

DECISION-MAKER:	CABINET		
	CAPITAL FINANCIAL MONITORING FOR THE PERIOD TO THE END OF SEPTEMBER 2018.		
DATE OF DECISION:	20 NOVEMBER 2018		
REPORT OF:	CABINET MEMBER FOR FINANCE & CUSTOMER EXPERIENCE		
<u>CONTACT DETAILS</u>			
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STATEMENT OF CONFIDENTIALITY

NOT APPLICABLE

BRIEF SUMMARY

The purpose of this report is to inform Cabinet of any major changes in the overall General Fund and Housing Revenue Account (HRA) capital programme for the period 2018/19 to 2022/23, highlighting the changes in the programme since the last reported monitoring position to Cabinet in September 2018. The report also notes the major forecast variances against the approved estimates.

RECOMMENDATIONS:

It is recommended that Cabinet:

	(i)	Notes the revised General Fund Capital Programme, which totals £167.42M as detailed in paragraph 44 and table 6 and the associated use of resources in table 7.
	(ii)	Notes the revised HRA Capital Programme, which totals £184.90M as detailed in paragraph 44 and table 6 and the associated use of resources in table 7.
	(iii)	Notes that the overall forecast position at Quarter 2 is £133.45M, resulting in a potential underspend of £7.22M, as detailed in paragraph 12, table 3, and Appendix 1.
	(iv)	Notes that the capital programme remains fully funded up to 2022/23 based on the latest forecast of available resources although the forecast can be subject to change; most notably with regard to the value and timing of anticipated capital receipts and the use of prudent assumptions of future government grants to be received.
	(v)	Notes that £0.67M has been added to the programme with approval to spend, under delegated powers. These additions are detailed in tables 1 and 2 and paragraphs 6-11.

REASONS FOR REPORT RECOMMENDATIONS

1.	The capital programme is reviewed on a quarterly basis in accordance with the Council's Capital Strategy. The forecast position is reported to the Council Capital Board with any required programme update reported to Cabinet and Council for approval. This is required to enable schemes in the programme to proceed and to approve additions and changes to the programme.																												
ALTERNATIVE OPTIONS CONSIDERED AND REJECTED																													
2.	The update of the capital programme is undertaken within the resource constraints imposed on it. No new schemes can be added unless specific additional resources are identified. Alternative options for new capital spending are considered as part of the budget setting process in the light of the funding available and the overall financial position.																												
DETAIL (Including consultation carried out)																													
CONSULTATION																													
3.	Service Directors, Service Leads and Project Managers have been consulted in preparing the reasons for variations contained in this report. The General Fund and HRA capital programme monitoring report summarises additions to the capital programme and slippage and rephasing since the last approved programme reported in September 2018. Each addition has been subject to the relevant consultation process which reflects the role played by Council Capital Board. The content of this report has been subject to consultation with Finance Officers for each service.																												
THE 5 YEAR CAPITAL PROGRAMME																													
4.	Table 1 shows a comparison of the latest capital expenditure for the period 2018/19 to 2022/23 compared to the previously reported programme, and shows an increase of £0.67M.																												
<p data-bbox="309 1323 807 1357"><u>Table 1 – Programme Comparison</u></p> <table border="1" data-bbox="309 1375 1437 1686"> <thead> <tr> <th></th> <th>2018/19 £M</th> <th>2019/20 £M</th> <th>2020/21 £M</th> <th>2021/22 £M</th> <th>2022/23 £M</th> <th>Total £M</th> </tr> </thead> <tbody> <tr> <td>Latest Programme</td> <td>140.09</td> <td>71.27</td> <td>74.92</td> <td>47.41</td> <td>18.63</td> <td>352.32</td> </tr> <tr> <td>Previous Programme</td> <td>141.91</td> <td>77.02</td> <td>67.75</td> <td>64.93</td> <td>0.04</td> <td>351.65</td> </tr> <tr> <td>Variance</td> <td>(1.82)</td> <td>(5.75)</td> <td>7.17</td> <td>(17.52)</td> <td>18.59</td> <td>0.67</td> </tr> </tbody> </table>			2018/19 £M	2019/20 £M	2020/21 £M	2021/22 £M	2022/23 £M	Total £M	Latest Programme	140.09	71.27	74.92	47.41	18.63	352.32	Previous Programme	141.91	77.02	67.75	64.93	0.04	351.65	Variance	(1.82)	(5.75)	7.17	(17.52)	18.59	0.67
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5.	Table 2 shows the changes to the individual portfolio programmes followed by details of these changes.																												

