

Appendix C- Capital Programme

January 2022

Overview

The revised Capital Programme budget as at January 2022 is £81.5m, 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 January 2022 is £57.6m. The latest forecast provided by project managers predicts an overall spend of £81.5m, therefore the Council is expecting to spend a further £23.9m before March 2022.

However following the 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.

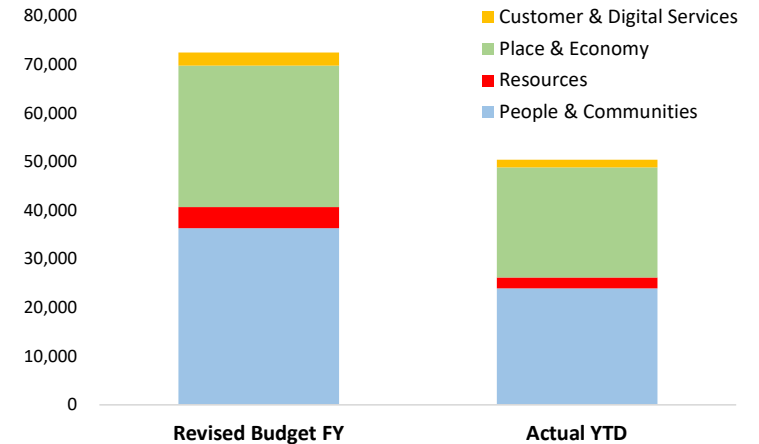
The Invest 2 Save budget is for schemes that must cover the cost of borrowing and minimum revenue provision (MRP) from either income generation or from generated savings.

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. However the council has amended its approach from the 2023/24 financial year where capital receipts received will be used to either fund capital expenditure or fund the revenue costs of transformation projects under the Capital Receipts Flexibility programme.

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	23,956	65.9%
Resources	38,112	37,306	4,419	2,311	52.3%
Place & Economy	46,644	59,089	29,059	22,631	77.9%
Customer & Digital Services	2,500	4,028	2,756	1,619	58.7%
TOTAL	133,384	151,403	72,575	50,517	69.6%
Grants & Third Party Contributions	67,763	71,669	45,377	26,473	58.3%
Borrowing	65,621	79,734	27,198	24,044	88.4%
TOTAL	133,384	151,403	72,575	50,517	69.6%
Invest to Save	13,500	13,540	8,943	7,073	9.7%

Revised Budget Compared to Actual Expenditure to Date



This page is intentionally left blank