

CAPITAL INVESTMENT PROGRAMME REPORT 2022/23

Month 9 – December 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.
- 1.2 The position as at 31 December 2022 (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 2022/23 to 2026/27, approved by Council on 2 March 2022 is summarised in Table 1 and shows capital programme expenditure of £100.248m in 2022/23.

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

- 2.2 Table 2 shows the revised capital programme for 2022/23 as at 31 December 2022 updated where possible for the most up to date position. It therefore shows an overall expenditure level of £50.361m, following a number of changes explained in the following paragraphs.
- 2.3 The up to date, actual expenditure position is £44.073m (87.51% 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 – 2022/23 Capital Programme

Directorate	Revised Budget (M08) £000	Approved Virements (M09) £000	Proposed Virement/ Rephase £000	Revised Budget (M09) £000	Forecast £000	Variance £000
Community Health and Adult Social Care	2,366	16	-	2,382	2,382	-
Children's Services	6,712	-	(811)	5,901	5,901	-
Communities	196	-	(142)	54	54	-
Place and Economic Growth	43,639	30	(6,327)	37,342	37,342	-
Housing Revenue Account (HRA)	-	-	-	-	-	-
Corporate/ Information Technology (IT)	3,701	-	(1,519)	2,182	2,182	-
Capital, Treasury & Technical Accounting	2,500	-	-	2,500	2,500	-
Funding for Emerging Priorities	-	-	-	-	-	-
Overall Total	59,113	46	(8,799)	50,361	50,361	-

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

- 2.4 The approved virement of £0.046m (a decrease to the 2022/23 budget) represents the agreed changes since the month 8 position as shown in Table 3 below and the proposed budget changes for the period, totalling £8.799m are presented at Appendix I

Table 3 – Approved Virements Month 9

£000's	Project
16	Disabled Facilities Grant – Private Contributions
30	Manchester Street Viaduct refurbishment
46	Total approved movements

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

Re-profiling of the Capital Programme

- 2.8 The Council meeting of 2 March 2022 approved the 2022/23 to 2026/27 Capital Strategy and Programme, since which time the capital programme has been extended for a further financial year to 2027/28. Taking into account the above amendments and the recently approved 2023/24 to 2027/28 Capital Strategy and Programme, the updated position is shown in Table 4 together with the projected financing profile.

Table 4 – 2022/2028 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	2,382	3,023	2,643	846	400	-	9,294
Children's Services	5,901	11,058	4,850	2,913	1,500	1,500	27,722
Communities	54	542	100				696
Place and Economic Growth	37,342	91,146	80,263	26,088	36,507	3,054	274,400
Housing Revenue Account	0	1,000	500	95	0	0	1,595
Corporate/ Information Technology	2,182	6,792	4,455	2,840	2,150	0	18,419
Capital, Treasury & Technical Accounting	2,500	4,238	2,738	234	10,120	0	19,831
Funding for Emerging Priorities	0	1,492	12,486	13,836	4,885	0	32,699
Overall Total	50,361	119,292	108,035	46,852	55,562	4,554	384,656

(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	(33,361)	(44,607)	(42,457)	(6,483)	(5,554)	(3,054)	(135,516)
Prudential Borrowing	(13,210)	(63,663)	(62,213)	(39,218)	(49,038)	(1,500)	(228,842)
Revenue Contribution	(90)	(1,000)	(500)	(95)	-	-	(1,685)
Capital Receipts	(3,700)	(10,022)	(2,865)	(1,056)	(970)	-	(18,613)
Overall Total	(50,361)	(119,292)	(108,035)	(46,852)	(55,562)	(4,554)	(384,656)

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

- 2.9 The revised Funding for Emerging Priorities allocation for 2022/23 to 2027/28, shows the resources available to support new projects from Council resources over the life of the capital programme.

