ANNEX 2

CAPITAL INVESTMENT PROGRAMME
2026/27 MONITORING REPORT & 2026/27-2031 Capital Programme
Month 6 – September 2026

1 Background

1.1 The original capital programme for 2026/27 reflected the priorities outlined in the Capital Strategy as approved at Cabinet on 23 February 2026 and confirmed at the Council meeting on 4 March 2026.

1.2 The position at the end of Month 6 (September 2026) is highlighted in this report.

1.3 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.

Current Position

2.1 Table 1 below shows the capital programme for 2026/27 and a further four years to 2030/31, and reflects the priorities outlined in the Capital Strategy.

Table 1 – 2026/31 Capital Strategy

Directorate Budget	2026/27 £000	2027/28 £000	2028/29 £000	2029/30 £000	2030/31 £000	Total £000
Community Health and Adult Social Care	6,495	3,870	-	-	-	**10,365**
Children's Services	9,657	6,481	2,209	10	-	**18,357**
Communities	125	-	-	-	-	**125**
Place and Economic Growth	72,953	25,636	6,016	362	-	**104,967**
Housing Revenue Account (HRA)	6,151	3,849	-	-	-	**10,000**
Corporate/Information Technology	3,843	3,336	1,092	-	-	**8,271**
Capital, Treasury & Technical Accounting	3,240	4,973	3,100	5,600	-	**16,913**
Funding for Emerging Priorities	-	902	2,506	-	1,592	**5,000**
Total Expenditure	**102,464**	**49,047**	**14,923**	**5,972**	**1,592**	**173,998**

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

Funding	2026/27 £000	2027/28 £000	2028/29 £000	2029/30 £000	2030/31 £000	Total £000
Grant & Other Contributions	(62,664)	(32,547)	(5,349)	(256)	-	**(100,816)**
Prudential Borrowing	(33,039)	(13,600)	(6,974)	(3,116)	(1,592)	**(58,321)**
Revenue Contributions	(3,010)	-	-	-	-	**(3,010)**
Capital Receipts	(3,751)	(2,900)	(2,600)	(2,600)	-	**(11,851)**
Grand Total	**(102,464)**	**(49,047)**	**(14,923)**	**(5,972)**	**(1,592)**	**(173,998)**

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

New Funding

2.2 Since the last published Q1 report, the 2026-2031 5-year programme has increased by a total of £3.495m across all years in grants and contributions as detailed below:

DFG Private Contributions	£0.009m
Transport schemes	£3.448m
S106 monies re: M0905 Haven Lane	£0.038m

Rephasing & Acceleration of Schemes

2.3 Since the last reported position, the capital programme has been updated to reflect the acceleration of £1.742m of expenditure within Place – Asset Management (£179k) and Highways (£1584k) from future financial years into 2026/27. The programme has also been increased to include £1.262m of new grants and contributions within Place – Highways, together with additional contributions of £9k within Place – Community Health and Adult Social Care. The realignment of £21k between Place – Environment and People – Communities.

2.4 The revised capital programme for 2026/27 to 2020/31, considering all the above amendments in arriving at the revised forecast position, is shown in Table 2 together with the projected financing profile.

Table 2

Directorate Budget	Capital Strategy 2026-31 £000	Revised Budget (M03) £000	Approved Virements (to M06) £000	Proposed Virements (to M06) £000	Revised Budget (M06) £000	Spend to M06 £000
Community Health and Adult Social Care	6,495	7,263	9	-	7,272	1,186
Children's Services	9,657	12,916	-	-	12,916	1,133
Communities	125	125	21	-	146	-
Heritage, Libraries and Arts	-	134	-	-	134	39
Place and Economic Growth	72,953	73,776	3,004	-	76,780	19,605
Housing Revenue Account (HRA)	6,151	6,189	-	-	6,189	217
Corporate/Information Technology (IT)	3,843	3,632	-	-	3,632	2,127
Capital, Treasury & Technical Accounting	3,240	2,740	-	-	2,740	-
Funding for Emerging Priorities	-	-	-	-	-	-
Grand Total	**102,464**	**106,775**	**3,034**	**-**	**109,809**	**24,307**

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

2.5 Given that this is the position as at Month 6 and in view of the current challenges being faced including the pressure caused by the economic position, there must remain an element of uncertainty about the forecast position. A further breakdown of Table 3 on a service-by-service area basis is shown at Appendices A to I.