<u>Table 2 – Changes to Portfolio Programmes</u>				
		Latest Programme £M	Previous Programme £M	Total Change £M
	Adults	1.86	1.86	0.00
	Aspiration, Schools and Lifelong Learning	92.78	92.78	0.00
	Clean Growth & Development	11.87	11.87	0.00
	Community Wellbeing	3.74	3.74	0.00
	Finance and Customer Experience	7.72	7.42	0.30
	Homes and Culture	2.42	2.42	0.00
	Transport and Public Realm	47.03	46.66	0.37
	Total GF Capital Programme	167.42	166.75	0.67
	Total HRA Capital Programme	184.90	184.90	0.00
	Total Capital Programme	352.32	351.65	0.67
	<u>Clean Growth & Development</u>			
	<u>Finance and Customer Experience</u>			
6.	<u>Customer Relationship Management (Addition of £0.30M in 2018-19)</u> Addition, under delegated powers, funded by capital receipts to implement a new Customer Relationship Management system to enable the Council to deliver a modern customer service function with a single customer sign-on.			
	<u>Transport and Public Realm</u>			
7.	<u>Highways (Addition of £0.03M in 2018/19)</u> Addition, under delegated powers, funded by strategic S106 contributions to invest in smarter traffic signals at the Regents Park Road junctions to improve queueing conditions and journey time reliability at this location.			
8.	<u>Cycling (Decrease of £0.08M in 2018/19)</u> A small element of the Clean Air Zone Early Measures grant from the Joint Air Quality Unit was specifically for promotion, engagement and awareness raising activities to encourage use of alternative modes of transport. The Council will use this funding to help promote cycling in the city. This revenue element of the grant has been removed from the capital programme to ensure the expenditure is accounted for in line with the Council's financial procedure rules.			
9.	<u>Integrated Transport (Addition of £0.09M in 2018/19)</u> Addition to programme, under delegated powers, funded by additional government grant funding from the Department of Transport for Smart Asset Management Sensors. The council is part of a pilot scheme to connect vehicles to collect and relay real time data on the condition of the transport network to enable intelligence led decision making.			
10.	<u>Members Minor Works (Addition £0.25M in 2018/19)</u> Addition, under delegated powers funded by Community Infrastructure Levy contributions to the Members Minor Works budget to be allocated by members for works on highways and integrated transport improvements in their wards.			

