

CAPITAL MONITORING PERIOD 9 PLUS 3 (QUARTER 3) 2007/08

EXECUTIVE MEMBER: Councillor E Woodburn / Councillor A Holliday
LEAD OFFICER: Georgina Ayling, Interim Head of Finance & Business Development
REPORT AUTHOR: Paul Robson, Interim Accountancy Services Manager

Summary and Recommendation:

- a) That members note the report
- b) That members agree the amendments to the Capital Programme, and approve £500,000 CBC funding for North Shore cliff slippages project. The revised capital programme will be £6,472,768.

1. INTRODUCTION

- 1.1 The monitoring of the capital programme is undertaken monthly and a report to Executive is presented at the end of each quarter (3 month period). Project Managers are asked to provide detail of their schemes in progress whilst Accountancy provides details on financial spend and commitments to date as recorded in the Council's financial ledger.
- 1.2 Project Managers are now requested to forecast spend against each project to the financial year end. This emphasises the Council's approach to be more forward looking for decision making purposes.
- 1.3 At the end of the last financial year, there was a large approval for carry forward of unspent budgets on the capital programme of £6,550,264. This was mainly related to external funding of regeneration schemes and these were added to the existing budgets and approved bids for 2007/08.
- 1.4 The programme has been critically analysed between revenue and capital spend and £5.972m has been identified as revenue spend and accordingly transferred to the revenue programme (see Appendix B).
- 1.5 The current amended capital programme now amounts to £6,473k of which £1,305k is funded by CBC and £5,168k funded from external

sources; many of these schemes are Regeneration based, for example Coastal Fringe and the renovation of the Beacon

- 1.6 This report advises Members of the nine month period from 1st April 2007 to 31st December 2007.

2. EXPENDITURE TO DATE

- 2.1 Expenditure (which includes committed purchase orders) to the third quarter of 2007/08 is £3.1m. This represents 48% of the total budget for the year.
- 2.2 At present we are 75% through the financial year and based on this information in simplistic terms we are 48% behind schedule. This puts a lot of pressure on the last quarter of the financial year to complete the programme on time. Managers have indicated that apart from a small number of projects most should be completed within the financial year.
- 2.3 Regeneration management has indicated that £1m of the Coastal Fringe programme, fully funded by English Partnerships, will carry over into financial year 2008/09.
- 2.4 The ICT Manager has reviewed the ICT programme and has re-aligned the capital budgets to ensure that under spend on the financial management system and IDEA Marketplace in the current year is carried forward to next year to fund further related developments in order to integrate these systems.
- 2.5 The following revenue schemes originally included in the capital programme have now been transferred to the revenue programme in accordance with CIPFA's Recommended Code of Accounting Practice:
- Nuclear energy / decommission consultation expenses
 - Neighbourhood management
 - Safer stronger communities
 - LABGI
- 2.6 Project Managers will need to monitor projects closely to ensure unnecessary slippage does not occur thus jeopardising the delivery of projects in any way.

3. AMENDMENTS TO CAPITAL PROGRAMME

- 3.1 Appendix B lists the amendments to the capital programme and details new schemes to be included.
- 3.2 It is requested that the £500,000 be set aside from unapplied capital receipts for the land slippage project at North Shore involving William Pit and Lonsdale House. Previously an urgent action had been agreed to fund from HRA balances once the HRA was legislatively closed, however, sufficient HRA balances did not materialise upon closure of the accounts and therefore the request to utilise unapplied capital receipts.

4. FINANCIAL AND HUMAN RESOURCES IMPLICATIONS (INCLUDING SOURCES OF FINANCE)

- 4.1 The capital programme will continue to be monitored and reported to members on a quarterly basis.

5. PROJECT AND RISK MANAGEMENT

- 5.1 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 Council.

6. IMPACT ON CORPORATE PLAN

- 6.1 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.

