

RECORD OF INDIVIDUAL EXECUTIVE DECISION MADE BY A CABINET MEMBER

Decision Maker	Decision Type	Date
CLlr Jabbar, Lead Member for Finance and HR	Delegated Decision	19/06/2018

2018-2022 Capital Programme Update and Rephasing as at 31 May 2018

Decision (s)

To realign/rephase capital scheme budgets across the life of the 2018-2022 capital programme.

Exempt/Confidential Report		No
Key Decision		No

Reasons for the decision(s)

Update of the current expected outturn of the 2018-22 Capital Programme as detailed within the report and appendix A.

Options/Alternatives considered

There are three options being proposed.

Option 1 – To approve all the proposals contained in Appendix A.

Option 2 – To approve some of the proposals contained in Appendix A.

Option 3 – To approve none of the proposals contained in Appendix A.

The preferred option is option 1 - To approve all the proposals contained in Appendix A.



Oldham
Council

Conflict of Interest declared

None

Handwritten signature of Councillor Jabbar in black ink, written over a dotted line.

(Councillor Signature and portfolio)

CLr Jabbar, Lead Member for Finance and HR

In consultation with

Handwritten signature of A.T. Ryans in black ink, written over a dotted line.

(Director Signature)

A Ryans Director of Finance

Decision made pursuant to:

- a) Delegation to Cabinet Member under the Council's scheme of delegation. Contract £100,000 - £400,000 and Key decisions.**

Delegated Cabinet Member Decision Report

Decision Maker and Portfolio area:	Cllr A Jabbar - Cabinet Member for Finance & HR
Date of Decision:	19 June 2018
Subject:	2018-2022 Capital Programme Update and Rephasing as at 31 May 2018
Report Author:	Lee Walsh, Finance Manager (Capital & Treasury)
Ward(s) Affected:	N/A

Reason for the decision:	To realign/rephase capital scheme budgets across the life of the 2018-2022 capital programme.
Summary:	Update of the current expected outturn of the 2018-22 Capital Programme.
<i>What are the alternative option(s) to be considered? Please give the reason(s) for recommendation(s):</i>	Option 1 – To approve all the proposals contained in Appendix A. Option 2 – To approve some of the proposals contained in Appendix A. Option 3 – To approve none of the proposals contained in Appendix A.
Recommendation(s):	That the Cabinet Member for Finance & HR approves the rephasing and/or adjustment of scheme budgets as detailed in Appendix A
Implications: <i>What are the financial implications?</i>	The proposed realigning/additions are a net £0.186m increase of additional resources (£147k additional DFG grant than anticipated in the Capital Strategy and a further contribution from HRA of £39k) (detailed in appendix A) on the overall 2018-2022 capital programme. The realigning is based on current forecasted outturn and will allow a more accurate monitoring of the 2018/19 capital programme.

The major movements are within the Economy, Skills and Neighbourhoods and Corporate and Commercial Services Directorates:

- £17.2m Town Centre Developments.
- £ 5.0m Strategic Investment Property Purchase.
- £ 3.8m Schools Funding.
- £ 3.1m IT programme.
- £ 2.0m Foxdenton - Broadway Green Phase 2.
(Lee Walsh/J Kara)

What are the <i>procurement</i> implications?	N/A
What are the <i>legal</i> implications?	None (Colin Brittain)
What are the <i>Human Resources</i> implications?	N/A
Equality and Diversity Impact Assessment attached or not required because (please give reason)	N/A
What are the <i>property</i> implications	N/A
Risks:	N/A
Co-operative agenda	Schemes approved have been subject to CIPB review and are included within the 2018-2022 Capital Strategy.

Has the relevant Legal Officer confirmed that the recommendations within this report are lawful and comply with the Council's Constitution?	N/A
Has the relevant Finance Officer confirmed that any expenditure referred to within this report is consistent with the Council's budget?	Yes
Are any of the recommendations within this report contrary to the Policy Framework of the Council?	No

There are no background papers for this report

Report Author Sign-off:	
A.T. Ryane	
Date:	
19/6/18	

Please list any appendices:-

Appendix number or letter	Description
A	Expenditure and matching funding streams to be realigned at 31 May 2018.

Background:

1 Background

- 1.1 Following on from the revised Capital Monitoring process and the move to quarterly reporting to Cabinet, a revised approval approach has been introduced to review and approve monthly rephasing of the capital programme.
- 1.2 The CIPB is best placed to review and approve these movements, as this allows CIPB more oversight of the strategic position of the capital programme on a more regular and timely basis.

