

CABINET – 9TH FEBRUARY 2023**Report of the Head of Finance Services
Lead Member: Cllr Tom Barkley****Part A****CAPITAL PLAN AMENDMENT REPORT****Purpose of the Report**

This report requests Cabinet to consider and approve changes to the 2022-2025 Capital Plan and its financing.

Recommendations

1. That the current Capital Plan for 2022/23-2024/25, as amended by the changes shown in Appendix 1, in the budgeted sum of £61,451,500 be approved.
2. To amend the following schemes, as per the Treasury Management Strategy Report being taken to Cabinet on 9th February 2023; reduce the Enterprise Zone from £13m to £10m and move from 2022/23 to 2023/24, and reduce the Regeneration Projects £15m to £5m and move from 2022/23 to 2023/24.
Recommend to Council.
3. To add a new HRA scheme for the Redevelopment Sheltered Accommodation – St Michael's Court, Thurmaston for the construction of eight new bungalows in 2023/24, £2m funded by HRA Major Repairs Reserve. **Recommend to Council.**
4. To note amendments to the Capital Programme since 15th December 2022 minute 46.

Reasons

1. To enable the current Capital Plan to be the basis for capital spending by the Council and so that schemes may proceed.
2. To enable the Enterprise Zone and Regeneration Projects schemes to be available in 2023/24.
3. To enable the Redevelopment Sheltered Accommodation – St Michael's Court, Thurmaston budget to be available in 2023/24 funded from Major Repair reserve budget.
4. To note amendments to the Capital Programme since Cabinet 15th December 2022 minute 46.

Policy Justification and Previous Decisions

The Capital Plan is an integral element of all policies. The new three-year Capital Plan was approved by Council on 10th February 2021. The Capital Outturn report including slippage was approved by Cabinet on the 7th July 2022 minute 17.

Implementation Timetable including Future Decisions and Scrutiny

This report will be available for scrutiny by the Scrutiny Commission 6th February 2023.

Report Implications

The following implications have been identified for this report.

Financial Implications

The financial implications are covered in the body of this report.

Risk Management

The risks associated with the decision Cabinet is asked to make and proposed actions to mitigate those risks are set out in the table below.

Risk Management

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<i>Risk Identified</i>	<i>Likelihood</i>	<i>Impact</i>	<i>Overall Risk</i>	<i>Risk Management Actions Planned</i>
Insufficient funding	Remote (1)	Major (4)	Low (4)	The funding of the Capital Plan is regularly monitored and serious funding shortfalls would be brought to the attention of Cabinet with suggested solutions
Expenditure associated with commercial property, Town Deal projects, regeneration or forward funding of the Enterprise Zone	Unlikely (2)	Serious (3)	Moderate (6)	All such expenditure will require fulfillment of additional governance processes prior to approval
General risks associated with capital expenditure	Unlikely (2)	Serious (3)	Moderate (6)	The Capital Plan is controlled through regular monitoring via the Senior Leadership Team with periodic reports presented to Cabinet.

Key Decision: Yes

Background Papers: None

Officer to Contact:

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Part B

Background – Capital Plan

1. The Capital plan amendment report provides a breakdown of the new/amended schemes for 2022/23 budgets, and detailed budgets are set out in Appendix 1 for 2022/23 to 2024/25.
2. The net effects of these changes on the 2022/23 Capital Plan are as follows:

2022/23 Capital Plan	£
Approved 2022/23 Capital Plan	53,579,700
Net new/amended schemes	(28,000,000)
Amended 2022/23 Capital Plan	25,579,700

Funded by:	£
General Fund:	
Grants, S106 Contributions and Revenue	8,617,100
Contributions from Capital Plan Reserve	214,200
Contributions from Capital Receipts	4,714,200
Total General Fund	13,545,500
HRA:	
S106 Contributions	1,200
MRA or equivalent	10,862,000
Contributions from Capital Receipts	1,171,000
Total HRA	12,034,200
Total Funding for 2022/23	25,579,700

- 3 A full list of the decisions and amendments are listed in Appendix 1. A detailed explanation for the major changes are given in the table below.

