

CAPITAL INVESTMENT PROGRAMME REPORT 2022/23

Month 8 - November 2022

1 Background

- 1.1 The original capital programme for 2022/23 reflected the priorities outlined in the capital strategy as approved at Cabinet on 14 February 2022 and confirmed at the Council meeting on 2 March 2022 as detailed in Table 1 below.

Table 1 : Original Budget - Capital Programme 2022/23 to 2026/27

2022/23 £000	2023/24 £000	2024/25 £000	2025/26 £000	2026/27 £000	TOTAL £000
100,248	86,993	64,253	48,810	47,083	347,387

2 Current Position

- 2.1 The position as at 30 November 2022 is highlighted in this report but as the year concludes the outturn projections will reflect the evolving position.
- 2.2 Table 2 shows the revised capital programme for 2022/23 as at 30 November 2022 at an overall expenditure level of £59.113m, following a number of changes explained in the following paragraphs.
- 2.3 Actual expenditure to 30 November 2022 was £29.531m (49.96% 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.
- 2.4 For the remainder of the financial year, the programme will continue to be monitored and revised to take account of any new developments and changes in the profile of planned expenditure.

Table 2 – 2022/23 Capital Programme

Directorate	Revised Budget (M06) £000	Approved Virements (to M08) £000	Proposed Virement/ Rephase £000	Revised Budget (M08) £000	Forecast £000	Variance £000
Community Health and Adult Social Care	1,868	24	474	2,366	2,366	-
Children's Services	7,686	158	(1,132)	6,712	6,712	-
Communities	446	-	(250)	196	196	-
Place and Economic Growth	49,068	722	(6,151)	43,639	43,639	-
Housing Revenue Account (HRA)	571	-	(571)	-	-	-
Corporate/ Information Technology (IT)	4,679	217	(1,195)	3,701	3,701	-
Capital, Treasury & Technical Accounting	4,000	-	(1,500)	2,500	2,500	-
Funding for Emerging Priorities	-	-	-	-	-	-
Overall Total	68,318	1,121	(10,325)	59,113	59,113	-

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

- 2.5 The approved movements of £1.121m are detailed in Table 3 below and the proposed budget change of £10.325m in 2022/23 are presented at Appendix I. The updated forecast for 2022/23 capital expenditure of £59.113m forms the starting point for assessing the changes to the Capital Strategy. Table 4 therefore sets out the 2022/23 position and the forecasts for the Capital Strategy extended to 2027/28 to align with the 2023/24 to 2027/28 Capital Strategy report elsewhere on the agenda.

Table 3

£000's	Project
652	Bee Network Crossing (New Grant funding)
57	Additional grant funding – Goldburn Clough
(4)	Unutilised grant – Oasis Leesbrook
174	Family Hubs (New Grant funding)
217	Additional grant funding – GM Fibre
1	Public Right of Way (Revenue contribution to scheme)
23	Disabled Facilities Grant – Private Contributions
1,121	Total approved movements

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

- 2.6 Although this is the position at Month 8, there still remains an element of uncertainty about the 2022/23 position and it is inevitable that this will change in the remaining months; that said the forecasts are based on the latest and most up to date information and give a better picture of the likely outturn.

Re-profiling of the Capital Programme

- 2.7 The revised capital programme for 2022/23 to 2027/28, taking into account all amendments in arriving at the revised forecast position, is shown in Table 4 together with the projected financing profile.

Table 4 – 2022/2027 Capital Programme

Directorate Budget	Revised Budget 2022/23 £000	2023/24 £000	2024/25 £000	2025/26 £000	2026/27 £000	2027/28 £000	Total £000
Community Health and Adult Social Care	2,366	2,343	2,343	1,826	400	0	9,278
Children's Services	6,712	9,930	4,522	1,691	1,500	1,500	25,855
Communities	196	400	100				696
Place and Economic Growth	43,639	71,148	69,051	24,540	36,507	3,054	247,939
Housing Revenue Account	0	1,000	500	95	0	0	1,595
Corporate/ Information Technology	3,701	5,957	3,960	2,650	2,150	0	18,418
Capital, Treasury & Technical Accounting	2,500	4,238	2,738	234	10,120	0	19,830
Funding for Emerging Priorities	0	1,493	15,624	13,836	4,885	0	35,838
Overall Total	59,113	96,509	98,838	44,872	55,562	4,554	359,449

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

Funding	2022/23 £000	2023/24 £000	2024/25 £000	2025/26 £000	2026/27 £000	2027/28 £000	Total £000
Grants and Other Contributions	(37,327)	(29,522)	(31,129)	(3,713)	(5,554)	(3,054)	(110,299)
Prudential Borrowing	(15,533)	(59,041)	(63,721)	(40,008)	(49,038)	(1,500)	(228,841)
Revenue Contribution	(90)	(1,000)	(500)	(95)	0	0	(1,685)
Capital Receipts	(6,163)	(6,946)	(3,488)	(1,056)	(970)	0	(18,623)
Overall Total	(59,113)	(96,509)	(98,838)	(44,872)	(55,562)	(4,554)	(359,449)

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

- 2.8 Since Month 6, the total value of the capital programme has decreased by a net £1.533m. The significant movements are the removal of HRA funding of £18.879m, additional transport grants of £7.579m and additional capital receipts of £8.661m.

