# FINANCE & PERFORMANCE SCRUTINY COMMITTEE 1ST MARCH 2022

## Report of the Head of Financial Services Lead Member: Councillor Barkley

## Part A

## ITEM 7 CAPITAL MONITORING REPORT PERIOD 9, DECEMBER 2021

## Purpose of Report

This report is to inform Finance and Performance Scrutiny of the General Fund and Housing Revenue Account (HRA) Capital spend position at Period 9, 31<sup>st</sup> December 2021 compared with the profiled budget.

#### Recommendation

That the Capital Monitoring Summary position for Period 9, 31<sup>st</sup> December 2021 for the General Fund and Housing Revenue Account be noted as per Table1. The detailed Capital Monitoring Report is in included in Appendix 1.

#### <u>Reason</u>

To enable the information to be used when considering the future 3 year Capital Plan and the future Capital Strategy.

## Policy Justification and Previous Decisions

Financial resources are required to carry out all the aims and strategies of the Council.

#### Report Implications

The following implications have been identified for this report.

None the Capital Programme is fully funded.

Risk Management

There are no specific risks associated with the decisions requested.

Key Decision:	No
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Background Papers: None

Appendices:

Appendix 1 - detailed Capital Monitoring report

Officer to Contact:

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# Part B

## **Executive Summary**

To highlight the following :-

- The General Fund Capital spend at period 9 is £6,481k compared to a profiled budget of £16,152k, this is an underspend of £9,671k. Also identified is year end slippage of £32,877k on capital schemes to date. Slippage will be reviewed by SLT and approved by Cabinet as part of Capital Outturn Report.
- 2. The HRA Capital spend at Period 9 is £3,051k compared to a profiled budget of £2,876k, an overspend of £175k, due to budget profiling. Also identified is year end slippage of £2,440k on the capital schemes to date, this includes £1.3m of Acquisitions of Affordable Housing. Slippage will be reviewed by SLT and approved by Cabinet as part of the Capital Outturn Report.
- 3. The DGF Capital Scheme budget £2,117k, this is a government funded scheme and the funding has been increased significantly on this scheme. Forecast spend on this is £835k and slippage is £1,282k. We are looking to develop our capacity in order that funds can be effectively used.
- 4. Shepshed Public Realm Scheme budget £504.4k in 2021/22, slippage is £444k in 2021/22. Additional budget is included in the new Capital Plan for this scheme is £900k, a total budget of £1,404k. A separate Capital Report is being prepared on this scheme for April 2022.
- 5. Bedford Square Scheme DD 182, 15th October 2021 approved a revised budget of £3.869m funded by Town Deal £1.7m, External Funding £708k, Capital Receipts £1.461m, Budget to be carried forward into 2022/23. This scheme is due to be complete early in 2022/23.

Summary Position Period 9 Dece	ember 2021 Cap	ital Monito	ring Report					Table 1
				Period				
				Variance				
				to date P9				
			Actual include	Underspen	P9 %			
		Current	Commitments	d/(overspe	Spend to	Forecast	Year End %	
	Full Year Budget	Budget P9	Spend Period 9	nd)	Date	Y/E Spend	Spend	Y/E Splippage
	£	£	£	£	%	£	%	£
General Fund	40,418,300	16,151,875	6,481,385	9,670,490	40.13%	7,483,115	18.51%	32,877,16
HRA	9,898,600	2,875,600	3,051,427	(175,827)	106.11%	4,650,873	46.99%	2,439,72
Total Capital Plan	50,316,900	19,027,475	9,532,812	9,494,663	50.10%	12,133,988	24.12%	35,316,89
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			Actual include					
			Commitments	Variance		Forecast	Y/E	
Major Capital Schemes	Full Year Budget	Rudget P9	Spend Period 9		P9% Snen	Y/E Spend	-	Head of Service Comments
Wajor capital Schemes	£	£	£	£	* 578 Spen	£	f	head of Service comments
	L	L	L	L	/0	L	L	BCF DFG funding to fund mandatory
1								and discretionary DFGs in line with
								the Private Sector Housing Grant
								Policy. Ongoing grant approvals will
								result in a significant committment a
								the end of 2021-2022. Commitment
								(approved DFGs where work is
	2 446 000	100.000	250.000	(400,400)	242 570	005 000	4 224 222	ongoing - prior to payment Q3 £227k+ Commitments £608k = £835k
Live Schemes - DFG	2,116,900	169,200	359,668	(190,468)	212.57%	835,000	1,281,900	We still believe the project will be
								delivered by year end and within
								budget. There are currently some
								supply chain issues, so there is a bit
Live Scheme - Cemetery	1,170,200	1,000,000	1,226,175	(226,175)	122.62%	1,170,200	0	of delay in the final stages.
								There have been/will be some
								invoices from the contractor this
Live - Shepshed Public Realm	504,400	0	0	0	0.00%	60,000	444,400	year, as well as some staff time.
								Delays in the carbon neutral plan
								have delayed the commissioning of
Live - Carbon Neutral Project	598,800	0	3,700	(3,700)	0.00%	3,700	595,100	work for this project, in addition
								Difficult to forecast the profile of the
	2 65 4 000		4 670 664	(4 524 264)	4400.000/	1 070 004	604 006	construction spend month by month as that is determined by the progress
Live scheme - Bedford Square	2,654,000	141,400	1,672,664	(1,531,264)	1182.93%	1,972,664	681,336	
								Internal Borrowring/Loan X510 Charnwood Campus Forward Funding
								- No additional expenditure in
								pipeline at present (expenditure
Provisional Scheme- Enterprise Zone	15,000,000	2,000,000	2,000,000	0	100.00%	2,000,000	13,000,000	dependent on LLEP processes in the
								External Borrowing- No spend activity
Provisional - Regeneration Project	15,145,400	11,210,700	(2,995)	11,213,695	-0.03%	0	15,000,000	this far and currently no plans to
Sub Total	37,189,700	14,521,300	5,259,212	9,262,088	36.22%	6,041,564	31,002,736	
Other Conorol Fund Conital California	2 220 000	1 620 575	1 222 472	400 400	74.050/	1 441 554	1 422 000	See detailed Capital Monitoring
Other General Fund Capital Schemes					74.95%			Report included
Total General Fund	40,418,300	16,151,875	6,481,385	9,670,490	40.13%	7,483,115	32,877,167	See detailed Capital Monitoring
								Report and includes £1.3m Acg of
Total HRA	9,898,600	2,875,600	3,051,427	(175,827)	106.11%	4,650,873	2,439,725	Affordable Homes
Total Capital Plan	50,316,900			9,494,663	50.10%			
(Costs within HRA)	.,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,		····	, , ,		, .,	,	
								Purchased 8 properties to date, in the
HRA Acq of Affordable Homes	3,263,400	1,794,400	1,360,765	433,635	75.83%	1,953,275	1,310,125	process of acquiring further