

## REPORT TO EXECUTIVE



<b>DATE</b>	<b>11 August 2020</b>
<b>PORTFOLIO</b>	<b>Resources &amp; Performance Management</b>
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## 2019/20 Final Capital Outturn Position

## PURPOSE

1. To report to Members on the performance of the 2019/20 capital investment programme and present the financing of capital expenditure incurred during 2019/20.
2. To seek approval of a revised 2020/21 capital budget after incorporating net carry forward commitments (slippage) from 2019/20.

## RECOMMENDATION

3. That the Executive Members are requested to recommend that Full Council approve:
  - a) The final position on capital spending and financing of £14.026m for 2019/20 as shown in Appendices 1 & 2, which equates to 90% of the final resources position.
  - b) The revised capital budget for 2020/21 totalling £20.874m as outlined in Appendix 3, (including net carry forward of £1.406m).

## REASONS FOR RECOMMENDATION

4. To conclude the capital budget monitoring process for 2019/20 and report the final outturn position as outlined in the Council's Statement of Accounts for 2019/20.
5. To increase the 2020/21 Council capital programme for amounts carried forward from 2019/20 and other budget adjustments as shown in Appendix 3.

## SUMMARY OF KEY POINTS

### Capital Outturn Position

#### Budget Changes and Expenditure Outturn Position:

6. After incorporating all the recommendations approved throughout the financial year, the original capital budget of £18.224m (approved at Full Council on 20 February 2019) was revised to a final position of £15.347m per the cycle 3 capital monitoring report presented to the Executive on the 17 February 2020.

Appendix 1 shows the final resources and outturn position. Additional resources have been utilised in financing the outturn expenditure position totalling £0.201m split between:

- £0.031m of brought-forward funding from 2020/21 (“reverse slippage”), utilising in advance, resources originally approved within the 2020/21 capital programme at Full Council on 17 February 2020.
- £0.170m of other additional resources identified.

Resources of £0.006m were no longer required due to the schemes being completed within budget.

7. Therefore, the final position available to finance capital expenditure in 2019/20 totalled £15.543m. The final outturn level of expenditure incurred for 2019/20 totalled £14.026m which gives a net underspend of £1.517m or 90% spend against the final resources position.

Appendix 2 lists the financing elements of each scheme within the 2019/20 capital programme spend, totalling £14.026m.

8. Carry Forward Requests (slippage)  
Members are asked to note that a net £1.406m (£1.437m slippage less £0.031m reverse slippage) is the total that has been recommended to be carried forward into 2020/21. The following schemes amount to the majority of the total slippage requested: Pioneer Place (£135k), Sandygate Square (£526k), Building Infrastructure Works (£310k), and Padiham Townscape Heritage Initiative (£88k). Further details can be seen in Appendix 1.

9. Revised Capital Budget for 2020/21

Members are asked to approve a revised capital budget for 2020/21 after incorporating the adjustments identified within this outturn report.

Appendix 3 details the 2020/21 capital programme financing elements along with incorporating the year end resources adjustments and brought-forward funding elements identified within this outturn report, and incorporating the carry forward requests. This results in a revised capital programme totalling £20.874m. This budget will be the starting position for the Cycle 1 budget monitoring report, also presented to Members in August 2020.

## FINANCIAL IMPLICATIONS AND BUDGET PROVISION

10. As shown in the body of the report and appendices.

#### **POLICY IMPLICATIONS**

11. The final outturn position will be reflected in the Statement of Accounts which shows the spending by the Council in pursuit of declared objectives in that financial year and the reserves and balances available for future spending. In previous years the draft Statement of Accounts had to be signed off by the Head of Finance and Property by 31<sup>st</sup> May. Due to the Coronavirus pandemic this deadline has been put back to 31<sup>st</sup> August 2020. The Statement of Accounts will be reported to the Audit and Standards Committee.

#### **DETAILS OF CONSULTATION**

12. None.

#### **BACKGROUND PAPERS**

13. None.

#### **FURTHER INFORMATION**

**PLEASE CONTACT:**

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