Capital Receipts

- 2.9 The revised capital programme requires the availability of £6.163m of capital receipts in 2022/23 for financing purposes. The total net usable capital receipts currently received in year is £2.663m. The first £2.500m of capital receipts has been earmarked to be used to provide funding under the flexible use of capital receipts initiative.

- 2.10 The capital receipts position as at 30 November 2022 is therefore as follows:

Table 5 – Capital Receipts 2022/23

	£000	£000
Capital Receipts Financing Requirement		6,163
Usable Capital Receipt b/fwd.	-	
Actual received to date	(2,663)	
Further Required in 2022/23		3,500

- 2.11 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 for the remainder of the year and beyond. It is of course recognised that the lasting effects of the pandemic has had an impact of business/economic activities making capital disposals more challenging.
- 2.12 The 2022/23 to 2026/27 Capital Strategy and Capital Programme introduced an expectation of 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 programme.

Table 6 – Capital Receipts 2022/27

Capital Receipts	2022/23	2023/24	2024/25	2025/26	2026/27
	£000	£000	£000	£000	£000
Capital Receipts Carried Forward	-	1,092	1,081	(931)	(4,375)
Estimated Capital Receipts Received in year	(2,408)	(6,957)	(5,500)	(4,500)	(3,250)
Total Receipts	(5,071)	(5,865)	(4,419)	(5,431)	(7,625)
Capital Receipts Financing Requirement	6,163	6,946	3,488	1,056	970
Over/(Under) programming	1,092	1,081	(931)	(4,375)	(6,655)

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

- 2.13 There is a projected shortfall in the capital receipts for the current year (2022/23) and 2023/24, the position changes to a projected surplus in 2024/25 and future years. Officers will look to accelerate the disposal of some assets to minimise any shortfall. This position will be kept under review.

3 **Conclusion**

- 3.1 The capital programme has seen considerable reprofiling in year and expenditure to date is comparatively low. Therefore, the revised forecast spending level for 2022/23 will be closely monitored to ensure that any further changes are reflected in the month 9 report.

4 **Appendices**

- 4.1 Appendix A - SUMMARY – Month 8 - Community Health and Adult Social Care
 Appendix B - SUMMARY – Month 8 - Children’s Service
 Appendix C - SUMMARY – Month 8 - Communities
 Appendix D - SUMMARY – Month 8 - Place and Economic Growth
 Appendix E - SUMMARY – Month 8 - Housing Revenue Account (HRA)
 Appendix F - SUMMARY – Month 8 - Corporate/Information Technology
 Appendix G - SUMMARY – Month 8 - Capital Treasury and Technical Accounting
 Appendix H - SUMMARY – Month 8 - Funding for Emerging Priorities
 Appendix I - SUMMARY – Month 8 - Proposed Changes

SUMMARY – Month 8 (November 2022) - Community Health and Adult Social Care

Service area	Revised Budget (M06) £000	Approved Changes /Virements (to M08) £000	Proposed Virement (M08) £000	Revised Budget (M08) £000	Forecast £000	Year End Variance £000
Adult Services	1,868	24	474	2,366	2,366	-
Community Health and Adult Social Care Total	1,868	24	474	2,366	2,366	-

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

Major Variances Commentary

No additional variances to report

SUMMARY – Month 8 (November 2022) – Children’s Service

Service area	Revised Budget (M06) £000	Approved Changes /Virements (to M08) £000	Proposed Virement (M08) £000	Revised Budget (M08) £000	Forecast £000	Year End Variance £000
Childrens, Young People and Families (CYPF)	-	174	-	174	174	-
Schools - General Provision	529	-	(100)	429	429	-
Schools - Primary	2,564	(16)	(532)	2,016	2,016	-
Schools - Secondary	4,589	-	(500)	4,090	4,090	-
Schools - Special	3	-	-	3	3	-
Schools New Build	-	-	-	-	-	-
Children’s Service Total	7,686	158	(1,132)	6,712	6,712	-

