

**Meeting of Executive Member Decision
Session – Neighbourhood Services**

17 November 2009

Report of the Director of Neighbourhood Services

**NEIGHBOURHOOD SERVICES CAPITAL PROGRAMME
MONITOR 2**

Summary

1. The purpose of this report is to:

- Inform the Executive Member of the likely outturn position of the 2009/10 Capital Programme based on the spend profile and information to September 2009;
- To notify of any resulting changes to the programme;
- Inform the Executive Member of any slippage and associated funding to be slipped between the relevant financial years to reflect this.

Background

2. The 2009/10 – 2013/14 capital programme was approved by Council on 26th February 2009. The current approved capital programme for 2009/10 is £4.657 m, financed by £2.248 m of external funding*, leaving a cost to the Council of £2.409 m. Table 1 illustrates the movements from the original budget to the currently approved position.

	Gross Budget £m	External Funding* £m	Capital Receipts £m
Original Budget Approved by Council at 26 Feb 2009	4.657	2.248	2.409
Additions/reductions approved at monitor 1	1.780	1.780	0.000
Slippage approved at monitor 1	(0.008)	0	(0.008)
Current Approved Capital Programme	6.429	4.028	2.401

*External funding refers government grants, non-government grants, other contributions, developer's contributions and supported capital expenditure.

Table 1 Current Approved Capital Programme

3. The capital receipts column above implies receipts generated from the sale of Council assets will be used to fund the difference between the gross budget less all other specified funding sources. Due to the current economic climate not being favourable to achieving maximum receipt value from asset disposals, consideration will be given to the use of prudential borrowing to fund the capital programme as a temporary measure. When the economic climate returns to a more favourable state assets will be sold with the receipts being applied to finance the programme thus replacing the temporary borrowing.

Consultation

4. The capital programme was developed under the Capital Resource Allocation Model (CRAM) framework and agreed by Council on 26th February 2009. 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.

Summary of Key Issues

5. Against the current approved budget of £6.429m, there is a predicted outturn of £5.179m, a net decrease of £1.250m.
6. The net decrease is composed of:
 - Slippage of £1,000k into 2010/11 on the A19 scheme within the Structural Maintenance.
 - Slippage of £100k into 2010/11 on the EcoDepot Gatehouse/Reception scheme.
 - Slippage of £150k into 2010/11 on the Boroughbridge Road scheme with Structural maintenance and bring forward the schemes for Crichton Avenue, Skeldergate Bridge and Saxford Way with funding of £150k therefore a nil effect on funding.

7. Table 2 highlights scheme specific information:

Gross Neighbourhood Services Capital Programme	2009/10	2010/11	2011/12	Total	Para Ref
	£m	£m	£m	£m	
Current Approved Capital Programme	6.429	4.226	5.555	16.210	
Re-profiling:					
Structural Maintenance	(1.000)	1.000	0	0	
EcoDepot gatehouse	(0.100)	0.100	0	0	
Revised Capital Programme	5.329	5.326	5.555	16.210	

Table 2 Capital Programme Forecast Outturn 2009/10 – 2011/12

8. The main highlights of this report are:

- Slippage of £1,000k into 2010/11 on the A19 scheme within the Structural Maintenance scheme.
- Slippage of £100k into 2010/11 on the EcoDepot gatehouse/reception scheme.
- Slippage of £150k into 2010/11 on the Boroughbridge Road scheme with Structural maintenance and bring forward the schemes for Crichton Avenue, Skeldergate Bridge and Saxford Way with funding of £150k therefore a nil effect on funding.

Scheme Specific Analysis

Air Quality Management

09/10 Budget: £50k (DEFRA Grant)

09/10 Forecast: £50k

9. The grant relates to air quality monitoring, air quality modelling and air quality action planning and was used to upgrade existing air quality monitoring equipment, modelling software and publicity/ education.

10. It is expected that this scheme will complete in year.

Contaminated Land Investigation

09/10 Budget: £12k (DEFRA Grant)

09/10 Forecast: £12k

11. DEFRA provided a capital grant in 2008/09 of £39k to support detailed contaminated land investigations at three sites in accordance with obligations placed on the council by Part 11A of the Environmental Protection Act 1990.

12. The budget of £12k was carried forward from 2008/09. It is expected that this scheme will complete in year.

Waste Infrastructure Capital Grant (WICG)

09/10 Current Budget: £721k (DEFRA Grant)

09/10 Forecast: £721k

13. This was a new grant from DEFRA in 2008/09 for which we received funding over three financial years (2008/09 £360k, 2009/10 £361k and 2010/11 £133k). The purpose of this grant is to enable local authorities to invest in front end waste infrastructure, notably for recycling and composting

14. The full grant for 2008/09 of £360k was slipped to 2009/10. It is forecasted that the full budget will be spent in year.

Silver Street Toilets

09/10 Current Budget: £308k (CYC Resources)

09/10 Forecast: £300k

15. This project is to replace Parliament Street Toilets with a purpose built modern facility that better reflects the needs of users.
16. It is expected that this scheme will complete in the financial year with £8k agreed slippage at monitor 1 required to cover anticipated retention of 2.5%, which is unlikely to be due until 2010/11.

Ward Committees

09/10 Current Budget: £56k (CYC resources)

09/10 Forecast: £56k

17. The total budget of £56k was carried forward from 2008/09. There is no new capital funding in 2009/10 as it was agreed that all ward committee schemes would be funded from revenue.