List of Appendices

Appendix A – Summary Capital Programme 2007/08
Appendix B – Capital Programme 2007/08 Budget Amendments
Appendix C – Graphical Representation of Capital Programme 2007/08
Appendix D – Detailed Capital Programme – 2007/08

List of Background Documents:

List of Consultees:

Corporate Team

CHECKLIST FOR DEALING WITH KEY ISSUES

Please confirm against the issue if the key issues below have been addressed. This can be by either a short narrative or quoting the paragraph number in the report in which it has been covered.

Impact on Crime and Disorder	n/a
Impact on Sustainability	n/a
Impact on Rural Proofing	n/a
Health and Safety Implications	n/a
Impact on Equality and Diversity Issues	n/a
Children and Young Persons Implications	n/a
Human Rights Act Implications	n/a
Monitoring Officer comments	
S151 Officer comments	The accountants work closely with budget holders and managers to ensure that budget monitoring projections are robust.

Please say if this report will require the making of a Key Decision YES/~~NO~~

Appendix A - 2007/08 Capital Monitoring Report

Capital Programme 2007/08 (9 Plus 3) Quarter 3 to 31 December 2007	% Completion of Total Approved Programme to date	Slippage from 2006/07	2007/08 CBC Approved Budget (£)	2007/08 Total Capital Programme (£)	Actual Expenditure to Date (£)	Cfts/(Accrued) to Date (£)	Planned Expenditure Jan 08 - March 08	Total Exp. Incl Cfts & Planned Expenditure (£)	Variance on Total Budget (£) (Under) Over	Slippage (£)
I.C.T.	23%	140,989	44,000	184,989	37,662	5,170	91,792	134,624	0	50,365
PUBLIC BUILDINGS	58%	50,000	165,135	215,135	115,862	9,005	90,268	215,135	0	0
PROPERTY	36%	432,673	956,950	1,389,623	402,417	97,594	750,302	1,250,313	0	139,310
LEISURE AND ENVIRONMENTAL SERVICES	63%	201,537	179,125	380,662	235,189	5,036	140,437	380,662	0	0
REGENERATION	53%	4,019,359	283,000	4,302,359	2,192,886	89,682	928,781	3,211,349	0	1,091,010
TOTAL CAPITAL PROGRAMME	49%	4,844,558	1,628,210	6,472,768	2,984,016	206,487	2,001,580	5,192,083	0	1,280,685

Funded by:

CBC:

In Year Revenue Contribution
 Earmarked Reserves
 Capital Receipts Unapplied

Total CBC 4,489,337
4,489,337

External Funding:

Government Grants
 Contributions from External Organisations

Total External Funding 1,983,431
1,983,431

Total Funding

6,472,768

APPENDIX B - CAPITAL PROGRAMME 2007/08 BUDGET AMENDMENTS

APPROVED BUDGET START OF YEAR
 2007/08 Capital Programme (Exec 20-07-07)
 Carry Forwards from Previous Year (Exec 30-05-07)
TOTAL

Additional Projects included in Capital Programme - Reported to Exec Sept 2007 (Q1)

Pow Beck Railway Land Meadow Road
 Pow Beck Valley Engage Development Partner
 Town Head Tip Defra Funded
 Chapel Street Car Park
 Safer Stronger Communities Fund (SSCF) - 2007-08 allocation

PREVIOUSLY APPROVED CAPITAL PROGRAMME (WITH AMENDMENTS)

Revenue Based Projects Excluded from Capital Programme

Nuclear (07713)
 LABGI
 South Whitehaven Neighbourhood Management
 Safer Stronger Communities
 Improvement Grants

REVISED CAPITAL PROGRAMME (AFTER REMOVAL OF REVENUE BASED PROJECTS)

