

**Report to the: Finance and Value for Money Overview and Scrutiny  
Commission – 12 February 2021  
Cabinet 22 March 2021**

Wards: All

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**2020/21 Capital Monitoring – Third Formal Report**

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**Report of the Director of Finance and Transformation (s151 Officer)**

This item is not exempt  
Therefore exempt reasons are not applicable

This is a Non-Key Decision

**1. Purpose of the Report and Summary**

1.1. To provide Members with an updated overview of progress against budget and planned activity for the 2020/21 capital programme.

**2. Executive Summary**

2.1. The report provides detail of both expenditure against budget and progress against delivery outputs/milestones. The following appendices are included which incorporate the following:

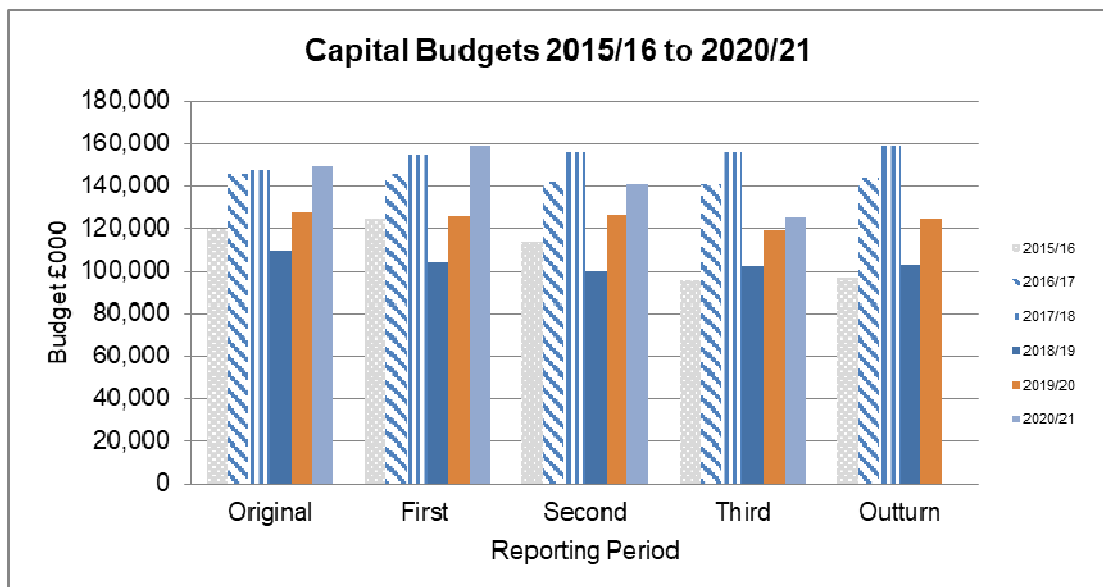
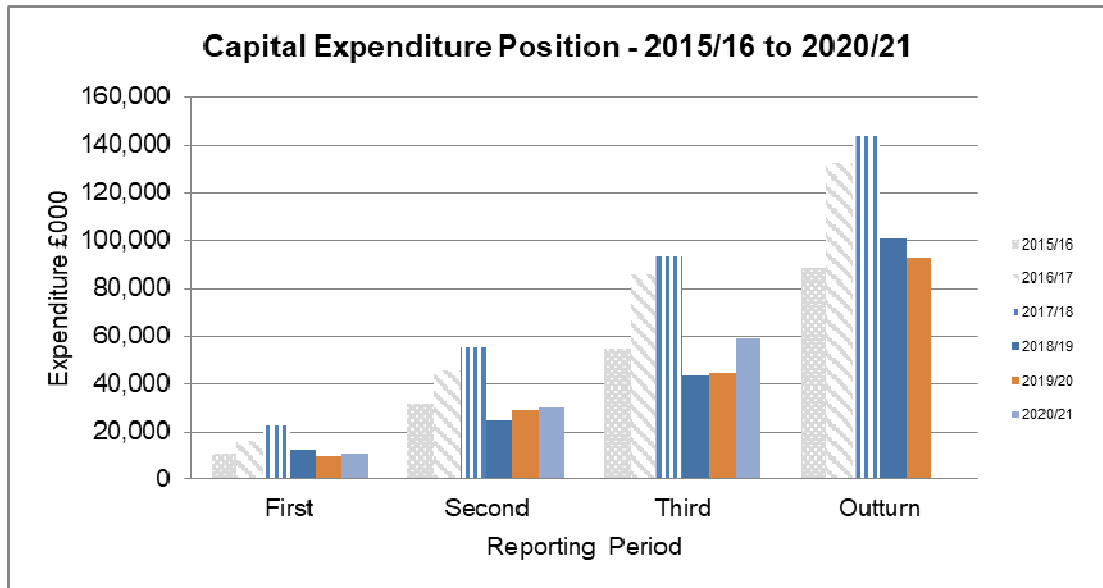
- Appendix A – Capital Programme 2020/21 to 2022/23 reconciliation of programme changes;
- Appendix B – Forecast outturn for 2020/21 and a summary of outputs/milestones information (separated by Portfolio Holder responsibilities);
- Appendix C – Revised capital programme 2020/21 to 2022/23 incorporating known changes since the last report to Cabinet on 23<sup>rd</sup> November 2020.