Capital Receipts

- 2.10 The revised capital programme requires the availability of £3,700m of capital receipts in 2022/23 for financing purposes. The total net usable capital receipts currently received in year is £2.802m. This ensures that there is no shortfall in the support for the revenue budget as the first £2.500m of capital receipts have been earmarked to be used to provide funding under the flexible use of capital receipts initiative.

- 2.11 The current capital receipts position is as follows:

Table 6 – Capital Receipts 2022/23

	£000	£000
Capital Receipts Financing Requirement		3,700
Usable Capital Receipt b/fwd.	-	
Actual received to date	(2,802)	
Further Required in 2022/23		898

- 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 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.
- 2.13 The Capital Strategy and Capital Programme 2022/23 to 2026/27 now updated to take account of the Capital Strategy and Capital Programme 2023/24 to 2027/28 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 programme. The revised and updated position is illustrated in the table below:

Table 7 – Capital Receipts 2022/28

Capital Receipts	2022/23 £000	2023/24 £000	2024/25 £000	2025/26 £000	2026/27 £000	2027/28 £000
Capital Receipts Carried Forward	-	(1,548)	1,517	(1,118)	(4,562)	(6,842)
Estimated Capital Receipts	(2,446)	(6,957)	(5,500)	(4,500)	(3,250)	(1,250)
Received in year	(2,802)					
Total Receipts	(5,248)	(8,505)	(3,983)	(5,618)	(7,812)	(8,092)
Capital Receipts Financing Requirement	3,700	10,022	2,865	1,056	970	-
Over/(Under) programming	(1,548)	1,517	(1,118)	(4,562)	(6,842)	(8,092)

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

- 2.14 There is a projected surplus in the capital receipts required to finance the capital programme in the current year 2022/23, however this is offset with a forecast shortfall for 2023/24. Future years re-profiling of the Capital Programme may reduce the receipts requirement, there is however potential to create an increase in the borrowing requirement if unaddressed. The remainder of the Capital Programme is currently projecting a surplus position, but this will depend on the movement of expenditure over the life of the programme. Officers will therefore look to accelerate the disposal of some assets to minimise the potential shortfall during 2023/24. This position will be kept under review given the opportunity for the projections to change up to 2027/28 and a prudent approach has been taken with regard to the use of capital receipts in the latter years of the capital programme.

3 Conclusion

- 3.1 The capital programme has seen considerable reprofiling in year. Whilst the current estimated forecast outturn position is £50.361m, it is possible that as the year draws to an end, further re-profiling may still be required. This will be addressed as part of the year end process.

4 **Appendices**

- 4.1 Appendix A - SUMMARY – Month 9 - Community Health and Adult Social Care
- Appendix B - SUMMARY – Month 9 - Children’s Service
- Appendix C - SUMMARY – Month 9 - Communities
- Appendix D - SUMMARY – Month 9 - Place and Economic Growth
- Appendix E - SUMMARY – Month 9 - Housing Revenue Account (HRA)
- Appendix F - SUMMARY – Month 9 - Corporate/Information Technology
- Appendix G - SUMMARY – Month 9 - Capital Treasury and Technical Accounting
- Appendix H - SUMMARY – Month 9 - Funding for Emerging Priorities
- Appendix I - SUMMARY – Month 9 - Proposed Changes

SUMMARY – Month 9 (December 2022) - Community Health and Adult Social Care**APPENDIX A**

Service area	Revised Budget (M08) £000	Approved Changes /Virements (to M09) £000	Proposed Virement (M09) £000	Revised Budget (M09) £000	Forecast £000	Year End Variance £000
Adult Services	2,366	16	-	2,382	2,382	-
Community Health and Adult Social Care Total	2,366	16	-	2,382	2,382	-

