

<b><u>AGENDA ITEM</u></b>			
<b>REPORT TO:</b>		Cabinet	
<b>DATE:</b>		05 December 2018	
<b>PORTFOLIO</b>		Cllr Joyce Plummer – Resources	
<b>REPORT AUTHOR:</b>		Joe McIntyre, Deputy Chief Executive Resources	
<b>TITLE OF REPORT:</b>		<b>Capital Spend Report 2018/19</b>	
<b>EXEMPT REPORT:</b>	<b>No</b>		
<b>KEY DECISION:</b>	<b>No</b>	If yes, date of publication:	

**1. Purpose of Report**

- 1.1 The Report informs Cabinet of the progress of the 2018/19 Capital Programme.

**2. Recommendations**

- 2.1 Cabinet notes the progress on capital expenditure to date.

**3. Reasons for Recommendations and Background**

**3.1 Summary**

The Council approved its Capital Programme for 2017/18 at its meeting on the 22<sup>nd</sup> February 2018.

The total value of the spend authorised in the budget in February 2018 was £4.9m and this has been increased to £10.6m with carry forward projects from the previous year and new in-year authorisations. The current predicted outturn is £10.3m. There is underspend of £324,000 (3%) currently predicted for the year.

### 3.2 Detail

The Council authorised a capital programme of £4.9m at its meeting on the 22<sup>nd</sup> February 2018 and the programme was subsequently increased to £10.8m upon the authorisation of the carry forward of projects from the previous year and a variety of in-year authorisations using existing internal funds or new external funding. The programme was determined in line with previous decisions to fund capital expenditure from existing resources and to avoid borrowing to finance capital expenditure.

The significant elements of the programme are as follows,

<b>Programme Area</b>	<b>Committed Expenditure</b>
Transitional Housing Programme	£205,019
Housing Improvement Programme (including Disabled Facility Grants)	£3,094,123
Other Projects	<u>£7,350,436</u>
Total	<u>£10,649,578</u>

Spend to date has been £3.2m which is equivalent to 30% of the overall programme budget. There are 46 individual projects within the category of "Other Projects" of which 19 have incurred expenditure to date. The Transitional Housing Programme and the Housing Improvement Programme have commenced expenditure and incurred around 11% of their budget to date.

The predicted outturn to the end of the financial year is £10.3m. Only 2 projects are currently indicating an adverse variance against their budget. All other projects at this time are indicating they are expecting to underspend or spend in line with their budgets. A saving of £385,000 is expected on our purchase of Wheeled Bins.

As reported last year the major adverse variance against Budget relates to Rhyddings Park. The current estimate is that the project could be overspent by £95,000. The original budget was approved on the basis of a variety of external funding to support the overall cost of the project. However since the project was approved some of the external funding has failed to materialise and currently this leads to a predicted overspend.

Work is underway to try and secure other external funding to replace the monies lost. If this is not successful the project will attempt to curtail its expenditure by the reduced amount to ensure it does not exceed its net authorised spend position or actions will be taken to limit the overspend to the smallest possible figure.

The other adverse variation relates to costs associated with the sale of Lyndon Playing Fields. These costs will be offset against the overall receipt from the sale of the land.

The detail of individual project budgets and expected costs to complete the projects is provided at Appendix 1.

#### **4. Alternative Options considered and Reasons for Rejection**

4.1 Not applicable

#### **5. Consultations**

5.1 Not applicable

#### **6. Implications**

<b>Financial implications (including mainstreaming)</b>	As outlined in this report
---	----------------------------

<b>Legal and human rights implications</b>	None
--	------

<b>Assessment of risk</b>	None
---------------------------	------

<b>Equality and diversity implications</b>	None
--	------

*A [Customer First Analysis](#) should be completed in relation to policy decisions and should be attached as an appendix to the report.*

#### **7. Local Government (Access to Information) Act 1985: List of Background Papers**

[Council 22nd February 2018 Capital Programme](#)

#### **8. Freedom of Information**

8.1 The report does not contain exempt information under the Local Government Act 1972, Schedule 12A and all information can be disclosed under the Freedom of Information Act 2000.

