



Report to the Partnership for Urban South Hampshire Joint Committee

Date: **29 July 2009**

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

Subject: **Capital and Revenue Budget Monitoring 2009/10**

SUMMARY

At the meeting in March the Joint Committee approved capital and revenue budgets for PUSH to deliver its programme in 2009/10. Following the formal approval of the Statement of Accounts 2008/09 in June 2009, it is necessary to adjust the budgets to take account of the final outturn and consequent amendments to the under spend to be carried forward into the new year.

RECOMMENDATION

This Committee is recommended to:

1. APPROVE the revised capital and revenue budgets for 2009/10
2. APPROVE that the under spend in 2008/09 on the Eastleigh Riverside Programme Manager post be used within the Eastleigh Riverside project in 2009-10
3. APPROVE that the under spend in 2008/09 on the Spice Island Drainage project be transferred to the unallocated balance for 2009/10.

INTRODUCTION

1. This report revises the capital and revenue budgets that were approved by the Joint Committee on 19 March 2009.
2. Following the formal approval of the Statement of Accounts 2008/09, it is now possible to revise the budgets, which were approved on the basis of estimated outturn and consequent carry forward to the new year.
3. Work is continuing with the Delivery Panels to monitor expenditure against their detailed action plans. At this stage in the financial year, it is too early to report on progress against the annual budget and the likely outturn. The first detailed budget monitoring report will be presented to the joint Committee in September 2009.

RESOURCES

4. 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.

Table 1: Total resources secured	2009/10 Budget £000	2010/11 Budget £000
Revenue funds		
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
	2,090	1,659
Capital funds		
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	-
	9,579	9,429
Total resources	11,669	11,088

5. The revised totals for capital and revenue resources are the control totals for the revised budgets detailed below.

REVENUE BUDGET

6. Table 2, below, sets out the revenue budget for 2009-10 as approved by the Joint Committee on 19 March 2009, together with the additional under spend carried forward from 2008/09.

Table 2: Revenue Allocations	2009/10 Cash Limit approved at March JC	Additional Carry Forward	Revised Cash Limit for 2009-10	2010-11 Provisional Allocation
	£000	£000	£000	£000
Economic Development	350	26	376	300
Sustainability and Community Infrastructure	120	40	160	100
Housing and Planning	300	105	405	300
Quality Places	183	13	196	170
Transport for South Hampshire	250		250	250
External Funding and Resources	50		50	0
Central Costs and Operational Contingency	614		614	539
Balance	37	2	39	0
Total	1,904	186	2,090	1,659

7. The additional under spends have been carried forward against the Delivery Panel against which the budget was allocated in 2008-09. A slight adjustment to the unallocated balance has also been made to balance the budget to the estimated revenue resources shown in Table 1 above.

CAPITAL BUDGET

8. Table 3, below, sets out the capital budget for 2009-10 as approved by the Joint
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Committee on 19 March 2009, together with the additional under spend carried forward from 2008/09.

Table 3: Capital Allocations	2009/10 Cash Limit approved at March JC	Additional Carry Forward	Revised Cash Limit for 2009-10	2010-11 Provisional Allocation
	£000	£000	£000	£000
Economic Development	1,556	202	1,758	90
Sustainability and Community Infrastructure	480	0	480	1,250
Housing and Planning	3,613	144	3,757	3,217
Quality Places	700	0	700	0
Transport for South Hampshire	2,514	0	2,514	1,915
Balance	248	122	370	2,957
Total	9,111	468	9,578	9,429

9. The additional under spends have been carried forward against the Delivery Panel against which the budget was allocated in 2008-09, with the following exceptions. The Spice Island project within Sustainability and Community Infrastructure, under spent due to the work commissioned costing less than expected. It is therefore proposed to add to the unallocated balance. An additional under spend was incurred against the Somerstown Regeneration project; however, the additional funding will not be required until 2010/11, where it will be added to the provisional allocation for 2010/11.
10. There was an under spend in 2008/09 against the Eastleigh Riverside Project Manager, as the post was unfilled for part of the year. In the provisional allocation for 2009-10 the post was fully funded, so the carry forward was not required. However, due to the complexity of the different elements of the Riverside project in 2009/10, it is proposed that the carry forward amount of £30,000 be allocated across the whole Riverside programme rather than to the unallocated balance, and the Joint Committee is asked to endorse this approach.

CONCLUSION

10. This Committee is recommended to:

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1. APPROVE the revised capital and revenue budgets for 2009/10
2. APPROVE that the under spend in 2008/09 on the Eastleigh Riverside Programme Manager post be used within the Eastleigh Riverside project in 2009/10
3. APPROVE that the under spend in 2008-09 on the Spice Island Drainage project be transferred to the unallocated balance for 2009-10.

Background Papers: -

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