

**TELFORD & WREKIN COUNCIL****COUNCIL – 22 SEPTEMBER 2016****2016/17 FINANCIAL MANAGEMENT REPORT****REPORT OF THE ASSISTANT DIRECTOR: FINANCE & HR (CHIEF FINANCIAL OFFICER)****LEAD CABINET MEMBER: CLLR LEE CARTER****PART A) – SUMMARY REPORT****1.0 SUMMARY OF KEY ISSUES**

**1.1** The Financial Management report to Cabinet on 21 July provided an update on progress relating to the capital programme. The report also highlighted some new capital allocations, virements, slippage which require formal approval by Full Council.

**1.2** The Investing in Telford Growth report also approved at Cabinet on 21 July outlined an amendment to the original delegation for the Telford Growth Fund to allow it to be used to fund strategic infrastructure, including electricity and utility supplies, where through a business case this is shown to support and enable inward investment, business growth and revenue generation. This would not increase total prudential borrowing commitments but will allow a wider range of opportunities and potential benefits from the funding already allocated to the Telford Growth Fund.

**1.3 SUMMARY**

The Detailed approvals required by Council are:

	2016/17 £	2017/18 £	2018/19 £	Later Years £	Funding
<b>Virements</b>					
<b>Education &amp; Corporate Parenting</b>					
Building Schools for the Future	300,000				Grant
<b>Development, Business &amp; Employment</b>					
All Other School Schemes	(300,000)				Grant
<b>Neighbourhood &amp; Customer Services</b>					
Telford Growth Package	98,000				Grant
Integrated Transport	(98,000)				Grant
Highways & Bridges Capital Mtce	84,300				Grant
Ironbridge Gorge Stability	(84,300)				Grant
<b>Commercial Services</b>					
AMP- General Works and Surveys	(35,000)				Prudential
Housing	35,000				Prudential
AMP- General Works and Surveys	(100,000)				Prudential
Wellington Fitness	100,000				Prudential
<b>Total</b>	<b>0</b>				

<b>Slippage</b>					
<b>Development, Business &amp; Employment</b>					
Housing company – Housing	(916,000)	916,000			External
Housing company – Housing	(11,884,000)	4,860,000	7,024,000		Prudential
Commercial Investment Project	(1,835,755)	1,229,755	606,000		Prudential
Property Investment Programme	(4,208,969)	4,208,969			Prudential
Housing	(475,000)	475,000			Prudential
HCA Land Deals	(112,140)	112,140			External
HCA Land Deals		(623,720)	623,720		External
Land Deal Board Schemes	(518,148)	518,148			External
<b>Commercial Services</b>					
St Georges Regeneration	(300,000)	300,000			Prudential
Wellington Fitness	(300,000)	300,000			Prudential
Housing			110,000	(110,000)	Receipts
<b>Education &amp; Corporate Parenting</b>					
All Other School Schemes			700,000	(700,000)	Receipts
<b>Total</b>	<b>(20,550,012)</b>	<b>12,296,292</b>	<b>9,063,720</b>	<b>(810,000)</b>	
<b>New Allocations</b>					
<b>Education &amp; Corporate Parenting</b>					
All Other School Schemes	283,135				External
<b>Commercial Services</b>					
ICT/eGov	165,000				Revenue
<b>Total</b>	<b>448,135</b>				

In relation to the Growth Fund, the capital programme will be updated to reflect the changes outlined in 1.2 above.

## **2.0 RECOMMENDATION**

**2.1** Members are asked to approve the changes to the capital programme 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 management reports and built into the service and financial planning strategy for 2017/18 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**

Council 03/03/2016 – Service & Financial Planning 2016/17 to 2017/18  
 Cabinet 21/07/16 – 2016/17 Financial Management Report  
 Cabinet 21/7/2016 - £20m Growth Fund – Investing in Telford’s Growth

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

There is no additional information.

#### **5.0 BACKGROUND PAPERS**

2016/17 Budget Strategy / Financial Ledger reports

Report Prepared by:

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