

## CAPITAL INVESTMENT PROGRAMME REPORT 2021/22

### Month 9 – December 2021

#### 1 Background

- 1.1 The original capital programme for 2021/22 reflects the priorities outlined in the capital strategy as approved at Cabinet on 23 February 2021 and confirmed at the Council meeting on 4 March 2021.
- 1.2 The position as at 31 December 2021 (updated for more recent information where possible) is highlighted in this report. It is anticipated that this report will, as far as possible, reflect the outturn position.
- 1.3 Although this report is presented close to the year-end, the programme will continue to be monitored and revised to take account of any new developments and changes in the profile of planned expenditure.

#### 2 Current Position

- 2.1 The approved capital programme summary position for the five financial years 2021/22 to 2025/26, approved by Council on 4 March 2021 is summarised in Table 1 and shows capital programme expenditure of £86.002m in 2021/22.

**Table 1 : Original Budget - Capital Programme 2021/22 to 2025/26**

2021/22 £000	2022/23 £000	2023/24 £000	2024/25 £000	2025/26 £000	TOTAL £000
86,002	94,153	71,418	62,553	27,454	341,580

- 2.2 Table 2 shows the revised capital programme for 2021/22 as at 31 December 2021 updated where possible for the most up to date position. It therefore shows an overall expenditure level of £38.709m, following a number of changes explained in the following paragraphs.
- 2.3 The approved virements of £1.553m (a decrease to the 2021/22 budget) represents changes since the revised month 8 position as detailed later in the report (para 2.5).
- 2.4 The up to date expenditure position is £29.304m (75.70% of forecast outturn). This spending profile is lower than in previous years. The position will be kept under review and budgets will be managed in accordance with forecasts.

**Table 2 – 2021/22 Capital Programme**

Directorate	Revised Budget (M08) £000	Approved Virements (to M9) £000	Proposed Virement/ Rephase £000	Revised Budget (M9) £000	Forecast £000	Variance £000
Corporate Services	4,880	(2,524)	(160)	2,196	2,196	-
Children's Services	15,403	-	(2,575)	12,828	12,828	-
Communities and Reform	36	-	(21)	15	15	-
Community Health & Adult Social Care	2,017	(2)	(82)	1,933	1,933	-
Housing Revenue Account	785		(495)	290	290	-
People and Place	29,437	973	(8,963)	21,447	21,447	-
<b>Overall Total</b>	<b>52,558</b>	<b>(1,553)</b>	<b>(12,306)</b>	<b>38,709</b>	<b>38,709</b>	<b>-</b>

(subject to rounding – tolerance +/- £1k)

- 2.5 The net approved budget change of £1.553m represents approved movements including new funding, major movements are detailed below:

**£000's**

- (1,500) - Partner Investment support – Rephase to future years
- (955) - Funding for Emerging Priorities – Budget Realignment
- (69) - Corporate Services budget – Rephase to future years
- 955 - Fleet Replacement Programme – additional resources
- (2) - Net DFG private contribution refund
- 18 - Natural England Grant - Pennine Way repairs/ Stone Waymarker
- (50) - IT - Digital Communities - Budget Realignment
- 50 - Financial Systems Development - Budget Realignment
- (1,553)**

- 2.6 The proposed changes, a net decrease of £12.306m is rephasing/accelerating of budget to/from future years as detailed in Appendix G.
- 2.7 Due to the COVID-19 pandemic and as the country eases restrictions and moves to a new normal after COVID, there remains an element of uncertainty about the forecast position but it is anticipated that the final outturn will be close to the current forecast as the latest position is based on the most up to date information. A further breakdown of Table 2 on a service by service area basis is shown at Appendices A to F.

**Re-profiling of the Capital Programme**

- 2.8 Since the Council meeting of 2 March 2022 which approved the 2022/23 to 2026/27 Capital Strategy and Programme, the capital programme now extends for a further financial year from 2021/22 to 2026/27. Taking into account the above amendments and the recently approved 2022/23 – 2026-27 Capital Strategy and Programme, the updated position is shown in Table 3 together with the projected financing profile.