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New/Amended Schemes	£
Enterprise Zone	£13,000,000
To reduce the scheme down to £10m and move from 2022/23 to 2023/24, per the Treasury Management Strategy Report.	
Regeneration Projects	£15,000,000
To reduce the scheme down to £5m and move from 2022/23 to 2023/24, as per the Treasury Management Strategy Report.	
Redevelopment Sheltered Accommodation – St Michael’s Court, Thurmaston	£2,000,000

To add a new scheme in 2023/24, for the construction of 8 new bungalows, to be funded by the Major Repairs Reserve.	
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4. The Capital Plan is fully funded as per the table in paragraph 2 of this report.

Appendices

Appendix 1 – Details of Capital Plan Amendments

Appendix 2 – Capital Plan 2022/23-2024/25

CAPITAL PLAN AMENDMENT REPORT 2022/23

Appendix 1

	2022/23	2023/24	2024/25
	£	£	£
Capital Plan Amendment Report - 15th December 2022- Minute 46	53,579,700	10,646,700	8,225,100
Treasury Management Strategy Report - 9th February 2023			
Enterprise Zone	(13,000,000)	10,000,000	
Regeneration Projects	(15,000,000)	5,000,000	
Cabinet, minute xxx 9th February 2023			
Redevelopment Sheltered Accommodation - St Michael's Court, Thurmaston		2,000,000	
Update Report - Total	25,579,700	27,646,700	8,225,100
Total of 3 Year Capital Plan (2022/23 to 2024/25)			61,451,500

CAPITAL PLAN 2022/23

Appendix 2

Scheme Details	2022/23			2023/24	2024/25
	Current Budget £	Actual Spend 31/12/22 £	Balance £	Current Budget £	Current Budget £
<u>SUMMARY OF CAPITAL PLAN</u>					
<u>Live Schemes</u>					
Chief Executive	15,400	0	15,400	0	0
Commercial & Economic Development	2,009,900	61,539	1,948,361	675,000	120,000
Finance, Governance & Contracts	1,145,800	178,300	967,500	125,000	0
Customer Experience	3,622,900	1,622,410	2,000,490	570,000	270,000
Housing & Wellbeing - General Fund	2,872,900	239,130	2,633,770	1,121,000	1,121,000
Housing & Wellbeing - HRA	12,034,200	1,505,460	10,528,740	9,655,700	6,645,100
Sub-total Live Schemes	21,701,100	3,606,839	18,094,261	12,146,700	8,156,100
<u>Provisional Schemes</u>					
Chief Executive	0	0	0	0	0
Commercial & Economic Development	2,970,000	0	2,970,000	5,500,000	69,000
Finance, Governance & Contracts	0	0	0	10,000,000	0
Customer Experience	0	0	0	0	0
Housing & Wellbeing - General Fund	0	0	0	0	0
Housing & Wellbeing - HRA	0	0	0	0	0
Sub-total Provisional Schemes	2,970,000	0	2,970,000	15,500,000	69,000
<u>Third Party Schemes</u>					
Chief Executive	0	0	0	0	0
Commercial & Economic Development	173,200	101,969	71,231	0	0
Finance, Governance & Contracts	725,400	279,058	446,342	0	0
Customer Experience	0	0	0	0	0
Housing & Wellbeing - General Fund	10,000	10,000	0	0	0
Housing & Wellbeing - HRA	0	0	0	0	0
Sub-total Third Party Schemes	908,600	391,027	517,573	0	0
GF Total	13,545,500	2,492,406	11,053,094	17,991,000	1,580,000