2.2. Actual spend as at the 31 December 2020 is £58.9 million against a revised budget of £150.2 million. Project managers have provided revised forecasts which suggest a forecast outturn of £120 million, as shown at Appendix B.

2.3. In light of the current situation Programme Managers have based their forecasts on a current assessment of the impact of COVID-19 on the programme and subsequent possible delays to the delivery of the capital schemes. However, it very difficult to predict the outturn at the moment and whilst contractors may be keen to accelerate spend and catch up and hence Programme Managers predicting significant delivery there are currently supply chain problems and

uncertainty over COVID working practices and possible risk of increased infection rate, therefore the s151 Officer continues to believe a more prudent view is nearer £96 million hence a 20% adjustment to the forecast outturn.

- 2.4. Appendix A provides an analysis of resource amendments to the programme arising from additional grant income and the development of previously approved schemes.
- 2.5. An analysis of capital spending patterns, and forecast outturn positions (budgets) is provided graphically below:



- 2.6. A final outturn report will be presented to Members in May 2021.

### 3. Recommendations

It is recommended that:

- 3.1. Members note the monitoring information provided at Section 8 and Appendix B.
- 3.2. Members approve the amendments to the programme detailed at Appendix A, summarised below as:

	£m	£m
<b>Current Approved Programme for 2020/21 to 2022/23 (Cabinet 23/11/20)</b>		<b>428.952</b>
Resource Amendments:		
- External Grant Funding Confirmations	-7.432	
- Spend to Save Schemes	1.205	
- HRA Realignment	-0.581	
		-6.808
<b>Proposed Revised Programme</b>		<b>422.144</b>

- 3.3. Members note the forecast outturn as detailed at Appendix B and approve the revised capital programme for 2020/21 to 2022/23, incorporating the proposed amendments, as detailed at Appendix C.

### 4. Reasons for Recommendations

- 4.1. The recommendations are to approve the changes to the capital programme following the announcement and/or confirmation of additional external grant allocations to support specific programmes.
- 4.2. Enables Members to consider the progress and delivery of the approved Capital Programme within the approved funding envelope.

### 5. Impact on other Executive Committees (including Area Committees)

- 5.1. The provision of reliable financial information supports the Council's decision making processes and therefore impacts on all Council priorities.

## **6. Background**

- 6.1. The capital programme for 2020/21 to 2022/23 was approved by Council on 27 February 2020, based on the latest funding assumptions and the financial implications are appropriately reflected within the revenue budget projections contained within the reports relating to Medium Term Financial Plan (MTFP) and Housing Revenue Account (HRA).
- 6.2. As part the 2020/21 capital programme monitoring cycle, a revised programme was approved by Cabinet on 27<sup>th</sup> July 2020 (first formal report monitoring update), and approved reprofiling adjustments in relation to project commitments in light of 2019/20 outturn, and by Cabinet on 23<sup>rd</sup> November 2020 (second formal monitoring update).
- 6.3. Appendix A provides an analysis of the programme movements.
- 6.4. This report provides members with a third reported position for 2020/21.

## **7. Issues for Consideration**

- 7.1. This is the third monitoring report of 2020/21 and provides Members with an updated overview of progress against budget and planned activity for the 2020/21 capital programme. The following sections provide the overview in more detail.