2 Current position

- 2.1 The current 2018/19 indicative capital programme, as at 31 May 2018 is as follows:

Portfolio	Original Budget 2018/19 £000	Approved Amendments (to M02) £000	Slippage from 2017/18 £000	Proposed Additions & Virement £000	Revised Budget (M02) £000	Forecast £000	Variance £000
Corporate and Commercial Services	15,445	3,447	244	(3,139)	15,997	15,997	0
Economy, Skills and Neighbourhoods	63,152	9,126	1,060	(29,269)	44,069	44,069	0
Community Health & Social Care Services	3,326	(208)	(39)	(852)	2,227	2,227	0
Reform	100	0	115		215	215	0
Housing Revenue Account	2,773	1,107	(38)	(611)	3,231	3,231	0
Funds Yet to be Allocated	4,862	(4,249)	0	0	613	613	0
Grand Total	89,658	9,223	1,342	(33,871)	66,352	66,352	0

(subject to rounding – tolerance +/- £1k)

- 2.2 The approved virement to M02 of £9.223m represents changes following the approval of the Capital Strategy and capital programme at Budget Council on 28 February 2018. The slippage of £1.342m was the slippage at 31 March 2018.
- 2.3 During the preparation of this capital monitor a number of schemes were identified that required the realignment of budgets within existing schemes, the detail of which are disclosed at Appendix A. Whilst the proposed virements represent no change to

the overall programme or directorate there are adjustments between individual schemes.

2.4 Appendix A also highlights additional funding in current and future years across a number of schemes as summarised below:

Portfolio	2018/19 £000	2019/20 £000	2020/21 £000	2021/22 £000
Corporate and Commercial Services	15,997	4,448	838	1,249
Economy, Skills and Neighbourhoods	44,069	130,434	31,289	3,595
Community Health & Social Care Services	2,227	1,400	400	400
Reform	215	100	100	700
Housing Revenue Account	3,232	650	-	-
Funds Yet to be Allocated	613	5,898	5,000	5,312
Grand Total	66,353	142,930	37,627	11,256

(subject to rounding – tolerance +/- £1k)

3 Options/Alternatives

3.1 There are three options being proposed.

Option 1 – To approve all the proposals contained in Appendix A.

Option 2 – To approve some of the proposals contained in Appendix A.

Option 3 – To approve none of the proposals contained in Appendix A.

4 Preferred Option

4.1 The preferred option is option 1 - To approve all the proposals contained in Appendix A.

5 Consultation

5.1 Capital Programme Investment Board.

Proposals:

To approve the rephasing and/or adjustment of scheme budgets as detailed in Appendix A

Conclusions:

That the Cabinet Member for Finance & HR approves the rephasing and/or adjustment of scheme budgets as detailed in Appendix A

In consultation with

Anne Ryans (Director of Finance) A.T. Ryans Date: 19/6/18

APPENDIX A

EXPENDITURE BUDGETS TO BE REPROFILED AS AT 31 MAY 2018			2018/19	2019/20	
Directorate / Scheme			£	£	
Reason for adjustment: Realignment of budgets within existing schemes					
Corporate and Commercial Services					
IT – General Financial Systems Upgrade			(1,013,477.65)	1,013,477.65	Rephrase to 2019/20
IT - Delivering Customer Focused Services			(575,800.00)	575,800.00	Rephrase to 2019/20
IT - Creating an Agile & Efficient Council			(800,000.00)	800,000.00	Rephrase to 2019/20
IT - Harnessing the Power of Data			(400,000.00)	400,000.00	Rephrase to 2019/20
IT - Strengthening Governance & Capability			(200,000.00)	200,000.00	Rephrase to 2019/20
IT - Business Systems			(150,000.00)	150,000.00	Rephrase to 2019/20
Corporate and Commercial Services Total			(3,139,278.29)	3,139,278.29	
Economy, Skills & Neighbourhoods					
Essential Condition Works - General Provision			(21,977.99)		Realign within Service Area
Backlog Maint. - Saddleworth School - Essential electrical and mechanical maintenance works.			53,000.00		Realign within Service Area
Essential Condition- funds yet to be allocated			(31,022.01)		Realign within Service Area
The Link Centre			(250,000.00)	250,000.00	Rephrase to 2019/20
Strategic Site Purchase			(128,289.86)	128,289.86	Rephrase to 2019/20
Failsworth DC - Outstanding Compensations - General Provision			(91,963.00)	91,963.00	Rephrase to 2019/20
Royton Town Hall			(150,000.00)	150,000.00	Rephrase to 2019/20
Royton Town Centre Development			(193,526.33)	193,526.33	Rephrase to 2019/20
Foxdenton Hall – Essential health & safety works			(200,000.00)	200,000.00	Rephrase to 2019/20
Leisure Review - Boroughwide Sports Provision			(40,000.00)	40,000.00	Rephrase to 2019/20
Shaw & Lees District Centres Business Support (Neighbourhood Developments)			(58,579.00)	58,579.00	Rephrase to 2019/20
A62 Oldham Road Corridor- Manchester Boundary to M60 Motorway-District Centres Business Support (Neighbourhood Developments)			(38,000.00)	38,000.00	Rephrase to 2019/20
Equity Homes Loans			(78,209.26)	78,209.26	Rephrase to 2019/20
Provision for CPOs			(50,000.00)	50,000.00	Rephrase to 2019/20

