

Decision Maker: CARE SERVICES PORTFOLIO HOLDER

Date: For pre-decision scrutiny by the Care Services PDS Committee on 13th September 2016

Decision Type: Non-Urgent Executive Non-Key

Title: CAPITAL PROGRAMME MONITORING - 1ST QUARTER 2016/17

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Chief Officer: Director of Finance

Ward: All

1. Reason for report

- 1.1 On 20th July 2016, the Council's Executive received the 1st quarterly capital monitoring report for 2016/17 and agreed a revised Capital Programme for the four year period 2016/17 to 2019/20. The report also covered any detailed issues relating to the 2015/16 Capital Programme outturn, which had been reported in summary form to the June meeting of the Executive.
- 1.2 This report highlights in paragraphs 3.1 to 3.7 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 2016/17 are shown in Appendix B and details on the 2015/16 outturn are included in Appendix C.
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2. **RECOMMENDATION**

- 2.1 **The Portfolio Holder for Care Services is asked to note and confirm the changes agreed by the Council's Executive on 20th July 2016.**

Corporate Policy

1. Policy Status: Existing Policy: Capital Programme monitoring 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. Effective 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 £1.7m over the 4 years 2016/17 to 2019/20, mainly due £926k rephasing from 2015/16 and £739k additional Disabled Facilities Grant allocation.
 2. Ongoing costs: Not Applicable
 3. Budget head/performance centre: Capital Programme
 4. Total current budget for this head: £15.5m for the Care Services Portfolio over four years 2016/17 to 2019/20
 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: 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 20th July 2016

3.1 A revised Capital Programme was approved by the Executive in July, following final outturn figures for 2015/16 and a detailed monitoring exercise carried out after the 1st quarter of 2016/17. The base position was the revised programme approved by the Executive on 10th February 2016, 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 3.7. 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 2016/17, together with detailed comments on individual schemes. Appendix C includes details of the final outturn for 2015/16.

	2016/17	2017/18	2018/19	2019/20	TOTAL 2016/17 to 2019/20
	£000	£000	£000	£000	£000
Programme approved by Executive 10/02/16	13,596	132	10	10	13,748
<u>Variations approved by Executive 20/07/16</u>					
Reduced grant funding for Manorfields (see para 3.2)	-19	0	0	0	-19
Increase grant funding for Renovation Grants (DFG) (see para 3.3)	739	0	0	0	739
Virement re.Eclipse System (see para 3.4)	-50	0	0	0	-50
Section 106 receipts from developers (see para 3.5)	113	0	0	0	113
Net underspend in 15/16 rephased into 16/17 (see para 3.6)	926	0	0	0	926
Rephasing from 16/17 to 17/18 (see para 3.7)	-1,589	1,589	0	0	0
Total Amendment to the Capital Programme	120	1,589	0	0	1,709
Total Revised Care Services Programme	13,716	1,721	10	10	15,457

3.2 Manorfields – Temporary Accommodation (£19k reduction in 2016/17):

In December 2015, £450k grant funding from GLA for the Manorfields refurbishment scheme was included in the Capital Programme to meet the additional cost of the replacement of the boiler and associated building works in order to meet with current regulations. On 20th July 2016, Members agreed a £19k reduction to the scheme to reflect the revised expenditure and funding received from GLA.

3.3 Renovation Grants (Disabled Facilities Grant) (£739k increase in 2016/17)

The Disabled Facilities Grant (DFG) and Adult Social Care Grant became part of the Better Care Fund (BCF) in 2015/16 rather than being funded under separate funding streams. This totalled £1,605k in 2015/16, split £942k DFG and £663k Adult Social Care Grant. In 2016/17 the overall allocation from BCF for capital increased. The BCF allocation for Adult Social Care grant ceased and the funding was transferred to the Disabled Facilities Grant. The overall capital allocation for 2016/17 totals £1,681k. BCF grant is ringfenced and subject to consultation with our health partners. In July, the Executive approved this increase of £739k in 2016/17.

3.4 Virement of £50k for Eclipse System from Social Care Grant to Performance Management / Children's Services – I.T:

On 12th January 2016, the Care Service Portfolio Holder reviewed the renewal of the Carefirst System and external hosting options available. Following the outcome of the works on the potential implementation of the new Eclipse platform for the Children's Social Care system, in July the Executive agreed to vire £50k from the Social Care Grant to Performance Management/Children's Service – I.T scheme to support works on the new Eclipse System.

3.5 Section 106 receipts from developers (uncommitted balance) – (increase of £113k 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 2015, the Executive agreed that the Capital Programme budget should, in future, agree with the total of S106 receipts available to fund expenditure. In July 2016 the Executive agreed an increase of £120k in the Capital Programme budget for Section 106 to match the total funding available (from a total approved budget of £6,694k in the February Executive report to £6,807k in the July Executive report). The approved S106 budgets for the Care Services Capital Programme (after rephasing) are illustrated in the table below.

	Total Approved S106 Budget £000	Actuals upto FY15/16 £000	Budget FY16/17 £000
Housing:			
Purchase of Properties	1,120	1,021	99
Site K	672	605	67
Site G (£5.7m - £3m PIL £2.7m Growth Fund)	3,000	0	3,000
Uncommitted balance (as at May 2016)	2,015	0	2,015
Housing Total	6,807	1,626	5,181

3.6 Net underspendings in 2015/16 re-phased into 2016/17

The 2015/16 Capital Outturn was reported to the Executive on 15th June 2016. The final capital outturn for the year for Care Services Portfolio schemes was £3,058k compared to a revised budget of £3,994k approved by the Executive in February. After allowing for adjustments in respect of schemes that were not rephased, a net underspend of £926k was re-phased into 2016/17. Details of the 2015/16 outturn for this Portfolio are set out in Appendix C

3.7 Schemes re-phased from 2016/17 into 2017/18

As part of the 1st quarter monitoring exercise, £1,589k has been re-phased from 2016/17 into 2017/18 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	2016/17 £000	2017/18 £000
London private sector renewal schemes	-86	86
Renovation Grants - Disabled Facilities	-829	829
PCT Learning Disability Reprovision Programme	-674	674
Total Care Services Programme rephasing	-1,589	1,589

Post-Completion Reports

3.8 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. No post-completion reports are currently due for the Care Services Portfolio, but 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 20th July 2016. 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)	Approved Capital Programme (Executive 20/07/16) Capital Outturn report (Executive 15/06/16) Q1 monitoring report (Executive 20/07/16) Social Care Electronic Information Update (Care Service PDS 12/01/16)