## **8. Programme Exception Reporting**

- 8.1. This report is focussed around programme exceptions, following on from the returns submitted by individual Programme Managers, and are detailed in the table below.
- 8.2. Whilst the intention is to understand and address the reasons why spend against profile variances arise, it is apparent based on the explanations provided by Programme Managers in this monitoring round, that some exceptions are in this case unforeseen, unavoidable or outside the control and influence of the Programme Manager.
- 8.3. The tables below summarises the variations in programme profiles and deliverables:

### Significant Programme variations arising from delays in programme spend and/or milestone/project delivery

Programme	Budget £'000	Forecast Outturn £'000	Variance £'000	Reasons for Programme Variations
<b>Programme Variations</b>				
Albert Avenue Baths	1,115	515	(600)	To refurbish the existing facility to bring the existing Lido back into use as well addressing backlog maintenance. Demolition works on hold during the Covid shutdown and concentration on Beverley Road Baths scheme. Re-engagement with the contractor to commence with a start date to be agreed.
Beverley Road Baths	2,514	1,514	(1,000)	To refurbish the existing facility and address backlog maintenance. Revised profile reflects latest forecasts following impact of Covid shutdown and finalisation of early works prior to main phase of refurbishments in 21/22.
Carbon Neutral 2030	1,120	150	(970)	The start of the programme has been delayed by Covid-19 and staff resources within the Climate Change Team and Major Projects. With the ongoing impacts of Covid -19 and the Programme obtaining its delegations to spend in October the Programme is expected to be significantly underspent this financial year.  It is expected that with the appointment of key consultants in the final quarter of 20/21 will enable increased delivery in 2021/22.
HRA – Empty Properties	1,553	821	(732)	This budget provides for the on-going refurbishment of acquired properties to bring back into use as council housing supported by Home England (HE) Affordable Homes grant funding.  The programme of works includes 11 previously acquired properties currently undergoing refurbishment, with the current year proposed acquisition and refurbishment programme in the process of being established subject to affordability.  KWL have confirmed that they expect to complete all 11 properties by the March 2021 deadline to meet HE budget requirements, but due to staff absences caused by a Covid-19 this may be threatened so it is possible that we may need to move funding to 21-22 to cover slippage.
HRA – High Rise Fire Protection Works	775	95	(680)	The works to enhance existing fire resistant doors have been delayed due to COVID and awaiting the approval from the Local Authority Building Control of the fire door specification. It is now expected that this scheme of works will start April/May 2021.

				<p>Access restrictions from customers largely down to the current COVID situation is preventing HHSRS Flat 5 Type works.</p> <p>The general fire measures provision provides for any installation or improvements arising from the outcome and recommendations of the Grenfell Tower Inquiry report. The budget includes identified schemes for Bin Chute Sprinklers and Laminate Panels which will not commence this financial year. Service Cupboard Pipe Work refurbishment works are expected to start in February 2021. Further slippage identified for general fire measures provision at Period 3.</p> <p>The current expenditure forecast reflects the best estimate of spend due to the current COVID-19 pandemic based on available information. The current and future year budgetary requirements will remain under close review as the year progresses.</p>
HRA – New Build	10,365	8,929	(1,436)	<p>The covid-19 pandemic has had a significant impact on the delivery of new homes. In the short term as a result of the pandemic all sites were forced to shut down, with activity recommencing in June. Therefore this had a knock on effect to the programme regarding handover/ completion dates. For new schemes/contracts the implications of covid-19 have meant that contractors who were meant to start on site in the summer of 2020 have only recently achieved a start on site in October/ November 2020 owing to resource and capacity issues. In addition, having to adhere to social distancing on site is impacting on productivity and therefore the cost to deliver new schemes. There are also issues with supply chains and longer lead in periods for the delivery of components and materials to site.</p> <p>The programme this year is forecast to deliver 27 new homes which is a reduction from the 64 forecast at the start of the year owing to Covid. However a significant amount of work has been undertaken in the pre development phase of many schemes to ensure the pipeline of delivery remains strong over future years.</p>
HRA – Planned Capital Works	13,715	11,925	(1,790)	<p>The Council has an on-going duty to maintain the Council housing stock to the government's decent homes standard. A planned programme of works is developed each year underpinned by the business plan to assess long term affordability of the HRA. This identifies the main elements of work (i.e. kitchens, heating, rewire, roofing, window and door replacement) required to specific addresses to ensure the decent homes standard is maintained.</p>

