
Decision Maker: CARE SERVICES PORTFOLIO HOLDER

Date: For pre-decision scrutiny by the Care Services PDS Committee on 23rd September 2015

Decision Type: Non-Urgent Executive Non-Key

Title: CAPITAL PROGRAMME MONITORING - 1ST QUARTER 2015/16

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Chief Officer: Director of Finance

Ward: All

1. Reason for report

On 15th July 2015, the Executive received the 1st quarterly capital monitoring report for 2015/16 and agreed a revised Capital Programme for the four year period 2015/16 to 2018/19. The report also covered any detailed issues relating to the 2014/15 Capital Programme outturn, which had been reported in summary form to the June meeting of the Executive. This report highlights in paragraphs 3.1 to 3.6 changes agreed by the Executive in respect of the Capital Programme for the Care Services Portfolio. The revised programme for this portfolio is set out in Appendix A, detailed comments on scheme progress as at the end of the first quarter of 2015/16 are shown in Appendix B and details on the 2014/15 outturn are included in Appendix C.

2. **RECOMMENDATION(S)**

The Portfolio Holder is asked to note and confirm the changes agreed by the Executive in July.

Corporate Policy

1. Policy Status: Existing Policy: Capital Programme monitoring and review is part of the planning and review process for all services. Capital schemes help to maintain and improve the quality of life in the borough. Affective asset management planning (AMP) is a crucial corporate activity if a local authority is to achieve its corporate and service aims and objectives and deliver its services. The Council continuously reviews its property assets and service users are regularly asked to justify their continued use of the property. For each of our portfolios and service priorities, we review our main aims and outcomes through the AMP process and identify those that require the use of capital assets. Our primary concern is to ensure that capital investment provides value for money and matches the Council's overall priorities as set out in the Community Plan and in "Building a Better Bromley".
 2. BBB Priority: Excellent Council
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Financial

1. Cost of proposal: Total increase of £7.1m over the 4 years 2015/16 to 2018/19.
 2. Ongoing costs: Not Applicable
 3. Budget head/performance centre: Capital Programme
 4. Total current budget for this head: £16.2m for the Care Services Portfolio over four years 2015/16 to 2018/19
 5. Source of funding: Capital grants, capital receipts and earmarked revenue contributions
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Staff

1. Number of staff (current and additional): 1fte
 2. If from existing staff resources, number of staff hours: 36 hours per week
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Legal

1. Legal Requirement: Non-Statutory - Government Guidance
 2. Call-in: Not Applicable
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Customer Impact

1. Estimated number of users/beneficiaries (current and projected): N/A
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Ward Councillor Views

1. Have Ward Councillors been asked for comments? N/A
2. Summary of Ward Councillors comments: N/A

3. COMMENTARY

Capital Monitoring – variations agreed by the Executive on 15th July 2015

3.1 A revised Capital Programme was approved by the Executive in July, following final outturn figures for 2014/15 and a detailed monitoring exercise carried out after the 1st quarter of 2015/16. The base position was the revised programme approved by the Executive on 11th February 2015, as amended by variations approved at subsequent Executive meetings. All changes on schemes in the Care Services Programme are itemised in the table below and further details are included in paragraphs 3.2 to 3.6. The revised Programme for the Care Services Portfolio is attached as Appendix A. Appendix B shows actual spend against budget in the first quarter of 2015/16, together with detailed comments on individual schemes and Appendix C includes details of the final outturn at 2014/15.

	2015/16 £000	2016/17 £000	2017/18 £000	2018/19 £000	TOTAL 2015/16 to 2018/19 £000
Programme approved by Executive 11/02/15	7,928	1,130	10	10	9,078
<u>Variations approved by Executive 15/07/15</u>					
Autism Grant (see para 3.2)	18	0	0	0	18
Housing Zone Bid (Site G) (see para 3.3)					
- Funded from PIL	3,000	0	0	0	3,000
- Funded from Growth Fund	2,700	0	0	0	2,700
Section 106 receipts from developers (see para 3.4)	1,413	67	0	0	1,480
Net overspend in 14/15 rephased into 15/16 (see para 3.5)	-54	0	0	0	-54
Rephasing from 15/16 to 16/17 (see para 3.6)	-2,890	2,890	0	0	0
Total Amendment to the Capital Programme	4,187	2,957	0	0	7,144
Total Revised Care Services Programme	12,115	4,087	10	10	16,222

3.2 Autism Capital Grant (£18k increase in 2015/16)

The Executive was informed in July 2015 that confirmation has been received from Department of Health of a new capital grant of £18k, which will be used to support work on implementing Think Autism, the recent update to the 2010 Adult Autism Strategy for England. Although the grant is not ring fenced, conditions are included in a supporting memorandum of understanding.