**Table 3 – 2021/22 to 2026/27 Capital Programme**

Directorate Budget	Revised Budget 2021/22 £000	2022/23 £000	2023/24 £000	2024/25 £000	2025/26 £000	2026/27 £000	Total £000
Corporate Services	2,196	6,680	2,119	974	1,860	10,283	24,112
Children's Services	12,828	8,000	8,816	3,000	4,000	-	36,643
Communities and Reform	15	928	250	-	-	-	1,193
Community Health & Adult Social Care	1,933	2,547	2,543	2,543	1,900	400	11,866
Housing Revenue Account	290	3,965	8,227	8,014	1,250	-	21,746
People and Place	21,447	90,945	65,038	49,722	39,800	36,400	<b>303,352</b>
<b>Grand Total</b>	<b>38,709</b>	<b>113,065</b>	<b>86,993</b>	<b>64,253</b>	<b>48,810</b>	<b>47,083</b>	<b>398,913</b>

(subject to rounding – tolerance +/- £1k)

Funding	2021/22 £000	2022/23 £000	2023/24 £000	2024/25 £000	2025/26 £000	2026/27 £000	Total £000
Grant & Other Contributions	(13,688)	(52,202)	(25,838)	(10,380)	(4,587)	(2,500)	<b>(109,195)</b>
Prudential Borrowing	(19,188)	(52,527)	(50,703)	(44,123)	(42,073)	(43,583)	<b>(252,197)</b>
Revenue	(298)	(3,864)	(8,127)	(7,914)	(1,150)	-	<b>(21,353)</b>
Capital Receipts	(5,535)	(4,472)	(2,325)	(1,836)	(1,000)	(1,000)	<b>(16,168)</b>
<b>Grand Total</b>	<b>(38,709)</b>	<b>(113,065)</b>	<b>(86,993)</b>	<b>(64,253)</b>	<b>(48,810)</b>	<b>(47,083)</b>	<b>(398,913)</b>

(subject to rounding – tolerance +/- £1k)

2.9 The revised Funds for Emerging Priorities for 2021/22 to 2026/27, taking into account all the above amendments, is contained within the Corporate Services budget and is as follows:

**Table 4 – Provision for Emerging Priorities**

	2021/22 £000	2022/23 £000	2023/24 £000	2024/25 £000	2025/26 £000	2026/27 £000	Total £000
Funds for Emerging Priorities	-	2,680	2,050	836	1,722	163	<b>7,451</b>

**Capital Receipts**

2.10 The revised capital programme requires the availability of £5.535m of capital receipts in 2021/22 for financing purposes. The total net usable capital receipts currently received in year is £9.490m. This ensures that there is no shortfall in the support for the revenue budget, as the first £2.000m of capital receipts has been used to provide funding under the flexible use of capital receipts initiative (Section 9 Annex 1).

2.11 The capital receipts position as at 31 December 2021 is as follows:

**Table 5 – Capital Receipts 2021/22**

	£000	£000
Capital Receipts Financing Requirement		5,535
Usable Capital Receipt b/fwd.	-	
Actual received to date	(9,490)	
<b>Further Required/(Surplus) in 2021/22</b>		<b>(3,955)</b>

- 2.12 Given the significant amounts of receipts needed to finance the capital programme in this and future years it is imperative that the capital receipts/disposal schedule is adhered to. This is monitored at the monthly Capital Receipts meeting and will be subject to on-going review in the current and future financial years. It is of course recognised that the pandemic has had an impact of business/economic activities making capital disposals more challenging. A review of the capital receipts schedule has been a key element of the work undertaken in preparing the 2022/23 to 2026/27 Capital Strategy and work will continue as the asset disposal schedule is implemented during 2022/23.
- 2.13 The Capital Strategy and Capital Programme 2022/27 includes the level of receipts that is anticipated in each of the respective years and therefore an estimate as to the resultant level of over or under programming in order to present a balanced budget. Having now included an additional year to 2026/27 the revised and updated position is illustrated in the table below:

