

**TELFORD & WREKIN COUNCIL****COUNCIL – 22 JANUARY 2015****2014/15 FINANCIAL MONITORING REPORT AND UPDATE****REPORT OF THE ASSISTANT DIRECTOR: FINANCE, AUDIT & INFORMATION GOVERNANCE (CHIEF FINANCIAL OFFICER)****LEAD CABINET MEMBER: CLLR BILL McCLEMENTS****PART A) – SUMMARY REPORT****1.0 SUMMARY OF KEY ISSUES**

1.1 The Financial Monitoring report to Cabinet on 8 January provided a financial monitoring update covering both the revenue budget and the capital programme. The report highlighted some new capital allocations, virements, slippage and funding changes which require formal approval by Full Council, together with a transfer to the Capacity Fund of £0.750m and £0.150m further expenditure in relation to the development of the site at Donnington as an MOD fulfilment centre.

**1.2 SUMMARY**

The Detailed approvals required by Council are:

<b>Capital Virements</b>	2014/15 £	Funding
<b>Development, Business &amp; Employment</b>		
Solar Farm	(76,505)	Prudential
<b>Cooperative Council</b>		
Commercial & Business Fund	76,505	Prudential
<b>Total</b>	<b>0</b>	

<b>Capital Slippage</b>	2014/15 £	2015/16 £	2016/17 £	Funding
<b>Education &amp; Corporate Parenting</b>				
BSF	(523,187)	523,187		Prudential
<b>Adult Social Services</b>				
ICT Social Care Review	(200,000)	150,000	50,000	Prudential
<b>Development, Business &amp; Employment</b>				
Housing	(50,000)	50,000		Prudential
<b>Customer Services</b>				
Corporate ICT Strategy	182,500	137,500	(320,000)	Prudential

<b>Capital New Allocations</b>	2014/15 £	2015/16 £	2016/17 £	Funding
<b>Development, Business &amp; Employment</b>				
All Other School Schemes	20,000			External
All Other School Schemes	1,854,000	270,000	(1874,000)	Prudential
Housing	100,000			Prudential
Housing	(100,000)			Grant
All Other School Schemes	6,400			External

All Other School Schemes	7,502	External
Property Investment Portfolio	2,000,000	Prudential
<b>Customer Services</b>		
Corporate ICT Strategy	480,000	Prudential
<b>Adult Social Services</b>		
Autism Innovation	18,500	DOH Grant

#### Capital Programme Funding

£3.903m budgeted capital receipts, the majority of which may not be received this year but may slip into later years. The funding of the capital programme will be updated to reflect this.

#### Revenue Transfer

£0.750m transfer to the Capacity Fund (funded from the projected 2014/15 revenue underspend)

#### MOD Fulfilment Centre

£0.150m additional expenditure in order to maintain Telford's position as a viable option for the MOD fulfilment centre. This will be funded from unallocated capacity within the existing 2014/15 capital programme but could be abortive should the development not go ahead.

## 2.0 RECOMMENDATIONS

- 2.1 Members are asked to approve the changes to the capital programme shown in section 1 above.

## 3.0 SUMMARY IMPACT ASSESSMENT

<b>COMMUNITY IMPACT</b>	Do these proposals contribute to specific Priority Plan objective(s)?	
	Yes	Delivery of all priority objectives depend on the effective use of available resources.
	Will the proposals impact on specific groups of people?	
	No	
<b>TARGET COMPLETION/DELIVERY DATE</b>	The capital programme will be immediately updated to reflect the new approvals.	
<b>FINANCIAL/VALUE FOR MONEY IMPACT</b>	Yes	Financial impacts arising from this report will be reflected in future financial monitoring reports and built in to the service and financial planning strategy for 2015/16 and beyond
<b>LEGAL ISSUES</b>	No	None directly arising from this report. The S151 Officer has a statutory duty to monitor income and expenditure and take action if overspends /shortfalls emerge.

<b>OTHER IMPACTS, RISKS &amp; OPPORTUNITIES</b>	No	
<b>IMPACT ON SPECIFIC WARDS</b>	No	Borough Wide

#### **4.0 PREVIOUS MINUTES**

- 27/02/14 – Full Council, Service & Financial Planning Strategy
- 24/07/14 – Cabinet, 2014/15 Financial Monitoring
- 11/09/14 – Full Council, Financial Monitoring & Update
- 16/10/14 – Cabinet, 2014/15 Financial Monitoring
- 08/01/15 – Cabinet, 2014/15 Financial Monitoring

#### **PART B) – ADDITIONAL INFORMATION**

There is no additional information.

#### **5.0 BACKGROUND PAPERS**

2014/15 Budget Strategy / Financial Ledger reports

Report Prepared by:

Ken Clarke, Assistant Director: Finance, Audit & I.G. (C.F.O.) – 01952 383100; Pauline Harris, Finance Manager – 01952 383701