				<p>There are many variances that have arisen across most of the programme at this stage of the year as a result of the current COVID-19 pandemic. Programmed works not been able to commence until Q2, with some works not been able to start until Q3. The scheme of works for the replacement of lightning conductors at high and low rise blocks are now ready for tender with the main programme of works expected to start in 2021-22. Remaining budget now identified as further slippage into 2021/22 to the previously reported slippage at Q1.</p>
Disabled Facilities Grant	2,541	1,600	(941)	<p>DFG funding is through the Department for Health Better Care Fund DFG Grant. There is now a waiting list for housing surveys as a result of COVID19 as surveys and adaptation works ceased to all but essential cases where the occupant/s have not been shielding or self-isolating in accordance with Government guidance.</p> <p>The Housing Service has put resources into place to be able to address the waiting list and is working closely with Occupational Therapy (OT) colleagues and contractors to deliver the service in accordance with Government guidance. Housing surveys recommenced in July 2020, however, there has been access issues and a further national lock down.</p> <p>The forecast outturn is now expected to be in the region of £1.6m, and the carry forward on uncommitted funding is requested to be re-profiled for use in 2021-22.</p> <p>Discussions with Adult Social Care colleagues and the CCG have been ongoing to identify additional projects/work streams eligible for DFG funding within this year. Projects have been developed with outcomes to try and prevent admission into hospital and enable hospital discharge, however, these are not high in financial value and therefore the forecast reflects this.</p>
Schools Maintenance & Improvements	19,218	9,907	(9,311)	<p>The department is continuing to deliver against a very difficult and uncertain backdrop to ensure that school place provision remains a top priority for the council and the children in the city. The Schools Capital Programme 2020/21 includes schemes to address basic need for primary, secondary and also Special Educational Needs and Disabilities (SEND) places.</p> <p>Works to design and build a new primary school at the Broadacre site continues. Planning approval was gained 14th October and Financial close anticipated by end of November 2020. The forecast start on site date is January 2021 with completion February 2022. Demolition of the old site and external works to complete September 2022.</p>

				<p>Due to Covid19, Newington Primary School have requested this project be delayed until summer holidays 2021 to allow the site to be free of students. MP&amp; I will continue to work with the design team and planning to accommodate this request.</p> <p>Additional forward funded Basic Need Grant Funding has been received in 20/21 to support identified schemes which will be utilised over the next 2 financial years.</p>
Traveller Sites	800	120	(680)	<p>Cabinet approved in February 2020 for a feasibility study and consultation with the community on proposals to provide extra permanent pitches and a temporary stopping site on two sites at Bedford Street and Mount Pleasant.</p> <p>In March consultation took place with the local traveller community to discuss both proposed sites. Shortly after this event the Covid-19 lockdown began which has impacted on further consultation taking place. We are again now in a position to progress consultation with the local community. The pandemic also delayed getting onto the sites to start the site investigations. Site Investigations have now taken place and the results for both of the sites are due in the coming weeks. The results of these site investigations will determine the extent of remediation work required to deal with any contamination and the extent of any costs required to deal with this.</p>
Bridge Repairs	567	50	(517)	<p>Delays occurred in appointing external consultants for principal inspections and assessments due to COVID impact. Coming out of Covid 19 restrictions, this budget is required to enable the Bridges team to carry out its client function and commission inspections and assessment through external consultants. We currently have 19 bridges schemes at various stages of inspection/assessment/feasibility.</p>
High St/Queens St	1,000	100	(900)	<p>Outline design started and surveys commissioned. Consultation with surrounding developments progressing. Due to the large programme of works associated with the new development on Blackfriargate and associated works to the A63 scheme it is not possible to gain highway access to undertake the work until March 2020. Quarter 3 re-profile 900k into 2021/22 to deliver the scheme.</p>
Highways Estate Maintenance/Verges	500	0	(500)	<p>Resource focused on COVID-19 response schemes and capital schemes in the overall main Highways programme.</p>