11.	<p><u>Play Area Improvements (Addition of £0.08M in 2018/19)</u></p> <p>Addition, under delegated powers, funded by site specific S106 contributions for works at Somerset Avenue play area to install new play equipment for use by local young families in the area.</p>																																																																																																									
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12.	<p>The forecast performance of individual capital programmes in 2018/19 is summarised in table 3 below.</p>																																																																																																									
<p><u>Table 3 – Summary of the General Fund & HRA Capital Forecast 2018/19</u></p> <table border="1"> <thead> <tr> <th></th> <th>Approved Programme £M</th> <th>Forecast £M</th> <th>Forecast Variance £M</th> <th>Forecast Variance %</th> </tr> </thead> <tbody> <tr> <td>Adult Care</td> <td>0.86</td> <td>0.56</td> <td>(0.30)</td> <td>(34.88)</td> </tr> <tr> <td>Aspiration, Schools and Lifelong Learning</td> <td>21.59</td> <td>21.54</td> <td>(0.05)</td> <td>(0.23)</td> </tr> <tr> <td>Clean Growth & Development</td> <td>11.22</td> <td>13.16</td> <td>1.94</td> <td>17.29</td> </tr> <tr> <td>Community Wellbeing</td> <td>2.62</td> <td>2.54</td> <td>(0.08)</td> <td>(3.05)</td> </tr> <tr> <td>Finance and Customer Experience</td> <td>7.15</td> <td>5.74</td> <td>(1.41)</td> <td>(19.72)</td> </tr> <tr> <td>Homes and Culture</td> <td>1.92</td> <td>1.92</td> <td>0.00</td> <td>0.00</td> </tr> <tr> <td>Transport and Public Realm</td> <td>37.66</td> <td>37.39</td> <td>(0.27)</td> <td>(0.72)</td> </tr> <tr> <td>General Fund Programme</td> <td>83.02</td> <td>82.85</td> <td>(0.17)</td> <td>(0.20)</td> </tr> <tr> <td>HRA Programme</td> <td>57.65</td> <td>50.60</td> <td>(7.05)</td> <td>(12.23)</td> </tr> <tr> <td>Total Capital Programme</td> <td>140.67</td> <td>133.45</td> <td>(7.22)</td> <td>(5.13)</td> </tr> <tr> <td colspan="5"><u>Financed by</u></td> </tr> <tr> <td>*CR - GF Borrowing</td> <td>33.98</td> <td>34.68</td> <td>0.70</td> <td>2.06</td> </tr> <tr> <td>*CR - HRA Borrowing</td> <td>18.25</td> <td>14.68</td> <td>(3.57)</td> <td>(19.56)</td> </tr> <tr> <td>Capital Receipts</td> <td>19.08</td> <td>18.49</td> <td>(0.59)</td> <td>(3.09)</td> </tr> <tr> <td>Direct Revenue Financing</td> <td>13.24</td> <td>12.70</td> <td>(0.54)</td> <td>(4.08)</td> </tr> <tr> <td>Capital Grants</td> <td>27.16</td> <td>27.10</td> <td>(0.06)</td> <td>(0.22)</td> </tr> <tr> <td>Contributions</td> <td>9.81</td> <td>9.53</td> <td>(0.28)</td> <td>(2.85)</td> </tr> <tr> <td>HRA – MRA</td> <td>19.15</td> <td>16.27</td> <td>(2.88)</td> <td>(15.04)</td> </tr> <tr> <td>Total Funding</td> <td>140.67</td> <td>133.45</td> <td>(7.22)</td> <td>(5.13)</td> </tr> <tr> <td colspan="5">*CR – Council Resources</td> </tr> </tbody> </table>			Approved Programme £M	Forecast £M	Forecast Variance £M	Forecast Variance %	Adult Care	0.86	0.56	(0.30)	(34.88)	Aspiration, Schools and Lifelong Learning	21.59	21.54	(0.05)	(0.23)	Clean Growth & Development	11.22	13.16	1.94	17.29	Community Wellbeing	2.62	2.54	(0.08)	(3.05)	Finance and Customer Experience	7.15	5.74	(1.41)	(19.72)	Homes and Culture	1.92	1.92	0.00	0.00	Transport and Public Realm	37.66	37.39	(0.27)	(0.72)	General Fund Programme	83.02	82.85	(0.17)	(0.20)	HRA Programme	57.65	50.60	(7.05)	(12.23)	Total Capital Programme	140.67	133.45	(7.22)	(5.13)	<u>Financed by</u>					*CR - GF Borrowing	33.98	34.68	0.70	2.06	*CR - HRA Borrowing	18.25	14.68	(3.57)	(19.56)	Capital Receipts	19.08	18.49	(0.59)	(3.09)	Direct Revenue Financing	13.24	12.70	(0.54)	(4.08)	Capital Grants	27.16	27.10	(0.06)	(0.22)	Contributions	9.81	9.53	(0.28)	(2.85)	HRA – MRA	19.15	16.27	(2.88)	(15.04)	Total Funding	140.67	133.45	(7.22)	(5.13)	*CR – Council Resources				
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13.	<p>The programme is currently forecast to be underspent by £6.64M plus net slippage of £0.58M in 2018/19. The reasons for the major forecast variances are detailed below and summarised in Appendix 1.</p>																																																																																																									

