ANNEX 2.2

GF & HRA Major Forecast Favourable and Adverse Variance Since Last Reported Position

	Children & Learning
1.	St Marks School (Favourable £0.20M, increase of £0.20M since last reported position) The temporary modular school is required for an additional 9 weeks hire due delays in progression of the works as a result of COVID-19 working restrictions placed on the construction site. This will be a revenue cost and the capital budget will be reduced to reflect this.
	Finance & Income Generation
2.	Property Investment Fund (Favourable £50.00M, increase of £50.00M since last reported position) Due to changes in the regulations on borrowing to investment and generate a yield that the Public Works Loans Board have issued there is no longer viable funding source for this scheme. This scheme will be removed from the capital programme as part of the capital programme budget update.
	Green City & Place
3.	Additional Roads Programme Favourable £0.50M, increase of £0.50M since last reported position) Works carried out by Balfour Beatty have been identified as capital expenditure which were previously charged to revenue. To allow for the correct treatment in the final accounts of these costs these need to be charged to the capital programme. These costs will be offset in part by the gain/share from the partnership contract.
	HRA
4.	Structural Works CG0178 - Favourable £0.77M, increase of £0.57M since the last reported position Works restarted in August and with a completion date of this financial year. Works backlogged as a COVID-19 shutdown will be carried out in 2021/22 and costs met from future years budgets.
5.	Right to Buy - Satisfactory Purchase Scheme CG0119 - Favourable £2.58M, increase of £1.35M since the last reported position The acquisitions policy for buying back properties that were purchased under the Right to Buy scheme is currently under review which means any purchases have been put on hold. Once this review is completed agreed acquisitions will continue in 2021/22 and costs met from future years budgets.