Highways Projects	14,467	12,773	(1,694)	<p>Design and delivery of the capital programme carriageway schemes is progressing well. Two schemes have completed, four are on site, and seven have been tendered awaiting start on site dates early quarter 4. A further two schemes are in design. On footways, fourteen have completed, one is on site and a further two schemes are awaiting a start on site date. Carriageway schemes funded by £3.91m from DfT Challenge fund are generally progressing well, Hessle Rd is ahead of programme, Anlaby Road slightly behind, but Holderness on target. Anticipated all Challenge fund schemes will be fully complete by end of this financial year.</p> <p>Funding for the second tranche of EATF has been announced and Hull secured all it's provisionally allocated funding; total funding across both tranches of £1.3m. This enables design work for cycle schemes on Holderness Road, Anlaby Road and Hessle Road to be progressed. Separate LEP funding to deliver cycle schemes on Beverley Road and a route between Cottingham and the City centre are in design. Early works on Beverley Road for the branding of the bus lanes has already commenced.</p> <p>Work on Stoneferry corridor footways is ongoing and discussions with the contractor to finalise highway designs are taking place.</p>
Priory Way	1,794	658	(1,136)	The contractor for Priory way has the design team working on developing designs and constructive design meetings are progressing. Start on site is anticipated in Q4. Therefore scheme will be delivered within 21/22.
Wawne View/Kingswood APP Infrastructure	1,773	50	(1,723)	Programmed to start some additional design work in Q4 subject to available resource being available to manage the process. Quarter 3 re-profile into 2021/22 to deliver the scheme.
Humber High Street Challenge Fund	2,884	2,275	(609)	Interest in grant take up has been impacted by COVID-19. Expenditure is therefore behind profile. Capital switching has been implemented whereby LGF funds will be defrayed prior to deadline of 31 March 2021. HCC and Historic England funding has been rolled over into the following financial year. The wider scheme is able to continue funding projects until 31 March 2022. Only LGF monies need to be expended by 31 March 2021.

Future High Street Challenge Fund	1,094	456	(638)	FHSF funding was anticipated to be awarded in summer 2020. This date has been pushed back repeatedly by the government. Current messaging regarding target award date remains Autumn 2020 which also appears unlikely to be met and projected expenditure has been rolled back to later in the programme. The FHSF programme will run until 31 March 2026.
Investment in Museums	4,500	1,758	(2,742)	<p>Project has faced significant challenges in attaining programmed spend, both through C19 which has slowed the design process in the first half of the year and in poor tender responses which has necessitated retendering of the two key elements of the scheme. Re-profiling has been agreed with the NHLF and the underspend from 20/21 required re-profiling in future years capital programme which will also cause consequential changes in future years.</p> <p>The project team have developed plans to RIBA 4 for the North End shipyard and have tendered the main works to the Dock Office Building and Maritime Museum along with the Historic Ships. Currently the RIBA 4 cost plans indicate proposals remain within budget.</p> <p>All staff resources are now in place. The Council has been carrying out a comprehensive online engagement during the C-19 to ensure public awareness and engagement.</p>
Queens Gardens	1,469	295	(1,174)	<p>The process of design review is nearing completion which is the final stage in the development of the RIBA Stage 4 drawing package. The completed drawings are with the QS for cost analysis and the preparation of tender documentation.</p> <p>Delay in commencement on site due to Covid-19 impacting on completion of design stage.</p>
<b>Total</b>	<b>83,764</b>	<b>53,991</b>	<b>(29,773)</b>	

**Significant accelerations in Programme delivery and profile resulting in a forecast increased in year spend.**

<b>Programme</b>	<b>Budget £'000</b>	<b>Forecast Outturn £'000</b>	<b>Variance £'000</b>	<b>Reasons for Programme Variations</b>
Corporate Buildings Maintenance	2,092	4,500	2,408	During the third quarter all planned and statutory projects are fully commissioned and within a period of execution and monitoring. In addition Covid19 related works and the effects of Covid19 are taking significant resourcing in managing and planning works to mitigate, whilst the experience across some programmes of work is generally of a slowdown, this is not relevant to the health and safety of HCC property and assets which is accelerating. HCC financial commitment to making the estate Covid compliant, adjustment and alterations to buildings and equipment and the additional of social distancing measures will incur additional costs which will be realised by the end of the financial year. Overall variance has further increased by the transfer of funding to facilitate the refurbishment of the Ice Arena as agreed by Cabinet in November 2020.
HRA – Solid Wall Insulation	11,514	12,140	626	Commencement of work on the phase 3 programmes was delayed due to Government lockdown for the Covid 19 Coronavirus and Health and Safety. The allocated budget for the programme does not include the increased costs claimed by the Contractor as a relief event under the Contract but is included within this year's spend. There is a risk of further increased costs for out of sequence working due to customers isolating and the Contractor having to return to complete the works.
City Centre Public Realm	800	1,505	705	Paving works for Public Realm Phase 3 are progressing well on site despite the constraints of the necessary social distancing measures, the interchange paving is largely complete together with the footway west side of Ferensway. The footways to the east side of Prospect Street and north side of Brook Street are substantially complete. Additional funding to be sought from Highways and Museums programmes as related works.
<b>Total</b>	<b>14,406</b>	<b>18,145</b>	<b>3,739</b>	