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

Major Variances Commentary

No additional variances to report

SUMMARY – Month 9 (December 2022) – Children’s Service**APPENDIX B**

Service area	Revised Budget (M08) £000	Approved Changes /Virements (to M09) £000	Proposed Virement (M09) £000	Revised Budget (M09) £000	Forecast £000	Year End Variance £000
Childrens, Young People and Families (CYPF)	174	-	-	174	174	-
Schools - General Provision	429	-	(421)	8	8	-
Schools - Primary	2,016	-	(267)	1,749	1,749	-
Schools - Secondary	4,090	-	(123)	3,967	3,967	-
Schools - Special	3	-	-	3	3	-
Schools New Build	-	-	-	-	-	-
Children’s Service Total	6,712	-	(811)	5,901	5,901	-

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

Major Variances Commentary

No additional variances to report

SUMMARY – Month 9 (December 2022) – Communities**APPENDIX C**

Service area	Revised Budget (M08) £000	Approved Changes /Virements (to M09) £000	Proposed Virement (M09) £000	Revised Budget (M09) £000	Forecast £000	Year End Variance £000
Local Investment Fund	196	-	(142)	54	54	-
Communities Total	196	-	(142)	54	54	-

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

Major Variances Commentary

No additional variances to report

SUMMARY – Month 9 (December 2022) – Place and Economic Growth

APPENDIX D

Service area	Revised Budget (M08) £000	Approved Changes /Virements (to M09) £000	Proposed Virement (M09) £000	Revised Budget (M09) £000	Forecast £000	Year End Variance £000
Asset Mgt - Asset Management	2,813	-	(915)	1,898	1,898	-
Asset Mgt - Education Premises	1,400	-	(856)	544	544	-
Boroughwide Developments	8,064	-	(903)	7,161	7,161	-
Development	12	-	-	12	12	-
Boroughwide Projects	80	-	(75)	5	5	-
Cemeteries and Crematorium	9	-	(9)	-	-	-
Countryside	155	-	(25)	130	130	-
Parks	142	-	47	189	189	-
Playing Fields & Facilities	2	-	-	2	2	-
Parks & Playing Fields	13	-	(13)	-	-	-
Private Housing - HMRF	129	-	(50)	79	79	-
Private Housing - Non-HMRF	63	-	-	63	63	-
Strategic Acquisitions	75	-	(75)	-	-	-
Public Realm	250	-	(250)	250	250	-
Town Centre Developments	14,108	-	(1,508)	12,600	12,600	-
Accident Reduction	1,746	-	(275)	1,471	1,471	-
Bridges & Structures	3,443	30	(355)	3,118	3,118	-
Fleet Management	1,443	-	-	1,443	1,443	-
Highway Major Works/Drainage schemes	4,357	-	(97)	4,260	4,260	-
Minor Works	1,021	-	(466)	555	555	-
Miscellaneous	4,317	-	(506)	3,811	3,811	-
Street Lighting	-	-	-	-	-	-
Place and Economic Growth Total	43,639	30	(6,327)	37,342	37,342	-

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

Major Variances Commentary

No additional variances to report

SUMMARY – Month 9 (December 2022) - Housing Revenue Account (HRA)**APPENDIX E**

Service area	Revised Budget (M08) £000	Approved Changes /Virements (to M09) £000	Proposed Virement (M09) £000	Revised Budget (M09) £000	Forecast £000	Year End Variance £000
Housing Revenue Account	-	-	-	-	-	-
HRA Total	-	-	-	-	-	-

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

Major Variances Commentary

No additional variances to report

SUMMARY – Month 9 (December 2022) – Corporate/Information Technology (IT)**APPENDIX F**

Service area	Revised Budget (M08) £000	Approved Changes /Virements (to M09) £000	Proposed Virement (M09) £000	Revised Budget (M09) £000	Forecast £000	Year End Variance £000
Information Technology	3,701	-	(1,519)	2,182	2,182	-
Information Technology Total	3,701	-	(1,519)	2,182	2,182	-

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

Major Variances Commentary

No additional variances to report

SUMMARY – Month 9 (December 2022) – Capital Treasury and Technical Accounting**APPENDIX G**

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	2,500	-	-	2,500	2,500	-
Capital Treasury and Technical Accounting Total	2,500	-	-	2,500	2,500	-

