 07601-2550	110,000	-	110,000	44,286	-	44,286	(65,714)	-	(65,714)
Renewal Grants L Priebe 07601-0282	665,118	(554,000)	111,118	1,765,547	-	1,765,547	1,100,429	554,000	1,654,429
Empty Properties L Priebe 07601-0280	-	-	-	307	(882,000)	(881,693)	307	(882,000)	(881,693)
Disabled Facilities Grants L Priebe 07601-2601	1,200,129	(328,000)	872,129	165,107	-	165,107	(1,035,022)	328,000	(707,022)
	<u>1,975,247</u>	<u>(882,000)</u>	<u>1,093,247</u>	<u>1,975,247</u>	<u>(882,000)</u>	<u>1,093,247</u>	<u>-</u>	<u>-</u>	<u>-</u>
Other									
Basket Road (retention only) J Betteridge 07603	10,400	-	10,400	10,400	-	10,400	-	-	-
	<u>10,400</u>	<u>-</u>	<u>10,400</u>	<u>10,400</u>	<u>-</u>	<u>10,400</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL CAPITAL PROGRAMME - HOUSING	1,985,647	(882,000)	1,103,647	1,985,647	(882,000)	1,103,647	-	-	-
Schemes under development									
Albion Square J Betteridge 07052	2,000,000		2,000,000	2,000,000		2,000,000	-	-	-
TOTAL CAPITAL PROGRAMME EXPENDITURE	7,912,007	(2,443,175)	5,463,832	7,902,007	(2,443,175)	5,458,832	(10,000)	-	(10,000)