## 9. Capital Programme Reprofile

9.1. Actual capital expenditure to 31 December 2020 for the full capital programme amounts to £58.9 million against a revised budget of £150.2 million for 2020/21. Whilst historic trends suggest spend levels do increase significantly in the later months of the year, Programme Managers have reviewed the forecast outturn positions (Appendix B), and they remain confident of delivering the approved programme for 2020/21, although several programmes require budgets to be re-phased into future years. In light of the current situation Programme Managers have based their forecasts on a current assessment of the impact of COVID-19 on the programme and subsequent possible delays to the delivery of the capital schemes.

9.2. A summary of the proposed reprofiling changes is shown in the following table:

	<b>Budget 2020/21 £m</b>	<b>Budget 2021/22 £m</b>	<b>Budget 2022/23 £m</b>	<b>Total £m</b>
Current Position	141.342	165.546	122.064	428.952
Resource Amendments	8.820	(4.557)	(11.071)	(6.808)
Proposed Reprofile	(24.743)	26.743	(2.000)	-
<b>Revised Position</b>	<b>125.419</b>	<b>187.732</b>	<b>108.993</b>	<b>422.144</b>
<b>Programme Managers Forecast Outturn</b>	<b>120.084</b>			
<b>s151 Adjusted Outturn re COVID-19 Impact</b>	<b>96.067</b>			

9.3. In addition to the programme exceptions highlighted in section 8 above, further minor programme reprofiling is required. The table below provides a summary analysis of the above reprofiling changes at Programme level.

### Analysis of proposed Capital Programme Reprofiling adjustments

Programme	Current Budget 2020/21 £'000	Revised Budget 2020/21 £'000	Change £'000	Current Budget 2021/22 £'000	Revised Budget 2021/22 £'000	Change £'000	Current Budget 2022/23 £'000	Revised Budget 2022/23 £'000	Change £'000
<b>Culture, Leisure and Tourism</b>									
Albert Avenue Baths	1,115	515	(600)	2,186	2,786	600	-	-	-
Beverley Road Baths	2,514	1,514	(1,000)	1,514	2,514	1,000	-	-	-
<b>Sub Total</b>	<b>3,629</b>	<b>2,029</b>	<b>(1,600)</b>	<b>3,700</b>	<b>5,300</b>	<b>1,600</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Economic Investment, Regeneration &amp; Planning</b>									
Boulevard UFE	500	350	(150)	767	917	150	-	-	-
Building Optimisation	1,915	1,696	(219)	-	219	219	-	-	-
Carbon Neutral 2030	1,120	150	(970)	3,850	4,820	970	13,250	13,250	-
City Hall Shops	122	0	(122)	-	122	122	-	-	-
Corporate Building Maintenance	2,092	4,500	2,408	1,557	1,149	(408)	2,000	-	(2,000)
Corporate Property Energy Savings	415	336	(79)	-	79	79	-	-	-
Guildhall Roof	1,227	1,014	(213)	205	418	213	-	-	-
Hepworths Arcade	250	10	(240)	-	240	240	-	-	-
Multi Storey Car Parks	100	68	(32)	277	309	32	-	-	-
<b>Sub Total</b>	<b>7,741</b>	<b>8,124</b>	<b>383</b>	<b>6,656</b>	<b>8,273</b>	<b>1,617</b>	<b>15,250</b>	<b>13,250</b>	<b>(2,000)</b>
<b>Learning, Skills and Safeguarding Children</b>									
Childrens Homes Reprovision	1,304	1,035	(269)	688	957	269	-	-	-
Schools Maintenance and Improvement	19,218	9,907	(9,311)	4,728	14,039	9,311	4,000	4,000	-
<b>Sub Total</b>	<b>20,522</b>	<b>10,942</b>	<b>(9,580)</b>	<b>5,416</b>	<b>14,996</b>	<b>9,580</b>	<b>4,000</b>	<b>4,000</b>	<b>-</b>
<b>Neighbourhood, Communities &amp; Environment</b>									
Local Community Initiatives	654	1,449	795	1,795	1,000	(795)	1,000	1,000	-
Traveller Sites	800	120	(680)	1,853	2,533	680	-	-	-
<b>Sub Total</b>	<b>1,454</b>	<b>1,569</b>	<b>115</b>	<b>3,648</b>	<b>3,533</b>	<b>(115)</b>	<b>1,000</b>	<b>1,000</b>	<b>-</b>
<b>Operational Services</b>									
Bridge Maintenance	658	400	(258)	2,000	2,258	258	-	-	-

