



POLICY AND RESOURCES SCRUTINY COMMITTEE – INFORMATION ITEM

SUBJECT: CAPITAL OUTTURN 2019/20

**REPORT BY: CORPORATE DIRECTOR FOR EDUCATION AND
CORPORATE SERVICES**

1. PURPOSE OF REPORT

- 1.1 To provide information to Members relating to the capital outturn for the 2019/20 financial year.

2. SUMMARY

- 2.1 The report provides details of actual capital expenditure for the 2019/20 financial year and slippage that has been requested to be carried forward into 2020/21.

3. RECOMMENDATIONS

- 3.1 Members are asked to note the contents of this report.

4. REASONS FOR THE RECOMMENDATIONS

- 4.1 To advise Members of the outturn of the 2019/20 Capital Programme.

5. THE REPORT

- 5.1 The approved Capital Programme for the 2019/20 financial year totalled £71.148m, consisting of £14.530m for the General Fund and £56.618m for the Housing Revenue Account (HRA). During the year specific grants, slippage and contributions were received for various service areas taking the total available capital resources for 2019/20 to £129.430m. This is summarised in the table below: -

	General Fund £000s	HRA £000s	Total £000s
Approved 2019/20 Budget	14,530	56,618	71,148
Slippage Brought Forward from 2018/19	38,158	3,953	42,111
In Year Grants, Contributions	13,469	135	13,604
S106 Funding	6	51	57
Revenue Contribution to Capital Outlay (RCCO)	1,085	0	1,085
Other Funding	1,425	0	1,425
Total: -	68,673	60,757	129,430

5.2 The following table provides a summary of the 2019/20 outturn against each service area: -

Capital Programme	Revised Estimated Target Spend £000s	Outturn Capital Spend £000s	Variance £000s
Community & Leisure Services	3,231	1,947	1,284
Corporate Finance	4,298	0	4,298
Corporate Services	18,620	49	18,571
Economic Development & Regeneration	1,991	1,460	531
Education	9,464	4,704	4,760
Infrastructure	13,263	9,479	3,784
Land Reclamation	238	0	238
Private Housing	5,274	1,768	3,506
Property Services	2,507	1,280	1,227
Public Protection	2,979	2,608	371
Social Services	3,856	788	3,068
Urban Renewal	2,952	1,427	1,525
General Fund Total: -	68,673	25,510	43,163
HRA Total: -	60,757	50,750	10,007
Total Capital Programme: -	129,430	76,260	53,170

5.3 The 2019/20 Housing Revenue Account (HRA) underspend of £10.007m has been carried forward into the 2020/21 financial year to support the ongoing programme of works to meet the Welsh Housing Quality Standard (WHQS).

5.4 The General Fund variance of £43.163m can be split between schemes that are ongoing or have been delayed in 2019/20 (slippage), ring-fenced budgets and schemes that have resulted in overspends or underspends as at 31 March 2020.

- 5.5 **Slippage:** Schemes to the value of £13.385m have been slipped into 2020/21 as a result of an ongoing program of works and delays in contractual arrangements. Appendix 1 sets out the schemes where slippage has occurred.
- 5.6 **Ring-fenced budgets:** As at 31 March 2020, a number of ring-fenced budgets remained unspent to the value of £30.313m. These budgets relate to specific grants, contributions and Section 106 monies or earmarked revenue funding transferred to a capital reserve. Appendix 2 provides a breakdown of the £30.313m.
- 5.7 **Overspends:** As at 31 March 2020, overspends of £544k were reported. Further details are provided in Appendix 3.
- 5.8 **Underspends:** As at 31 March 2020 an underspend of £8k was reported. Further details are provided in Appendix 3.

6. ASSUMPTIONS

- 6.1 The details set out in the report are based on actuals that have occurred between 1st April 2019 and 31st March 2020.

7. SUMMARY OF INTEGRATED IMPACT ASSESSMENT

- 7.1 This report is for information purposes, so the Council's Integrated Impact Assessment (IIA) process does not need to be applied.

8. FINANCIAL IMPLICATIONS

- 8.1 As detailed throughout the report.

9. PERSONNEL IMPLICATIONS

- 9.1 There are no personnel implications arising from this report.

10. CONSULTATIONS

- 10.1 There are no consultation responses that have not been reflected in this report.

11. STATUTORY POWER

- 11.1 Local Government Acts 1972 and 2003.

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Appendices:

Appendix 1 – 2019/20 Slippage
Appendix 2 – 2019/20 Ring-fenced Budgets
Appendix 3 – 2019/20 Overspends/Underspends

Background Papers:

Special Council (21/02/19) – Budget Proposals for 2019/20 and Medium-Term Financial Plan 2019/20 to 2023/24.