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

Major Variances Commentary

No additional variances to report

SUMMARY – Month 9 (December 2022) - Funding for Emerging Priorities**APPENDIX H**

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 9 (December 2022) Proposed Changes

APPENDIX I

EXPENDITURE BUDGETS TO BE REPROFILED AS AT 31 DECEMBER 2022	2022/23	2023/24	2024/25	2025/26	Comments
Directorate / Scheme	£000	£000	£000	£000	
Children's Services					
The Oldham Academy North - Additional 2FE	(10)	-	-	-	Prior year creditor correction
Various scheme adjustments	(801)	801	-	-	Rephase to future years
Children's Services TOTAL	(811)	801	-	-	
Place and Economic Growth					
Eastern Gateway Improvements (Prince's Gate)	(121)	121	-	-	Rephase to future years
Transport Investment	(17)	17	-	-	Rephase to future years
Growth Deal 3 - Programme Management Support	(3)	3	-	-	Rephase to future years
Chadderton Pedestrian & Cycle Access Improvements	(107)	107	-	-	Rephase to future years
Park Road NCN 626 to Town Centre	(80)	80	-	-	Rephase to future years
Park Bridge NCN 626 to Ashton	(60)	60	-	-	Rephase to future years
Sandy Lane, Royton - Traffic calming	(94)	-	-	-	Remove Grant – project completed
Golburn Clough, Greenfield	(297)	430	-	-	Realign & Rephase to future years and additional grant
Waterloo & Wellington Bridges	(295)	295	-	-	Rephase to future years
Wellington Street	(34)	34	-	-	Rephase to future years
Oldham Town Centre - Lees - Grotton Linear Park	(75)	147	-	-	Realign & Rephase to future years
Coal Pit Lane	(72)	-	-	-	Realign within service
Spindles	(916)	916	-	-	Rephase to future years
Northern Roots	(725)	725	-	-	Rephase to future years
Oasis Leesbrook Signalised Junction	(61)	-	-	-	Remove Grant – project completed
Salmon Fields Highway improvement	(25)	25	-	-	Rephase to future years
Bee Network Crossings	(269)	269	-	-	Rephase to future years
Church Road, Shaw – Highway Improvements	(90)	90	-	-	Rephase to future years
Levelling Up Parks	67	-	-	-	New Grant
Various scheme adjustments	(3,057)	3,057	-	-	Rephase to future years

Place and Economic Growth TOTAL	(6,327)	6,373	-	-	
Corporate / Information Technology					
Financial Systems Development	(15)	-	(50)	-	Rephase and Realign budget
Technology Roadmap Digital and Technology Foundations	(420)	230	100	90	Rephase to future years
Application Portfolio Management Line of Business Systems	(266)	186	30	50	Rephase to future years
Digital Workforce Workforce Collaboration and Productivity	(100)	(300)	350	50	Rephase to future years
Digital Services Customer Experience	(200)	200	-	-	Rephase to future years
Digital Communities Business Insight Performance, Strategy & Policy Foundations	82	(82)	-	-	Acceleration from future years
IT General Provision			65	-	Realign budget
Various scheme adjustments	(600)	600	-	-	Rephase to future years
Corporate / Information Technology TOTAL	(1,519)	834	495	190	
Communities					
Local Investment Fund	(142)	142	-	-	Rephase to future years
Communities TOTAL	(142)	142	-	-	
TOTAL	(8,799)	8,149	495	190	

FINANCING BUDGETS TO BE REPROFILED AS AT 31 DECEMBER 2022	2022/23	2023/24	2024/25	2025/26
Fund Source	£000	£000	£000	£000
Grants and Contributions	3,990	(4,055)	-	-
Prudential Borrowing	2,354	(1,639)	(495)	(190)
Capital Receipts	2,455	(2,455)	-	-
TOTAL	8,799	(8,149)	(495)	(190)

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