Bridge Repairs (feasibility)	567	50	(517)	-	517	517	-	-	-
High Street/Queen Street	1,000	100	(900)	250	1,150	900	-	-	-
Highways Estate Management/Verges	500	-	(500)	-	500	500	-	-	-
Highways Projects	14,467	12,773	(1,694)	7,451	9,145	1,694	4,000	4,000	-
Highways Scheme Development	567	190	(377)	-	377	377	-	-	-
Park & Ride	279	-	(279)	-	279	279	-	-	-
Pearson Park Road	300	96	(204)	-	204	204	-	-	-
Priory Way	1,794	658	(1,136)	-	1,136	1,136	-	-	-
Saltbarn Reprovision	392	100	(292)	-	292	292	-	-	-
Water Pumps	157	1	(156)	-	156	156	-	-	-
Wawne View/Kingswood AAP	1,773	50	(1,723)	2,780	4,503	1,723			
<b>Sub Total</b>	<b>22,454</b>	<b>14,418</b>	<b>(8,036)</b>	<b>12,481</b>	<b>20,517</b>	<b>8,036</b>	<b>4,000</b>	<b>4,000</b>	<b>-</b>
<b>Visitor Destination Programme (Major Projects)</b>									
Beverley Road THI	593	321	(272)	1,097	1,369	272	450	450	-
Dance Studio (feasibility)	100	-	(100)	-	100	100	-	-	-
District Heating (feasibility)	553	153	(400)	17,000	17,400	400	-	-	-
High Street Heritage Action Zone	175	85	(90)	700	790	90	875	875	-
Humber High Street Challenge Fund	2,884	2,275	(609)	450	1,059	609	-	-	-
Future High Street Challenge Fund	1,094	456	(638)	197	835	638	-	-	-
Investment in Museums	4,500	1,758	(2,742)	6,798	9,540	2,742	16,671	16,671	-
Queens Gardens	1,469	295	(1,174)	2,695	3,869	1,174	-	-	-
<b>Sub Total</b>	<b>11,368</b>	<b>5,343</b>	<b>(6,025)</b>	<b>28,937</b>	<b>34,962</b>	<b>6,025</b>	<b>17,996</b>	<b>17,996</b>	<b>-</b>
<b>Total</b>	<b>67,168</b>	<b>42,425</b>	<b>(24,743)</b>	<b>60,838</b>	<b>87,581</b>	<b>26,743</b>	<b>42,246</b>	<b>40,246</b>	<b>(2,000)</b>

## **10. Options and Risk Assessment**

- 10.1. This report is to provide Members with an overview of the current progress of delivery of the approved Capital Programme, and to approve variations to the Programme based on additional and revised funding streams.

## **11. Risk Assessment**

- 11.1. Given spending of £58.9 million has been achieved to 31 December 2020, a significant acceleration in the rate of spending over the remaining months of the year is required if the revised forecast outturn of c£120 million is to be delivered.

## **12. Consultation**

- 12.1. Consultation will be undertaken for specific programmes or individual schemes where appropriate.

## **13. Comments of the Town Clerk (Monitoring Officer)**

- 13.1. The amendments to the Capital Programme fall within the framework agreed by Council in February 2020. (IA)

## **14. Comments of the S151 Officer**

- 14.1. The Director of Finance and Transformation (S151 Officer) is the author of the report.

## **15. Comments of the HR City Manager and Compliance with the Equality Duty**

- 15.1. There are no staffing or equality issues arising from the update.

## **16. Comments of Overview and Scrutiny**

- 16.1. This report will be considered by the Finance and Value for Money Overview and Scrutiny Commission at its meeting of Friday, 12 February, 2021. Any comments or recommendations made by the Commission will be tabled alongside the report at Cabinet. (Ref. Sc6038 (FH))

## **17. Comments of the Portfolio Holder for Strategic Finance**

- 17.1 The level of capital spend remains below projections largely because of C19. Although the activity has stepped up since the first lock down period there are still

difficulties sourcing some materials and the current lockdown is likely to further impact on schemes for the remainder of the financial year.