	<u>Adults Care</u>
14.	<p><u>Telecare Equipment (Forecast underspend of £0.30M)</u></p> <p>Implementation of telecare equipment is still proceeding but at a slower rate than anticipated due to reduced referrals. Referrals expected to increase in second half of the year but costs are unlikely require all of the remaining budget.</p>
	<u>Aspiration, Schools and Lifelong Learning</u>
15.	<p><u>Primary Review P2 - Sholing Junior School (Forecast overspend of £0.08M)</u></p> <p>There was a section 106 payment made to Transport relating to land at Sholing School (£0.05M). No accrual was made for the final 2017/18 payment to contractor relating (£0.03M). The over spend is to be offset by underspends in 2018/19.</p>
16.	<p><u>Portswood Primary School Expansion (Forecast underspend of £0.12M)</u></p> <p>Project completed at lower cost as a result of value engineering of the scheme. Initially carried out to bring the contract sum in line with budget greater efficiencies were produced.</p>
17.	<p><u>St Patricks School Expansion (Forecast underspend of £0.01M)</u></p> <p>The capital support grant of £0.21M, that was made available to the Diocese, was not spent in full because they were able to achieve the project outcomes at a lower cost due to lower cost negotiations.</p>
	<u>Clean Growth & Development</u>
18.	<p><u>Southampton New Arts Centre (Studio 144) (Forecast overspend of £3.03M)</u></p> <p>The overspend to the scheme is as a result of an award by the Contract Administrator to the fit-out contractor in regard to extension of time claims submitted. The award for the south building is due to repairs required following substantial flooding and the consequences of the building contractor remaining on site at the same time as the fit-out contractor. The award for the north building is due to issues with the design of the Primary Containment and the subsequent impacts to the fit-out contractor. Further claims have been raised regarding the installation of lifts during the project and the Council is awaiting the particulars to be issued by the Contract Administrator for assessment.</p> <p>This overspend will be offset in part by the addition of £1.60M of grant funding which will be added to the programme at the next update.</p>
19.	<p><u>Hampshire Community Bank (Forecast underspend of £1.00M in 2018/19)</u></p> <p>A £1.00M investment in Hampshire Community Bank (HCB) was approved, subject to the bank securing a banking licence. A banking licence has not been obtained, so investment will not be made. The budget will be removed from the programme at the next programme update.</p>
20.	<p><u>Water fountains (Forecast underspend of £0.09M)</u></p> <p>The original assumption of installing water fountains in the city parks is not feasible due to issues with connecting and ongoing testing of a water supply. Alternative options are being considered including water coolers will be installed as an alternative in Council buildings that can be accessed by the public and/or water bottle filling stations including opportunities for sponsored water bottle filling stations. Whilst any ongoing revenue costs will be met from existing budgets it is expected that the budget will be removed from the programme at the next programme update.</p>