18. All schemes are expected to complete in year.

EcoDepot Security Gatehouse/Reception

09/10 Current Budget: £222k (CYC resources)

09/10 Revised Budget £122k

09/10 Forecast: £122k

19. This is a new scheme for 2009/10 which is intended to provide a permanent, purpose built, security gatehouse and reception at the point of entry to the EcoDepot site.
20. A project officer has now been appointed to the scheme and it is anticipated the project will commence shortly, however it is expected that this will not be completed in the financial year. It is requested that £100k be slipped into next year

Structural Maintenance – Highway Resurfacing and Reconstruction

09/10 Current Budget: £4,783k (£3,243k LTP, £1,540 CYC resources)

09/10 Revised Budget: £3,783 (£2,243k LTP, £1,540 CYC resources)

09/10 Forecast: £3,783k

21. One planned schemes within the Structural Maintenance scheme will not be undertaken this year and it is requested that this and the associated funding be slipped into 2010/11.
22. Additional Detrunking grant has been received in year from the Department of Transport in respect of the A19 for £1,320k, with a further £830k in 2010/11. Phase 1 of the scheme is to undertake drainage works with phase 2 in 2010/11 resurfacing the highway and would mean separate closures of the A19 while the schemes were done. It is proposed that the schemes are undertaken at the same time so avoiding the need to close the A19 on two separate occasions. Slippage of £1,000k into 2010/11 is required, the remaining £320k will be incurred this year on preliminary work which does not require closure of the highway.
23. Works are planned for Boroughbridge Road/Water End as part of the Access York scheme (new Park and Ride schemes). Part of the programme of works for maintenance by Neighbourhood Services in 2009/10 was to resurface Boroughbridge Road in the same location. To operate in conjunction with the Access York scheme we propose to delay our works until 2010/11 in order to carry out both sets of work at the same time to minimise duplication and disruption. This scheme is budgeted to cost £150k.
24. Works are planned for a new cycle facility along Crichton Avenue by City Strategy. Part of the advanced programme of works for maintenance by Neighbourhood Services in 2010/11 is to resurface the carriageway in the same area. It is proposed that this scheme is brought forward in order to carry out both pieces of work at the same to minimise disruption. This scheme is budgeted to cost £90k
25. It is requested that the Boroughbridge Road scheme be slipped into 2010/11 and the Crichton Avenue scheme be brought forward to 2009/10. It is also proposed that the Skeldergate Bridge and Saxford Way schemes in the advanced programme for 2010/11 are brought forward to allocate the remaining £60k budget. There would therefore be no need to request slippage of funds.
26. All other schemes are expected to complete on target.

Structural Maintenance - Bridges

09/10 Current Budget: £185k (CYC resources)

09/10 Forecast: £185k

27. The budget of £185k is in relation to the Melrosegate Bridge for restoring the bridge over the Sustrans cycle track.

28. It is expected that this scheme will complete on target.

Street Light Modernisation

09/10 Current Budget: £100k (Venture Fund)

09/10 Forecast: £100k

29. The budget of £100k was approved at Council on 26th February 2009. This is an advance from the Venture Fund of £100k in 2009/10 and £200k in 2010/11, to be spent on the modernisation of the city's street lighting stock, which will have the effect of reducing revenue costs and CO2 emissions.

30. It is expected that this scheme will complete on target.

Summary

31. Adjustments to the capital programme since the approval of the capital programme at Council on 26th February meeting, and updates at monitor 2, are:
- Slippage of £1,000k into 2010/11 on the A19 scheme within the Structural Maintenance Scheme.
 - Slippage of £100k into 2010/11 on the EcoDepot gatehouse/reception scheme.
 - Slippage of £150k into 2010/11 on the Boroughbridge Road scheme with Structural maintenance and bring forward the schemes for Crichton Avenue, Skeldergate Bridge and Saxford Way with funding of £150k therefore a nil effect on funding.

Corporate Priorities

32. The capital programme is decided through a formal process, using a Capital Resource Allocation Model (CRAM). CRAM is a tool used for allocating the Council's scarce capital resources to schemes that meet corporate priorities.

Implications

Financial Implications

33. The financial implications are considered in the main body of the report.

Human Resources Implications

34. There are no significant HR implications as a result of this report.

Equalities Implications

35. There are no significant equalities implications as a result of this report.

Legal Implications

36. There are no significant legal implications as a result of this report.

Crime and Disorder

37. There are no significant crime and disorder implications as a result of this report.

Information Technology

38. There are no significant information technology implications as a result of this report.

Property

39. There are no significant property implications as a result of this report.

Risk Management

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

Recommendations

41. That the Executive Member notes:

- The 2009/10 revised budget of £5.329m as set out in Table 2.
- The slippage of £1,000k on the A19 Structural Maintenance scheme into future years
- The slippage of £100k on the EcoDepot gatehouse/reception scheme into future years

Reason: to enable the effective management and monitoring of the Council's capital programme.

42. That the Executive Member approves:

- The slippage of the Boroughbridge Road/Poppleton into 2010/11
- Bringing forward the Crichton Avenue, Skeldergate Bridge and Saxford Way schemes into 2009/10

Reason: to enable the effective management and monitoring of the Council's capital programme.

Contact Details

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**Report
Approved**



Date 28/10/2009

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Specialist Implications Officer(s)

N/a

Wards Affected:

All

For further information please contact the author of the report

Background Papers – 2009/10 Capital Monitoring papers held at
Neighbourhood Services