

DERBYSHIRE COUNTY COUNCIL

CABINET

28 January 2014

Report of the Director of Finance

**CAPITAL BUDGET MONITORING TO MONTH 7 2013-2014
(COUNCIL SERVICES)**

1 Purpose of the Report

To inform Cabinet of the latest budget monitoring position for capital schemes currently in progress.

2 Information and Analysis

Since 1 April 2010 the budget for the Council's Capital schemes been consolidated into the SAP accounting system. The budget for schemes currently in progress is approximately £492m, with the latest monitoring showing a forecast underspend over the life of active schemes of £4.7m. The position statement is attached as Appendix 1.

Total budgets have changed slightly from the last monitoring report to reflect the finish of schemes and the commencement of agreed new schemes.

Adult Care – Projected underspend - £3.87m

The underspend is in relation to two years Personal Social Services Capital Grant (£3.87m) received and earmarked against the Adult Care Accommodation and Support Strategy.

CAYA - projected underspend - £0.920m

New projects include a programme of replacement windows, roofs and heating systems in schools of £7.6m.

A sum of £0.930m has been held against a replacement for Albany House Family Centre, Ilkeston. No spend has been incurred to date on this scheme as a suitable replacement has not yet been found.

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Corporate

There are a number of Community Grant projects that have finished since the last monitoring report.

Corporate Resources

There are number of demolition projects that are now complete and have been closed since the last monitoring report.

There was one new scheme that has become live, since the last report, for further grounds maintenance equipment. This is part of an overall £250,000 project to replace the landscape and grounds maintenance DSO equipment that has come to the end of its economic life and is considered too expensive to maintain.

Cultural and Community Services

Two projects have finished since the last monitoring report. The largest related to the Derwent Valley Mills World Heritage Project.

There has been a £265,000 budget reduction in the Matlock Records Office Extension project following a revision of project costs.

Environmental Services

Projects finished and budget adjustments include the following

	£'000
Five Waste Projects	(3,882)
Balance of LTP 2008	(814)
Several Countryside schemes	(2,758)
Other budget movements	(134)
Total Budget Adjustments	(7,588)

There are nine new schemes that have become live since the last monitoring report. The most significant of which is the Digital Derbyshire project whose aim is to ensure access to superfast broadband for 95% of the county. The total project expenditure is estimated at £14.78m and will be funded by £7.39m from Broadband UK, £2.5m grant funding from ERDF and the remaining balance is being underwritten by the County Council.

Top Ten Capital schemes by value

Set out in Appendix 2 is a summary of the ten largest capital schemes that the council currently has. These represent approximately 53% in value of the current capital schemes. The latest projections show that these schemes are within budget.

PUBLIC

3 Considerations

In preparing this report the relevance of the following factors has been considered: financial, legal, prevention of crime and disorder, equality and diversity, human resources, environmental, health, property and transport considerations.

4 Key Decision

No.

5 Background Papers

Files held by the Director of Finance.

6 Call-in

Is it required that call-in be waived in respect of the decisions proposed in the report? No.

7 OFFICER'S RECOMMENDATION

That Cabinet notes the current position on the monitoring of Capital schemes.

PETER HANDFORD
Director of Finance

16 January 2014

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APPENDIX 1

Summary of Projected Capital Spend by Department

Department	Budget £'000	Total spend to November 2013 £'000	Estimated costs remaining				Total projected costs £'000	Projected (under) / over spend £'000
			2013/14 £'000	2014/15 £'000	2015/16 £'000	2017 and beyond £'000		
Adult Care	47,201	12,228	11,369	18,868	866	0	43,331	(3,870)
CAYA	203,931	151,546	22,993	22,858	4,901	714	203,012	(919)
Corporate	28,464	11,806	4,748	7,257	4,659	0	28,470	6
Corporate Resources	4,552	2,322	779	1,383	55	0	4,539	(13)
Cultural & Community	10,383	6,802	17	260	3,066	300	10,445	62
Environmental Services	197,865	98,677	28,136	27,879	14,479	28,696	197,867	2
Total	492,396	283,381	68,042	78,505	28,026	29,710	487,664	(4,732)

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APPENDIX 2

Top Ten Capital Projects according to Budget Value

Project Name	Approval Year	Budget £'000	Spend to Nov 2013 £'000	Estimated costs remaining				Total projected costs £'000	Projected (under) / over spend £'000
				2013/14 £'000	2014/15 £'000	2015/16 £'000	2016/17 and beyond £'000		
Local Transport Plan	09/14	100,219	80,914	12,211	7,094	0	0	100,219	0
Shirebrook School BSF	07/08	26,583	26,583	0	0	0	0	26,583	0
Waste Project (Derby)	07/08	25,000	0	0	0	0	25,000	25,000	0
Markham Employment Growth Zone	89/90	24,795	7,208	497	8776	8,314	0	24,795	0
Netherthorpe Academy BSF	07/08	16,997	16,999	0	0	0	0	16,999	2
New Tibshelf School	11/12	15,581	13,908	1,189	484	0	0	15,581	0
Buxton, The Crescent	06/07	14,900	4,038	1,202	5,000	4,659	0	14,900	0
Digital Derbyshire	13/14	14,780	0	3,695	3,695	3,695	3,695	14,780	0
Clowne Heritage BSF	07/08	11,705	11,705	0	0	0	0	11,705	0
Darley Dale Care Centre	12/13	10,750	594	2,687	7,000	469	0	10,750	0
Total		261,310	161,949	21,481	32,049	17,137	28,695	261,312	2