	<u>Community Wellbeing</u>
21.	<u>Estate Parking Improvements (Slippage of £0.08M in 2018/19 to 2019/20)</u> Basic scheme designs were completed earlier this year but detailed designs and planning application only commenced in September 2018 due to an extended consultation to ensure agreement and sign up from residents. Works will commence in 2019/20.
	<u>Finance and Customer Experience</u>
22.	<u>Smart Ways of Working (Slippage of £1.70M from 2018/19 to 2019/20)</u> Project works are now scheduled to take place between late January and August 2019 based on the detailed project plan.
23.	<u>Desktop Refresh Programme (Rephasing of £0.27M from 2019/20 to 2018/19 and £0.02M from 2020/21 to 2019/20)</u> Project works brought forward to commence in October 2018 to be completed by 2019/20 following the restart of the programme which had been on hold. A large part of the expenditure will coincide with progress of the Smarter Ways of Working project.
	<u>Transport and Public Realm</u>
24.	<u>Mansel Park Play Area (Slippage of £0.20M from 2018/19 to 2019/20)</u> The works to improve the play area at Mansel park are expected to be carried out between March 2019 and August 2019.
25.	<u>Parks and Play Areas (Forecast underspend of £0.07M)</u> Riverside Park Pitch & Putt irrigation system upgrade is forecast as underspent by £0.05M, as the Pitch and Putt has now been licenced to be run by an external company, who will complete the irrigation system project under the licence. Mobile working for parks & street cleansing frontline staff project is completed with minor underspend £0.01M. Puffin Close play area is completed with a minor underspend of £0.01M. Actual costs were negotiated at a lower rate than assumed in setting the budget.
	<u>HRA</u>
26.	<u>ECO - Thornhill Heating (Forecast underspend of £1.87M and rephase £5.57M from 2019/20)</u> Due to pressure to complete fire safety works on high rise properties and increased costs of this, as a result of additional works required by Hampshire Fire & Rescue in the communal areas of these building, budget originally estimated for heating works in Thornhill in 2019/20 has been rephased to 2018/19 and realigned to the fire safety project to meet this priority. Of the remaining budget only £1.60M is required in 2018/19 to fulfil the project outcome to upgrade heating to Dimplex energy efficient controllable storage heaters that link to tenants' meters. A review of future year requirements in this area will take place and will be met within the constraints for the future year's budgets for this scheme.

27.	<p><u>External Windows and Doors (Forecast underspend of £0.80M)</u></p> <p>Reduced need for replacement doors and windows as the current condition of external windows and doors has been assessed as acceptable. Spend in 2018/19 is anticipated to be minimal and will be for final completion works to ensure windows and doors are remain at an acceptable condition. Works are due to recommence in 2019/20 when a programme will be established within the constraints of the existing future year's budgets for the scheme.</p>
28.	<p><u>Renew Warden Alarm (Forecast underspend of £0.45M)</u></p> <p>The tender process has yet to start for this scheme due to difficulties in agreeing technical brief requirements with Housing Services. As these requirements have not been established and the scheme is not demand led, the scheme has been re-scoped within the constraints of the future year's budget resulting in a forecast underspend from 2018/19 budget.</p>
29.	<p><u>Roofing Works (Forecast underspend of £3.40M)</u></p> <p>The tender process is still underway for the next phases of the existing programme of works within this scheme. The cost of the contract as a result of this is anticipated to be met from within the future year's budgets for this scheme. With minimal spend in 2018/19 for the completion of the existing contract an underspend has been forecast.</p>
30.	<p><u>Household Refurbishment Project - Kitchens and Bathrooms (Forecast underspend of £0.80M)</u></p> <p>A programme of works has not been identified for kitchens and bathrooms within HRA properties for 2018/19, and the likelihood of there being any significant demand for kitchens and bathrooms in the remainder of the financial year is considered to be minimal based on the current assessed conditions within these properties. A forecast underspend is anticipated from the 2018/19 budget with future years budgets expected to meet future demands.</p>
31.	<p><u>External Wall Insulation – Kingsland (Forecast underspend of £0.13M)</u></p> <p>Wall insulations works are near completion at Kingsland, the scheme is forecast to be underspent as existing insulation in some areas was found to be of an acceptable condition and did not require replacement.</p>
32.	<p><u>External Wall Insulation – Low Rise - (Forecast underspend of £1.00M)</u></p> <p>A minimal programme of works has been identified for external wall insulation within these buildings as the condition of the existing insulations has been deemed adequate for the near future. A further review is due to take place in 2019/20 to assess future requirements, these will be met within the constraints of the future year's budgets for this scheme.</p>
33.	<p><u>Removal of Gas from Tower Blocks (Forecast underspend of £0.19M)</u></p> <p>Works which the Council were to carry to remove gas from tower blocks within the city to replace gas cookers with electric cookers as they are more cost effective, have been carried out by Southern Gas Network at their expense, therefore this budget is not required.</p>
34.	<p><u>Energy Company Obligations (ECO): City Energy Scheme (Forecast overspend of £0.48M)</u></p> <p>A claim for additional fees from the project contractor has been received for additional time on the contract. However a counter claim has been made against this in relation to incomplete and sub-standard work and the project over run.</p>