			HRA Total	12,034,200	1,505,460	10,528,740	9,655,700	6,645,100
			Grand Total	25,579,700	3,997,866	21,581,834	27,646,700	8,225,100
Chief Executive								
<u>Live Schemes</u>								
HG	Z823	Performance Management System	15,400	0	15,400	0	0	0
Sub-total Live Schemes			15,400	0	15,400	0	0	0
Chief Executive - Total			15,400	0	15,400	0	0	0
Commercial & Economic Development								
<u>Live Schemes</u>								
IB	Z310	Planned Building Improvements	742,000	13,336	728,664	675,000	120,000	
JH	Z748	Loughborough Festive Lights and Street Dressing	4,400	0	4,400	0	0	0
JH	Z796	Carbon Neutral Action Fund - Block Sum	1,095,100	25,088	1,070,012	0	0	0
JH	Z801	Lighting strategy to support the Masterplan lane strategy - feasibility study	10,000	11,500	(1,500)	0	0	0
JH	Z832	Feasibility Work - New Council Offices	150,000	11,615	138,385	0	0	0
JH	Z396	Public Realm - Shepshed Town Centre	8,400	0	8,400	0	0	0
Sub-total Live Schemes			2,009,900	61,539	1,948,361	675,000	120,000	
<u>Provisional Schemes</u>								
JH	Z817	Regeneration Projects	0	0	0	5,000,000	0	0
JH	Z861	Town Deal	2,970,000	0	2,970,000	500,000	69,000	
Sub-total Provisional Schemes			2,970,000	0	2,970,000	5,500,000	69,000	
<u>Third Party Schemes</u>								
IB	Z815	Rothley Parish Council - upgrade Rothley Centre	173,200	101,969	71,231	0	0	
Sub-total Third Party Schemes			173,200	101,969	71,231	0	0	
Commercial & Economic Development - Total			5,153,100	163,508	4,989,592	6,175,000	189,000	

Finance, Governance & Contracts**Live Schemes**

MB	Z484	Closed Churchyard Wall	8,100	0	8,100	0	0
MB	Z757	Town Hall Roof Upgrade	17,200	0	17,200	0	0
MB	Z784	Loughborough Cemetery - New Burial Provision	52,500	24,483	28,017	0	0
MB	Z791	Shelthorpe Golf Course - Fencing	77,100	0	77,100	0	0
MB	Z792	Community Tree Planting Programme	30,700	35,859	(5,159)	0	0
MB	Z797	Loughborough Town Hall - Lower Level Elevation Repairs & Feasibility Study	1,900	2,100	(200)	0	0
MB	Z798	Town Hall - Victorial Room - Air Handling	23,500	0	23,500	0	0
MB	Z799	Town Hall - additional seating	225,000	0	225,000	0	0
MB	Z802	Allotment Improvements	10,000	0	10,000	0	0
MB	Z805	Queens Park Aviary Improvements	20,000	0	20,000	0	0
MB	Z806	Playing Pitch Strategy Action Plan	91,900	53,808	38,092	0	0
MB	Z809	Delivery of Open Space Strategy	0	0	0	0	0
LT	Z810	Unit4 Agresso Upgrade	32,800	0	32,800	0	0
AW	Z811	Legal Case Management System	13,200	8,839	4,361	0	0
AW	Z870	Audio Visual Equipment - Loughborough Town Hall	0	0	0	75,000	0
MB	Z824	Shepshed POS Enhancement	102,500	53,961	48,539	0	0
MB	Z828	Queens Park - Improvements to Childrens Play Provision & Adult Recreation Provision	203,200	(1,800)	205,000	0	0
MB	Z831	Loughborough Playground Improvement Plan	100,000	0	100,000	0	0
MB	Z854	Lodge Farm Public Open Space Enhancements	31,200	0	31,200	0	0
MB	Z855	Cemetery Ashes Plots	40,000	0	40,000	0	0
MB	Z856	Cemetery Gates	15,000	0	15,000	0	0
MB	Z859	Syston Riverside Walk	50,000	1,050	48,950	0	0
MB	Z862	Leisure Centre barrier and entry control	0	0	0	50,000	0
Sub-total Live Schemes			1,145,800	178,300	967,500	125,000	0