**Table 6 – Capital Receipts 2021/27**

<b>Capital Receipts</b>	<b>2021/22 £000</b>	<b>2022/23 £000</b>	<b>2023/24 £000</b>	<b>2024/25 £000</b>	<b>2025/26 £000</b>	<b>2026/27 £000</b>
Capital Receipts Carried Forward	-	(5,403)	(6,356)	(5,356)	(3,520)	(2,520)
Estimated Capital Receipts	(1,448)	(5,425)	(1,325)	-	-	-
Received in year	(9,490)					
<b>Total Receipts</b>	<b>(10,938)</b>	<b>(10,828)</b>	<b>(7,681)</b>	<b>(5,356)</b>	<b>(3,520)</b>	<b>(2,520)</b>
Capital Receipts Financing Requirement	5,535	4,472	2,325	1,836	1,000	1,000
<b>Over/(Under) programming</b>	<b>(5,403)</b>	<b>(6,356)</b>	<b>(5,356)</b>	<b>(3,520)</b>	<b>(2,520)</b>	<b>(1,520)</b>

(subject to rounding – tolerance +/- £1k)

- 2.14 As shown above, based on the most recent projection, there are sufficient receipts being generated to fully cover the capital receipts requirement in every year of the current Capital Programme. Realising capital receipts is very much led by the market and the prevailing market conditions, further complicated by COVID and the legacy it leaves, for that the reasons the assumptions in relation to the requirement for and the ability to generate capital receipts will be kept under close scrutiny and review in this and future financial years

### 3 Conclusion

- 3.1 The detailed review of the capital programme has resulted in significant reprofiling of the programme. Whilst the current estimated forecast outturn position is £38.709m, it is possible that as the year draws to an end, further reprofiling may still be required. This will be addressed as part of the year end process.
- 3.2 The capital programme is being continually monitored and is reported to Members on a regular basis.

## 4 **Appendices**

- 4.1 Appendix A - SUMMARY – Month 9 - Corporate Services
- Appendix B - SUMMARY – Month 9 - Children’s Services
- Appendix C - SUMMARY – Month 9 - Communities and Reform
- Appendix D - SUMMARY – Month 9 - Community Services & Adult Social Care
- Appendix E - SUMMARY – Month 9 - Housing Revenue Account (HRA)
- Appendix F - SUMMARY – Month 9 - People and Place
- Appendix G - SUMMARY – Month 9 - Proposed Changes

**SUMMARY – MONTH 9 (December 2021) – Corporate Services**

Service area	Revised Budget M08 £000	Approved Virements (to M9) £000	Proposed Virement / Rephase £000	Revised Budget M9 £000	Forecast £000	Year End Variance £000
Corporate	2,356	0	(160)	2,196	2,196	-
General Services	-	0	-	-	-	-
<b>Total Corporate Services</b>	<b>2,356</b>	<b>0</b>	<b>(160)</b>	<b>2,196</b>	<b>2,196</b>	<b>-</b>

(subject to rounding – tolerance +/- £1k)

**Major Variances Commentary**

No additional variances to report

**SUMMARY – MONTH 9 (December 2021) - Children's Services**

Service area	Revised Budget M08 £000	Approved Virements (to M9) £000	Proposed Virement / Rephase £000	Revised Budget M09 £000	Forecast £000	Year End Variance £000
Children, Young People & Families	13	0	-	13	13	-
Schools – General Provision	1,266	0	(1,264)	2	2	-
Schools – Primary	3,375	0	(1,087)	2,288	2,288	-
Schools – Secondary	7,462	0	(301)	7,161	7,161	-
Schools – Special	178	0	76	254	254	-
Schools – New Build	3,109	0	-	3,109	3,109	-
<b>Total Children's Services</b>	<b>15,403</b>	<b>0</b>	<b>(2,576)</b>	<b>12,828</b>	<b>12,828</b>	<b>-</b>

(subject to rounding – tolerance +/- £1k)

**Major Variances Commentary**

No additional variances to report

**SUMMARY – MONTH 9 (December 2021) - Communities and Reform**

Service area	Revised Budget M08 £000	Approved Virements (to M9) £000	Proposed Virement / Rephase £000	Revised Budget M09 £000	Forecast £000	Year End Variance £000
District Investment Fund	36	-	(21)	15	15	-
<b>Total Communities and Reform</b>	<b>36</b>	<b>-</b>	<b>(21)</b>	<b>15</b>	<b>15</b>	<b>-</b>

(subject to rounding – tolerance +/- £1k)

