

## PLYMOUTH CITY COUNCIL

**Subject:** Capital Programme approvals  
**Committee:** City Council  
**Date:** 27 January 2014  
**Cabinet Member:** Councillor Lowry  
**CMT Member:** Malcolm Coe (Assistant Director for Finance)  
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Tel: 01752 307358  
**Ref:**  
**Key Decision:** No  
**Part:** I

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### **Purpose of the report:**

This report sets out the proposals recommended from the Cabinet meeting of 10 December 2013 relating to capital expenditure, for Council to approve the amendments to the capital programme. These are in relation to:

1. £2.170m acquisition of land at Seaton Neighbourhood. The acquisition of the NHS land and the associated use of a loan from the Council's Investment Fund
2. £2.475m to build a new 2FE school with early years provision to replace the current provision on the Knowle Primary School site from September 2015
3. £0.300m to build a new classroom at St Peter's CE Primary School to enable the school to have sufficient space to allocate to their Planned Admission Number (PAN) and to increase their PAN from 25 to 30 from September 2014.

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### **The Brilliant Co-operative Council Corporate Plan 2013/14 -2016/17:**

This report is linked to delivering the priorities set out in the Council's corporate plan. Targeting the Council's resources in a planned manner in order to align expenditure with key priorities will maximise the benefits to residents and businesses in Plymouth.

Further details can be found for each of the proposals and how they relate to the Co-operative Council Corporate plan in the two relevant cabinet papers.

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### **Implications for Medium Term Financial Plan and Resource Implications: Including finance, human, IT and land**

Capital expenditure requires financing to maintain a balanced capital programme within available resources. The funding arrangements for the proposals are explained below and are already contained within the current medium term programme 2013/14-2016/17 of £212.484m (including £50m Plan for Homes), approved at Council on 25<sup>th</sup> November 2013.

In order to help cash flow for the Seaton Neighbourhood proposals, the financing of the land acquisition at Seaton will initially be met from the investment fund, with the investment fund then being repaid as follows:

£0.904m - Immediate onward sale of land (capital receipt) £0.904m  
 £0.692m - S106 receipts arising from future redevelopments £0.692m  
 £0.574m - Future sale of remaining land, estimated at £0.574m

The funding for Knowle and St. Peters of £2.775m will be met from Basic Need unringfenced grant of £1.560m with a top up from the Condition Survey unringfenced maintenance grant of £1.215m.

**Other Implications: e.g. Child Poverty, Community Safety, Health and Safety and Risk Management:**

Details can be found for each of the proposals in the two relevant cabinet papers.

**Equality and Diversity**

Has an Equality Impact Assessment been undertaken? No

**Recommendations and Reasons for recommended action:**

The City Council is recommended to approve

1. the £2.170m acquisition of land at Seaton Neighbourhood. The acquisition of the NHS land and the associated use of a loan from the Council's Investment Fund

Reason: to ensure development that has been identified in the Council's adopted Core Strategy for growth in the north of the city is achieved.

2. a virement of £2.775m to release funds from the Basic Need and School Condition capital resources to progress the schemes at Knowle and St.Peters CE Primary Schools

Reason: To provide sufficient school and nursery places to support the provision of education and nursery care in the city.

**Alternative options considered and rejected:**

Details can be found for each of the proposals in the two relevant cabinet papers.

**Published work / information:**

10 December 2013 Cabinet Report: Acquisition and disposal of land at Seaton Neighbourhood <http://www.plymouth.gov.uk/mgInternet/documents/s51244/Acquisition%20and%20disposal%20of%20land%20at%20Seaton%20Neighbourhood.pdf>

10 December 2013 Cabinet Report: Primary Basic Need 2014 - 2017 <http://www.plymouth.gov.uk/mgInternet/documents/s51260/Primary%20Basic%20Need%202014%20-%202017.pdf>

Cabinet Minutes 74 and 75 of 10 December 2013

**Background papers:**

None

Fin	CDR/ CorpsF FC1314 003/15.1.14	Leg	19308/15 /1/2014/ AC	Mon Off	19314/ DVS	HR	n/a	Assets	n/a	IT	n/a	Strat Proc	n/a
Originating SMT Member: Malcolm Coe Assistant Director for Finance													
Has the Cabinet Member(s) agreed the contents of the report? Yes													