Foxdenton - Broadway Green Phase 2	(2,000,000.00)	2,000,000.00	Rephase to 2019/20
Devolved Capital General Provision	(150,000.00)	150,000.00	Rephase to 2019/20
Education Basic Need General Provision	(2,330,312.30)	2,330,312.30	Rephase to 2019/20
School Funded Capital Schemes - Primary	(150,000.00)	150,000.00	Rephase to 2019/20
School Funded Capital Schemes - Secondary	(25,000.00)	25,000.00	Rephase to 2019/20
Royton & Crompton Sec School (OCL) - Full Astro – pitch replacement.	(170,000.00)	170,000.00	Rephase to 2019/20
Kingfisher School Expansion of PAN and Hydro Pool Replacement	(1,000,000.00)	1,000,000.00	Rephase to 2019/20
Investment Property Purchase	(5,000,000.00)	5,000,000.00	Rephase to 2019/20
Oldham Coliseum Theatre – Phase C	(8,000,000.00)	8,000,000.00	Rephase to 2019/20
Eastern Gateway Improvements	(4,164,709.48)	4,164,709.48	Rephase to 2019/20
Oldham Heritage & Arts Centre – Phase A	(3,500,000.00)	3,500,000.00	Rephase to 2019/20
Town Centre Masterplan	(1,500,000.00)	1,500,000.00	Rephase to 2019/20
Economy, Skills & Neighbourhoods TOTAL	(29,268,589.23)	29,268,589.23	
Community Health & Social Care Services			
DFG- Boroughwide	147,735.00		Additional Grant Secured
DFG- Boroughwide	(1,000,000.00)	1,000,000.00	Rephase to 2019/20
Community Health & Social Care Services Total	(852,265.00)	1,000,000.00	
Housing Revenue Account			
Sheltered Housing - Installation of Solar PV Panels	38,674.72		Additional HRA Funding to support scheme
Supported Housing for adults with a Learning Disability and/or complex behaviour	(650,000.00)	650,000.00	Rephase to 2019/20
Housing Revenue Account Total	(611,325.28)	650,000.00	
TOTAL	(33,871,457.80)	34,057,867.52	

APPENDIX A (cont)

