

Report to the Transport for South Hampshire Joint Committee

Date: 26 January 2011

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Subject: Transport for South Hampshire Budget Monitoring 2010/11, 2011/12 Budget

Purpose of the Report

The purpose of this report is to inform the Transport for South Hampshire (TfSH) Joint Committee of the latest revenue and capital position for 2010/11, agree the carry forward of revenue underspends to help support the 2011/12 budget, and to propose a revenue and capital budget for 2011/12.

Recommendations

It is recommended that the Joint Committee:

- 1. Agrees the revised 2010/11 capital and revenue budgets, to match available funding.**
- 2. Notes the 2010/11 forecast outturn for revenue and capital budgets.**
- 3. Approves the carry forward of underspends (£157,000) from the 2010/11 revenue contingency to help support the 2011/12 budget strategy.**
- 4. Approves the 2011/12 revenue and capital budget, subject to confirmation of partners funding contributions.**

Introduction

- 1. This report summarises the latest budget monitoring position for TfSH 2010/11 revenue and capital controlled budgets. Figures shown reflect input from budget holders arising from a budget monitoring review carried out during December 2010.**
- 2. The report also asks the Joint Committee to approve the proposed 2011/12 revenue and capital budgets for TfSH.**

Funding 2010/11

3. Table 1, below shows the latest TfSH revenue and capital funding forecast for 2010/11.
4. The summary includes a revised capital allocation from Partnership for Urban South Hampshire (PUSH) of £457,000 for work on Tipner, and an additional £10,000 from Havant Borough Council for a cross borough bus study.

Table 1

Revenue Funding 2010/11	Adjusted Budget November 2010 £'000	Revised Budget January 2011 £'000	Received to date £'000
Balance brought forward from previous year	563	563	563
Core partner contributions	825	825	680
PUSH New Growth Point (NGP)	250	250	0
South East England Partnership Board (SEEPB)	16	16	16
External funding	33	43	33
Interest on balances	2	2	0
Total Revenue Funding	1,689	1,699	1,292
Capital funding 2010/11	£'000	£'000	£'000
PUSH NGP	527	624	167
Total Capital Funding	527	624	167

Revenue Budget 2010/11

5. Table 2, below shows the revised 2010/11 revenue budget of £1,699,000, which is £10,000 higher than the budget which was approved by the Joint Committee on 22 November 2010. The increase reflects an additional £10,000 funding from Havant Borough Council for a cross borough bus study.

Table 2

Budget Heading	Revised Budget November 2010 £'000	Revised Budget December 2010 £'000	Assessed Spend to date £'000	Forecast Outturn £'000
Wider BRT & Access studies	100	100	52	135
Sub-Regional Analysis and Assessment	346	346	314	346
Model calibration and validation	491	491	160	491
Model Forecasting	63	63	0	63
Growth Work – Access to strategic sites	35	35	0	0
Reduce and Manage Strategy	15	15	0	0
Sub-Regional Smartcards	50	50	0	50
Public Affairs and Communications	20	20	4	4
Access to Southampton	80	80	50	80
Staff/Finance/Audit etc	315	315	120	315
SDA – M27 Parallel study	50	50	48	48
Havant bus study	0	10	0	10
Contingency to carry forward	124	124	0	157
Total	1,689	1,699	748	1,699

6. The main variations identified above relate to the consolidation of the Wider Bus Rapid Transit and access studies under a single budget heading. The Reduce and Manage strategy will not take place during 2010/11, and the Communications study is complete for the year. These underspendings, combined with a small saving on the Strategic Development Area (SDA) budget result in a revised contingency of £157,000, which it is proposed to carry forward to 2011/12 to help support next years budget strategy.

Capital Budget 2010/11

7. Table 3 below sets out the revised capital budget of £624,000 which is £97,000 higher than agreed at November's Joint Committee meeting. This takes into account additional PUSH funding for the Tipner project.

Table 3

Budget Heading	Lead Authority	Revised Budget Nov 10 £'000	Revised Budget Dec 10 £'000	Assessed Spend £'000	Forecast Outturn £'000
M27 Junction 5 (Phase 1)	Hampshire County Council	167	167	167	167
Tipner	Portsmouth City Council	360	457	250	457
Total		527	624	417	624

Proposed Funding 2011/12

8. Table 4, below shows the current estimated funding for 2011/12. It is assumed that local authority contributions will be Hampshire County Council £100,000, Southampton City Council £50,000 and Portsmouth City Council £50,000. The Isle of Wight has also expressed an interest in joining TfSH and a contribution in the order of £25,000 is being discussed. In addition, it is proposed that an underspending of £157,000 be brought forward from 2010/11 to help support the 2011/12 budget strategy.
9. In addition to the revenue funding assumed above, a capital allocation of £500,000 from PUSH is anticipated for evidenced base modelling and scenario testing. It is hoped that PUSH will agree this allocation at their Joint Committee meeting in January 2011.

Table 4

Funding 2011/12	Budget 2011/12 £'000
Revenue Funding	
Balance brought forward	157
Partner contributions	200
Total Revenue funding	357
Capital Funding	£'000
PUSH NGP	500
Total Capital funding	500

2011/12 TfSH Budget

10. Table 5, below shows the proposed 2011/12 TfSH revenue and capital budget allocations for consideration by the Joint Committee.

Table 5

Budget Heading	Budget 2011/12 £'000
Revenue Budget	
Staff/Finance/Audit etc	165
Scenario Testing	122
Public Transport Strategy	50
Shared Services	20
Total Revenue Budget	357
Capital Budget	£'000
Evidence base modelling and scenario testing to support sub-regional growth using the cities first prioritisation.	500
Total Capital Budget	500

Conclusion

11. The latest budget monitoring report identifies an underspending on the revenue budget of £157,000. This report seeks approval from the Joint Committee to carry forward this balance to support the 2011/12 budget.
12. The capital budget is on target and is assumed to be fully spent this financial year.
13. Subject to funding decisions by partners, a 2011/12 revenue and capital budget for TfSH is proposed for Joint Committee approval.

Section 100 D - Local Government Act 1972 - background papers

The following documents disclose facts or matters on which this report, or an important part of it, is based and has been relied upon to a material extent in the preparation of this report.

NB the list excludes:

1. Published works.
2. Documents which disclose exempt or confidential information as defined in the Act.

TITLE

LOCATION

To be completed