

Report of the Director of Learning Culture and Children's Services and the Director of Resources

## **CAPITAL PROGRAMME MONITORING 2008/09 - MONITOR 2**

### **Summary**

- 1 This report is to:
  - inform Members of the likely out-turn position of the 2008/09 Capital Programme based on the spend profile and information to the end of October 2008.
  - advise Members of changes to existing schemes to allow the more effective management and monitoring of the Capital Programme.
  - inform Members of any new schemes and seek approval for their addition to the Capital Programme.

### **Background**

- 2 The original capital programme for the financial year 2008/09 was approved at Council on 21 February 2008. A number of amendments were then approved as part of the 2007/08 outturn report and at the first monitor. This has resulted in a current approved Leisure & Culture Capital Programme for 2008/09 which shows gross capital expenditure of £5.389m, with £1.645m of other funding which gives a net capital programme cost of £3.744m. The table below details the approved changes to the 2008/09 capital programme since the original programme was approved in February 2008.

	Gross Spend £m	External Funding £m	Revenue Contribs £m	Prudential Borrowing £m	Capital Receipts £m
Original Capital Programme 2008/09	6.943	0.100	-	1.784	5.059
Slippage and Adjustments from the 2007/08 Outturn report	(1.300)	0.024	-	-	(1.324)
Monitor 1 Slippage and Adjustments	(0.254)	(0.020)	0.012	(0.255)	0.009
Current Approved Capital Programme 2008/09	<u>5.389</u>	<u>0.104</u>	<u>0.012</u>	<u>1.529</u>	<u>3.744</u>

## **Consultation**

- 3 The capital programme has been developed under the Capital Resource Allocation Model (CRAM) framework and agreed by Council on 21 February 2008. Whilst the capital programme as a whole is not consulted on, the individual scheme proposals do follow a consultation process with local councillors and residents in the locality of the individual schemes.

## **Scheme Specific Analysis**

- 4 Each major scheme in the capital programme has been reviewed to provide an assessment of its current status. Annex A shows the current approved capital programme and the projected outturn position for 2008/09, together with any slippage that is required into future financial years. Updates are only provided for significant schemes, with progress and variations explained in the following paragraphs.

### York Pools and Indoor Sports Provision (£6.567m)

- 5 Work continues on building the new pool on the York High site. Whilst the work on the new York High School comes to completion in December 2008 in order for occupation in January 2009, there is a requirement for some external work to be carried out in the school scheme which cannot be carried out until the pool and associated work is completed. It is therefore proposed to transfer £118k of external work from the school scheme into the pool scheme in 2009/10 so that this work can be carried out in conjunction with the final works on the pool.

- 6 The latest schedule of works show that the value of completed work and associated fees for 2008/09 will be £2.753m. It is therefore proposed to slip £1.700m into 2009/10.

### Museum Service Heritage Lottery Bid (£1.900m)

- 7 There is an amount of £400k in the programme for 2008/09 to support three specific elements under the rolling programme of investment in the Museums Trust. Of this £400k, an amount of £200k has already been paid to the Trust to support work at the Art Gallery. A further £100k has been paid for work at the Castle Museum. The remaining £100k is set aside to fund work at the Yorkshire Museum. The release of this funding is dependent on plans for the Cultural Quarter.

### Parks and Open Spaces Section 106 Development (£0.503m)

- 8 Further work is to be carried out at Hull Road Park which will contribute to the aim of meeting Green Flag standard by 2010/11. This work includes the provision of new improved fencing, improved drainage and a new tarmac playing surface. The range of activities will also be increased with provision for football within one of the courts.

- 9 In Rowntree Park, work is nearing completion on the rebuilding of two tennis courts adjacent to the cafe. These have been enlarged to comply with the Lawn Tennis Association standards and the entrance remodelled to improve safety.

- 10 At West Bank Park the basketball court has been enclosed with a fence to create an improved sense of place and keep the balls within the court.
- 11 In addition to the works described above, payments of Section 106 receipts totalling £35.5k have been made to community sports organisations. New Earswick Bowls Club, Osbaldwick Cricket Club and Clifton Alliance Cricket Club have been allocated a total of £13.5k to fund works on improvements to sports facilities and £22k has gone to Parish Councils including Osbaldwick for works on playgrounds and open spaces.
- 12 The addition of a number of new Section 106 receipts increases the Parks and Open Spaces scheme by a further £118k.