FINANCING BUDGETS TO BE REPROFILED AS AT 31 MAY 2018		2018/19	2019/20	
Fund Source / Scheme		£	£	
Reason for adjustment: Realignment of budgets within existing schemes				
Grant & Other Contributions				
IT – General Financial Systems Upgrade		213,477.65	(213,477.65)	Rephrase to 2019/20
DFG- Boroughwide		(147,735.00)	-	Additional Grant Secured
DFG- Boroughwide		1,000,000.00	(1,000,000.00)	Rephrase to 2019/20
Essential Condition Works - General Provision		24,784.91	-	Realign within Service Area
Backlog Maint. - Saddleworth School - Essential electrical and mechanical maintenance works.		(53,000.00)	-	Realign within Service Area
Essential Condition- funds yet to be allocated		28,215.09	-	Realign within Service Area
Foxdenton - Broadway Green Phase 2		2,000,000.00	(2,000,000.00)	Rephrase to 2019/20
Devolved Capital General Provision		150,000.00	(150,000.00)	Rephrase to 2019/20
Education Basic Need General Provision		2,330,312.30	(2,330,312.30)	Rephrase to 2019/20
School Funded Capital Schemes - Primary		150,000.00	(150,000.00)	Rephrase to 2019/20
School Funded Capital Schemes - Secondary		25,000.00	(25,000.00)	Rephrase to 2019/20
Royton & Crompton Sec School (OCL) - Full Astro – pitch replacement.		170,000.00	(170,000.00)	Rephrase to 2019/20
Kingfisher School Expansion of PAN and Hydro Pool Replacement		517,289.00	(517,289.00)	Rephrase to 2019/20
Oldham Coliseum Theatre – Phase C		1,668,848.11	(1,668,848.11)	Rephrase to 2019/20
Eastern Gateway Improvements		1,500,000.00	(1,500,000.00)	Rephrase to 2019/20
Oldham Heritage & Arts Centre – Phase A		2,734,341.19	(2,734,341.19)	Rephrase to 2019/20
Grant & Other Contributions Total		12,311,533.25	(12,459,268.25)	
Prudential Borrowing				
IT - Delivering Customer Focused Services		575,800.00	(575,800.00)	Rephrase to 2019/20
IT - Creating an Agile & Efficient Council		800,000.00	(800,000.00)	Rephrase to 2019/20
IT - Harnessing the Power of Data		400,000.00	(400,000.00)	Rephrase to 2019/20
IT - Strengthening Governance & Capability		200,000.00	(200,000.00)	Rephrase to 2019/20

IT - Business Systems	150,000.00	(150,000.00)	Rephrase to 2019/20
IT – General Financial Systems Upgrade	800,000.64	(800,000.64)	Rephrase to 2019/20
Essential Condition Works - General Provision	(2,806.92)	-	Realign within Service Area
Essential Condition- funds yet to be allocated	2,806.92	-	Realign within Service Area
The Link Centre	250,000.00	(250,000.00)	Rephrase to 2019/20
Strategic Site Purchase	128,289.86	(128,289.86)	Rephrase to 2019/20
Royton Town Centre Development	193,526.33	(193,526.33)	Rephrase to 2019/20
Foxdenton Hall – Essential health & safety works	200,000.00	(200,000.00)	Rephrase to 2019/20
Leisure Review - Boroughwide Sports Provision	40,000.00	(40,000.00)	Rephrase to 2019/20
Shaw & Lees District Centres Business Support (Neighbourhood Developments)	58,579.00	(58,579.00)	Rephrase to 2019/20
A62 Oldham Road Corridor- Manchester Boundary to M60 Motorway-District Centres Business Support (Neighbourhood Developments)	38,000.00	(38,000.00)	Rephrase to 2019/20
Provision for CPOs	14,850.88	(14,850.88)	Rephrase to 2019/20
Kingfisher School Expansion of PAN and Hydro Pool Replacement	482,711.00	(482,711.00)	Rephrase to 2019/20
Investment Property Purchase	5,000,000.00	(5,000,000.00)	Rephrase to 2019/20
Oldham Coliseum Theatre – Phase C	3,758,097.20	(3,758,097.20)	Rephrase to 2019/20
Eastern Gateway Improvements	66,195.89	(66,195.89)	Rephrase to 2019/20
Oldham Heritage & Arts Centre – Phase A	765,658.81	(765,658.81)	Rephrase to 2019/20
Town Centre Masterplan	1,500,000.00	(1,500,000.00)	Rephrase to 2019/20
Prudential Borrowing Total	15,421,709.61	(15,421,709.61)	
Revenue			
Sheltered Housing - Installation of Solar PV Panels	(38,674.72)	-	Additional HRA Funding to support scheme
Supported Housing for adults with a Learning Disability and/or complex behaviour (SHALD)	650,000.00	(650,000.00)	Rephrase to 2019/20
Revenue Total	611,325.28	(650,000.00)	

Capital Receipts			
Failsworth DC - Outstanding Compensations - General Provision	91,963.00	(91,963.00)	Rephrase to 2019/20
Royton Town Hall	150,000.00	(150,000.00)	Rephrase to 2019/20
Equity Homes Loans	78,209.26	(78,209.26)	Rephrase to 2019/20
Provision for CPOs	35,149.12	(35,149.12)	Rephrase to 2019/20
Oldham Coliseum Theatre – Phase C	2,573,054.69	(2,573,054.69)	Rephrase to 2019/20
Eastern Gateway Improvements	2,598,513.59	(2,598,513.59)	Rephrase to 2019/20
Capital Receipts Total	5,526,889.66	(5,526,889.66)	
TOTAL	33,871,457.80	(34,057,867.52)	

