

CYNGOR SIR POWYS COUNTY COUNCIL

Powys County Council
12th July 2018

REPORT AUTHOR: County Councillor Aled Davies
Portfolio Holder for Finance

SUBJECT: Virements to Carry Forward Unallocated Budgets from
2017/18 to 2018/19 Financial year.

REPORT FOR: Decision / Discussion / Information

1. Summary

- 1.1 This report is to request a virement to roll forward from 2017/18 to 2018/19 for ongoing capital schemes that were not completed at the end of the financial year 2017/18.

The tables below, detail all projects with remaining budgets of £500k or more and requiring virements to carry forward to 2018/19.

1.2 Leisure and Recreation

Project Name	Original Budget	Working Budget	Actual Spend	Budget Remaining	Virement Required
	£	£	£	£	£
Brecon Cultural Hub	4,133,820	9,313,141	4,042,131	5,268,010	5,268,010

Work at The Brecon Cultural Hub is still on-going and the remaining budget will be required to see through the completion of the project. A virement to carry forward the remaining budget of £5.268m is therefore requested.

1.3 Schools Transformation and the 21st Century School Project.

Project Name	Original Budget	Working Budget	Actual Spend	Budget Remaining	Virement Required
	£	£	£	£	£
Hay On Wye Sch.	4,769,946	4,552,868	3,817,140	735,728	735,728
Ysgol Y Mynydd Du	4,010,810	4,420,901	3,965,287	455,614	455,614
Welshpool Catch	1,161,000	569,095	220,971	348,124	348,124
Clyro School	3,576,519	3,109,128	2,791,427	317,700	317,700
Total	13,518,275	12,651,992	10,794,825	1,857,166	1,857,166

This is a 2 phased project funded jointly by the Council and the Welsh Government, with the funding budget split into Bands A and B. The first phase of the project is funded from Band A and is progressing well. The virement of

£1.857m is to re-profile the balance of the 2017/18 budget into 2018/19. An application to re-profile the budget has already been approved by the Welsh Government in accordance with the terms and conditions of the Grant.

1.4 **Regeneration and Regulatory Services - £1,352,910**

Funding for Ladywell House, County Hall, and Abermule Business Park projects was secured late in the financial year and works did not start until the second half of the year. Due to this delay the works, along with the bulk of the budget has slipped into the 2018/19 financial year. Approval is sought to carry forward the budget accordingly to enable the works to be completed.

1.5 **Information Services – £525,290**

There are a number of works currently on-going across the council to improve and upgrade the Council's ICT systems and infrastructure. Virement of the remaining budget of £525k is paramount to ensure availability of funding and completion.

1.6 **Housing - £3,288,345**

Works on the HRA projects are progressing well. Project report suggests that more work has been done than is currently reflected in the general ledger. That is because project managers are still awaiting invoices from HOWPS who have themselves changed financial systems. This virement will ensure that the funding is available for whenever the invoices are received.

1.7 **Highways, Transport and Recycling**

Project Name	Original Budget	Working Budget	Actual Spend	Budget Remaining	Virement Required
	£	£	£	£	£
Highways DSO	7,563,000	2,743,005	1,351,714	1,391,291	1,391,291
Newtown (HWRC)	-	644,924	47,835	597,089	597,089
Other Small Works	2,580,464	3,124,940	1,285,522	1,839,418	1,839,418
Total	10,143,464	6,512,869	2,685,071	3,827,798	3,827,798

A number of Highway works are weather dependent and had to be suspended during the severe winter conditions. These works are now continuing and will run alongside the 2018/19 planned works. A carry forward of the remaining £3.827m will be needed to pay for on-going works.

2. **Options Considered / Available**

2.1 No alternative options are considered appropriate as a result of this report.

3. **Preferred Choice and Reasons**

3.1 None to consider.

4. Impact Assessment

4.1 Is an impact assessment required? Yes/No

4.2 If yes is it attached? Yes/No

5. Corporate Improvement Plan

5.1 To achieve the Corporate Improvement Plan (CIP) objectives the Council undertakes forward planning with its medium term financial strategy (MTFS) - this sets out the financial requirements to deliver the short and longer term council vision. These capital and revenue monitoring reports, are used to ensure the funding identified to deliver the council priorities is spent appropriately and remains within a cash limited budget.

6. Local Member(s)

6.1 This report relates to all service areas across the whole County.

7. Other Front Line Services

7.1 This report relates to all service areas across the whole County.

8. Communications

This report has no specific communication considerations. Detailed finance reports are presented to Heads of Service, Cabinet and the Audit Committee. These reports are public and are part of a range of statutory and non-statutory financial information documents including the Statement of Accounts.

9. Support Services (Legal, Finance, Corporate Property, HR, ICT, Business Services)

9.1 This report has no specific impact on support services other than reporting on those service areas with capital programmes. Financial Services work closely with all service areas in monitoring financial performance on capital programmes against budgets.

The Capital and Financial Planning Accountant confirms these projects are included in the Capital Programme.

10. Scrutiny

10.1 This report presents financial information which will help inform the future capital strategy and therefore has implications for any related organisation.

11. Statutory Officers

11.1 The Strategic Director, Resources (Section 151 Officer) notes the overall capital position.

The Monitoring Officer has no specific concerns with this report.

12. Members' Interests

12.1 The Monitoring Officer is not aware of any specific interests that may arise in relation to this report. If Members have an interest they should declare it at the start of the meeting and complete the relevant notification form.

Recommendation:	Reason for Recommendation:
To approve the virements detailed in sections 1.1 to 1.7 above	To ensure appropriate virements are carried out that reflect the forecasted capital spend.

Relevant Policy (ies):			
Within Policy:	Y	Within Budget:	Y

Relevant Local Member(s):	
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Person(s) To Implement Decision:	
Date By When Decision To Be Implemented:	

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