



Report to the Partnership for Urban South Hampshire Overview and Scrutiny Committee

Date: **Wednesday, 26 May 2010**

Report of: **Jon Pittam, Treasurer and Anne-Marie Mountifield, PUSH Executive Director**

Subject: **Capital and Revenue Provisional Outturn 2009/10**

SUMMARY

This report summarises the provisional outturn against the budget for the financial year 2009/10, in advance of the formal presentation of the Statement of Accounts at the meeting of the Joint Committee on 23 June 2010. It also updates the approved budgets for 2010/11, to reflect the anticipated outturn for 2009/10, and to show the consequent impact on 2010/11 of underspends carried forward.

RECOMMENDATION

This Committee is recommended to:-

1. NOTE the provisional outturn for the financial year 2009/10;
2. NOTE that the Statement of Accounts 2009/10 will be presented to the Joint Committee on 23 June 2010; and
3. NOTE that the detailed revised budgets for 2010/11, taking into account the final outturn for 2009/10, will be presented to the Joint Committee on 23 June 2010.

INTRODUCTION

1. This report summarises the provisional outturn for the financial year 2009/10 against the approved budget, subject to any final adjustments, and in advance of the formal presentation of the Statement of Accounts to the Joint Committee at its meeting on 23 June 2010.
2. The report also reflects the impact of the provisional outturn for 2009/10 on the previously approved budgets for 2010/11. The detail of any carry forward for individual projects will be presented to the Joint Committee on 23 June 2010.

RESOURCES

4. Table 1, below, shows the expected PUSH resources for 2009/10, compared to the approved budget.

Table 1: PUSH Resources 2009/10

	2009/10 Budget £000	Total Funds Received 2009/10 £000	Over/(Under) against budget £000
Revenue funds			
Core funding (local authorities)	308	308	-
New Growth Point (revenue)	844	844	-
SEEDA core contribution	165	165	-
Interest on balances	50	23	(27)
Add. Interest 08-09 b/f	150	150	-
Other local authority funding	30	15	(15)
CABE	11	11	-
Tourism South East	3	3	-
IESE Contribution	50	50	-
Cultural Coordinator Contributions	55	55	-
PUSH 07/08 Funds b/f	158	158	-
08/09 Underspend b/f	732	732	-
Agreed carry forward to 10/11	-466	-466	-
Total Revenue Funds	2,090	2,048	(42)
Capital funds			
New Growth Point (capital)	7,253	7,253	-
Add. Growth Point Allocation	565	565	-
Planned Under Spend 08/09	784	784	-
Add Under Spend 08/09 b/f	977	977	-
Total Capital Funds	9,579	9,579	-
Total	11,669	11,627	(42)

5. The above table is as reported to the Joint Committee in March 2010, apart from an increase of £3,000 in the amount of interest received on the account balances, compared to that which was estimated in March. This is still a decrease of £27,000 compared to the original approved budget, due to lower than forecast interest rates in the year.

CAPITAL

6. Table 2, below, shows the provisional outturn against the approved capital programme for 2009/10.

Table 2: Capital Allocations 2009/10

	Revised Cash Limit 2009/10 £000	Provisional Outturn 2009/10 £000	Over/(Under) Spend £000
Economic Development	228	175	(53)
Sustainability & Community Infrastructure	280	171	(109)
Housing & Planning	3,703	3,584	(119)
Quality Places	700	468	(232)
Transport for South Hampshire	3,014	2,847	(167)
Reserve/to be carried forward	1,654	0	(1,654)
Total	9,579	7,245	(2,334)

7. The forecast outturn reported to the Joint Committee in March 2010 was £7,802,000. The provisional outturn is £557,000 less than that, due to lower than anticipated spend of £109,000 on a number of projects for Economic Development and for Housing and Planning. There are also proposed carry forwards of 2009/10 funding against specific projects of £448,000 (£49,000 for Sustainability and Community Infrastructure, £232,000 for Quality Places and £167,000 for Transport for South Hampshire). The detailed impact of the under spending on the approved budget for 2010/11 will be reported to the Joint Committee in June 2010.

REVENUE

8. Table 3, below, shows the revenue allocation to Delivery Panels, together with the estimated outturn for the year.

Table 3: Revenue Allocations 2009/10

Delivery Panel	Revised Cash Limit 2009/10 £000	Provisional Outturn 2009/10 £000	Over/(Under) Spend £000
Economic Development	376	267	(109)
Sustainability & Community Infrastructure	160	59	(101)
Housing & Planning	390	178	(212)
Quality Places	196	183	(13)
Transport for South Hampshire	250	250	-
External Funding	50	0	(50)
Central Costs and Operational Contingency	614	475	(139)
Balance (incl £3k extra interest per para 5)	12	0	(12)
Total	2,048	1,412	(636)

9. The above total shows an increased underspend of £156,000 compared to the forecast outturn reported to the Joint Committee in March 2010. The main reason for this is that there are £112,000 worth of proposed carry forwards of 09/10 funding against specific projects (£30,000 Sustainability and Community Infrastructure, £49,000 Housing and Planning, £11,000 Quality Places and £22,000 Central Costs and Operational Contingency). Additionally, the provisional outturn for Economic Development and the Central Costs were lower than previously forecast, partly offset by higher than forecast spend on Housing and Planning and Quality Places. As mentioned in paragraph 5, a further £3,000 interest was received than was forecast in the March report. The detailed impact of these changes on the approved budget for 2010/11 will be reported to the Joint Committee in June 2010.

FORWARD BUDGETS 2010/11 AND 2011/12

10. The forward revenue and capital budgets for 2010/11 and 2011/12, approved by the Joint Committee in March 2010, included an estimate of the resources available to be carried forward from 2009/10. As the provisional outturn shows some changes to the previously forecast figures, the tables attached below show the anticipated impact on the forward budgets. Proposed carry forwards of 09/10 funding for specific projects which were not completed in 09/10 are not included in the tables.
11. The Joint Committee will be asked to formally approve the revised budgets for 2010/11 and 2011/12 in June 2010, when the outturn for 2009/10 is finalised. The detailed impact of any carry forward on individual projects will also be set out at the same time. At this stage, the impact of changes to the forward budgets is reflected in the uncommitted balance.

Table 4: Revenue Allocations 2010/11 and 2011/12

Theme / Delivery Panel	2009/10 Budget (£000)	2010/11 Approved Cash limit (£000)	2011/12 Provisional Allocation (£000)
Economic Development	376	475	250
Sustainability & Community Infrastructure	160	100	0
Housing & Planning	390	240	0
Quality Places	196	185	15
Transport for South Hampshire	250	250	0
External Funding & Resources	50	75	0
Central Costs	614	433	434
Contingency Reserve (adjusted)	12	385	6
Total	2,048	2,143	705

Table 5: Capital Allocations 2010/11

	2009/10 Revised Allocation (£000)	2010/11 Base Budget Allocation (£000)
Economic Development	228	600
Sustainability and Community Infrastructure	280	60
Housing and Planning	3,703	3,116
Quality Places	700	0
Transport for South Hampshire	3,014	3,307
Balance	1,654	139
Total	9,579	7,222

CONCLUSION

12. This Committee is recommended to:-

1. NOTE the provisional outturn for the financial year 2009/10;
2. NOTE that the Statement of Accounts 2009/10 will be presented to the Joint Committee on 23 June 2010; and
3. NOTE that the detailed revised budgets for 2010/11, taking into account the final outturn for 2009/10, will be presented to the Joint Committee on 23 June 2010.

Background Papers: None.

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