

Capital Programme

October 2021

Overview

The revised Capital Programme budget as at October 2021 is £95.8m, which includes £10.9m 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 October 2021 is £30.0m. The latest forecast provided by project managers predicts an overall spend of £95.8m, therefore the Council is expecting to spend a further £65.8m 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 is due to be implemented on schemes that are not legally committed and are to be funded from borrowing, with the intention of reducing the capital programme further.

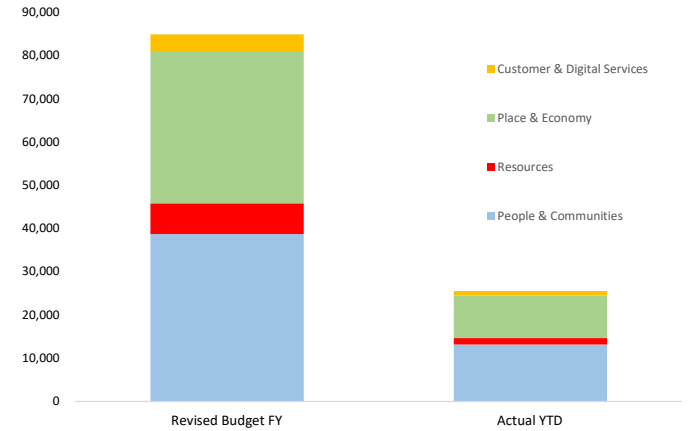
The I2S budget is for schemes that must cover the cost of borrowing and minimum revenue provision (MRP) from either income generation or from generated savings.

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.

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	1st April Budget	Revised Budget FY	Actual YTD	Total Spend Against Budget
	£000	£000	£000	£000	%
People & Communities	46,129	50,981	38,752	13,153	33.9%
Resources	38,112	37,306	7,010	1,513	21.6%
Place & Economy	46,644	59,089	35,077	9,813	28.0%
Customer & Digital Services	2,500	4,028	4,012	1,029	25.6%
TOTAL	133,384	151,403	84,852	25,507	30.1%
Grants & Third Party Contributions	67,763	71,669	50,189	17,767	35.4%
Capital Receipts repayment of loans				0	0.0%
Borrowing	65,621	79,734	34,664	7,740	22.3%
TOTAL	133,384	151,403	84,852	25,507	30.1%
Invest to Save	13,500	13,540	10,909	4,497	5.3%

Revised Budget Compared to Actual Expenditure to Date



This page is intentionally left blank