EXECUTIVE - 24 August 2010

CAPITAL MONITORING REPORT - Q1 2010/11 - DETAIL

OTHER (CORPORATE)	Budget Manager	Cost Centre	Budget			FORECAST			VARIANCE		
			Expenditure	Income	Net	Gross Expenditure	Gross External Income (-)	Net Expenditure / Income (-)	Variance (Forecast to Budgeted Total Capital Programme) (Over / Under(-))		
			2010/11 Total Revised Capital Programme £	2010/11 Total Revised Capital Programme £(-)	2010/11 Total Revised Capital Programme £	Total Forecast Gross Expenditure for 2010/11 £	Total Forecast Gross Income for 2010/11 £(-)	Total Forecast Net Position for 2010/11 £	Gross Expenditure £	Gross Income £	Net £
Corporate Department:											
Management Information Systems											
	Revenues and Benefits	07040	131,725	-	131,725	131,725	-	131,725	-	-	-
	New Financial Mgmt System	A Clark	10,135	-	10,135	10,135	-	10,135	-	-	-
	New CRM	J Salt	117,180	-	117,180	117,180	-	117,180	-	-	-
	Website Development	J Salt	39,908	-	39,908	39,908	-	39,908	-	-	-
	GIS Upgrade	H Mitchell	10,000	-	10,000	10,000	-	10,000	-	-	-
	Regeneration Software Licence	P Graham	135,487	-	135,487	135,487	-	135,487	-	-	-
	Visualisation of Servers		30,000	-	30,000	30,000	-	30,000	-	-	-
	Corporate Firewall		17,080	-	17,080	17,080	-	17,080	-	-	-
	Mosaic	J Betteridge	12,195	-	12,195	12,195	-	12,195	-	-	-
	Waste Route Optimisation using GIS		32,500	-	32,500	32,500	-	32,500	-	-	-
	Data Capture	P Graham	34,000	-	34,000	34,000	-	34,000	-	-	-
	Management Information Systems - Total		570,210	-	570,210	570,210	-	570,210	-	-	-
Public Buildings											
	Phoenix Court Phase 2 (retention only)	C Lloyd	24,839	(24,839)	-	24,839	(24,839)	-	-	-	-
	Public Buildings Condition Survey Backlog	C Lloyd	233,034	-	233,034	233,034	-	233,034	-	-	-
	Energy Efficiency Measures	C Lloyd	72,211	-	72,211	72,211	-	72,211	-	-	-
	Land purchase for Millom Cemetery Extension	C Lloyd	9,216	-	9,216	9,216	-	9,216	-	-	-
	Public Buildings - Total		339,300	(24,839)	314,461	339,300	(24,839)	314,461	-	-	-
Property											
	New cremators, Distington Crematorium	C Lloyd	474,243	(55,393)	418,850	474,243	(55,393)	418,850	-	-	-
	Chapel Street car park	C Lloyd	11,952	-	11,952	11,952	-	11,952	-	-	-
	Copeland Reception	C Lloyd	150,000	-	150,000	150,000	-	150,000	-	-	-
	Property - Total		636,195	(55,393)	580,802	636,195	(55,393)	580,802	-	-	-
Leisure & Environmental Services											
	Mirehouse Flood Alleviation	J O'Reilly	3,865	-	3,865	3,865	-	3,865	-	-	-
	Cemeteries and Children's Play Areas H&S Condition Report	J Salt	107,704	-	107,704	97,704	-	97,704	(10,000)	-	(10,000)
	Rottington Beck	J O'Reilly	90,000	-	90,000	90,000	-	90,000	-	-	-
	Play Builder Money 2010	J Salt	115,678	(115,678)	-	115,678	(115,678)	-	-	-	-
	Egremont Play Area (Big Lottery)	J Salt	1,021	(1,021)	-	1,021	(1,021)	-	-	-	-
	Fleet Communications/GPS Tracking	J Carroll	20,000	(6,000)	14,000	20,000	(6,000)	14,000	-	-	-
	Whitehaven Cemetery	J Salt	14,951	-	14,951	14,951	-	14,951	-	-	-
	Kells Play Area	J Salt	5,407	-	5,407	5,407	-	5,407	-	-	-
	Christmas Lights	D Toner	62,000	-	62,000	62,000	-	62,000	-	-	-
	Cycle to work initiative	H Mitchell	5,000	-	-	5,000	-	5,000	-	-	-
	Whitehaven Market Lighting	D Toner	32,000	-	32,000	32,000	-	32,000	-	-	-
	Surveys Cleansing Repairs adopt drains	J O'Reilly	91,910	-	91,910	91,910	-	91,910	-	-	-
	Copeland Pool		-	-	-	-	-	-	-	-	-
	North Shore	07380	289,400	-	289,400	289,400	-	289,400	-	-	-
	Leisure & Environmental Services - Total		838,936	(122,699)	711,237	828,936	(122,699)	706,237	(10,000)	-	(10,000)
Regeneration											
	Coalfields	D Ward	9,319	-	9,319	9,319	-	9,319	-	-	-
	Albion Square	P Graham	122,412	(19,745)	102,667	122,412	(19,745)	102,667	-	-	-
	Whitehaven Civic Quarter	J Betteridge	105,881	(69,392)	36,489	105,881	(69,392)	36,489	-	-	-
	Whitehaven Mount Pleasant	J Betteridge	387,061	(387,061)	-	387,061	(387,061)	-	-	-	-
	Haverigg Lighthouse (GRANT)	07666	917,046	(882,046)	35,000	917,046	(882,046)	35,000	-	-	-
	Regeneration - Total		1,541,719	(1,358,244)	183,475	1,541,719	(1,358,244)	183,475	-	-	-
TOTAL CAPITAL PROGRAMME - OTHER			3,926,360	(1,561,175)	2,360,185	3,916,360	(1,561,175)	2,355,185	(10,000)	-	(10,000)