2.6 Actual expenditure to 30 September 2026 was £24.307m (22.14% of the proposed forecast outturn). This spending profile is marginally higher than last year's

(21.25%). The position will be kept under review, and budgets will be managed in accordance with forecasts.

2.7 The revised capital programme for 2026/27 to 2030/31, considering all the above amendments in arriving at the revised forecast position, is shown in Table 3 together with the projected financing profile.

Table 3 – 2026/27 to 2030/31 Current Capital Programme

Directorate Budget	2026/27 £000	2027/28 £000	2028/29 £000	2029/30 £000	2030/31 £000	TOTAL £000
Community Health and Adult Social Care	7,272	3,870	-	-	-	**11,142**
Children's Services	12,916	9,652	2,209	10	-	**24,786**
Communities	146	-	-	-	-	**146**
Heritage, Libraries and Arts	134	-	-	-	-	**134**
Place and Economic Growth	76,780	26,453	6,775	107	-	**110,115**
Housing Revenue Account (HRA)	6,189	3,849	-	-	-	**10,038**
Resources/Information Technology (IT)	3,632	2,878	1,092	502	-	**8,104**
Capital, Treasury & Technical Accounting	2,740	5,373	5,106	5,125	1,592	**19,936**
Funding for Emerging Priorities	-	-	-	-	-	-
Grand Total	**109,809**	**52,075**	**15,182**	**5,743**	**1,592**	**184,401**

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

Funding	2026/27 £000	2027/28 £000	2028/29 £000	2029/30 £000	2030/31 £000	TOTAL £000
Grant & Other Contributions	(67,159)	(35,780)	(6,358)	-	-	**(109,298)**
Prudential Borrowing	(35,436)	(13,394)	(6,223)	(3,143)	(1,592)	**(59,789)**
Revenue Contributions	(3,050)	-	-	-	-	**(3,050)**
Capital Receipts	(4,164)	(2,900)	(2,600)	(2,600)	-	**(12,264)**
Grand Total	**(109,809)**	**(52,075)**	**(15,182)**	**(5,743)**	**(1,592)**	**(184,401)**

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

Capital Receipts

2.8 The capital programme requires the availability of £4.164m of capital receipts in 2026/27 for financing purposes. This includes £2.600m to support transformational activity in the General Fund using the flexibility allowed by Government.

The total net usable capital receipts currently received in year is £5.840m, the first call being the £2.600m outlined above.

2.9 The capital receipts position as at 30 September 2026 is as follows:

Table 4 – Capital Receipts 2026/27

	£000	£000
Capital Receipts Financing Requirement		4,164
Usable Capital Receipt b/fwd.	-	
Actual capital receipts received to date	(6,410)	
Identified in year capital receipts	(3,067)	
Anticipated surplus in 2026/27		**(5,313)**

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

2.10 There is a small number of large value capital receipts needed to finance the capital programme in this and future years it is imperative that the capital receipts/disposal schedule is adhered to. An impact on any of these schemes will create a pressure to this capital receipts forecast. This is monitored at the monthly Capital Receipts meeting and will be subject to on-going review throughout the year. It is of course recognised that the ongoing economic instability with high interest rates and the impact on borrowing costs, coupled with the increase cost of living will continue to impact on business/economic activities making capital disposals more challenging.

