

CABINET MEETING – 2ND NOVEMBER, 2011

EXECUTIVE SUMMARY SHEET – PART I

Title of Report:

RESPONSE FROM MANAGEMENT SCRUTINY COMMITTEE –
13TH OCTOBER, 2011
CAPITAL PROGRAMME SECOND REVIEW 2011/2012 (INCLUDING TREASURY
MANAGEMENT)

Author(s):

Head of Law and Governance

Purpose of Report:

To advise the Cabinet of the comments of the Management Scrutiny Committee on a report of the Head of Law and Governance which provided an extract from the report on the Capital Programme Second Review for 2011/2012 (including Treasury Management) including details of new schemes that have been added to the Capital Programme which are referred by Cabinet to Council for approval.

Description of Decision:

That the Cabinet be requested to consider the comments of the Scrutiny Committee and request the Council to approve the inclusion of the additional scheme for 2011/2012 costing over £250,000 as set out in Appendix A.

Is the decision consistent with the Budget/Policy Framework? Yes

If not, Council approval is required to change the Budget/Policy Framework

Suggested reason(s) for Decision:

To respond to variations in the Capital Programme which have arisen since the 2011/2012 First Capital Programme Review was approved to enable effective budgetary control to be exercised.

Alternative options to be considered and recommended to be rejected:

No alternative options are proposed.

Is this a “Key Decision” as defined in the Constitution? Yes - there are a number of key decisions – these relate to all new capital projects detailed at Appendix A estimated to cost above £250,000 individually.

Is it included in the Forward Plan? Yes provisionally – in light of the content of this report this was necessary.

Relevant Scrutiny Committee:

Management

**RESPONSE FROM MANAGEMENT SCRUTINY COMMITTEE –
13TH OCTOBER, 2011**

**CAPITAL PROGRAMME SECOND REVIEW 2011/2012 (INCLUDING TREASURY
MANAGEMENT)**

Report of the Head of Law and Governance

1. Purpose

- 1.1 To advise the Cabinet of the comments of the Management Scrutiny Committee on a report of the Head of Law and Governance which provided an extract from the report on the Capital Programme Second Review for 2011/2012 (including Treasury Management) including details of new schemes that have been added to the Capital Programme which are referred by Cabinet to Council for approval.

2. Description of Decision

- 2.1 That the Cabinet be requested to consider the comments of the Scrutiny Committee and request the Council to approve the inclusion of the additional scheme for 2011/2012 costing over £250,000 as set out in Appendix A.

3. Background

- 3.1 The Cabinet, at its meeting held on 5th October, 2011, gave consideration to a report of the Executive Director of Commercial and Corporate Services. The report advised of changes made to the Capital Programme 2011/2012 since the First Capital Programme Review in June 2011 and provided an update on progress in implementing the Treasury Management Borrowing and Investment Strategy for 2011/2012.
- 3.2 The matter was referred to the Management Scrutiny Committee, for advice and consideration in the context of inclusion of additional schemes for 2011/2012 costing over £250,000 which are set out in an attached extract of the original Cabinet report.

4. Comments of the Scrutiny Committee

- 4.1 Consideration having been given to the matter, it was resolved that the Cabinet be advised that the Management Scrutiny Committee accepted the proposed additional scheme as set out in the extract to the report. The Scrutiny Committee recognised the opportunities that the purchase of a mobile crane would create for the Port of Sunderland.

5. Reason for Decision

- 5.1 To respond to variations in the Capital Programme which have arisen since the 2011/2012 First Capital Programme Review was approved to enable effective budgetary control to be exercised.

6. Alternative Options

- 6.1 No alternative options are proposed.

7. Background Papers

Report to the Cabinet on 5th October, 2011.

Minutes of the Management Scrutiny Committee, 13th October, 2011.

***CAPITAL PROGRAMME SECOND REVIEW 2011/2012 – EXTRACT
OF REPORT***

	£000
Additional Schemes 2011/2012 Capital Programme	
Cabinet Secretary	
Port Crane - Cabinet on 20 th July 2011, recommended funding of £0.500 million through prudential borrowing to support the purchase of a mobile crane on an invest to save basis. The purchase will provide additional capacity at the Port of Sunderland to enable commercial opportunities to be maximised and to more efficiently meet existing trading obligations.	500

