

CABINET – 14th December 2023**Report of the Head of Finance
Lead Member: Cllr Ashcroft****Part A**CAPITAL PLAN AMENDMENT REPORTPurpose of the Report

This report requests Cabinet to consider and approve changes to the 2023-2026 Capital Plan and its financing.

Recommendations

1. That the current Capital Plan for 2023/24-2025/26, as amended by the changes shown in Appendix 1, in the budgeted sum of £52,742,400 be approved.
2. A virement of £15k from Town Hall additional seating to Loughborough Town Hall – new website commissioning in 2023/24, to enable the budget to be available for the new scheme.
3. To increase the budget for Disabled Facilities Grants by £98.3k in 2023/24, due to additional funding received from the Department for Levelling Up, Housing and Communities.
4. To add a new scheme – Carillon Tower – Re-imaging Loughborough's Iconic Tower totaling £249.3k, for the redevelopment of the Carillon Tower War Memorial Museum – funded by UK Share Prosperity Fund..
5. To reduce Carbon Monoxide Alarms by £149.8k and Electrical Upgrades by £405.3k in 2024/25, due to a review of budgets in the new three year Capital Plan 2024-2027.
6. ***That it be recommended to Council*** to increase the budget for Bedford Square Gateway by £700k in 2024/25, due to increasing costs of completion, funded by capital receipts
7. ***That it be recommended to Council*** to re-profile £1.6m from 2023/24 to 2024/25 - for the Redevelopment Sheltered Accommodation – St Michael's Court, Thurmaston scheme, due to works expected to start early 2024.
8. To note additional decisions taken by Officers, in relation to new S106 schemes added to the Capital Programme, also included in Appendix 1.
9. To note amendments to the Capital Programme since 14th September 2023 minute 28.

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 Loughborough Town Hall – new website commissioning budget to be available in 2023/24
3. To confirm that the Disabled Facilities Grants be increased by £98.3k in 2023/24, funded by grant.
4. To enable the Carillon Tower – Re-imagining Loughborough’s Iconic Tower budget to be available in 2023/24, funded by UK Share Prosperity Fund.
5. To confirm that the Carbon Monoxide Alarms and Electrical Upgrades schemes be reduced.
6. To confirm that the Bedford Square be increased by £700k so that the scheme may be completed.
7. To enable the Redevelopment Sheltered Accommodation – St Michael’s Court, Thurmaston budget to be available in 2024/25.
8. To ensure members are aware of additional decisions taken by Officers, in relation to new S106 schemes added to the Capital Programme, also included in Appendix 1.
9. To ensure members are aware of amendments to the Capital Programme since Cabinet 14th September 2023 minute 28.

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 13th July 2023 minute 58.

Implementation Timetable including Future Decisions and Scrutiny

This report will be available for scrutiny by the Scrutiny Commission in accordance with usual arrangements.

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.

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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 2023/24 budgets, and detailed budgets are set out in Appendix 1 for 2023/24 to 2025/26.
2. The net effects of these changes on the 2023/24 Capital Plan are as follows:

2023/24 Capital Plan	£
Approved 2023/24 Capital Plan	40,163,100
Net new/amended schemes	(1,242,700)
Amended 2023/24 Capital Plan	38,920,400

Funded by:	£
General Fund:	
External Borrowing	15,000,000
Grants, S106 Contributions and Revenue	5,453,900
Contributions from Capital Plan Reserve	167,400
Contributions from Reinvestment Reserve	37,700
Contributions from Capital Receipts	4,492,400
Total General Fund	25,151,400
HRA:	
S106 Contributions	1,200
MRA or equivalent	12,222,800
Contributions from Capital Receipts	1,545,000
Total HRA	13,769,000
Total Funding for 2023/24	38,920,400

- 3 A full list of the decisions and amendments are listed in Appendix 1. A detailed explanation for the changes is given in the table below.
- 4

New/Amended Schemes	£
Loughborough Town Hall – New website commissioning	£15,000
A virement of £15k from Town Hall additional seating to Loughborough Town Hall.	
Disabled Facilities Grants	£98,300
To increase the budget in 2023/24, due to additional funding received from the Department for Levelling Up, Housing and Communities.	