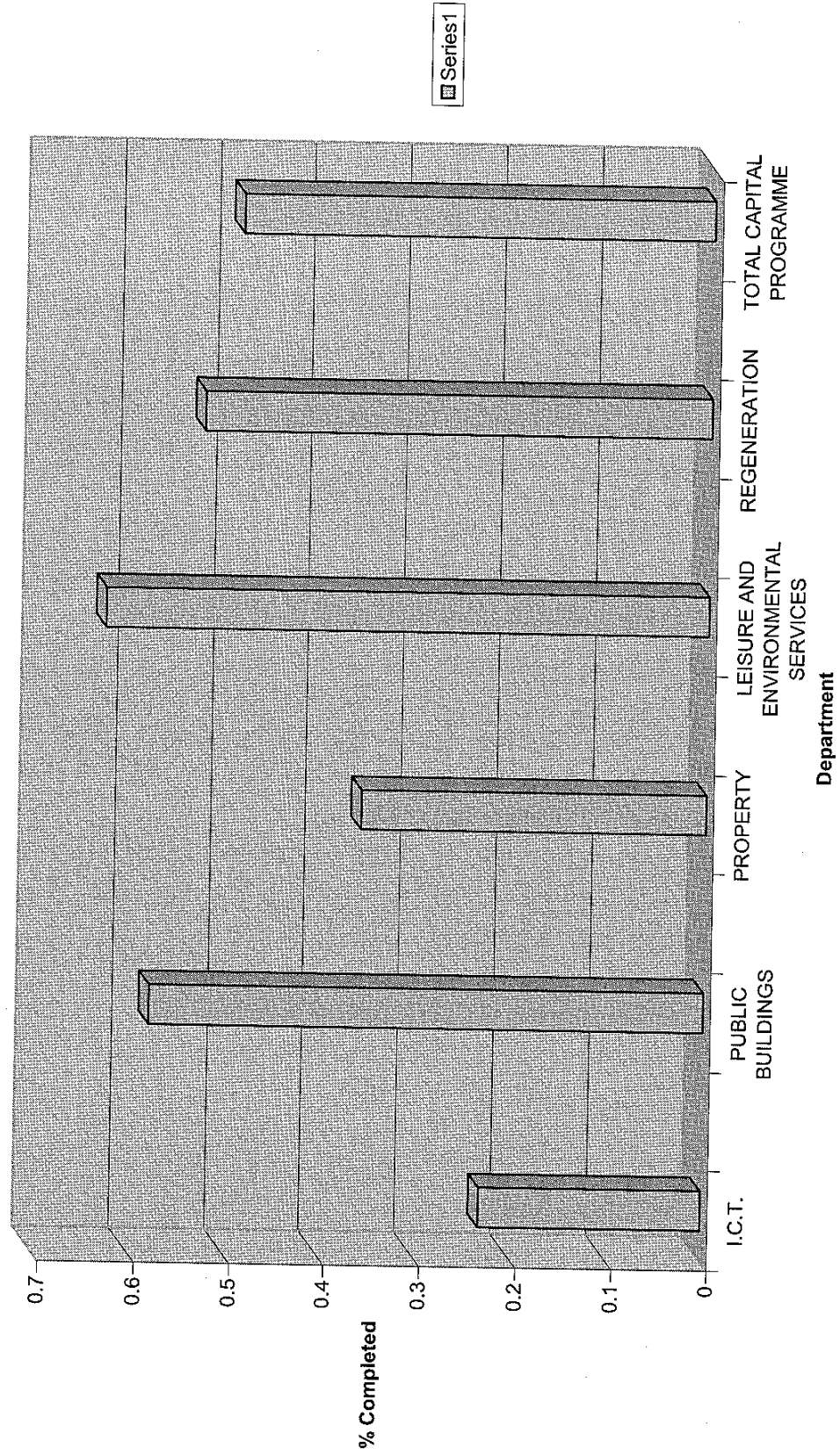
Approval Sought at Executive (12.02.08) to include Project in Capital Programme

Land slippage at North Shore (William Pit and cliff slippage Lonsdale House)

