



# **Report to the Partnership for Urban South Hampshire Joint Committee**

Date: **15 September 2009**

Report of: **Jon Pittam, Treasurer and Stuart Jarvis, Managing Director**

Subject: **CAPITAL AND REVENUE BUDGET MONITORING 2009/10**

## **SUMMARY**

In July 2009, the Joint Committee approved the revised PUSH Revenue and Capital Budgets for 2009/10, following confirmation of the under spend in 2008/09 and consequent impact on the current financial year. This report updates the committee on progress against those budgets, and highlights any significant items of expenditure or potential variances.

## **RECOMMENDATION**

That the Committee **CONSIDERS** and **NOTES** the current Budgetary position compared with the approved budgets for 2009/10.

## INTRODUCTION

1. This report sets out progress against the revised PUSH Revenue and Capital budgets, which were approved by the Joint Committee in July 2009.

## RESOURCES

2. Table 1, below, shows the estimated PUSH resources available for 2009/10 and 2010/11. This is as presented to the Joint Committee in March 2009, updated for the revised carry forward from 2008-09 and the final figure for interest earned on balances.

<b>Table 1: Total resources secured</b>	<b>2009/10 Budget £000</b>	<b>2010/11 Provisional Budget £000</b>
<b>Revenue funds</b>		
Core funding (local authorities)	308	315
New Growth Point (revenue)	844	578
SEEDA core contribution	165	165
Interest on balances	50	50
Est. add. Interest 08/09	150	-
Other local authority funding	30	30
CABE	11	-
Tourism South East	3	-
IESE Contribution	50	-
Cultural Coordinator Contributions	55	55
PUSH 07/08 Underspend	158	-
08/09 Underspend	732	-
Planned carry forward from 2009/10 to 2010/11	-466	466
	<b>2090</b>	<b>1,659</b>
<b>Capital funds</b>		
New Growth Point (capital)	7,253	9,429
Additional Growth Point allocation	565	-
Planned underspend 08/09	784	-
Add. Carry forward from 08/09	977	-
	<b>9,579</b>	<b>9,429</b>
<b>Total resources</b>	<b>11,669</b>	<b>11,088</b>

3. The revised totals for capital and revenue resources are the control totals for the revised budgets detailed below. At this stage in the financial year, there is no reason to believe that any of the above resources are at risk and will not be received.

## REVENUE BUDGET

4. Table 2, below, sets out the revenue budget for 2009-10 as approved by the Joint Committee on 29 July 2009.

<b>Table 2: Revenue Allocations</b>	Revised Cash Limit for 2009-10	Spend to 30 July 2009	Commitments	Balance to Spend	2010-11 Provisional Allocation
	£000	£000	£000	£000	£000
Economic Development	376	52	84	240	300
Sustainability and Community Infrastructure	160	15		145	100
Housing and Planning	405	1	86	318	300
Quality Places	196	24	39	133	170
Transport for South Hampshire	250		250		250
External Funding and Resources	50			50	0
Central Costs and Operational Contingency	614	54	312	248	539
Balance	39			39	0
<b>Total</b>	<b>2,090</b>	<b>146</b>	<b>771</b>	<b>1173</b>	<b>1,659</b>

5. At this early stage in the financial year, there are no indications of any likely overspend on any of the above budgets. Work will continue on monitoring progress against the detailed spending plans, and liaising with Delivery Panel Leads and Project Managers to ensure achievement of the agreed spending plans.
6. The July meeting of the Joint Committee also signed off Action Plans from 3 of the PUSH themes, with the remaining areas due to be considered at this meeting. The Theme Action Plans will provide a better benchmark against which to monitor the revenue budget in 2009/10 and to provide better financial guidance and information to the Delivery Panels.
7. In July the Joint Committee approved proposals for utilisation of resources from the carried forward underspend and the central costs and operational contingency budget to support the work on the refresh of the ED strategy and

evidence base, and the partnership with the Centre for Cities. On this agenda there is a proposal for further work on the South Hampshire Identity and for Interim Management arrangements in respect of the departure of the PUSH MD. These items have been included in the figures above and taken into account in the conclusions on the current year budget position set out in paragraph 5 above.

## CAPITAL BUDGET

8. Table 3, below, sets out the capital budget for 2009-10 as approved by the Joint Committee on 29 July 2009. Note that the Provisional Allocation for 2010/11 is as approved by the Joint Committee in March 2009, and at this stage takes no account of the proposed cut in Growth Point funding. The Capital Programme for 2010/11 is currently due to be considered at the Joint Committee on 24<sup>th</sup> November.

<b>Table 3: Capital Allocations</b>	Revised Cash Limit for 2009-10	Spend to 30 July 2009	Commitments	Balance to Spend	2010-11 Provisional Allocation
	£000	£000	£000	£000	£000
Economic Development	1,758	8	41	1,709	90
Sustainability and Community Infrastructure	480	1	3	476	1,250
Housing and Planning	3,757		659	3,098	3,217
Quality Places	700			700	0
Transport for South Hampshire	2,514		2,514		1,915
Balance	370			370	2,957
<b>Total</b>	<b>9,579</b>	<b>9</b>	<b>3,217</b>	<b>6,353</b>	<b>9,429</b>

9. In August a number of significant claims have been received by the finance department and are currently being processed. These include claims in respect of Rowner Estate regeneration, and Hinkler Parade, and are included in the commitment figure shown above. Work will continue on monitoring the progress of all approved projects to ensure spending is in line with the approved budgets.

## RECOMMENDATION

10. That the Committee **CONSIDERS** and **NOTES** the current Budgetary position compared with the approved budgets for 2009/10.

**Background Papers:** -

**Enquiries:**

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