#### Acomb Library (£0.653m)

- 13 This scheme is now complete with only the retention outstanding. Latest information suggests that there will be a small overspend (approximately £6k) on the overall scheme on settlement of this final retention.

### **Scheme Addition**

#### Free Swimming Offer for over 60s and under 16s (£0.044)

- 14 As part of the government's free swimming offer, City of York Council has chosen to offer free swimming to local residents aged 60 and over. In addition, the council has also agreed to offer this to those aged sixteen and under. For those authorities who have agreed to participate in both schemes, capital funding of £10m has been made available in 2008/09, allocated across all such authorities. City of York will receive an amount of £43,639 from this allocation. This funding is available to support project development costs for bids in 2009/10 and 2010/11 from a further amount of £50m which has been made available nationally for capital projects designed to modernise pool provision, linked with the provision of free swimming.

### **Corporate Priorities**

- 15 The capital programme covered in this report has been developed through the Capital Resource Allocation Model, a tool used to allocate scarce capital resources to schemes that best meet the council's corporate priorities.

### **Financial Implications**

- 16 Expenditure at the end of October totalled £1.013m, representing 18.8% of the approved budget, compared to 48.6% for the same period in 2007/08.
- 17 The predicted outturn for 2008/09 is £3.857m, against a current approved budget of £5.389m, a net decrease of £1.532m. The amendments to scheme budgets are detailed in paragraphs 18-21 below. Annex 1 provides a complete view of the 2008/11 Leisure and Culture Capital Programme, taking into account the review of all existing schemes set out in this report.

- 18 The budget for the York High Pool scheme increases by £118k to reflect the position following the transfer of outstanding external works from the York High School scheme in Children's Services Portfolio. In addition, an amount of £1.700m requires slipping from 2008/09 into 2009/10.
- 19 The Parks and Open Spaces Development scheme budget increases by £118k to reflect additional S106 receipts available.
- 20 The Acomb Library scheme has increased by £6k to fund the projected overspend..
- 21 The addition of the recently announced grant funding for the Free Swimming Offer increases the 2008/09 programme by £44k.
- 22 The result of the amendments described above is to produce a revised capital programme for 2008/09 of £3.857m, requiring capital receipts funding of £3.579m.

**Table 2 – Summary of Amendments to the 2008/11 Capital Programme**

<b>Gross Leisure and Culture Capital Programme</b>	<b>2008/09</b>	<b>2009/10</b>	<b>2010/11</b>	<b>Total</b>
	<b>£m</b>	<b>£m</b>	<b>£m</b>	<b>£m</b>
Current Approved Capital Programme	5.389	3.426	1.100	<b>9.915</b>
<u>Adjustments: -</u>				
Acomb Library overspend	0.006			<b>0.006</b>
Addition to Parks & Open Spaces Scheme	0.118			<b>0.118</b>
Addition to York High Pool Scheme	-	0.118	-	<b>0.118</b>
Addition of Free Swimming Scheme	0.044	-	-	<b>0.044</b>
Slippage and Re-profiling – York High Pool	(1.700)	1.700	-	-
<b>Revised Capital Programme 2007/10</b>	<b>3.857</b>	<b>5.244</b>	<b>1.100</b>	<b>10.201</b>

### **Other Implications**

23

- **Human Resources:** not applicable
- **Equalities:** not applicable
- **Legal:** not applicable
- **Crime and Disorder:** not applicable
- **Information Technology:** not applicable
- **Property:** not applicable

## Risk Management

- 24 The capital programme is regularly monitored as part of the corporate monitoring process. In addition, the Capital Asset Management Group (CAMG) meets regularly to plan, monitor and review major capital receipts to ensure all capital risks to the Council are minimised.

## Recommendations

- 25 The Executive Member is recommended to: -
- note the updates to schemes as detailed above
  - agree the scheme amendments and additions reported above and summarised in Annex A
  - approve the revised capital programme as set out in Annex A to enable the effective management and monitoring of the capital programme.

## Contact Details

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### Chief Officer Responsible for the report:

**Pete Dwyer**  
Director of Learning, Culture and Children's  
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Report  
Approved



Date 17/11/2008

**Ian Floyd**  
Director of Resources

**Wards Affected:** *List wards or tick box to indicate all*

All

**For further information please contact the author of the report**

## Background Papers:

Capital Programme 2008/09 Estimate and Monitoring Files

## Annex

Annex A - Capital Programme 2008/09 – 2010/11