**David Bell**  
**Director of Finance and Transformation (s151 Officer)**

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Officer Interests: None

Background Documents:

- 2020/21 Capital Monitoring – First and Second Formal Reports
- 2020/21 Capital Strategy Report
- 2019/20 Capital Outturn Report



### Implications Matrix

I have informed and sought advice from HR, Legal, Finance, Overview and Scrutiny and the Climate Change Advisor and any other key stakeholders i.e. Portfolio Holder, relevant Ward Members etc prior to submitting this report for official comments	Yes
I have considered whether this report requests a decision that is outside the Budget and Policy Framework approved by Council	Yes
Value for money considerations have been accounted for within the report	Yes
The report is approved by the relevant City Manager	Yes
I have included any procurement/commercial issues/implications within the report	n/a
I have considered the potential media interest in this report and liaised with the Media Team to ensure that they are briefed to respond to media interest.	Yes
I have included any equalities and diversity implications within the report and where necessary I have completed an Equalities Impact Assessment and the outcomes are included within the report	Yes – see comments from the HR City Manager. Other equality and diversity implications are considered within individual programmes where appropriate.
Any Health and Safety implications are included within the report	n/a
Any human rights implications are included within the report	There are no human rights implications in this report.
I have included any community safety implications and paid regard to Section 17 of the Crime and Disorder Act within the report	n/a
I have liaised with the Climate Change Advisor and any environmental and climate change issues/sustainability implications are included within the report	n/a
I have included information about how this report contributes to the City Plan/ Area priorities within the report	n/a

**Capital Programme 2020/21 to 2022/23 reconciliation of budget changes**

	£m	£m
<b>Original Programme (Feb 2020 Council)</b>		<b>399.207</b>
Adjustments re 2019-20 Outturn Position:		
- Accelerated funding	(4.341)	
- Contractual commitments reprofiling	25.129	
- Non-contractual reprofiling	8.980	<b>29.696</b>
Additional Resources:		
- Additional External Grant Funding (2021/22+)	2.443	
- Additional External Grant Funding (2020/21)	1.161	
- Unsuccessful External Grant Bids	(12.220)	
- Spend to Save Schemes	1.695	
- External Schemes	3.827	
- HRA Realignment	(2.902)	<b>(5.996)</b>
<b>Revised Programme (July 2020 Cabinet)</b>		<b>422.907</b>
Additional Resources:		
- Additional External Grant Funding (2020/21)	1.599	
- Spend to Save Schemes	4.446	<b>6.045</b>
<b>Revised Programme (November 2020 Cabinet)</b>		<b>428.952</b>
Additional Resources		
- Additional External Grant Funding (2020/21)	9.580	
- Additional External Grant Funding (2021/22)	2.178	
- Unsuccessful External Grant Bids (Future High Street Challenge Fund)	(20.000)	
- Spend to Save Schemes	2.015	
- HRA Realignment	(0.581)	<b>(6.808)</b>
<b>Revised Programme (February 2021 Cabinet)</b>		<b>422.144</b>

## Details of Resourcing Changes as at Third Reported Period 2020/21

Amendments to Resources	£m	£m
<b>Current 2020/21 Capital Programme Budget</b>		<b>141.342</b>
<b>External Grant Funding/Realignment:</b>		
- Investment in Schools (BSF)	0.162	
- Schools Maintenance and Improvement	7.368	
- Strategic Property Purchases	0.004	
- Highways (Active Travel Fund)	0.828	
- Future High Street Challenge Fund	(0.179)	
- Disabled Facilities Grant	0.341	
- Housing (Homes England)	0.526	
- Housing Replacement Hub Grant	0.350	
- Housing (Technology for People with Learning Difficulties)	0.001	<b>9.401</b>
<b>HRA Budget Realignment</b>		<b>(0.581)</b>
<b>Total Increase in Capital Programme</b>		<b>8.820</b>
<b>Revised 2020/21 Capital Programme Budget</b>		<b>150.162</b>

- External Grant Funding/Realignments – reflects confirmations of 2020/21 allocations, latest profile of grant funded schemes and new grant funded programmes, including Schools Basic Need grant confirmations.
- Future High Street Challenge Fund – the overall external funding bid of £20m has been removed from the 3 year programme following the announcement of an unsuccessful bid. It is anticipated that further external funding options may arise in the future.