2.11 The Capital Strategy and Capital Programme 2023/31 incorporates 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 budget. As can be seen below, the most recent review has produced a forecast which is below the financing projections included in Table 5. Should the currently estimated position prevail then the position would be as illustrated in the table below:

Table 5 – Capital Receipts 2026/27 to 2030/31

Capital Receipts	2026/27 £000	2027/28 £000	2028/29 £000	2029/30 £000	2030/31 £000
Capital Receipts Carried Forward	-	(5,313)	(7,946)	(7,059)	(4,459)
Identified Capital Receipts	(3,067)	(5,533)	(1,713)	-	-
Received in year	(6,410)				
Total Receipts	(9,477)	(10,846)	(9,659)	(7,059)	(4,459)
Capital Receipts Financing Requirement	4,164	2,900	2,600	2,600	-
Over/(Under) programming	**(5,313)**	**(7,946)**	**(7,059)**	**(4,459)**	**(4,459)**

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

2.12 The capital receipts forecast is currently higher than the required amount, given that this is the month 6 position and there is the opportunity for the forecast to change, at this stage it is considered appropriate to retain the original forecast and review this during the course of the current year. The consequence should the level of capital receipts fall is either, a corresponding increase in the level of prudential borrowing and hence an impact on the revenue budget, or a reduction in the overall capital programme.

Annual Review of the Capital Programmes

2.13 In accordance with previous practice, there is once again a review of the capital programme over the summer months (the Summer Review). This is examining any further opportunities to reallocate, decommission or reprofile resources. It will also include an in-depth analysis of capital receipts to support a revised forecast.

3 Conclusion

3.1 Whilst the current projected position is showing the outturn to match the budget, a detailed review of the capital programme (the Annual Review) is being undertaken to establish if there are any surplus resources that can be realigned or any further re-profiling required. It is therefore likely that there will be further rephasing across all years to reflect developments relating to individual projects/schemes.

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 6 - Community Health and Adult Social Care
Appendix B - SUMMARY – Month 6 - Children's Services
Appendix C - SUMMARY – Month 6 - Communities
Appendix D - SUMMARY – Month 6 - Heritage, Libraries and Arts
Appendix E - SUMMARY – Month 6 - Place
Appendix F - SUMMARY – Month 6 - Housing Revenue Account (HRA)
Appendix G - SUMMARY – Month 6 - Resources/Information Technology
Appendix H - SUMMARY – Month 6 - Capital Treasury and Technical Accounting
Appendix I - SUMMARY – Month 6 - Funding for Emerging Priorities

SUMMARY – Month 6 (September 2026) - Community Health and Adult Social Care £000

APPENDIX A

Service area	Original Budget	Revised Budget (M03)	Approved Virements 2026/27 (to M06)	Proposed Virements 2026/27 (to M06)	Revised Budget (M06)	Expend (to M06)
Adult Services	6,495	7,263	9	-	7,272	1,186
Community Health and Adult Social Care Total	**6,495**	**7,263**	**9**	**-**	**7,272**	**1.186**

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

SUMMARY – Month 6 (September 2026) – Children's Services £000

APPENDIX B

Service area	Original Budget	Revised Budget (M03)	Approved Virements 2026/27 (to M06)	Proposed Virements 2026/27 (to M06)	Revised Budget (M06)	Expend (to M06)
Children, Young People and Families (CYPF)	742	1,079	-	-	1,079	146
Schools - General Provision	3,127	5,041	-	-	5,041	23
Schools – Primary	2,355	2,780	-	-	2,780	192
Schools – Secondary	1,593	1,990	-	-	1,991	73
Schools – Special	1,840	2,025	-	-	2,025	699
Schools – New Build	-	-	-	-	-	-
Childrens Services Total	**9,657**	**12,916**	**-**	**-**	**12,916**	**1,133**

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

SUMMARY – Month 6 (September 2026) – Communities £000

APPENDIX C

Service area	Original Budget	Revised Budget (M03)	Approved Virements 2026/27 (to M06)	Proposed Virements 2026/27 (to M06)	Revised Budget (M06)	Expend (to M06)
Local Investment Fund	125	125	21	-	146	-
Communities Total	**125**	**125**	**21**	**-**	**146**	**-**