REVISED CAPITAL PROGRAMME (IF EXECUTIVE APPROVAL GIVEN)

CBC £	OTHER £	TOTAL £
1,412,285	1,514,138	2,926,423
2,681,628	3,868,636	6,550,264
4,093,913	5,382,774	9,476,687
0	31,000	31,000
0	35,000	35,000
0	69,925	69,925
65,000	0	65,000
0	1,711,000	1,711,000
65,000	1,846,925	1,911,925
4,158,913	7,229,699	11,388,612
-114,172	-331,000	-114,172
	-20,000	-331,000
	-20,000	-20,000
-55,404	-1,711,000	-1,766,404
-3,184,267		-3,184,267
		0
805,070	5,167,699	5,972,769
500,000		500,000
1,305,070	5,167,699	6,472,769

Appendix C - Capital Programme 2007/08



Project Monitoring Report Cumulative for 2007/08

Capital Programme 2007/08 (9 Plus 3) Quarter 3 to 31 December 2007	% Completion of Total Approved Programme to date	Cost Centre	Slippage from 2006/07	2007/08 Approved Budget	2007/08 Total Capital Programme	Actual Expenditure to Date	Cts(Accrued) to Date	Planned Expenditure March 08	Total Exp. Incl Cfts & Planned Expenditure	Variance on Total Budget (Under)/ Over spend	Slippage to 08/09
I.C.I.	%		£	£	£	£	£	£	£	£	£
REVENUES AND BENEFITS REMOTE WORKING (Hilary Mitchell/Chris Lloyd)	0.0%	25000	0	4,000	4,000	0	0	4,000	4,000	0	
NEW FINANCIAL MGT SYSTEM (Georgina Ayling)	28.2%	07020	132,579	0	132,579	32,214	5,170	44,830	82,214	0	50,365
E-MARKET PLACE (Chris Lloyd)	1.8%	07072 & 07073	0	25,000	25,000	448	0	24,552	25,000	0	
PORTABLE DEVICES (Tim Capper)	33.3%	23300	0	15,000	15,000	5,000	0	10,000	15,000	0	
PERFORMANCE MGT SOFTWARE (Hilary Mitchell)	0.0%	07076	8,410	0	8,410	0	0	8,410	8,410	0	
Sub Total - I.C.T	23.2%		140,989	44,000	184,989	37,662	5,170	91,792	134,624	0	50,365
PUBLIC BUILDINGS											
(Chris Lloyd unless otherwise stated)											
ASBESTOS MANAGEMENT STRATEGY	287.9%	07245	50,000	0	50,000	0	0	50,000	50,000	0	
MORESBY PARKS	63.3%	07248	0	5,000	5,000	14,394	0	9,394	5,000	0	
CREMATORIUM	83.6%	26106	0	40,000	40,000	23,079	2,242	14,679	40,000	0	
BEACON - REFURBISHMENT	108.6%	07244	0	35,000	35,000	29,265	0	5,735	35,000	0	
PHOENIX COURT	40.8%	26114 & 000110213	0	25,000	25,000	27,146	0	-2,146	25,000	0	
CREATOR MOOR PUBLIC OFFICES	0.0%	26210	0	15,000	15,000	6,113	0	8,887	15,000	0	
FRIZINGTON GROUP PRACTICE	132.4%	07247	0	5,000	5,000	13,104	6,763	5,000	5,000	0	
PUBLIC TOILETS	14.7%	26109	0	15,000	15,000	737	0	-4,867	15,000	0	
KIRKSTONE ROAD	0.0%	07246	0	5,000	5,000	0	0	4,263	5,000	0	
CONTINGENCY (MISC PUBLIC BUILDINGS)	22.2%	07242	0	15,000	15,000	0	0	15,000	15,000	0	
PUBLIC BUILDINGS		07119	0	5,135	5,135	1,139	0	3,996	5,135	0	
Sub Total - Public Buildings	58.0%		50,000	165,135	215,135	115,862	9,005	90,268	215,135	0	0
PROPERTY											
DISPOSALS (Chris Lloyd) Including enabling re sale of Moresby		07010 & 07243	0	0	0	53,223	0	-53,223	0	0	
DISABLED ACCESS PUBLIC BUILDINGS (Chris Lloyd)	0.0%	07019	9,794	0	9,794	0	0	9,794	9,794	0	
NORTH SHORE (LANDSLIPPAGE WILLIAM PIT & CLIFF SLIPPAGE LONSDALE HOUSE) (Chris Lloyd)	44.0%	07379 & 07380	77,316	600,000	677,316	200,412	97,594	240,000	538,006	0	139,310
CHAPEL STREET CAR PARK (Chris Lloyd)	1.4%	07400	0	65,000	65,000	910	0	64,090	65,000	0	
CREMATORIUM UPGRADE - SINKING FUND	0.0%		100,000	75,000	175,000	0	0	175,000	175,000	0	
NCL CONTINGENCY / CAPITAL CONTRIBUTION	98.4%	26101	64,670	66,950	131,620	129,566	0	2,054	131,620	0	
SURVEYS CLEANSING REPAIRS ADOPT DRAINS (Jackie O'Reilly)	5.5%	260050200 & 260050204	180,893	150,000	330,893	18,306	0	312,587	330,893	0	
Sub Total - Property	36.0%		432,673	956,950	1,389,623	402,417	97,594	750,302	1,250,313	0	139,310
LEISURE AND ENVIRONMENTAL SERVICES											

