

Appendix C- Capital Programme

December 2021

Overview

The revised Capital Programme budget as at December 2021 is £84.4m, which includes £8.9m for Invest to Save (I2S) Schemes.

The agreed investment as per the Medium Term Financial Plan (MTFS) was £146.8m. The movement between the MTFS position and the £164.9m as at April 2021 was a result of slippages mainly due to delays completing projects from 2020/21.

The actual investment expenditure as at December 2021 is £53.4m. The latest forecast provided by project managers predicts an overall spend of £84.4m, therefore the Council is expecting to spend a further £31.0m before March 2022.

However following the recent report published by The Chartered Institute of Public Finance and Accountancy (CIPFA) into the Council's financial position, a moratorium on Capital spending has been implemented and Council approved a report on the 16 December 2021 on schemes that are not legally committed and are to be funded from borrowing, with the intention of reducing the capital programme further.

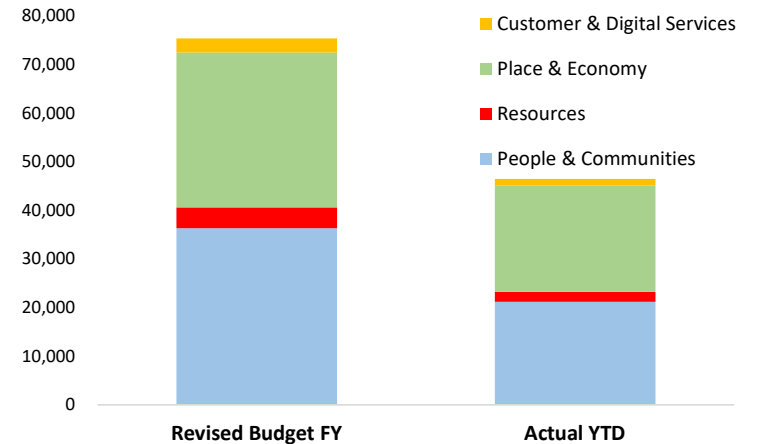
The Invest 2 Save budget is for schemes that must cover the cost of borrowing and minimum revenue provision (MRP) from either income generation or from generated savings.

The Asset Investment Plan can be funded via three core elements, external third party income (including grants), capital receipts generated from the sale of Council assets, and borrowing from the external market. For the 2016/17 MTFS onwards the approved strategy is to use Capital Receipts as part of a contribution to the Minimum Revenue Provision (MRP) therefore they are no longer used primarily for the funding of the Asset Investment. This policy will be reviewed as part of the new capital strategy being developed for the MTFP and in line with the Improvement Plan that was approved by Council on 16th December 2021.

The following table shows the breakdown of the Council's Asset Investment over the directorates and how this investment is to be financed:

Directorate	MTFS Budget £000	1st April Budget £000	Revised Budget FY £000	Actual YTD £000	Total Spend Against Budget %
People & Communities	46,129	50,981	36,341	21,221	58.4%
Resources	38,112	37,306	4,353	2,044	47.0%
Place & Economy	46,644	59,089	31,842	21,901	68.8%
Customer & Digital Services	2,500	4,028	2,948	1,395	47.3%
TOTAL	133,384	151,403	75,484	46,561	61.7%
Grants & Third Party Contributions	67,763	71,669	46,546	28,514	61.3%
Borrowing	65,621	79,734	28,938	18,047	62.4%
TOTAL	133,384	151,403	75,484	46,561	61.7%
Invest to Save	13,500	13,540	8,909	6,865	9.1%

Revised Budget Compared to Actual Expenditure to Date



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