

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

CAPITAL PROGRAMME MONITORING 2007/08 - REPORT 2

Summary

1 This report is to:

- inform Members of the likely out-turn position of the 2007/08 Capital Programme based on the spend profile and information to the end of October 2007.
- 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 2007/08 was approved at Council on 21 February 2007. A number of amendments were then approved as part of the 2006/07 outturn report and at the first monitor. This has resulted in a current approved Leisure & Culture Capital Programme for 2007/08 which shows gross capital expenditure of £3.001m, with £0.911m of other funding which gives a net capital programme cost of £2.090m. The table below details the approved changes to the 2007/08 capital programme since the original programme was approved in March 2007.

	Gross Spend £m	Other Funding £m	Net Spend £m
Original Capital Programme 2007/08	4.477	0.825	3.652
Slippage and Adjustments from the 2006/07 Outturn report	0.115	0.077	0.038
Monitor 1 Adjustments	(1.591)	0.009	(1.600)
Current Approved Capital Programme 2007/08	<u>3.001</u>	<u>0.911</u>	<u>2.090</u>

Consultation

3 Not applicable

Options and Analysis

2007/08 Scheme Updates

- 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 2007/08, 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 (Overall Scheme Cost £9.564m)

- 5 The separate schemes within the overall Pools programme reflect the amendments which were approved by the Executive on 23rd October 2007, with the balance of the procurement and legal fees budget, and part of the contingency budget being transferred into the Oaklands and Yearsley Pool budgets. In addition, a further £105k of prudential borrowing was approved and added to the budget for the Sports Centre on the York High site.
- 6 The scheme to undertake repairs at Yearsley Pool has been completed successfully and the pool has now reopened. The additional funding transferred from the procurement and contingency budgets needs to be brought forward into 2007/08 from 2008/09.
- 7 The new Swimming Pool development on the York High site is progressing through the detailed design stage with building work expected to be carried out in 2008. However, the estimated completion date has now been revised to June 2009, meaning that part of the budget in 2008/09 needs to be slipped back to 2009/10. In addition, fee expenditure has been incurred earlier than expected, requiring £50k of reverse slippage into 2007/08.
- 8 An amount of £200k was earmarked for the provision of community facilities for users displaced following the closure of the Barbican. This is currently in the 2007/08 programme but now needs to be slipped into 2008/09, as this is the earliest that this will be required.

Museum Service Heritage Lottery Bid (Scheme Cost £1.900m)

- 9 The amount of £600k in the programme for 2007/08 now takes account of an amendment made to the profiling of the capital scheme which was approved at Leisure and Culture EMAP on 19th October 2007. This report requested that a further £200k be brought forward into 2007/08 from later years of the scheduled programme in order to fund urgent repairs to the roof of the south gallery of the Art Gallery.
- 10 As reported at monitor 1 the remaining contribution of £400k will support works to the Castle Museum and the Hospitium.

Oaklands Sports Centre Development (Scheme Cost £1.892m)

- 11 This scheme is now complete with only retentions outstanding.

- Parks and Open Spaces Section 106 Development (Scheme Cost £0.501m)
- 12 Resurfacing and improvement work on the Melrosegate Path in Hull Road Park was completed early in 2007/08. Further footpath improvement works are due to begin shortly in West Bank Park. In addition, the re-roofing work at the maintenance depot in Hull Road Park, and improvements to the surrounding area are scheduled to be carried out this financial year. These projects are being supported by a combination of Section 106, ward committee, and external funding contributions to restore and enhance the park with the long-term aim of meeting the Civic Trust Green Flag Award standard.
- 13 Once these works have been completed it is unlikely that much further work will be commissioned in 2007/08 under this scheme, therefore it is proposed that £100k of this budget be slipped into 2008/09.

- Acomb Library (Scheme Cost £0.750m)
- 14 Construction work on the improvements to Acomb Library began in August 2007 with a scheduled completion date of February 2008. Work is progressing well with completion now expected to be slightly ahead of schedule.

Scheme Additions and Transfers

- 15 There are no additional schemes to report as part of this monitoring exercise.

Corporate Priorities

- 16 The budgets covered in this report reflect the council's corporate objectives for 2007/08.

Financial Implications

- 17 As a result of this monitoring cycle a number of adjustments to existing schemes within the programme are required. Annex 1 provides a complete view of the 2007/10 Leisure and Culture Capital Programme, taking into account the review of all existing schemes set out in this report.
- 18 The main amendments to the 2007/08 programme are the slippage of £100k of the Parks and Open Spaces Section 106 Development scheme into 2008/09, offset by reverse slippage of £50k on the York High Sports Centre Development.
- 19 The result of the amendments described above is to produce a revised capital programme for 2007/08 of £2.951m funded by £0.811m of external resources, and resulting in a net cost to the council of £2.140m.

Table 2 - Summary of Amendments to the 2007/10 Capital Programme

Gross Leisure and Culture Capital Programme	2007/08	2008/09	2009/10	Total
	£m	£m	£m	£m
Current Approved Capital Programme	3.001	7.193	1.763	11.957
<u>Adjustments: -</u>				
Scheme Slippage and Reprofiting	(0.050)	(0.250)	0.300	-
Revised Capital Programme 2007/10	2.951	6.943	2.063	11.957

Other Implications

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

Risk Management

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There is always a degree of risk associated with operating a capital programme as schemes are developed and implemented. The key to minimising this risk is the effective operation of monitoring and control processes. This report is part of that process, where updated figures and corrective actions are proposed

Recommendations

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The Executive Member is recommended to: -

- note the updates to schemes as detailed above
- agree the scheme reprofiling and slippage reported above and summarised in Annex 1
- approve the revised capital programme as set out in Annex 1

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

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Report
Approved



Date 20/11/2007

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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 2007/08 Estimate and Monitoring Files

Annex

Annex A - Approved Capital Programme and Projected Outturn