# Capital Spend Report By Individual Project 2018/19

## Appendix 1

Original Capital Programme Approved By Council	Gross Cost	Adjustment since Original Budget	New Authorised Budget	Expected Outturn	Variance
HLC Mechanical & Electrical Plant Replacement	£ 150,000	£ 79,499	£ 229,499	£ 229,499	£ -
Technology Refresh (annual replacement programme)	£ 100,000	£ -	£ 100,000	£ 100,000	£ -
Photocopier 1st floor Scaitcliffe House	£ 6,531	£ -	£ 6,531	£ 6,531	£ -
Wheeled Bins - Recycling	£ 400,000	£ 1,250,000	£ 1,650,000	£ 1,264,416	-£ 385,584
Acc Town Hall Improvements PH4	£ 414,000	£ -	£ 414,000	£ 414,000	£ -
Accrington Townscape Heritage Initiative	£ 269,494	£ 956,431	£ 1,225,925	£ 1,225,925	£ -
Acc Town Centre Infrastructure Imps	£ 275,000	£ 65,811	£ 340,811	£ 340,811	£ -
Planned Asset Improvement Programme	£ 137,500	£ 65,210	£ 202,710	£ 202,710	£ -
Christmas Decorations Replacement	£ 25,000	£ -	£ 25,000	£ 25,000	£ -
Acc Market Hall External Improvements	£ 100,000	£ -	£ 100,000	£ 100,000	£ -
Hyndburn Leisure 3G Pitch Sinking Fund	£ 10,000	£ -	£ 10,000	£ 10,000	£ -
Fire Assessment Building Alterations Acc Crematorium	£ 50,000	£ -	£ 50,000	£ 50,000	£ -
Fire Assessment Building Alterations Elmfield Hall	£ 50,000	£ -	£ 50,000	£ 50,000	£ -
Fire Assessment Building Alterations Various Buildings	£ 100,000	£ -	£ 100,000	£ 100,000	£ -
Annual Vehicle Replacement Programme	£ 55,000	£ -	£ 55,000	£ 55,000	£ -
Hyndburn Leisure Centre Re-roofing	£ 90,000	£ -	£ 90,000	£ 90,000	£ -
Acc Town Hall External Improvements	£ 100,000	£ -	£ 100,000	£ 100,000	£ -
Town Hall & Service Yard Improvements	£ 50,000	£ -	£ 50,000	£ 50,000	£ -
Transitional Housing Programme	£ 197,878	£ 7,141	£ 205,019	£ 205,019	£ -
Clearance - Pendle St PH1	£ 350,000	£ 18,572	£ 368,572	£ 368,572	£ -
Lower Woodnook Housing Renewal Scheme	£ 1,150,000	-£ 345,598	£ 804,402	£ 804,402	£ -
Disabled Facilities Grant	£ 828,559	£ 536,507	£ 1,365,066	£ 1,365,066	£ -
16 China St Renovation	£ 30,321	£ -	£ 30,321	£ 30,321	£ -
<b>Sub Total</b>	<b>£ 4,939,283</b>	<b>£ 2,633,573</b>	<b>£ 7,572,856</b>	<b>£ 7,187,272</b>	<b>-£ 385,584</b>
<b>Additions to Capital Programme 2018/19</b>					
<b>Projects Brought Forward from Previous Years</b>					
Rhyddings Park Project - Coach House & Kitchen Garden		£ 544,670	£ 544,670	£ 609,670	£ 65,000
Lyndon Playing Fields Development		£ 159,210	£ 159,210	£ 189,210	£ 30,000
Clayton Forest / Barn St Woods		£ 7,210	£ 7,210	£ 7,210	£ -
Bullough Park Changing Pavillion		£ 25,000	£ 25,000	£ -	-£ 25,000
Royds St & Woodnook Improvements LNR		£ 10,417	£ 10,417	£ 10,417	£ -
West End Gardens Revamp		£ 4,000	£ 4,000	£ 3,908	-£ 92
Oak Hill Park Bowling Green Protection		£ -	£ -	£ -	£ -
Oak Hill Park Refurbishment		£ 10,000	£ 10,000	£ 9,761	-£ 239
Harvey St Garden Area		£ 10,000	£ 10,000	£ 10,000	£ -
West End Play Area Gates		£ 281	£ 281	£ 281	£ -
Development of Norden Playing Fields		£ 102,881	£ 102,881	£ 102,881	£ -
Cremators Acc Crematorium		£ 450,000	£ 450,000	£ 450,000	£ -
Vehicle Replacement x4 Kerbsiders		£ 331,266	£ 331,266	£ 331,266	£ -
Future Vehicle Replacement Set Aside		£ 328,734	£ 328,734	£ 328,734	£ -
Local Area Management Capital Improvement Schemes		£ 135,470	£ 135,470	£ 135,470	£ -
LCC Junction 7 Contribution		£ 250,000	£ 250,000	£ 250,000	£ -
Affordable Warmth Grant		£ 19,300	£ 19,300	£ 19,300	£ -
Rishton Regeneration		£ 424,541	£ 424,541	£ 424,541	£ -
Hudson Street Facelift		£ 75,959	£ 75,959	£ 75,959	£ -
Special Disabled Facilities Adaptations		£ 1,172	£ 1,172	£ 1,172	£ -
Lyndon Playing Fields Gt Hwd - associated costs of sale		£ 40,000	£ 40,000	£ 40,000	£ -
Woodnook Vale Entrance Improvements		£ 24,090	£ 24,090	£ 24,090	£ -
Acc Town Centre Cleansing Machine / Equipment		£ 64,716	£ 64,716	£ 64,716	£ -
Acc Town Centre Raised Planters		£ 32,805	£ 32,805	£ 32,805	£ -
Tesco Roundabout Improvement		£ 25,000	£ 25,000	£ 25,000	£ -
	£ -	£ 3,076,722	£ 3,076,722	£ 3,146,391	£ 69,669
<b>Total</b>	<b>£ 4,939,283</b>	<b>£ 5,710,295</b>	<b>£ 10,649,578</b>	<b>£ 10,333,663</b>	<b>-£ 315,915</b>