Queniborough Parish Council – play equipment – King George V Playing Field	£9,700
To add a new scheme for the provision of youth and adult recreation facilities – fully funded by S106 contributions.	
Carillon Tower – Re-imaging Loughborough’s Iconic Tower	£249,300
To add a new scheme for the redevelopment of the Carillon Tower War Memorial Museum – funded by UK Share Prosperity Fund.	
Redevelopment Sheltered Accommodation – St Michael’s Court, Thurmaston	£1,600,000
To re-profile £1.6m from 2023/24 to 2024/25, due to works expected to start early 2024.	
Carbon Monoxide Alarms	£149,800
To reduce the scheme in 2024/25 due to a review of budgets as part of the new three year capital plan for 2024-2027.	
Electrical Upgrades	£405,300
To reduce the scheme in 2024/25, due to a review of budgets as part of the new three year capital plan for 2024-2027.	
Bedford Square Gateway	£700,000
To increase the scheme in 2024/25, due to issues and costs arising in the completion of works. Further details are outlined in the paragraphs below.	

4. Bedford Square – additional detail

- Expenditure to date on the scheme has exceeded available funding by approximately £0.5m; of this, around half can be attributed to delays created by utility companies failing to complete works for which they were responsible to agreed timings with most of the balance attributed to additional service diversions and other unexpected construction requirements;
- A requirement to fund additional snagging costs has also been identified; the £0.2m includes an amount set aside for the legal costs of seeking to obtain compensation from utility companies and a £60k contingency.

5. 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 2023/24-2025/26

CAPITAL PLAN AMENDMENT REPORT 2023/24

Appendix 1

	2023/24	2024/25	2025/26
	£	£	£
Capital Plan Amendment Report - 14th September 2023- Minute 28	40,163,100	11,670,300	406,800
<u>Email M Bradford - 30th August 2023</u>			
Town Hall - additional seating	(15,000)		
Loughborough Town Hall - new website commissioning	15,000		
<u>DCLG - Disabled Facilities Grant 2023/24 - Additional Funding</u>			
Disabled Facilities Grants - Block Sum	98,300		
<u>Delegated Decision (DD177 2023) - 25th September 2023</u>			
Queniborough Parish Council - play equipment - King George V Playing Field - funded by S106	9,700		
<u>M Bradford - Email 4th October 2023</u>			
Carillon Tower - Re-imaging Loughborough's Iconic Tower	249,300		
<u>P Oliver - Email 12/10/23</u>			
Carbon Monoxide Alarms		(149,800)	
Electrical Upgrades		(405,300)	
Redevelopment Sheltered Accommodation - St Michael's Court, Thurmaston	(1,600,000)	1,600,000	
<u>SLT - Notes 15/1123</u>			
Bedford Square Gateway		700,000	
Update Report - Total	38,920,400	13,415,200	406,800
Total of 3 Year Capital Plan (2022/23 to 2024/25)			52,742,400