EXECUTIVE - 24 August 2010

APPENDIX C

UPDATED REVISED CAPITAL PROGRAMME BUDGET 10/11

3 year capital programme 2010/11 to 2012/13

OTHER (CORPORATE)	2010/11					2011/12		2012/13	
	Approved by Council 2 March 2010/updated for Slippage Executive 29 June 2010	Further approvals / changes £'000	Changes to Schemes £'000	2010/11 excl. slippage £'000	TOTAL 10/11 including slippage	Total 11/12 including slippage approved 2 Mar 2010	New bids / changes to bids £'000	Total 12/13 including slippage approved 2 Mar 2010	New bids / changes to bids £'000
Management Information Systems									
Revenues and Benefits	131,725			131,725	131,725				
New Financial Mgmt System	10,135			10,135	10,135	15,000			
New CRM	117,180			117,180	117,180				
Website Development	39,908			39,908	39,908				
GIS Upgrade	10,000			10,000	10,000				
Regeneration Software Licence	135,487			135,487	135,487				
Visualisation of Servers	3,000			3,000	3,000				
Corporate Firewall	17,080			17,080	17,080				
Mosaic	12,195			12,195	12,195	6,195			
Waste Route Optimisation using GIS	32,500			32,500	32,500				
Data Capture	34,000			34,000	34,000				
Management Information Systems - Total	570,210	-	-	570,210	570,210	21,195	-	-	-
Public Buildings									
Phoenix Court Phase 2 (retention only)	24,839			24,839	24,839				
Public Buildings Condition Survey Backlog	233,034			233,034	233,034	200,000		217,000	
Energy Efficiency Measures	72,211			72,211	72,211	52,800		52,800	
Land purchase for Millom Cemetery Extension	9,216			9,216	9,216	140,000			
Public Buildings Total	339,300	-	-	339,300	339,300	392,800	-	269,800	-
Property									
New cremators, Distington Crematorium	474,243			474,243	474,243	13,150			
Chapel Street car park	11,952			11,952	11,952				
Haverigg Lighthouse (GRANT)	917,046			917,046	917,046				
Copeland Reception	150,000			150,000	150,000				
Surveys Cleansing Repairs adopt drains	91,910			91,910	91,910	192,651			
Property - Total	1,645,151	-	-	1,645,151	1,645,151	205,801	-	-	-
Leisure & Environmental Services									
Mirehouse Flood Alleviation	3,865			3,865	3,865				
Cemeteries and Children's Play Areas H&S Condition Report	107,704			107,704	107,704				
Rottington Beck	90,000			90,000	90,000				
Play Builder Money 2010	115,678			115,678	115,678				
Egremont Play Area (Big Lottery)	1,021			1,021	1,021				
Fleet Communications/GPS Tracking	20,000			20,000	20,000				
Whitehaven Cemetery	14,951			14,951	14,951				
Kells Play Area	5,407			5,407	5,407				
Christmas Lights	62,000			62,000	62,000				
Cycle to work initiative		5,000			5,000				
Whitehaven Market Lighting	32,000			32,000	32,000				
Copeland Pool									
North Shore	289,400			289,400	289,400				
Leisure & Environmental Services - Total	742,026	5,000	-	747,026	747,026	-	-	-	-
Regeneration									
Coalfields	9,319			9,319	9,319				
Albion Square	122,412			122,412	122,412				
Whitehaven Civic Quarter	105,881			105,881	105,881				
Whitehaven Mount Pleasant	387,061			387,061	387,061				
Pow Beck									
Regeneration - Total	624,673	-	-	624,673	624,673	-	-	-	-
TOTAL CAPITAL PROGRAMME - OTHER	3,921,360	5,000	-	3,926,360	3,926,360	619,796	-	269,800	-

HOUSING	Approved by Council 2 March 2010	Further approvals / changes £'000	Changes to Schemes £'000	2010/11 excl. slippage £'000	TOTAL 10/11 including slippage	Existing programme Feb 09 Council £'000	New bids / changes to bids £'000	Existing programme Feb 09 Council £'000	New bids / changes to bids £'000
Grants & Financial Assistance & Empty Properties:									
Home Repair Assistance									
Renovation Grants	110,000			110,000	110,000				
Renewal Grants	665,118			665,118	665,118	1,200,000		1,200,000	
Empty Properties	0								
Disabled Facilities Grants	1,200,129			1,200,129	1,200,129	210,000		210,000	
Subtotal	1,975,247	-	-	1,975,247	1,975,247	1,410,000	-	1,410,000	-
Other									
Basket Road (retention only)	10,400			10,400	10,400				
Subtotal	10,400	-	-	10,400	10,400	-	-	-	-
Schemes under development									
Albion Square	2,000,000			2,000,000	2,000,000				
Subtotal	2,000,000	-	-	2,000,000	2,000,000	-	-	-	-
TOTAL CAPITAL PROGRAMME - HOUSING	3,985,647	-	-	3,985,647	3,985,647	1,410,000	-	1,410,000	-