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CAR PARKING MACHINES (Toni Magean)	95.0%	07056	646	0	646	614	0	32	646	0	
ENFORCEMENT CHIPSIDE SYSTEM (Toni Magean)	0.0%	07133	11,986	0	11,986	0	0	11,986	11,986	0	
TOWN HEAD TIP - DEFRA Funded (Thomas Greer)	85.2%	07374	0	69,925	69,925	59,585	0	10,340	69,925	0	
MIREHOUSE FLOOD ALLEVIATION (Jackie O'Reilly)	25.0%	07759	0	20,000	20,000	0	5,000	15,000	20,000	0	
GABION BASKETS SEASCALE (Jackie O'Reilly)	0.0%	07760	0	8,200	8,200	0	0	8,200	8,200	0	
WHITEHAVEN CEMETERY (Chris Lloyd/Toni Magean)	54.6%	07048 & 07077	65,782	50,000	115,782	63,170	36	52,576	115,782	0	
CCTV (Toni Magean)	78.5%	07080	110,000	0	110,000	86,299	0	23,701	110,000	0	
CREM REFRIGERATION UNIT (Toni Magean)	90.3%	07757	0	6,000	6,000	5,415	0	585	6,000	0	
RAILINGS FOR HENSINGHAM OPEN SPACE (Toni Magean)	100.0%	07761	0	15,000	15,000	15,000	0	0	15,000	0	
STREETSCENE ST BEES FORESHORE TARMAC WORKS (Toni Magean)	0.0%		0	10,000	10,000	0	0	10,000	10,000	0	
RECYCLING (INC.COMPOSTING) ENV. PLASTIC BOTTLES (Janice Carroll)	90.8%	07054 & 07082	5,623	0	5,623	5,108	0	517	5,623	0	
SILECROFT PUBLIC CONVENIENCES (Janice Carroll)	0.0%		7,500	0	7,500	0	0	7,500	7,500	0	
Sub Total - Environmental Health REGENERATION	63.1%		201,537	179,125	380,662	235,189	5,036	140,437	380,662	0	0
Beacon & TIC (Sue Palmer)											
BEACON II - REPAIR & CONSERVATION		07751	85,000	0	85,000	83,961	0	1,039	85,000	0	
BEACON II - BUILDING WORKS		07752	326,000	0	326,000	325,662	0	338	326,000	0	
BEACON II - INTERPRETIVE WORKS		07753	1,336,962	0	1,336,962	1,780,363	66,657	89,942	1,336,962	0	
BEACON II - PROFESSIONAL FEES		07754	187,000	0	187,000	178,689	8,525	-214	187,000	0	
BEACON II - ACTIVITY COSTS		07755	87,000	0	87,000	84,689	2,000	311	87,000	0	
BEACON II - HLF INELIGIBLE		07756	82,000	0	82,000	69,025	12,500	475	82,000	0	
BEACON II - CBC/BNG		07758	0	0	0	0	0	0	0	0	
Sub Total - Beacon & TIC	95.6%		2,103,962	0	2,103,962	1,922,389	89,682	91,991	2,103,962	0	0
Community Renewal											
COALFIELDS CBC CAPITAL	5.4%	07083	383,225	15,000	398,225	21,680	0	376,545	398,225	0	
Sub Total - Community Renewal	5.4%		383,225	15,000	398,225	21,680	0	376,545	398,225	0	0
Economic & Tourism											
FORMER CO-OP CLEATOR MOOR (Mike Tichford & Diane Ward)	19.2%	07034 & 07203	91,061	35,000	126,061	24,260	0	101,801	126,061	0	
WHITEHAVEN REGENERATION PROG (Mike Tichford)	21.3%	07044 & 07259	0	75,000	75,000	16,007	0	58,993	75,000	0	
MILLOW & HAV. PROG MANAGER (Nash Thakker)	0.0%	07074	14,335	0	14,335	0	0	14,335	14,335	0	