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

Major Variances Commentary

No additional variances to report

SUMMARY – Month 8 (November 2022) – Communities

Service area	Revised Budget (M06) £000	Approved Changes /Virements (to M08) £000	Proposed Virement (M08) £000	Revised Budget (M08) £000	Forecast £000	Year End Variance £000
Local Investment Fund	446	-	(250)	196	196	-
Communities Total	446	-	(250)	196	196	-

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

Major Variances Commentary

No additional variances to report

SUMMARY – Month 8 (November 2022) – Place and Economic Growth

APPENDIX D

Service area	Revised Budget (M06) £000	Approved Changes /Virements (to M08) £000	Proposed Virement (M08) £000	Revised Budget (M08) £000	Forecast £000	Year End Variance £000
Asset Mgt - Asset Management	5,233	-	(2,420)	2,813	2,813	-
Asset Mgt - Education Premises	2,158	16	(774)	1,400	1,400	-
Boroughwide Developments	10,264	-	(2,200)	8,064	8,064	-
Development	12	-	-	12	12	-
Boroughwide Projects	80	-	-	80	80	-
Cemeteries and Crematorium	9	-	-	9	9	-
Countryside	155	-	-	155	155	-
Parks	177	-	(35)	142	142	-
Playing Fields & Facilities	2	-	-	2	2	-
Parks & Playing Fields	13	-	-	13	13	-
Private Housing - HMRF	129	-	-	129	129	-
Private Housing - Non-HMRF	63	-	-	63	63	-
Strategic Acquisitions	-	-	250	250	250	-
Public Realm	75	-	-	75	75	-
Town Centre Developments	14,630	-	(522)	14,108	14,108	-
Accident Reduction	1,699	-	47	1,746	1,746	-
Bridges & Structures	3,602	-	(159)	3,443	3,443	-
Fleet Management	1,443	-	-	1,443	1,443	-
Highway Major Works/Drainage schemes	4,737	1	(381)	4,357	4,357	-
Minor Works	469	652	(100)	1,021	1,021	-
Miscellaneous	4,120	53	144	4,317	4,317	-
Street Lighting	-	-	-	-	-	-
Place and Economic Growth Total	49,068	722	(6,151)	43,639	43,639	-

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

Major Variances Commentary

No additional variances to report

SUMMARY – Month 8 (November 2022) - Housing Revenue Account (HRA)

Service area	Revised Budget (M06) £000	Approved Changes /Virements (to M08) £000	Proposed Virement (M08) £000	Revised Budget (M08) £000	Forecast £000	Year End Variance £000
Housing Revenue Account	571	-	(571)	-	-	-
HRA Total	571	-	(571)	-	-	-

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

Major Variances Commentary

No additional variances to report

SUMMARY – Month 8 (November 2022) – Corporate/Information Technology (IT)

Service area	Revised Budget (M06) £000	Approved Changes /Virements (to M08) £000	Proposed Virement (M08) £000	Revised Budget (M08) £000	Forecast £000	Year End Variance £000
Information Technology	4,679	217	(1,195)	3,701	3,701	-
Information Technology Total	4,679	217	(1,195)	3,701	3,701	-

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

Major Variances Commentary

No additional variances to report

SUMMARY – Month 8 (November 2022) – Capital Treasury and Technical Accounting

Service area	Revised Budget (M06) £000	Approved Changes /Virements (to M08) £000	Proposed Virement (M08) £000	Revised Budget (M08) £000	Forecast £000	Year End Variance £000
Cross Cutting /Corporate	4,000	-	(1,500)	2,500	2,500	-
Capital Treasury and Technical Accounting Total	4,000	-	(1,500)	2,500	2,500	-

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

Major Variances Commentary

No additional variances to report

SUMMARY – Month 8 (November 2022) - Funding for Emerging Priorities

Service area	Revised Budget (M06) £000	Approved Changes /Virements (to M08) £000	Proposed Virement (M08) £000	Revised Budget (M08) £000	Forecast £000	Year End Variance £000
Funding for Emerging Priorities	-	-	-	-	-	-
Funding for Emerging Priorities Total	-	-	-	-	-	-