**Major Variances Commentary**

No additional variances to report

**SUMMARY – MONTH 9 (December 2021) - Community Health & Adult Social Care**

Service area	Revised Budget M08 £000	Approved Virements (to M9) £000	Proposed Virement / Rephase £000	Revised Budget M09 £000	Forecast £000	Year End Variance £000
Adult Services	1,933	-	-	1,933	1,933	-
<b>Total Community Health and Adult Social Care</b>	<b>1,933</b>	<b>-</b>	<b>-</b>	<b>1,933</b>	<b>1,933</b>	<b>-</b>

(subject to rounding – tolerance +/- £1k)

**Major Variances Commentary**

No additional variances to report

**SUMMARY – MONTH 9 (December 2021) - Housing Revenue Account (HRA)**

<b>Service area</b>	<b>Revised Budget M08 £000</b>	<b>Approved Virements (to M9) £000</b>	<b>Proposed Virement / Rephase £000</b>	<b>Revised Budget M09 £000</b>	<b>Forecast £000</b>	<b>Year End Variance £000</b>
Housing Revenue Account	872	0	(582)	290	290	-
<b>Total HRA</b>	<b>872</b>	<b>0</b>	<b>(582)</b>	<b>290</b>	<b>290</b>	<b>-</b>

(subject to rounding – tolerance +/- £1k)

**Major Variances Commentary**

No additional variances to report



**SUMMARY – MONTH 9 (December 2021) - People and Place**

<b>Service area</b>	<b>Revised Budget M08 £000</b>	<b>Approved Virements (to M9) £000</b>	<b>Proposed Virement / Rephase £000</b>	<b>Revised Budget M09 £000</b>	<b>Forecast £000</b>	<b>Year End Variance £000</b>
Asset Management	2,332	0	(1,362)	970	970	-
Asset Management - Education Premises	2,093	0	(529)	1,564	1,564	-
Boroughwide Developments	4,308	0	(1,646)	2,662	2,662	-
Development (Economic)	13	0	(13)	-	-	-
District Partnership – Boroughwide	40	0	(36)	4	4	-
Environment – Cemeteries and Crematorium	37	0	1	38	38	-
Environment – Countryside	145	0	(85)	60	60	-
Environment – Parks	46	0	-	46	46	-
ICT	4,080	0	(735)	3,345	3,345	-
Parks & Playing Fields	13	0	(13)	-	-	-
Private Housing – HMRF	117	0	68	185	185	-
Private Housing – Non-HMRF	-	0	250	250	250	-
Strategic Acquisitions	500	0	(500)	-	-	-
Town Centre Developments	1,391	0	(557)	834	834	-
Transport - Accident Reduction	1,540	0	(730)	810	810	-
Transport - Bridges & Structures	2,308	0	(880)	1,428	1,428	-
Transport - Fleet Management	881	955	(971)	865	865	-
Transport - Highway Major Works/Drainage schemes	7,665	18	(1,265)	6,418	6,418	-
Transport - Minor Works	475	0	(134)	341	341	-
Transport – Miscellaneous	1,423	0	174	1,597	1,597	-
Transport - Street Lighting	28	0	0	28	28	-
<b>Total People and Place</b>	<b>27,437</b>	<b>973</b>	<b>(8,963)</b>	<b>21,447</b>	<b>21,447</b>	<b>-</b>

(subject to rounding – tolerance +/- £1k)