	The current forecast overspend is based on the worst case scenario of a maximum payment to the contractor and could reduce if the counter claims are successful.																														
35.	<p><u>Energy Company Obligations (ECO): - Canberra Towers (Slippage of £3.40M from 2018/19 to 2019/20)</u></p> <p>The contract documents for external wall insulation and replacement windows to meet energy company obligations have not been completed, as a consultation required by Housing Policy and the Section 20 processes has caused an extension to this process. As a result the design, development and tender document preparations stages have been delayed to 2019/20.</p>																														
36.	<p><u>Lift Refurbishment – Shirley Towers (Slippage of £1.06M from 2018/19 to 2019/20)</u></p> <p>The tender process is underway for lift refurbishment at Shirley Towers and is not expected to be completed until later in the financial year. Due to the lengthy delay in the tender process, this has not allowed critical project activities such as planning and safety checks to be carried out, these works will therefore be carried out in 2019/20.</p>																														
CAPITAL RESOURCES																															
37.	<p>The resources which can be used to fund the capital programme are as follows:</p> <ul style="list-style-type: none"> • Central Government Grants and from other bodies • Contributions from third parties • Council Resources - Capital Receipts from the sale of HRA assets • Council Resources - Capital Receipts from the sale of General Fund assets • Revenue Financing • Council Resources - Borrowing 																														
38.	Capital Receipts from the sale of Right to Buy (RTB) properties are passed to the General Fund capital programme to support the Private Sector Housing schemes within the Sustainability Portfolio.																														
39.	It should be noted that the revised General Fund Capital Programme is based on prudent assumptions of future Government grants to be received. The majority of these grants relate to funding for schools and transport and are unringfenced. However in 2018/19 these grants have been passported to these areas.																														
40.	Table 4 shows the current level of available resources.																														
	<p><u>Table 4 – Available Capital Funding</u></p> <table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="text-align: left;">Resource</th> <th style="text-align: right;">Balance Fwd £M</th> <th style="text-align: right;">Received to Date 2018/19 £M</th> <th style="text-align: right;">Allocated To Current Programme £M</th> <th style="text-align: right;">Available Funding £M</th> <th style="text-align: right;">Anticipated Receipts 2018/19 £M</th> </tr> </thead> <tbody> <tr> <td>Capital Receipts</td> <td style="text-align: right;">(11.28)</td> <td style="text-align: right;">(0.77)</td> <td style="text-align: right;">10.44</td> <td style="text-align: right;">(1.61)</td> <td style="text-align: right;">(4.58)</td> </tr> <tr> <td>CIL</td> <td style="text-align: right;">(9.43)</td> <td style="text-align: right;">(2.35)</td> <td style="text-align: right;">2.32</td> <td style="text-align: right;">(9.46)</td> <td style="text-align: right;">(1.00)</td> </tr> <tr> <td>S106</td> <td style="text-align: right;">(10.63)</td> <td style="text-align: right;">(0.41)</td> <td style="text-align: right;">5.56</td> <td style="text-align: right;">(5.48)</td> <td style="text-align: right;">(0.74)</td> </tr> <tr> <td></td> <td style="text-align: right; border-top: 1px solid black;">(31.34)</td> <td style="text-align: right; border-top: 1px solid black;">(3.53)</td> <td style="text-align: right; border-top: 1px solid black;">18.32</td> <td style="text-align: right; border-top: 1px solid black;">(16.55)</td> <td style="text-align: right; border-top: 1px solid black;">(6.32)</td> </tr> </tbody> </table>	Resource	Balance Fwd £M	Received to Date 2018/19 £M	Allocated To Current Programme £M	Available Funding £M	Anticipated Receipts 2018/19 £M	Capital Receipts	(11.28)	(0.77)	10.44	(1.61)	(4.58)	CIL	(9.43)	(2.35)	2.32	(9.46)	(1.00)	S106	(10.63)	(0.41)	5.56	(5.48)	(0.74)		(31.34)	(3.53)	18.32	(16.55)	(6.32)
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41.	The table shows that the largest resource currently available is Community Infrastructure Levy (CIL) funding. A review has been undertaken of all S106 and CIL monies to ensure that programmes of work are matched to the appropriate funding and to identify areas where business cases are required for new projects. This work will be ongoing as part of the monitoring process																																																								
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43.	Table 5 below shows the previous and current capital receipt assumptions, together with the actual receipts received in year for the General Fund. There has been an increase of £0.16M since the last reported position due to updated valuations based on the current market conditions. It should be noted that both the previous and latest forecast positions have been adjusted to remove receipts for properties not yet on the market.																																																								
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Realm							
General Fund Programme	81.33	24.53	30.97	11.96	18.63	167.42	
HRA Programme	58.76	46.74	43.95	35.45	0.00	184.90	
Total Capital Programme	140.09	71.27	74.92	47.41	18.63	352.32	

