

# CYNGOR SIR POWYS COUNTY COUNCIL

## Powys County Council

11th July 2019

**REPORT AUTHOR:** County Councillor Aled Davies  
Portfolio Holder for Finance

**SUBJECT:** Virements to Carry Forward Unallocated Budgets from  
2018/19 to 2019/20 Financial year.

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**REPORT FOR:** Decision

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### 1. Summary

- 1.1 This report is to request a virement to roll forward from 2018/19 to 2019/20 for ongoing capital schemes that were not completed at the end of the financial year 2018/19.

The tables below, detail all projects with remaining budgets of £500k or more and requiring virements to carry forward to 2019/20.

#### 1.2 **Schools Transformation and the 21<sup>st</sup> Century School Project - 6,826,117**

Project Name	Original Budget	Working Budget	Actual Spend	Budget Remaining	Virement Required
	£	£	£	£	£
Welshpool Church in Wales School	0	6,499,087	4,198,624	2,300,463	2,300,463
Welshpool Gymraeg Y Trallwng	8,291,394	3,225,658	544,557	2,681,101	2,681,101
Bro Hyddgen	5,020,706	1,799,960	783,414	1,016,556	1,016,556
Ysgol Glantwymyn		1,159,440	331,443	827,997	827,997
<b>Total</b>	13,312,100	12,684,145	5,858,038	6,826,117	6,826,117

The first three school projects were affected by Dawnus going into administration. The remaining budgets allocated to the projects will be required in 19/20 and it is proposed to roll these budgets forward. The final element of the Ysgol Glantwymyn project is the outdoor play area and multi-use games area (MUGA) which will now take place in the summer. It is recommended to roll forward £699,249.28 to 19/20 to complete this work.

#### 1.3 **Corporate Activities - £886,044**

Capital Receipts were set aside to meet the costs of transformation as permitted under the Capitalisation Directive, some of these costs have now been funded from slippage on the revenue budget instead during 2018/19. It is recommended to remove this budget in 18/19.

#### 1.4 Highways, Transport and Recycling- £1,728,635

The service were allocated £3.904m to fund an extensive vehicle replacement programme. 105 vehicles were replaced this year but not all of the budget was required to fund this, the remaining £1.729m is no longer required and it is recommended to remove this budget from the programme in 2018/19. The programme continues for 2019/20 with £2.122m allocated.

#### 1.5 Leisure and Recreation - £1,870,074

This project is nearing completion and revised costings estimate that £428,752 is required to be rolled forward to complete the project in 2019/20. It is recommended to roll forward £428,752 to 2019/20.

#### 1.6 Housing Revenue Account - £890,866

Project Name	Original Budget	Working Budget	Actual Spend	Budget Remaining	Virement Required
	£	£	£	£	£
Management Fees	0	803,000	0	803,000	803,000
New Builds	5,080,000	1,327,322	1,858,127	-530,806	530,806
Level Access Bungalows North	560,000	749,326	130,654	618,672	618,672
	5,640,000	2,879,648	1,988,781	890,866	890,866

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. It is recommended to roll forward the above projects to 2018/19.

#### 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 Head of Finance (Section 151 Officer) notes the content of the report and supports the virements proposed to realign the funding requirements with the expenditure incurred and the reprofiling of projects between financial years.

The Head of Legal and Democratic Services (Monitoring Officer ) commented as follows :“ The recommendations can be supported from a legal point of view.”

**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.

<b>Recommendation:</b>	<b>Reason for Recommendation:</b>
<b>To approve the virements detailed in section 1.2 above</b>	<b>To ensure appropriate virements are carried out that reflect the forecasted capital spend.</b>
<b>To approve the virement detailed in sections 1.3 above</b>	<b>To ensure appropriate virements are carried out that reflect the forecasted capital spend.</b>
<b>To approve the virement detailed in sections 1.4 above</b>	<b>To ensure appropriate virements are carried out that reflect the forecasted capital spend.</b>
<b>To approve the virement detailed in sections 1.5 above</b>	<b>To ensure appropriate virements are carried out that reflect the forecasted capital spend.</b>
<b>To approve the virements detailed in sections 1.6 above</b>	<b>To ensure appropriate virements are carried out that reflect the forecasted capital spend.</b>

<b>Relevant Policy (ies):</b>			
<b>Within Policy:</b>	<b>Y</b>	<b>Within Budget:</b>	<b>Y</b>

<b>Relevant Local Member(s):</b>	
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<b>Person(s) To Implement Decision:</b>	Jane Thomas
<b>Date By When Decision To Be Implemented:</b>	31 <sup>st</sup> July 2019

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