**Major Variances Commentary**

No additional variances to report

**SUMMARY – MONTH 9 (December 2021) Proposed Changes**

<b>Capital - Corporate</b>		
Funding for Emerging Priorities	(160)	Rephase to future years
<b>Capital - Corporate Total</b>	<b>(160)</b>	
<b>Capital - Schools - General Provision</b>		
School places Greenfield Primary- temporary classroom & playing fields block	(368)	Rephase to future years
SEND - Special Provision Capital Fund (SPCF) General Provision	(836)	Rephase to future years
Healthy Pupil Capital Fund (HPCF) - General Provision	(11)	Rephase to future years
Schools Feasibility Funding	(48)	Rephase to future years
<b>Capital - Schools - General Provision Total</b>	<b>(1,263)</b>	
<b>Capital - Schools - Primary</b>		
Clarksfield Primary (Oasis Academy) Expansion	(267)	Rephase to future years
Mayfield Academy Expansion	(348)	Rephase to future years
Devolved Formula Capital (DFC) - Various Schools	(269)	Rephase to future years
St Paul's Primary School - Upgrade of Resource Centre	20	Accelerate to 2021/22
Northmoor Academy Nursery Expansion	(223)	Rephase to future years
<b>Capital - Schools - Primary Total</b>	<b>(1,088)</b>	
<b>Capital - Schools - Secondary</b>		
Royton & Crompton Secondary - Mechanical, Electrical and Roofing works	(50)	Rephase to future years
Royton & Crompton Sec School (OCL) - Full Astro – pitch replacement.	5	Accelerate to 2021/22
The Oldham Academy North - Additional 2FE	(90)	Rephase to future years
North Chadderton School Expansion	(300)	Rephase to future years
Acquisition of Land at Bloom St	133	Accelerate to 2021/22
<b>Capital - Schools - Secondary Total</b>	<b>(302)</b>	
<b>Capital - Schools - Special</b>		
Laurel Bank Pupil Referral Unit	(7)	Rephase to future years
DFC - Kingsland School	(6)	Rephase to future years
Kingsland - Laurel Bank Phase 2 ground floor refurbishment	254	Accelerate to 2021/22
Jardine Way Access Road (Halcyon Way Free School)	(164)	Rephase to future years
<b>Capital - Schools - Special Total</b>	<b>77</b>	

<b>Capital - District Investment Fund Total</b>	<b>(21)</b>	
<b>Capital – HRA</b>		
PFI2 Extra Care Housing Scheme	(5)	Rephase to future years
HRA Capital Strategy	(464)	Rephase to future years
Primrose Bank	(68)	Rephase to future years
Holly Bank Garden	(46)	Rephase to future years
<b>Capital - HRA Total</b>	<b>(583)</b>	
<b>Capital - Asset Management - Asset Management</b>		
Corporate Property - Legislative Repair Works (DDA/Legionella/H&S)	(103)	Rephase to future years
Royton Town Hall	(186)	Rephase to future years
Greenacres Cemetery - entrance lodge, boundary walls, archway and roof	(22)	Rephase to future years
Ferney Field, Chadderton - Flood/Drainage Defences	(28)	Rephase to future years
Alexandra Park North Lodge and Conservatories	(41)	Rephase to future years
Old Mill Lane Grotton - Burghley Close Greenacres	25	Accelerate to 2021/22
Queen Elizabeth Hall - Electrical upgrade	10	Accelerate to 2021/22
Holyrood Street - Derker	(15)	Rephase to future years
Hilton Arcade Roofing	(4)	Rephase to future years
New Barn Changing Rooms - Essential repairs	(30)	Rephase to future years
Backlog Maintenance – Various Schemes	(511)	Rephase to future years
Failsworth War Memorial renewal	2	Accelerate to 2021/22
Alexandra Children home/ Shaw LLL Centre / Turf Lane Community Centre.	(44)	Rephase to future years
Diggle Clock Tower - External repair	(248)	Rephase to future years
Holy Trinity Waterhead - groundworks	(47)	Rephase to future years
Saddleworth Pool Essential Repairs to Pool and Plant	(27)	Rephase to future years
St Johns Church Yard Demolition	(92)	Rephase to future years
<b>Capital - Asset Management - Asset Management Total</b>	<b>(1,361)</b>	
<b>Capital - Asset Management - Education Premises</b>		
Stanley Road Electrical/Alarm	(58)	Rephase to future years
South Failsworth Primary School - Phase 1 Heating Upgrade	(19)	Rephase to future years
Saddleworth School - Essential Electrical Rewiring and Circuit Replacement Works	(45)	Rephase to future years
Delph Primary School - Safeguarding Works	(15)	Rephase to future years
Community Schools Kitchens - Equipment Upgrade	(78)	Rephase to future years