CAPITAL PLAN 2023/24 & 2024/25

Appendix 2

Scheme Details	2023/24			2024/25	2025/26
	Current Budget £	Actual Spend 31/7/23 £	Balance £	Current Budget £	Current Budget £
SUMMARY OF CAPITAL PLAN					
<u>Live Schemes</u>					
Chief Executive	0	0	0	0	0
Commercial & Economic Development	3,270,500	161,957	3,108,543	1,269,200	0
Finance, Governance & Contracts	2,317,700	65,552	2,252,148	73,600	0
Customer Experience	2,269,700	301,432	1,968,268	970,000	0
Housing & Wellbeing - General Fund	63,000	500	62,500	63,000	0
Housing & Wellbeing - HRA	13,769,000	1,037,866	12,731,134	7,690,000	0
Sub-total Live Schemes	21,689,900	1,567,307	20,122,593	10,065,800	0
<u>Provisional Schemes</u>					
Chief Executive	0	0	0	0	0
Commercial & Economic Development	5,000,000	0	5,000,000	0	0
Finance, Governance & Contracts	10,000,000	0	10,000,000	0	0
Customer Experience	0	0	0	0	0
Housing & Wellbeing - General Fund	87,000	0	87,000	87,000	0
Housing & Wellbeing - HRA	0	0	0	0	0
Sub-total Provisional Schemes	15,087,000	0	15,087,000	87,000	0
<u>Third Party Schemes</u>					
Chief Executive	0	0	0	0	0
Commercial & Economic Development	0	0	0	0	0
Finance, Governance & Contracts	826,800	0	826,800	913,100	0
Customer Experience	0	0	0	0	0
Housing & Wellbeing - General Fund	1,316,700	288,339	1,028,361	2,349,300	406,800
Housing & Wellbeing - HRA	0	0	0	0	0
Sub-total Third Party Schemes	2,143,500	288,339	1,855,161	3,262,400	406,800
GF Total	25,151,400	817,780	24,333,620	5,725,200	406,800
HRA Total	13,769,000	1,037,866	12,731,134	7,690,000	0
Grand Total	38,920,400	1,855,646	37,064,754	13,415,200	406,800
<u>Chief Executive</u>					
<u>Live Schemes</u>					
Sub-total Live Schemes	0	0	0	0	0
Chief Executive - Total	0	0	0	0	0
<u>Commercial & Economic Development</u>					
<u>Live Schemes</u>					
JH Z832 Feasibility Work - New Council Offices	138,400	0	138,400	0	0
CG Z861 Town Deal - Living Loughborough	1,568,000	92,297	1,475,703	1,149,200	0
IB Z310 Planned Building Improvements - Block Sum	655,000	11,598	643,402	120,000	0
JH Z796 Carbon Neutral Action Fund - Block Sum	909,100	58,062	851,038	0	0
Sub-total Live Schemes	3,270,500	161,957	3,108,543	1,269,200	0
<u>Provisional Schemes</u>					
JH Z817 Regeneration Projects	5,000,000	0	5,000,000	0	0
Sub-total Provisional Schemes	5,000,000	0	5,000,000	0	0
<u>Third Party Schemes</u>					
Sub-total Third Party Schemes	0	0	0	0	0
Commercial & Economic Development - Total	8,270,500	161,957	8,108,543	1,269,200	0