Provisional Schemes

SJ	Z818	Enterprise Zone	0	0	0	10,000,000	0
Sub-total Provisional Schemes			0	0	0	10,000,000	0
<u>Third Party Schemes</u>							
MB	Z500	Birstall Cedars Academy all weather pitch	50,000	0	50,000	0	0
JT	Z697	Bell Foundry Pocket Park - Phase 1 & 2	25,100	0	25,100	0	0
MB		Farnham Road Public Open Space Improvements	0	0	0	0	0
MB	Z699	Shelthorpe Public Open Space Enhancements	111,700	0	111,700	0	0
MB	Z778	Syston Community Garden	22,300	695	21,605	0	0
MB	Z795	Syston Town Council - redevelopment of sports pavilion at Memorial Park	57,000	56,977	23	0	0
MB	Z825	Loughborough Police Station Centre - Front Enquiry Desk	98,800	0	98,800	0	0
MB	Z830	Holt Drive PA Enhancements	11,000	0	11,000	0	0
MB	Z847	Barrow Town Cricket Club - extend clubhouse facilities, creating additional changing and ancillary provision	9,000	9,000	0	0	0
MB	Z849	Barrow Town Council - new play area Mill Lane	2,200	2,200	0	0	0
MB	Z850	Sileby Parish Council - improvement and provision of additional youth/adult facilities at Sileby Memorial Park	70,700	0	70,700	0	0
MB	Z852	Shepshed Town Council - Skate Bowl, Oakley Road Playing Fields	49,700	49,709	(9)	0	0
MB	Z860	Radmoor Road Public Open Space Enhancements	53,600	0	53,600	0	0
MB	Z864	Hathern Village Hall - additional community space	34,400	30,535	3,865	0	0
MB	Z865	Quorn Parish Council - additional play equipment - Cave's Field, Quorn	29,900	29,943	(43)	0	0
MB	Z866	Barrow Upon Soar Parish Council - Barrow Cemetery extension	100,000	99,999	1	0	0
Sub-total Third Party Schemes			725,400	279,058	446,342	0	0
Finance, Governance & Contracts - Total			1,871,200	457,358	1,413,842	10,125,000	0
<u>Customer Experience</u>							
<u>Live Schemes</u>							

AK	Z085	Replacement Hardware Programme - Block Sum	52,500	44,631	7,869	45,000	45,000
AK	Z354	Infrastructure Development - Block Sum	59,700	26,093	33,607	30,000	30,000
AT	Z388	CCTV	136,600	0	136,600	45,000	45,000
AK	Z423	Call Secure System - PCI Compliance	4,200	2,080	2,120	0	0
AT	Z744	Beehive Lane Car Park Improvements and refurbishment scheme	120,600	55,522	65,078	0	0
AT	Z786	Car Parks Resurfacing and Improvements	32,800	0	32,800	0	150,000
RB	Z787	Bedford Square Gateway	1,867,500	1,336,717	530,783	0	0
AK	Z812	Server Redesign	70,000	0	70,000	0	0
AK	Z813	Cloud Implementation	108,400	28,089	80,311	0	0
AK	Z814	Meeting Rooms - presentation screens	0	3,414	(3,414)	0	0
AK	Z816	Northgate - Single Use System	71,500	48,482	23,018	0	0
AK	Z822	Hybrid Council Meeting - Camera and audio equipment - Virtual Meetings	3,900	34	3,866	0	0
RB	Z835	Shepshed Public Realm	1,065,200	48,708	1,016,492	300,000	0
AK	Z853	Phone System - Migration to Teams	30,000	28,640	1,360	0	0
AT	Z863	DNO Connections and Electric Vehicle Charge Points for car parks	0	0	0	150,000	0
Sub-total Live Schemes			3,622,900	1,622,410	2,000,490	570,000	270,000
Customer Experience - Total			3,622,900	1,622,410	2,000,490	570,000	270,000
<u>Housing & Wellbeing - General Fund</u>							
<u>Live Schemes</u>							
AS	Z210	Disabled Facilities Grants - Block Sum	2,496,400	221,111	2,275,289	1,058,000	1,058,000
AS	Z346	Private Sector Housing Grants - Block Sum	174,000	0	174,000	0	0
VG	Z348	Charnwood Community Facilities Grants	139,600	22,961	116,639	50,000	50,000
AS	Z424	Choice Based Lettings Software	0	(16,062)	16,062	0	0
VG	Z427	Members Grants - Members Choice	13,000	11,120	1,880	13,000	13,000
AS	Z141	Regional Housing Pot Grant	42,900	0	42,900	0	0
AS	Z363	Fuel Poverty Scheme	7,000	0	7,000	0	0
Sub-total Live Schemes			2,872,900	239,130	2,633,770	1,121,000	1,121,000
<u>Provisional Schemes</u>							
Sub-total Provisional Schemes			0	0	0	0	0

