

**Manchester City Council
Report for Resolution**

Report To: Executive – 24 November 2010

Subject: Capital Programme – Proposed Increases

Report of: Chief Executive and the City Treasurer

Summary

To inform members of requests to increase the capital programme. To seek approval for those schemes that can be approved under authority delegated to the Executive and to make recommendations to the City Council for proposals that require specific Council approval.

Recommendations

Members are requested under powers delegated to the Executive to approve the following:

1. Chief Executives Regeneration – Victoria Baths Toilet Refurbishment: To increase the capital budget by £110,000 in 2010/11, funded by external contribution.
2. Children's Services BSF Wave 4 grant: To increase the capital budget by £10,111,000 (£6,000,000 in 2011/12, and £4,111,000 in 2012/13), funded by government grant.
3. Children's Services – Youth capital Fund: To increase the capital budget by £149,000 in 2010/11, funded by government grant.
4. Transport – Congestion Target Performance Fund: To increase the capital budget by £187,000 in 2011/12, funded by government grant.
5. New East Manchester – Nutsford Vale: To increase the capital budget by £59,000 in 2010/11, funded by Forestry Commission grant £55,000 and Neighbourhood Strategy Fund £4,000.

Wards Affected: Various

Community Strategy Spine	Summary of the contribution to the strategy
Performance of the economy of the region and sub region	Reduced traffic congestion measures
Reaching full potential in education and employment	Youth Matters initiatives
Individual and collective self esteem – mutual respect	None in this report
Neighbourhoods of Choice	Victoria Baths refurbishment & Environmental improvements – Gorton South.

Full details are in the body of the report, along with any implications for:

- Equal Opportunities Policy
- Risk Management
- Legal Considerations

Financial Consequences – Revenue

If the above capital budget increases are approved they will only create minor revenue consequences which can be financed from existing revenue budgets.

Financial Consequences – Capital

The recommendations in this report, if approved, will increase the capital budget by £10,616,000, financed by £10,506,000 government grant and £110,000 external contributions.

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Background documents (available for public inspection):

The following documents disclose important facts on which the report is based and have been relied upon in preparing the report. Copies of the background documents are available up to 4 years after the date of the meeting. If you would like a copy please contact one of the contact officers above.

Report to the Executive 10 February 2010 (Budget 2010/11 – 2012/13)

1.0 Introduction

1.1 Requests for increases to the current three year capital budget have been identified. This report outlines those requirements.

2.0 Background

2.1 In February each year the Executive receives a report on the capital budget for the forthcoming three financial years, and approves a series of recommendations to make to the City Council. The City Council's resolutions on these recommendations constitute the approval of the three year capital programme for Manchester City Council. Proposals for the 2010/11 to 2012/13 Capital Budget were presented to the Executive on 10th February 2010.

2.2 A summary of the requests for additions to the programme is shown in Appendix 1 and represents requests received since the previous report to the Executive.

3.0 Proposals Not Requiring Specific Council Approval

3.1 Chief Executive's Regeneration – Victoria Baths Toilet Refurbishment. The aim of the project is to increase the use of Victoria Baths by providing refurbished toilets. The current toilet provision is inadequate and is hindering the Trust in opening the building to large numbers of people to increase revenue income. An increase to the capital budget of £110,000 is requested, funded by an external contribution.

3.2 Children's Services BSF Wave 4 grant. The BSF Wave 4 programme was introduced into the capital programme as £94,000,000. The total grant approval from central government for projects in Wave 4 is £104,111,000. Therefore an increase to the capital budget of £10,111,000 (£6,000,000 in 2011/12 and £4,111,000 in 2012/13) is requested, funded by government grant.

3.3 Children's Services - Youth Capital Fund. This is part of the government initiative relating to Youth Matters. The project will compliment the objectives of the Children's Services accommodation strategy. An increase to the capital budget of £149,000 in 2010/11 is requested, funded by government grant.

3.4 Transport – Congestion Target Performance Fund. This project is to implement schemes that will reduce congestion on the Department of Transport identified target congestion routes. An increase to the capital budget by £187,000 in 2011/12 is requested, funded by government grant.

3.5 New East Manchester – Nutsford Vale. This project aims to deliver a range of environmental improvements to Nutsford Vale, Gorton South. The project will secure the site from vehicular access, define entrances and install a high quality path network. There is already £314,000 in the capital budget. An increase to the capital budget of £59,000 in 2010/11 is requested, funded by £55,000 Forestry Commission grant and £4,000 NSF.

4.0 Prudential Performance Indicators

4.1 If the recommendations in this report are approved, the capital budget increases will be Non-HRA £318,000 in 2010/11, £6,187,000 in 2011/12 and £4,111,000 in 2012/13.

4.2 There is a no requirement for unsupported borrowing therefore no impact on the City's Council Tax.

5.0 Conclusions

5.1 The capital budget will increase by £10,616,000 if the recommendations in this report are approved. The addition of these schemes to the programme, as summarised in Appendix 1, will enhance service delivery council wide and be financed by £10,506,000 government grant and £110,000 external contributions.

6.0 Contributing to the Community Strategy

6.1 The Capital Programme provides opportunities for the construction industry to bid for schemes that could provide employment opportunities at least for the duration of contracts.

6.2 The decisions provide resources for important projects to go forward, each project making its own contribution to the Community Strategy.

7.0 Key Polices and Considerations

(a) Equal Opportunities

7.1 All proposals have been drawn up in awareness of Council policy on equality.

(b) Risk Management

7.2 All capital projects which go through the Gateway System are subject to a risk assessment which includes a rapid risk check, risk workshops and the compilation of risk logs to support project delivery and risk management.

Appendix 1

Requests for Additional Capital Budget Provision

Department	Scheme	Funding	2010/11 £000	2011/12 £000	2012/13 £000	2013/14 £000	Total £000
Chief Executive's Regeneration	Victoria Baths Toilet Refurbishment	External contribution	110				110
Children's Services	BSF Wave 4	Government grant		6,000	4,111		10,111
Children's Services	Youth Capital Fund	Government grant	149				149
Transport	Congestion Target Performance Fund	Government grant		187			187
New East Manchester	Nutsford Vale	Forestry Commission	55				55
New East Manchester	Nutsford Vale	NSF	4				4
		Total	318	6,187	4,111	0	10,616