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ENTERPRISE FUND (Mike Tichford/Fergus McMorrow)	100.0%	07091	0	62,000	62,000	62,000	0	0	62,000	0	
POW BECK FLOOD RISK ASSESSMENT (Cath Coombs/Mike Tichford)	33.6%	07096	2,459	0	2,459	825	0	0	825	0	1,634
EGREMONT REGENERATION OFFICER (Simon Walker)	0.0%	07140	2,082	0	2,082	0	0	2,082	2,082	0	
POW BECK VALLEY STADIUM PROJECT (Cath Coombs)	0.0%	07263	24,377	0	24,377	0	0	24,377	24,377	0	
POW BECK VALLEY CORKICKLE SITE INVESTIGA (Cath Coombs)	84.9%	07265	14,253	0	14,253	12,101	0	2,152	14,253	0	
POW BECK VALLEY RAILWAY LAND MEADOW ROAD (Cath Coombs)	0.2%	07266	0	31,000	31,000	64	0	0	64	0	30,936
POW BECK VALLEY ENGAGE DEVELOPMENT PARTNER (Cath Coombs)	23.1%	07268	0	35,000	35,000	8,100	0	0	8,100	0	26,900
MARKET TOWNS REGENERATION - CAPITAL INFRASTRUCTURE (Simon Walker/Nash Thakker)	0.0%		0	30,000	30,000	0	0	30,000	30,000	0	
COASTAL FRINGE (Mike Tichford)	9.1%	07260 & 07261 & 07262 & 07267	1,377,000	0	1,377,000	125,460	0	220,000	345,460	-1,031,540	1,031,540
EGREMONT HISTORIC BUILDINGS GRANT (Simon Walker)	0.0%		6,605	0	6,605	0	0	6,605	6,605	0	
Sub Total - Economic & Tourism	13.8%		1,532,172	268,000	1,800,172	248,817	0	460,345	709,162	0	1,091,010
Sub Total - Regeneration	53.1%		4,019,359	283,000	4,302,359	2,192,886	89,682	928,781	3,211,349	0	1,091,010
TOTAL CAPITAL PROGRAMME	49.3%		4,844,558	1,628,210	6,472,768	2,984,016	206,487	2,001,530	5,192,083	0	1,280,685