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

Major Variances Commentary

No additional variances to report

SUMMARY – Month 8 (November 2022) Proposed Changes

EXPENDITURE BUDGETS TO BE REPROFILED AS AT 30 NOVEMBER 2022	2022/23	2023/24	2024/25	2025/26	2026/27	Comments
Directorate / Scheme	£000	£000	£000	£000	£000	
Community Health and Adult Social Care						
Disabled Facilities Grant (DFG)	474			(474)		Acceleration of grant
Community Health and Adult Social Care TOTAL	474			(474)		
Children's Service						
Special Provision Capital Fund (SPCF) General Provision	(100)		100			Rephase to future years
Northmoor Academy Nursery Expansion	(167)					Grant no longer needed
Royton Hall classroom conversion	(100)	100				Rephase to future years
St Margaret's School - Additional Classroom Extension	(265)	265				Rephase to future years
Essential Condition Works – General Provision	(100)	100				Rephase to future years
Crompton House – Additional 4FE	(400)	400				Rephase to future years
Children's Service TOTAL	(1,133)	865	100			
Communities						
Local Investment Fund	(250)		250			Rephase to future years
Communities TOTAL						
Place and Economic Growth						
Royton Town Hall	(2,000)	2,000				Rephase to future years
Cemetery Pathways	100	(100)				Acceleration from future years
Boroughwide - Flood Damaged Walkways/ Footpaths, Bridges & Retaining Structures	(300)	300				Rephase to future years
Alexandra Park Electrical Upgrade	(250)	250				Rephase to future years

Moorhey Street Electrical Upgrade	50	(50)		Acceleration from future years
Medlock Court Electrical/Fire Alarm Upgrade	50	(50)		Acceleration from future years
St Johns Church Yard Demolition	(70)	70		Rephase to future years
Community Schools Kitchens - Equipment Upgrade	(90)	90		Rephase to future years
Hey with Zion - Heating replacement	(229)	229		Rephase to future years
Castleshaw Centre - Climbing Frame Repairs	(75)	75		Rephase to future years
Christ Church Denshaw Heating Replacement	(20)	-	20	Rephase to future years
Delph Primary Electrical Rewire	(20)	-	20	Rephase to future years
Mather Street Electrical Rewire	(30)	-	30	Rephase to future years
Beever Street Heating Replacement	(20)	-	20	Rephase to future years
Bare Trees Primary Electrical Rewire	(20)	-	20	Rephase to future years
Friezland Primary Electrical Rewire	(250)	250		Rephase to future years
Horton Mill Electrical Rewire	(20)	-	20	Rephase to future years
Hollinwood / Langtree Regeneration	-	(147)		Removal of surplus budget
Alexandra Park Depot	(1,500)	1,500		Rephase to future years
Northern Roots	(700)	700		Rephase to future years
LIF - Westminster Gardens	(34)	34		Rephase to future years
Royton Park improvements to play facilities	(1)	1		Rephase to future years
Strategic Acquisitions- General Provision	250	(250)		Acceleration from future years
Egyptian Room	(522)	522		Rephase to future years
ATF - School Streets	35			New grant funding
St Marys Primary, Greenfield - School Safety Zone	13	(8)		Acceleration from future years & Additional grant funding
King Street Roundabout Footbridge	(9)	9		Rephase to future years
Park Bridge NCN 626 to Ashton	(48)	48		Rephase to future years
Waterloo & Wellington Bridges	(102)	102		Rephase to future years
Oldham Town Centre Improvements	(496)	496		Rephase to future years
Royton Town Centre Connection	(19)	19		Rephase to future years
Park Road NCN 626 to Town Centre	(57)	(280)	337	Rephase to future years

CRSTS QBT Corridor Scheme	190	442				New Grant Funding
Bee Network Crossings	(200)	200				Rephase to future years
Church Road, Shaw - Highway Imps	100					New Grant Funding
Market Hall Connectivity Improvements	(125)	125				Rephase to future years
Southlink Traffic Signal Junction	269	(269)				Acceleration from future years
Place and Economic Growth TOTAL	(6,150)	6,308	467			
Housing Revenue Account (HRA)						
HRA Capital Strategy	(571)	571				Rephase to future years
Housing Revenue Account (HRA) TOTAL	(571)	571				
Corporate / Information Technology						
GM Fibre / Local Full Fibre Network	217					Additional Grant Funding
Various IT projects	(1,195)	542	50	450	160	Rephase to future years
Corporate / Information Technology TOTAL	(978)	1,195				
Capital, Treasury & Technical Accounting						
Strategic Investment	(1,500)	1,500				Rephase to future years
Capital, Treasury & Technical Accounting TOTAL	(1,500)	1,500				
TOTAL	(10,325)	9,786	867	(24)	160	

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

FINANCING BUDGETS TO BE REPROFILED AS AT 30 NOVEMBER 2022	2022/23	2023/24	2024/25	2025/26	2026/27
Fund Source	£000	£000	£000	£000	£000
Grants and Contributions	2,489	(2,966)	(567)	474	
Prudential Borrowing	8,198	(6,120)	(300)	(450)	(160)
Revenue Contribution	436	(471)			
Capital Receipts	(798)	(230)			
TOTAL	10,325	(9,786)	(867)	24	(160)

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