Appendix 1: 2019/20 Slippage

Service Area	Scheme	Outturn Position 31/03/2020 £000s	Comments
Community & Leisure Services	Various Capital Schemes	194	Ongoing delivery of programme (Sports pitches and Countryside)
Corporate Services	Various Capital Schemes	259	Ongoing delivery of programme (IT Services and Customer Services)
Economic Development	Cwmcarn Forest Drive Reinstatement	400	Works to commence in 2020/21
Economic Development	Various Capital Schemes	201	Works programmed for Summer 2020
Education	Various Capital Schemes	1,998	Ongoing delivery of programme
Infrastructure	Infrastructure Retaining Walls	208	Ongoing delivery of programme
Infrastructure	Bridge Strengthening	345	Ongoing delivery of programme
Infrastructure	Various Capital Schemes	431	Ongoing delivery of programme
Infrastructure	A472 Drainage Nelson	310	Works to complete 2020/21
Infrastructure	Corporate Maintenance – Tips, Mines and Spoils	590	Works ongoing
Infrastructure	Monmouth & Brecon Canal.	503	Ongoing delivery of programme
Infrastructure	Passenger Transport Capital	227	Ongoing delivery of programme
Private Housing	Disabled Facility Grants	709	Ongoing delivery of programme
Private Housing	Home Improvement Grants/Misc.	299	Ongoing delivery of programme
Private Housing	Home Repair Grant	837	Ongoing delivery of programme
Property Services	Corporate Asset Management	68	Ongoing delivery of programme
Property Services	Demolition - Pontllanfraith and Oakdale Schools	834	Ongoing delivery of programme
Property Services	Former Meals On Wheels Pengam	215	Scheme under review
Public Protection	Various Capital Schemes	170	Ongoing delivery of programme
Public Protection	Ty Llwyd Landfill Site	200	Drainage solution at design stage. Works to commence late Spring 2021

Social Services	Children's Centre Complex Needs	3,069	Scheme at design stage
Urban Renewal	Various Capital Schemes	191	Ongoing delivery of programme
Urban Renewal	ERDF schemes	1,127	Ongoing delivery of programme (Ty Du and Lawns Industrial Estate)
Gen Fund Slippage		13,385	
WHQS		10,007	Ongoing delivery of Programme
Total Slippage: -		23,392	

Appendix 2: 2019/20 Ring-fenced Budgets

Service Area	Scheme	Outturn Position 31/03/2020 £000s	Comments
Community & Leisure Services	Playground Reinstatement	321	S106 carried forward
Education	Asset Management (s106)	188	S106 carried forward
Infrastructure	Various s106 Schemes	363	S106 carried forward
Urban Renewal	Risca s106	9	S106 carried forward
Community & Leisure Services	Ty Duffryn	769	Under review
Corporate Finance	Earmarked capital budgets	917	Earmarked funding for future schemes
Corporate Finance	Unallocated Amounts (Underspends Given up)	1,474	Cumulative underspends.
Corporate Services	Corporate Projects	16,798	Funding to be carried forward to support the Placeshaping Agenda.
Corporate Services	Edtech	1,514	Funding to be utilised in 2020/21
Education	Asset Management	2,574	Capital maintenance Grant received in March 2020 that has been carried forward into 2020/21 to progress schemes
Infrastructure	Various Schemes	1,128	Earmarked funding for historical liabilities and grant funded schemes
Infrastructure	Various - Land Reclamation Funding for liabilities	2,145	Earmarked funding for historical liabilities at land reclamation sites
Private Housing	Home Improvement Loans	1,299	WG loan funding
Private Housing	Various Schemes	360	Various Grant Breaches funding
Property Services	Penallta House Car Park Extension	130	Use of funding under consideration
Property Services	Newbridge Leisure Centre Refurbishment	192	Works to complete in 2020/21

Urban Renewal	Various Schemes	132	Funding to progress a number of capital schemes
Total Ring-Fenced Budgets 2019/20: -		30,313	

Appendix 3: 2019/20 Overspends/Underspends

Service Area	Scheme	Outturn Position 31/03/2020 £000s	Comments
Community & Leisure Services	Cwmcarn Subway Feeder Road	(78)	Overspend to be funded from 2020/21 budget allocations.
Property	Corporate Asset Management	(145)	Overspend to be funded from 2020/21 budget allocations.
Infrastructure	Salix Scheme	(321)	To be funded from 2020/21 loan
Economic Development	Blackwood Miners Institute	8	Scheme completed
Net Position: -		(536)	