CAPITAL PLAN 2023/24 & 2024/25

Appendix 2

Scheme Details	2023/24			2024/25	2025/26	
	Current Budget £	Actual Spend 31/7/23 £	Balance £	Current Budget £	Current Budget £	
<u>Finance, Governance & Contracts</u>						
<u>Live Schemes</u>						
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	28,000	0	28,000	0	0
MB Z791	Shelthorpe Golf Course - Fencing	77,100	0	77,100	0	0
MB Z798	Town Hall - Victoria Room - Air Handling	23,500	0	23,500	0	0
MB Z799	Town Hall - additional seating	140,000	0	140,000	0	0
MB Z881	Loughborough Town Hall - new website commissioning	15,000	0	15,000	0	0
MB Z802	Allotment Improvements	10,000	2,834	7,166	0	0
MB Z805	Queens Park Aviary Improvements	20,000	0	20,000	0	0
MB Z806	Playing Pitch Strategy Action Plan	36,300	0	36,300	0	0
LT Z810	Unit4 Agresso Upgrade	32,800	0	32,800	0	0
AW Z870	Audio Visual Equipment - Loughborough Town Hall	75,000	0	75,000	0	0
MB Z824	Shepshed Public Open Space Enhancement	61,400	0	61,400	0	0
MB Z828	Queens Park - Improvements to Childrens Play Provision & Adult Recreation Provision	203,200	0	203,200	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	45,200	4,990	40,210	0	0
MB Z862	Leisure Centre barrier and entry control	50,000	0	50,000	0	0
MB Z873	Town Deal - Lanes and Links	509,400	57,728	451,672	73,600	0
MB Z875	Town Hall - Main Auditorium Air Handling Equipment	90,000	0	90,000	0	0
MB Z878	Refuse Collection Vehicles	440,000	0	440,000	0	0
MB Z882	Carillon Tower - Re-imaging Loughborough's Iconic Tower	249,300	0	249,300	0	0
Sub-total Live Schemes		2,317,700	65,552	2,252,148	73,600	0
<u>Provisional Schemes</u>						
SJ Z818	Enterprise Zone	10,000,000	0	10,000,000	0	0
Sub-total Provisional Schemes		10,000,000	0	10,000,000	0	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	32,200	0	32,200	0	0
MB Z699	Shelthorpe Public Open Space Enhancements	111,700	0	111,700	0	0
MB Z778	Syston Community Garden	21,600	0	21,600	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 Z850	Sileby Parish Council - improvement and provision of additional youth/adult facilities at Sileby Memorial Park	174,600	0	174,600	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	3,900	0	3,900	0	0
MB Z874	Barrow Parish Council - Youth/Adult Recreation - new facilities at Willow Road Park, Barrow Upon Soar	41,500	0	41,500	0	0
MB Z876	Anstey Parish Council - Jubilee Hall, Staddon Rd, Anstey - extension & redevelopment	90,900	0	90,900	0	0
RB Z877	Hathern Community Woodland Project - planting and enhancement	44,200	0	44,200	0	0

CAPITAL PLAN 2023/24 & 2024/25

Appendix 2

Scheme Details	2023/24			2024/25	2025/26
	Current Budget £	Actual Spend 31/7/23 £	Balance £	Current Budget £	Current Budget £
MB Z879 Sileby Memorial Park	83,100	0	83,100	390,000	0
MB Z880 Halstead Road Sport & Recreation Scheme, Mountsorrel Queniborough Parish Council - play equipment - King George V	0	0	0	523,100	0
MB Z846 Playing Field	9,700	0	9,700	0	0
Sub-total Third Party Schemes	826,800	0	826,800	913,100	0
Finance, Governance & Contracts - Total	13,144,500	65,552	13,078,948	986,700	0
Customer Experience					
<u>Live Schemes</u>					
AK Z085 Hardware Replacement Programme	90,000	34,821	55,179	45,000	0
AK Z354 Infrastructure Development	50,000	(549)	50,549	30,000	0
RB Z787 Bedford Square Gateway	462,800	157,231	305,569	700,000	0
AK Z812 Server Redesign	70,000	0	70,000	0	0
AK Z813 Cloud Implementation	60,000	0	60,000	0	0
AK Z816 Northgate - Single Use System	15,200	0	15,200	0	0
RB Z835 Shepshed Public Realm	1,092,200	109,929	982,271	0	0
GH Z863 DNO Connections and Electric Vehicle Charge Points for car parks	150,000	0	150,000	0	0
GH Z388 CCTV	181,600	0	181,600	45,000	0
GH Z744 Beehive Lane Car Park Improvements and refurbishment scheme	65,100	0	65,100	0	0
GH Z786 Car Parks Resurfacing and Improvements	32,800	0	32,800	150,000	0
Sub-total Live Schemes	2,269,700	301,432	1,968,268	970,000	0
<u>Provisional Schemes</u>					
Sub-total Provisional Schemes	0	0	0	0	0
Customer Experience - Total	2,269,700	301,432	1,968,268	970,000	0
Housing & Wellbeing - General Fund					
<u>Live Schemes</u>					
VG Z348 Charnwood Community Facilities Grants	50,000	0	50,000	50,000	0
VG Z427 Members Grants - Members Choice	13,000	500	12,500	13,000	0
Sub-total Live Schemes	63,000	500	62,500	63,000	0
<u>Provisional Schemes</u>					
KM Z346 Private Sector Housing Grants - Block Sum	87,000	0	87,000	87,000	0
Sub-total Provisional Schemes	87,000	0	87,000	87,000	0
<u>Third Party Schemes</u>					
KM Z210 Disabled Facilities Grants - Block Sum	1,309,700	288,339	1,021,361	2,349,300	406,800
KM Z363 Fuel Poverty Scheme	7,000	0	7,000	0	0
Sub-total Third Party Schemes	1,316,700	288,339	1,028,361	2,349,300	406,800
Housing & Wellbeing - General Fund - Total	1,466,700	288,839	1,177,861	2,499,300	406,800
Housing & Wellbeing - HRA					
<u>Live Schemes</u>					
NG Z761 Major Adaptations	611,200	56,384	554,816	450,000	0
DB Z301 Minor Adaptations	50,000	(56)	50,056	50,000	0
AM Z302 Stairlifts	60,000	26,593	33,407	60,000	0
DB Z762 Major Void Works	656,000	(30,488)	686,488	280,000	0