<u>Third Party Schemes</u>								
VG	Z868	John Storer House - extension and reconfiguration of Community Hub Venue		10,000	10,000	0	0	0
Sub-total Third Party Schemes				10,000	10,000	0	0	0
Housing & Wellbeing - General Fund - Total				2,882,900	249,130	2,633,770	1,121,000	1,121,000
<u>Housing & Wellbeing - HRA</u>								
<u>Live Schemes</u>								
NG	Z761	Major Adaptations		700,000	263,550	436,450	450,000	450,000
DB	Z301	Minor Adaptations		50,000	1,360	48,640	50,000	50,000
AM	Z302	Stairlifts		60,000	26,767	33,233	60,000	60,000
DB	Z762	Major Voids		420,000	0	420,000	280,000	280,000
<u>Compliance</u>								
AM	Z434	Asbestos Removal		250,000	139,504	110,496	100,000	60,000
NG	Z771	Communal Area Improvements		300,000	0	300,000	75,200	75,200
AM	Z742	Communal Area Electrical Upgrades		200,000	19,311	180,689	68,000	68,000
AM	Z772	Smoke/CO & Heat Detection		149,800	14,992	134,808	149,800	149,800
NG	Z773	Fire Safety Works		100,000	76,141	23,859	100,000	100,000
<u>Stock Maximisation</u>								
NG	Z375	Garages		50,000	0	50,000	370,000	0
<u>Decent Homes</u>								
NG	Z763	Kitchens		767,000	0	767,000	567,400	112,500
NG	Z764	Bathrooms		1,478,100	24	1,478,076	957,700	675,000
AM	Z765	Electrical Upgrades		212,500	26,629	185,871	505,300	505,300
NG	Z766	Window Replacement		213,300	3,005	210,295	44,800	223,800
AM	Z767	Heating		710,400	394,176	316,224	504,000	831,600
DB	Z743	Sheltered Housing Improvements		50,000	44,867	5,133	369,600	0
Redevelopment Sheltered Accommodation - St Michael's Court,								
PO	Z871	Thurmaston		0	0	0	2,000,000	0
NG	Z768	Door Replacement		850,000	7,599	842,401	700,000	700,000
NG	Z769	Roofing Works & Insulation		920,000	67,807	852,193	250,000	250,000
NG	Z770	Major Structural Works		250,000	208,218	41,782	250,000	250,000
<u>General Capital Works</u>								

NG	Z776	Estate and External Works	205,000	2,840	202,160	200,000	200,000
BD	Z857	Housing Capital Technical Costs	312,000	0	312,000	438,100	438,100
NG	Z378	Door Entry Systems	230,000	694	229,306	27,000	27,000
LM	Z760	Acquisition of Affordable Housing to meet housing need	3,302,700	77,922	3,224,778	1,123,800	1,123,800
LM	Z851	Acquisition of Dwellings - S106	1,200	0	1,200	0	0
NG	Z775	Mobility Scooter Storage	15,000	0	15,000	15,000	15,000
DB	Z867	Delivery of Stock Condition Survey and Associated Costs	204,000	130,054	73,946	0	0
AS	Z869	Digital Filing - HRA Software	33,200	0	33,200	0	0
Sub-total Live Schemes			12,034,200	1,505,460	10,528,740	9,655,700	6,645,100
Housing & Wellbeing - HRA - Total			12,034,200	1,505,460	10,528,740	9,655,700	6,645,100