

BOROUGH OF KETTERING

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Report Originator	Mark Dickenson Head of Resources	Work Programme Ref: No C15/005	
Wards Affected		16 December 2015	
Title	CAPITAL PROGRAMME AMENDMENT		

Portfolio Holder: Cllr J Smith

1. PURPOSE OF REPORT

In accordance with the Council's Constitution to seek Council approval for a change in the capital budget for social housing as recommended by the Executive Committee at its November meeting.

2. INFORMATION

- 2.1 Shortly after the introduction of the new self-financing system for council housing in 2012, the Government introduced new regulations to govern the use of any capital receipts that were generated from the sale of council houses. The Executive Committee at its November meeting received a report on how these receipts referred to as '1:4:1' capital receipts (as per the Government's name for the national scheme) could be utilised. The Executive report for ease of reference is detailed at Appendix A.
- 2.2 The Executive Committee at the November meeting agreed
- (i) up to £276,000 of '1:4:1' capital receipts be passed on to Waterloo Housing Association to help facilitate them delivering eight new social units as part of their new housing scheme at Laburnum Crescent;
 - (ii) up to £195,000 of '1:4:1' capital receipts be used by the Council to help purchase up to five special needs units from Waterloo Housing Association (as part of the new housing scheme at Laburnum Crescent);
- 2.3 As outlined in the November report the use of the 1:4:1 receipts to purchase five special needs units from Waterloo Housing Association would require the Council to fund (through external borrowing) a sum up to £455,000.
- 2.4 To comply with financial regulations and the Council's Constitution, any scheme change greater than £250,000 needs to be recommended to full Council for adoption. The changes to the 2015/16 Capital programme for which Council approval is required are summarised in the following Table:

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	Changes to the 2015/16 Capital Programme £000
Social Housing Grants	276
Purchase of Special Needs Units	650
Financed by:	
1:4:1 Capital Receipts	471
External Borrowing	455

3. POLICY IMPLICATIONS

3.1 None arising from this report.

4. CONSULTATION AND CUSTOMER IMPACT

4.1 None arising from this report.

5. FINANCIAL RESOURCE IMPLICATIONS

5.1 The financial implications are outlined in the report.

6. HR IMPLICATIONS

6.1 None arising from this report

7. LEGAL IMPLICATIONS

7.1 None arising from this report.

8. RECOMMENDATION

8.1 That the changes to the Council's Capital Programme as outlined in 2.4 be approved.

Previous Reports/Minutes:

Executive

11th November 2015

Minute No. 15.EX.48