CAPITAL PLAN 2023/24 & 2024/25

Appendix 2

Scheme Details		2023/24			2024/25	2025/26	
		Current Budget £	Actual Spend 31/7/23 £	Balance £	Current Budget £	Current Budget £	
<u>Compliance</u>							
AM	Z434	Asbestos Removal	200,000	92,345	107,655	60,000	0
NG	Z771	Communal Area Improvements	350,000	1,465	348,535	75,200	0
AM	Z742	Communal Area Electrical Upgrades	68,000	0	68,000	68,000	0
AM	Z772	Carbon Monoxide Alarms	50,000	1,761	48,239	0	0
NG	Z773	Fire Safety Works	100,000	0	100,000	100,000	0
<u>Stock Maximisation</u>							
NG	Z375	Garages	50,000	0	50,000	0	0
<u>Decent Homes</u>							
NG	Z763	Kitchens	1,396,000	143,363	1,252,637	112,500	0
NG	Z764	Bathrooms	1,743,800	59,989	1,683,811	675,000	0
AM	Z765	Electrical Upgrades	150,000	2,873	147,127	100,000	0
NG	Z766	Window Replacement	426,000	1,910	424,090	223,800	0
AM	Z767	Central Heating & Boiler Installation	543,000	7,885	535,115	831,600	0
DB	Z743	Sheltered Housing Improvements	239,800	16,420	223,380	0	0
		Redevelopment Sheltered Accommodation - St Michael's Court,					
PO	Z871	Thurmaston	400,000	79,875	320,125	1,600,000	0
NG	Z768	Door Replacement	700,000	16,036	683,964	700,000	0
NG	Z769	Roofing Works & Insulation	650,000	18,719	631,281	250,000	0
NG	Z770	Major Structural Works	400,000	215,061	184,939	250,000	0
<u>General Capital Works</u>							
NG	Z776	Estate and External Works	300,000	186,309	113,691	200,000	0
BD	Z857	Housing Capital Technical Costs	438,100	0	438,100	438,100	0
NG	Z378	Door Entry Systems	200,000	(74,320)	274,320	27,000	0
KM	Z760	Acquisition of Affordable Housing to meet housing need	3,862,500	211,542	3,650,958	1,123,800	0
KM	Z851	Acquisition of Dwellings - S106	1,200	0	1,200	0	0
NG	Z775	Mobility Scooter Storage	30,000	0	30,000	15,000	0
DB	Z867	Delivery of Stock Condition Survey and Associated Costs	60,200	0	60,200	0	0
AS	Z869	Digital Filing - HRA Software	33,200	4,200	29,000	0	0
Sub-total Live Schemes			13,769,000	1,037,866	12,731,134	7,690,000	0
Housing & Wellbeing - HRA - Total			13,769,000	1,037,866	12,731,134	7,690,000	0