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

SUMMARY – Month 6 (September 2026) – Heritage, Libraries and Arts £000

APPENDIX D

Service area	Original Budget	Revised Budget (M03)	Approved Virements 2026/27 (to M06)	Proposed Virements 2026/27 (to M06)	Revised Budget (M06)	Expend (to M06)
Heritage, Libraries and Arts	-	134	-	-	134	39
Heritage, Libraries and Arts Total	**-**	**134**	**-**	**-**	**134**	**39**

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

SUMMARY – Month 6 (September 2026) – Place £000

APPENDIX E

Service area	Original Budget	Revised Budget (M03)	Approved Virements 2026/27 (to M06)	Proposed Virements 2026/27 (to M06)	Revised Budget (M06)	Expend (to M06)
Asset Management – Corporate Premises	2,817	4,432	-	-	4,432	352
Asset Management - Education Premises	1,529	1,532	179	-	1,711	504
Boroughwide Developments	17,363	9,891	-	-	9,891	4,992
Boroughwide District Projects	27	27	-	-	27	-
Cemeteries and Crematorium	1,493	1,488	-	-	1,488	-
Parks & Open Spaces	1,143	1,711	(21)	-	1,690	413
Private Housing	4,702	10,288	-	-	10,288	410
Strategic Acquisitions	1,147	1,631	6	-	1,637	32
Town Centre Developments	16,574	16,839	-	-	16,839	7,033
Accident Reduction	311	856	120	-	976	159
Bridges & Structures	9,120	9,206	395	-	9,601	1,529
Fleet Management	1,926	2,003	-	-	2,003	-
Highway Major Works/Drainage schemes	14,354	13,315	2,038	-	15,353	4,085
Minor Works	354	464	80	-	544	74
Miscellaneous	93	92	208	-	300	22
Place Total	**72,953**	**73,776**	**3,004**	**-**	**76,780**	**19,605**

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

SUMMARY – Month 6 (September 2026) - Housing Revenue Account (HRA) £000

APPENDIX F

Service area	Original Budget	Revised Budget (M03)	Approved Virements 2026/27 (to M06)	Proposed Virements 2026/27 (to M06)	Revised Budget (M06)	Expend (to M06)
Housing Revenue Account	6,151	6,189	-	-	6,189	217
HRA Total	**6,151**	**6,189**	**-**	**-**	**6,189**	**217**

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

SUMMARY – Month 6 (September 2026) – Resources/Information Technology (IT) £000

APPENDIX G

Service area	Original Budget	Revised Budget (M03)	Approved Virements 2026/27 (to M06)	Proposed Virements 2026/27 (to M06)	Revised Budget (M06)	Expend (to M06)
Information Technology	3,843	3,632	-	-	3,632	2,127
Information Technology Total	**3,843**	**3,632**	**-**	**-**	**3,632**	**2,127**

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

SUMMARY – Month 6 (September 2026) – Capital Treasury and Technical Accounting

APPENDIX H

Service area	Original Budget	Revised Budget (M03)	Approved Virements 2026/27 (to M06)	Proposed Virements 2026/27 (to M06)	Revised Budget (M06)	Expend (to M06)
Cross Cutting /Corporate	3,240	2,740	-		2,740	-
Capital Treasury and Technical Accounting Total	**3,240**	**2,740**	**-**	**-**	**2,740**	**-**

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

SUMMARY – Month 6 (September 2026) - Funding for Emerging Priorities

APPENDIX I

Service area	Original Budget	Revised Budget (M03)	Approved Virements 2026/27 (to M06)	Proposed Virements 2026/27 (to M06)	Revised Budget (M06)	Expend (to M06)
Funding for Emerging Priorities	-	-	-	-	-	-
Funding for Emerging Priorities Total	**-**	**-**	**-**	**-**	**-**	**-**

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