



Derby City Council

COUNCIL CABINET
9 September 2015

Report of the Leader of the Council

ITEM 10

Contract and Financial Procedure Matters Report

SUMMARY

- 1.1 This report deals with the following items that require reporting to and approval by Council Cabinet under Contract and Financial Procedure rules:
- Changes to the current 2015/16-2017/18 capital programme.
 - Use of reserves

RECOMMENDATION

- 2.1 To note the changes, additions and progression of these on the capital programme as set out section 4.
- 2.2 To note the revised programme for 2015/16 in table 1 (paragraph 4.1) and the revised indicative programme for 2015/16-2017/18 as shown in table 2 (paragraph 4.3).
- 2.3 To approve the use of £300,000 from the Budget Risk Reserve to fund a programme of budget consultations.

REASONS FOR RECOMMENDATIONS

- 3.1 To comply with the Council's Contract and Financial Procedure rules.



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Report of the Chief Executive

SUPPORTING INFORMATION
4. UPDATE ON CAPITAL PROGRAMME 2015/16 – 2017/18
4.1 Forecast Outturn
Table 1 – Revised Capital Programme 2015/16

Strategy Area	Original Approved Capital Programme	Revisions Approved to 5 August cabinet	Latest Approved (5 August Cabinet) Capital Programme	Changes to the programme agreed under Scheme of Delegation	Revised Programme
	£000's	£000's	£000's	£000's	£000's
CYP	10,945	(4,252)	6,693	97	6,790
Housing General Fund	3,691	(1,473)	2,218	0	2,218
Property Improvement	2,021	714	2,735	0	2,735
Property Maintenance and Refurbishment	5,651	(2,259)	3,392	0	3,392
Parks and Open spaces	1,359	570	1,929	45	1,974
Flood Defence	250	7,716	7,966		7,966
Highways and Transport	4,109	440	4,549	0	4,549
Vehicles, Plant and equipment	2,769	88	2,857	0	2,857
Regeneration	35,010	(347)	34,663	0	34,663
ICT	2,328	252	2,580	0	2,580
HRA	19,316	(180)	19,136	0	19,136
Strategic Projects	20,629	(19,529)	1,100	0	1,100
Sub-total	108,078	(18,260)	89,818	142	89,960
Less assumed capital slippage	(4,359)	3,901	(458)		(458)
Total	103,719	(14,359)	89,360	142	89,502

- 4.2 There are no significant variances across the capital programme over £200,000 to report.
- 4.3 Table 2 shows the 2015/16 – 2017/18 indicative programmes incorporating the changes from above.

Table 2 Revised Indicative Programme 2015/16 -2017/18

Strategy Area	2015/16 £000	2016/17 £000	2017/18 £000
CYP	6,,790	7,932	5,966
Housing General Fund	2,218	2,504	2,297
Property Improvement	2,735	2,979	5,372
Property Maintenance and Refurbishment	3,392	4,737	2,037
Parks and Open Spaces	1,974	0	245
Flood Defence	7,966	8,074	9,920
Highways and Transport	4,549	10,490	7,100
Vehicles, Plant and Equipment	2,857	25,560	564
Regeneration	34,663	20,763	12,265
ICT	2,580	860	10,360
HRA	19,136	19,691	11,321
Strategic Projects	1,100	0	0
Sub total	89,960	103,590	67,447
Less assumed capital slippage	(458)	(1,583)	(3,337)
Total Programme	89,502	102,007	64,110

- 4.4 All projects are run using the Prince 2 methodology and carry individual risk registers. All risk implications are reported and monitored on a monthly basis at the Strategic Asset Management Board.

4.5 S106 Contributions

It was agreed through the S106 working group that any allocation of S106 monies would be reported to Cabinet during the year to inform members what specific Contributions are intended to be used for. Any in- year allocations are reported through the monthly contract and financial procedures matters reports and quarterly Capital monitoring reports as they arise. There are currently no changes to report.

5 Use of Reserves

- 5.1 The Council is predicting further significant cuts to its budget by government for the next three years, presenting a budget gap between the level of funding anticipated and the cost of delivering Council services in the future. To close this gap, Council Cabinet on 15 July approved a series of consultations debating the needs of the community and

the way in which these needs can be met. Consultation will begin as early as possible in September 2015 that will inform the MTFP and Derby's 15 year vision.

- 5.2 Council Cabinet is therefore asked to approve the use of £300,000 from budget risk reserve to fund the commissioning of public consultation

This report has been approved by the following officers:

Legal officer Financial officer Human Resources officer Estates/Property officer Service Director(s) Other(s)	Martyn Marples Director of Finance and Procurement
For more information contact: Background papers: List of appendices:	Mark Nash 01332 643364 e-mail mark.nash@derby.gov.uk None Appendix 1 – Implications

IMPLICATIONS

Financial and Value for Money

- 1.1 As detailed in the main body of the report and appendices.

Legal

- 2.1 None directly arising.

Personnel

- 3.1 None directly arising.

IT

- 4.1 None directly arising.

Equalities Impact

- 5.1 None directly arising.

Health and Safety

- 6.1 None directly arising.

Environmental Sustainability

- 7.1 None directly arising.

Property and Asset Management

- 8.1 None directly arising.

Risk Management

- 9.1 None directly arising.

Corporate objectives and priorities for change

- 10.1 These recommendations where relevant are in line with approved capital strategy and Asset Management Plans which accord with the Council's corporate priorities.

Classification: OFFICIAL

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