3.3 Housing Zone Bid - Site G (increase of £5.7m in 2015/16)

On 24th March 2015, the Executive approved the Housing Zone Bid (Site G) proposal to support the delivery policy objectives set out within the Council's adopted Bromley Town Centre Area Action Plan. In 15th July 2015, Members approved the inclusion of the £5.7m Housing Zone Bid (Site G) in the Capital Programme of which £3m is funded from the Housing Payment In Lieu Fund (S106) and £2.7m is funded from the Growth Fund. This will also require the approval of Full Council in October 2015.

3.4 Section 106 receipts from developers (uncommitted balance) – net increase of £1,480k (£1,413k in 2015/16 and £67k in 2016/17)

In previous years, the Capital Programme budget for Section 106 receipts has been adjusted as and when new spending plans receive approval. In July, the Executive agreed that, in future, it seems sensible to match the Capital Programme budget with the total of S106 receipts available to fund expenditure. Therefore, the Care Service Capital Programme has increased by a total of £1,480k (£1,413k in 2015/16 and £67k in 2016/17). The total approved S106 budgets for the Care Services Capital Programme (Housing) are illustrated in the table below.

	Total Approved S106 Budget £000	Actuals upto FY14/15 £000	Budget FY15/16 £000	Budget FY16/17 £000
Housing:				
Purchase of Properties	1,120	1,016	104	0
Site K	672	0	605	67
Site G (£5.7m - £3m PIL £2.7m Growth Fund)	3,000	0	3,000	0
Uncommitted balance (as at May 2015)	1,286	0	1,286	0
Housing Total	6,078	1,016	4,995	67

3.5 Net overspendings in 2014/15 re-phased into 2015/16

The 2014/15 Capital Outturn was reported to the Executive on 10th June 2015. The final capital outturn for the year for Care Services Portfolio schemes was £1,885k compared to a revised budget of £1,948k approved by the Executive in February. After allowing for adjustments in respect of schemes that were not rephased, a net overspend of £54k was re-phased into 2015/16. Details of the 2014/15 outturn for this Portfolio are set out in Appendix C

3.6 Schemes re-phased from 2015/16 into 2016/17

As part of the 1st quarter monitoring exercise, £2,890k has been re-phased from 2015/16 into 2016/17 to reflect revised estimates of when expenditure on the Care Services schemes is likely to be incurred. This is itemised in the table below and comments on scheme progress are provided in Appendix B.

Capital Expenditure – Rephasing in Q1 monitoring	2015/16 £000	2016/17 £000
Gateway Review of Housing I.T System	-100	100
Social Care Grant	-1,940	1,940
PCT Learning Disability Reprovision Programme	-850	850
Total Environment Programme rephasing	-2,890	2,890

Post-Completion Reports

- 3.7 Under approved Capital Programme procedures, capital schemes should be subject to a post-completion review within one year of completion. After major slippage of expenditure in recent years, Members confirmed the importance of these as part of the overall capital monitoring framework. These reviews should compare actual expenditure against budget and evaluate the achievement of the scheme's non-financial objectives. One post-completion report, on the Bellegrove temporary accommodation scheme, is due to be submitted in 2015/16 for the Care Services Portfolio and this quarterly report will monitor the future position and will highlight any further reports required.

4. POLICY IMPLICATIONS

- 4.1 Capital Programme monitoring and review is part of the planning and review process for all services.

5. FINANCIAL IMPLICATIONS

- 5.1 These were reported in full to the Executive on 15th July 2015. Changes agreed by the Executive for the Care Services Portfolio Capital Programme are set out in the table in paragraph 3.1.

Non-Applicable Sections:	Legal and Personnel Implications
Background Documents: (Access via Contact Officer)	Departmental monitoring returns June 2015. Approved Capital Programme (Executive 11/02/15). Capital Outturn report (Executive 10/06/15) and Q1 monitoring report (Executive 15/07/15).