Blackshaw Lane Heating	34	Accelerate to 2021/22
Greenfield St Marys Retaining Wall	(10)	Rephase to future years
Backlog Maintenance – Various Schemes	(332)	Rephase to future years
Kingsland Primary - Asbestos removal	16	Accelerate to 2021/22
Mills Hill Primary / Whitegate end - asbestos removal	(20)	Rephase to future years
Hey with Zion - Heating replacement	1	Accelerate to 2021/22
Glodwick Primary Heating Replacement / Windows	(1)	Rephase to future years
<b>Capital - Asset Management - Education Premises Total</b>	<b>(527)</b>	
<b>Capital - Boroughwide Developments</b>		
Disposal Programme - Pre Sales Expenditure (Strategic Regeneration)	(17)	Rephase to future years
Hollinwood / Langtree Regeneration	36	Accelerate to 2021/22
Foxdenton Hall – Essential health & safety works	(178)	Rephase to future years
Leisure Review - Boroughwide Sports Provision	(16)	Rephase to future years
Alexandra Park Depot	(100)	Rephase to future years
Northern Roots	(100)	Rephase to future years
Flexible Housing Fund	(1,000)	Rephase to future years
Corporate Acquisitions	(100)	Rephase to future years
Old Library Refurbishment	(200)	Rephase to future years
Stadium improvements to Vestacare Stadium, Whitebank Road	29	Accelerate to 2021/22
<b>Capital - Boroughwide Developments Total</b>	<b>(1,646)</b>	Rephase to future years
<b>Capital - Development</b>	<b>(13)</b>	Rephase to future years
<b>Capital - DP - Boroughwide</b>	<b>(36)</b>	Rephase to future years
<b>Capital - Environment - Cemeteries and Crematorium</b>	<b>1</b>	Accelerate to 2021/22
<b>Capital - Environment - Countryside Total</b>	<b>(85)</b>	Rephase to future years
<b>Capital – IT</b>		
IT Developments	2	Accelerate to 2021/22
IT - Creating an Agile & Efficient Council	5	Accelerate to 2021/22
IT - Strengthening Governance & Capability	(153)	Rephase to future years
IT - Business Systems	(5)	Rephase to future years
GM Full Fibre Project	(602)	Rephase to future years
Financial Systems Development	(34)	Rephase to future years
Technology Roadmap	922	Accelerate to 2021/22

Application Portfolio Management	(69)	Rephase to future years
Digital Workforce	(72)	Rephase to future years
Digital Services	(767)	Rephase to future years
Digital Communities	40	Accelerate to 2021/22
Digital Place	66	Accelerate to 2021/22
Data - Theme 1	(50)	Rephase to future years
Data - Theme 2	(18)	Rephase to future years
<b>Capital - IT Total</b>	<b>(735)</b>	<b>Rephase to future years</b>
<b>Capital - Parks &amp; Playing Fields</b>	<b>(13)</b>	<b>Rephase to future years</b>
<b>Capital - Private Housing – HMRF</b>	<b>68</b>	<b>Accelerate to 2021/22</b>
<b>Capital - Private Housing - Non-HMRF</b>	<b>250</b>	<b>Accelerate to 2021/22</b>
<b>Capital - Strategic Acquisitions</b>	<b>(500)</b>	<b>Rephase to future years</b>
<b>Capital - Town Centre Developments</b>		
Old Town Hall	6	Accelerate to 2021/22
Princes Gate Site A	10	Accelerate to 2021/22
Princes Gate Site C	(79)	Rephase to future years
Egyptian Room	(495)	Rephase to future years
<b>Capital - Town Centre Developments Total</b>	<b>(558)</b>	<b>Rephase to future years</b>
<b>Capital - Transport - Accident Reduction</b>	<b>(730)</b>	<b>Rephase to future years</b>
<b>Capital - Transport - Bridges &amp; Structures</b>	<b>(881)</b>	<b>Rephase to future years</b>
<b>Capital - Transport - Fleet Management</b>	<b>(971)</b>	<b>Rephase to future years</b>
<b>Capital - Transport - Highway Major Works/Drainage schemes</b>		
Transport Investment	(772)	Rephase to future years
Partington Street, Failsworth – Traffic Calming	(42)	Rephase to future years
Oldham Town Centre Improvements	(152)	Rephase to future years
Royton Town Centre Connection	(82)	Rephase to future years
Park Road NCN 626 to Town Centre	(217)	Rephase to future years
<b>Capital - Transport - Highway Major Works/Drainage schemes Total</b>	<b>(1,265)</b>	<b>Rephase to future years</b>
<b>Capital - Transport - Minor Works</b>	<b>(135)</b>	<b>Rephase to future years</b>
<b>Capital - Transport - Miscellaneous</b>	<b>174</b>	<b>Accelerate to 2021/22</b>
<b>Grand Total</b>	<b>(12,306)</b>	

(subject to rounding – tolerance +/- £1k)