TOTAL CAPITAL PROGRAMME EXPENDITURE	7,907,007	5,000	-	7,912,007	7,912,007	2,029,796	-	1,679,800	-
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Total New Annual Programme	7,912,007	2,029,796	1,679,800
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FUNDING - OTHER (CORPORATE)	Existing programme Feb 10 Council £'000	Further approvals / changes £'000	Changes to Schemes £'000	2010/11 excl. slippage £'000	TOTAL 10/11 including slippage	Existing programme Feb 09 Council £'000	New bids / changes to bids £'000	Existing programme Feb 09 Council £'000	New bids / changes to bids £'000
Funded by:									
Useable Capital Receipts	(2,159,440)	(5,000)		(2,164,440)	(2,164,440)	(600,451)		(269,800)	
Crematorium Sinking Fund	(168,550)			(168,550)	(168,550)				
New cremators, Distington Crematorium (Cameo)	(55,393)			(55,393)	(55,393)	(13,150)			
Egremont Play Area	(1,021)			(1,021)	(1,021)				
Albion Square	(19,745)			(19,745)	(19,745)				
Phoenix Court (retention only)	(24,839)			(24,839)	(24,839)				
Whitehaven Civic Qtr (various)	(69,392)			(69,392)	(69,392)				
Whitehaven Mt Pleasant (various)	(387,061)			(387,061)	(387,061)				
Play Builder Money 2009/2010 (grant)	(115,678)			(115,678)	(115,678)				
Fleet Communications/GPS Tracking	(6,000)			(6,000)	(6,000)				
Haverigg & Millom Lighthouse (various)	(882,046)			(882,046)	(882,046)				
Other External Funding	(1,561,175)	-	-	(1,561,175)	(1,561,175)	(13,150)	-	-	-
Mosaic (Working Neighbourhood Fund)	(12,195)			(12,195)	(12,195)	(6,195)			
Millom & Haverigg Lighthouse (Working Neighbourhood Fund)	(20,000)			(20,000)	(20,000)				
Other Reserves & contributions	(32,195)	-	-	(32,195)	(32,195)	(6,195)	-	-	-
TOTAL FUNDING - OTHER	(3,921,360)	(5,000)	-	(3,926,360)	(3,926,360)	(619,796)	-	(269,800)	-

FUNDING - HOUSING	Existing programme Feb 10 Council £'000	Further approvals / changes £'000	Changes to Schemes £'000	2010/11 excl. slippage £'000	TOTAL 10/11 including slippage	Existing programme Feb 09 Council £'000	New bids / changes to bids £'000	Existing programme Feb 09 Council £'000	New bids / changes to bids £'000
Funded by:									
Capital Receipts Preserved right to buy sales (post stock transfer)	(1,047,923)			(1,047,923)	(1,047,923)	(50,391)		(696,000)	
Residual Right to Buy receipts (pre stock transfer)						(645,609)			
Useable Capital Receipts	(15,324)			(15,324)	(15,324)				
Capital Grants unapplied b/fwd	(40,400)			(40,400)	(40,400)				
Other External Funding	(554,000)	-	-	(554,000)	(554,000)	(504,000)	-	(504,000)	-
Local Authority Housing Capital Allocation	(554,000)			(554,000)	(554,000)	(504,000)		(504,000)	
Disabled Facilities Grant	(210,000)			(210,000)	(210,000)				
Additional in year only Disabled Facilities Grant	(118,000)			(118,000)	(118,000)				
Other External Funding	(882,000)	-	-	(882,000)	(882,000)	(714,000)	-	(714,000)	-
TOTAL FUNDING - HOUSING	(1,985,647)	-	-	(1,985,647)	(1,985,647)	(1,410,000)	-	(1,410,000)	-

FUNDING - SCHEME UNDER DEVELOPMENT	Existing programme Feb 10 Council £'000	Further approvals / changes £'000	Changes to Schemes £'000	2010/11 excl. slippage £'000	TOTAL 10/11 including slippage	Existing programme Feb 09 Council £'000	New bids / changes to bids £'000	Existing programme Feb 09 Council £'000	New bids / changes to bids £'000
Funded by:									
Albion Square - Scheme under development	(2,000,000)			(2,000,000)	(2,000,000)				
Existing Borrowing	(2,000,000)	-	-	(2,000,000)	(2,000,000)	-	-	-	-
TOTAL FUNDING - SCHEME UNDER DEVELOPMENT	(2,000,000)	-	-	(2,000,000)	(2,000,000)	-	-	-	-

TOTAL CAPITAL PROGRAMME FUNDING	(7,907,007)	(5,000)	-	(7,912,007)	(7,912,007)	(2,029,796)	-	(1,679,800)	-
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