

Agenda Item 7

2019-20 Financial Monitoring Report, Quarter 2 - Addendum

This addendum relates to a supplementary officer proposal as part of the Quarter 2 financial monitoring report for Cabinet to approve an in-year capital virement of £1.897m from the flexible capital receipts strategy activity line to Spenborough Valley Leisure Centre activity line.

Overall scheme costs relating to Spenborough Valley Leisure Centre have been reviewed, and in light of the recent tendering exercise for the construction phase of the project, officers are now able to provide firmer estimated overall costs, at £16.897m, compared to the £15m originally allocated to the scheme in 2015/16, and which subsequently rolled forward over successive capital plans.

There is a forecast in-year underspend on the flexible capital receipts strategy line which is largely due to contingencies set aside to cover capitalisation of revenue related transformation costs, not now required. This has created sufficient headroom to enable the virement.

Council financial procedure rules 3.10 allow Cabinet delegated authority to transfer resources between any project or programme area up to a maximum of £2,000,000 in any financial year. The virement proposal above falls within this threshold.

Cabinet approval of the virement at this stage will enable the construction phase to commence as soon as possible.

Addendum Recommendation

That Cabinet approve the proposed in-year capital virement of £1.897m from flexible capital receipts strategy activity to Spenborough Valley Leisure Centre activity to enable the construction phase of the scheme to commence as soon as possible.