

Decision Maker: EDUCATION CHILDREN AND FAMILIES PORTFOLIO HOLDER

Date: For Pre Decision Scrutiny by the Education Children and Families
Budget and Performance Monitoring Budget Sub-Committee on 17th
January 2018

Decision Type: Non-Urgent Executive Non-Key

Title: CAPITAL PROGRAMME MONITORING - 2ND QUARTER 2017/18

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Chief Officer: Director of Finance

Ward: All

1. Reason for report

On 6th December 2017, the Executive received the 2nd quarterly capital monitoring report for 2017/18 and agreed a revised Capital Programme for the four year period 2017/18 to 2020/21. This report highlights changes agreed by the Executive in respect of the Capital Programme for the Education, Children and Families Portfolio. The revised programme for this portfolio is set out in Appendix A. Detailed comments on scheme progress as at the end of the 2nd quarter of 2017/18 are shown in Appendix B.

2. **RECOMMENDATION(S)**

The Portfolio Holder is asked to note and confirm the changes agreed by the Executive on 6th December 2017.

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. 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: Nil net effect.
 2. Ongoing costs: Not Applicable
 3. Budget head/performance centre: Capital Programme
 4. Total current budget for this head: £47.0m for the Education, Children and Families Portfolio over four years 2017/18 to 2020/21
 5. Source of funding: Capital grants, capital receipts and earmarked revenue contributions
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Staff

1. Number of staff (current and additional): 1 fte
 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 Expenditure- variations agreed by the Executive on 6th December 2017

3.1 A revised Capital Programme was approved by the Executive in December 2017, following a detailed monitoring exercise carried out after the 2nd quarter of 2017/18. The base position was the revised programme approved by the Executive on 19th July 2017, as amended by variations approved at subsequent Executive meetings. All changes on schemes in the Education, Children and Families Portfolio Programme are itemised in the table below and further details are included in paragraphs 3.2 and 3.3. The revised Programme for the Portfolio is attached as Appendix A. Appendix B shows actual spend against budget in the second quarter of 2017/18, together with detailed comments on individual schemes.

	2017/18 £000	2018/19 £000	2019/20 £000	2020/21 £000	TOTAL 2017/18 to 2020/21 £000
Programme approved by Executive 19/07/17	30,475	14,641	1,037	875	47,028
Approved Programme prior to Q2 Monitoring	30,475	14,641	1,037	875	47,028
<u>Variations approved by Executive 06/12/17</u>					
Schemes re-phased from 17/18 into 18/19 (see para 3.2)	Cr 8,000	8,000	0	0	0
Total amendments to the Capital Programme	Cr 8,000	8,000	0	0	0
Revised Education, Children & Families Capital Programme	22,475	22,641	1,037	875	47,028

3.2 Schemes re-phased from 2017/18 into future years:

As part of the 2nd quarter monitoring exercise, a total of £8,000k has been re-phased from 2017/18 into 2018/19 to reflect revised estimates of when expenditure on Education, Children and Families schemes is likely to be incurred. This has no overall impact on the total approved estimate for the capital programme. Further details and comments are provided in Appendix B.

Capital Expenditure – Rephasing in Q2 monitoring	2017/18 £'000	2018/19 £'000	2019/20 £'000	2020/21 £'000	Total £'000
Basic Need	Cr 8,000	8,000	0	0	0
Total Education, Children & Families schemes rephasing	Cr 8,000	8,000	0	0	0

3.3 Section 106 receipts from developers

In July 2015, the Executive agreed that the Capital Programme budget should reflect the total of S106 receipts available to fund expenditure. The approved S106 budgets for the Education, Children and Families Capital Programme are illustrated in the table.

	Total Approved S106 Budget £'000	Actuals up to FY16/17 £'000	Budget FY17/18 £'000	Budget FY18/19 £'000
Basic Need	3,596	706	1,200	1,690
Uncommitted balance (as at Nov 2017)	773	0	773	0
Education, Children & Families Total	4,369	706	1,973	1,690

Post-Completion Reports

- 3.4 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 prior 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 Education, Children and Families 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 6th December 2017. Changes agreed by the Executive for the Education Children and Families Portfolio Capital Programme are set out in the table in paragraph 3.1.

Non-Applicable Sections:	Legal, Personnel and Procurement Implications, Impact on Vulnerable Adults and Children
Background Documents: (Access via Contact Officer)	Approved Capital Programme (Executive 06/12/17) Capital Programme Monitoring – 2 nd quarter report (Executive 06/12/17)