Table 7 – Use of Resources

	2018/19 £M	2019/20 £M	2020/21 £M	2021/22 £M	2022/23 £M	Total £M
*CR - GF Borrowing	32.97	9.48	11.63	11.96	18.59	84.63
*CR - HRA Borrowing	18.75	20.67	10.09	0.00	0.00	49.51
Capital Receipts	19.08	1.14	1.22	2.84	0.00	24.28
Direct Revenue Financing	12.70	2.98	10.22	11.25	0.00	37.15
Capital Grants	27.16	13.38	19.29	0.00	0.04	59.87
Contributions	9.67	0.14	0.00	0.26	0.00	10.07
HRA - MRA	19.76	23.48	22.47	21.10	0.00	86.81
Total Financing	140.09	71.27	74.92	47.41	18.63	352.32
*CR – Council Resources						

45. Table 7 demonstrates that the most significant amount for funding for the General Fund programme is provided by Council Resources, which at present, will be mainly through borrowing. Borrowing costs are in the main met within a central provision. The HRA programme is primarily funded by Major Repairs Allowance (direct revenue contribution).

RESOURCE IMPLICATIONS

Capital/Revenue

46. This report principally deals with capital and the implications are set out in the main body of the report. However, the revenue implications arising from borrowing to support the capital programme are considered as part of the General Fund revenue budget. In addition any revenue consequences arising from new capital schemes are considered as part of the approval process for each individual scheme.

Property/Other

47. There are no specific property implications arising from this report other than the schemes already referred to within the main body of the report.

LEGAL IMPLICATIONS

Statutory power to undertake proposals in the report:

48. Financial reporting is consistent with the Chief Financial Officer's duty to ensure good financial administration within the Council. The Capital Programme update is prepared in accordance with the Local Government Acts 1972 – 2003.

Other Legal Implications:	
49.	None directly, but in preparing this report, the Council has had regard to the Human Rights Act 1998, the Equality Act 2010, the duty to achieve best value and statutory guidance issued associated with that, and other associated legislation.
RISK MANAGEMENT IMPLICATIONS	
50.	None.
POLICY FRAMEWORK IMPLICATIONS	
51.	The update of the Capital Programme forms part of the overall Budget Strategy of the Council.
KEY DECISION?	Yes/No
WARDS/COMMUNITIES AFFECTED:	NONE
<u>SUPPORTING DOCUMENTATION</u>	
Appendices	
1.	GF & HRA Forecast Variances as at September 2018.
Documents In Members' Rooms	
1.	
2.	
Equality Impact Assessment	
Do the implications/subject of the report require an Equality and Safety Impact Assessments (ESIA) to be carried out.	Yes/No
Privacy Impact Assessment	
Do the implications/subject of the report require a Privacy Impact Assessment (PIA) to be carried out.	Yes/No
Other Background Documents	
Equality Impact Assessment and Other Background documents available for inspection at:	
Title of Background Paper(s)	Relevant Paragraph of the Access to Information Procedure Rules / Schedule 12A allowing document to be Exempt/Confidential (if applicable)