

# MIDDLESBROUGH COUNCIL

AGENDA ITEM 4

## SCRUTINY REPORT

### OVERVIEW & SCRUTINY BOARD

14th March 2013

**3rd Quarter Capital Monitoring & Review 2012/2013**

**Paul Slocombe Director of Strategic Resources**

#### PURPOSE OF THE REPORT

1. To present to Overview and Scrutiny Board an update on the Council's capital programme based on the 3rd quarter review of capital expenditure.

#### SUMMARY OF RECOMMENDATIONS

2. Overview and Scrutiny Board are asked to:

Note and consider the contents of the report.

#### BACKGROUND AND EXTERNAL CONSULTATION

3. A review of capital priorities is on-going to establish the full capital programme over the next 5 years. Although not all of this work is complete and further assessment of projects and priorities is yet to be finalised, there are some key capital schemes that have been approved by the Corporate Management Team (CMT) for inclusion in the capital programme.

#### PROGRAMME REVISIONS

4. The projects recommended for approval and are regarded as essential or statutory. The financing costs of these schemes are included within the Revenue Budget and the medium term financial plan.

**Table 1**

Project	2013/2014	2014/2015	2015/2016	2016/2017	Total
	£000	£000	£000	£000	£000
Chronically Sick and disabled Persons Adaptations	400	400	400	400	1,600
Urgent Works	250	250	250	250	1,000
Disabled Facilities Grants	0	400	400	400	1200
IT Refresh	400	400	400	400	1,600
Capitalisation of Regeneration Salaries Round 1 MTFP savings 2013/2014	190	190	190	190	760
<b>Total</b>	<b>1,240</b>	<b>1,640</b>	<b>1,640</b>	<b>1,640</b>	<b>6,160</b>

5. In addition to the extension to the programme the following significant quarter 3 revisions are

### Programme Additions

6. The table below shows the other additions to the programme at this quarterly review. All of the additions below come from additional grant or from other additional contributions.

**Table 2**

Project	£000's
Weekly Waste Collection Fund (additional grant)	3,594
Housing Regeneration - Grove Hill Joint Venture (additional contribution)	2,734
Tees valley Bus Network Improvements (additional grant)	1,333
Early Years 2 Year Old Scheme (additional grant)	470
Additional Local Highways Maintenance Funding (additional Grant)	455
Christopher Dresser Pottery Collection (additional grant)	155
Dorman Museum Building Improvements (additional grant)	153
Disabled Facilities Grant (additional grant)	144
Caldicotes School – main Entrance Alterations – (additional contribution)	108
Other	395
<b>Total Additions</b>	<b>9,486</b>

## Programme Reductions

7. The table below shows the reductions to the programmed costs recommended at this quarterly review.

**Table 3**

<b>Project</b>	<b>£000's</b>
Unused Building Schools for the Future provision	(2,570)
Unused Equal Pay Provision	(4,610)
Purchase of New Vehicles (non-requirement 2012/13)	(1,366)
Transporter Bridge Development - Stage 2 (grant revision)	(104)
Other	(18)
<b>Total Reductions</b>	<b>(8,668)</b>

## PROGRAMME SUMMARY

8. The table below summarises the approved programme for the period 2012 -2017

**Table 4**

<b>Capital Programme 2012-2017</b>	<b>Current Approved Programme</b>	<b>Programme Revisions</b>	<b>Revised Programme</b>
	<b>£000</b>	<b>£000</b>	<b>£000</b>
Wellbeing Care & Learning	30,859	(84)	30,755
Neighbourhoods and Communities	49,392	10,127	59,519
Corporate Services	7,765	(3,010)	4,755
<b>Total</b>	<b>88,016</b>	<b>7,033</b>	<b>95,049</b>

## EQUALITY IMPACT ASSESSMENT

9. Not applicable

## OPTION APPRAISAL/RISK ASSESSMENT

10. Not Applicable

## **FINANCIAL, LEGAL AND WARD IMPLICATIONS APPRAISAL/RISK ASSESSMENT**

### **Level of Over/Under-Programming**

11. Since quarter 2 the level of under-programming (resources exceeding expenditure) has increased by £7.171 million and is now £8.888 million. This is largely as a result of the Equal Pay provision of £4.610 million and the BSF provision of £2.57 million no longer being needed.
12. Work is underway to identify further capital priorities early in the new financial year.

**Legal Implications** – Not applicable.

## **RECOMMENDATIONS**

13. Overview and Scrutiny Board are asked to:  
  
Note and consider the contents of the report.

## **REASONS**

14. To ensure that Middlesbrough Council reports on resource utilisation against approved capital budgets.

## **BACKGROUND PAPERS**

**The following background papers were used in the preparation of this report:**

Executive Report 4 December 2012, Capital 2nd Quarter Review 2012/2013.

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