



CABINET – 23RD JUNE 2021

SUBJECT: PROVISIONAL CAPITAL OUTTURN 2020/21

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

1. PURPOSE OF REPORT

- 1.1 To provide information to Cabinet relating to the provisional capital outturn for the 2020/21 financial year.

2. SUMMARY

- 2.1 The report provides details of actual capital expenditure for the 2020/21 financial year and slippage that has been requested to be carried forward into 2021/22.

3. RECOMMENDATIONS

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

4. REASONS FOR THE RECOMMENDATIONS

- 4.1 To ensure that Cabinet is informed of the provisional outturn of the 2020/21 Capital Programme prior to the annual external audit of the accounts by Audit Wales.

5. THE REPORT

- 5.1 The approved core Capital Programme for the 2020/21 financial year totalled £41.042m, consisting of £11.363m for the General Fund and £29.679m 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 2020/21 to £111.278m. This is summarised in the table below: -

	General Fund £000s	HRA £000s	Total £000s
Approved 2020/21 Budget	11,363	29,679	41,042
Slippage Brought Forward from 2019/20	43,163		43,163
In Year Grants, Contributions	23,245		23,245
S106 Funding	235		235
Revenue Contribution to Capital Outlay (RCCO)	1,609		1,609
Other Funding	1,984		1,984
Total: -	81,599	29,679	111,278

5.2 £21.291m of the available Capital Programme is for the Council's Wellbeing & Place Shaping Framework, and this sum was transferred to a specific earmarked reserve during the 2020/21 financial year. This sum has been excluded from the estimated target spend in the table in paragraph 5.3 below on the basis that the funding has not been allocated to specific projects as at the 31st March 2021. As a result, the estimated target spend is reduced from £111.278m to £89.987m.

5.3 The following table provides a summary of the 2020/21 provisional outturn against each service area: -

Capital Programme	Revised Estimated Target Spend £000s	Outturn Capital Spend £000s	Variance £000s
Community & Leisure Services	2,268	1,273	995
Corporate Finance	2,768	-	2,768
Corporate Services	5,223	4,192	1,031
Business Enterprise Renewal Team	7,491	7,088	403
Education	12,701	5,272	7,429
Infrastructure	15,481	10,040	5,441
Private Housing	6,094	564	5,530
Property Services	2,107	936	1,171
Public Protection	1,943	1,212	731
Social Services	4,232	970	3,262
General Fund Total: -	60,308	31,547	28,761
HRA Total: -	29,679	20,385	9,294
Total Capital Programme: -	89,987	51,932	38,055

5.4 The 2020/21 Housing Revenue Account (HRA) underspend of £9.294m will be carried forward into the 2021/22 financial year to fund the completion of the Welsh Housing Quality Standard (WHQS) Programme.

- 5.5 The General Fund variance of £28.761m can be split between schemes that are ongoing or have been delayed in 2020/21 (slippage) and ring-fenced budgets.
- 5.6 **Slippage:** Schemes to the value of £13.908m have been slipped into the 2021/22 financial year as a result of an ongoing program of works and delays in contractual arrangements. Appendix 1 sets out the schemes where slippage has occurred.
- 5.7 **Ring-fenced budgets:** As at the 31st March 2021, a number of ring-fenced budgets remained unspent to the value of £14.853m. 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 £14.853m.

6. ASSUMPTIONS

- 6.1 The details set out in the report are based on actual expenditure that has been incurred between the 1st April 2020 and the 31st March 2021.

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 – 2020/21 Slippage
Appendix 2 – 2020/21 Ring-fenced Budgets

Background Papers:

2020/21 Capital Expenditure Monitoring Report (Period 9)
Appendix 1 – Capital Monitoring 2020/21

Capital Outturn Report 2019/20

Appendix 1: 2020/21 Slippage

Service Area	Scheme	Outturn Position 31/03/2021 £000s	Comments
Community & Leisure Services	Various Capital Schemes	712	Ongoing delivery of programme (Sports pitches and Countryside)
Corporate Services	Various Capital Schemes	416	Ongoing delivery of programme (IT Services and Customer Services)
Business Enterprise Renewal Team	Various Capital Schemes	403	Ongoing delivery of programme
Education	Various Capital Schemes	879	Ongoing delivery of programme
Infrastructure	Monmouthshire and Brecon Canal	642	Ongoing delivery of programme
Infrastructure	Bridge Strengthening	375	Ongoing delivery of programme
Infrastructure	Corporate Maintenance – Tips, Mines and Spoils	816	Scheme delayed, to commence in 21-22.
Infrastructure	Various Capital Schemes	532	Ongoing delivery of programme
Private Housing	Disabled Facility Grants	1,605	Grant programme impacted by Covid restrictions
Private Housing	Home Improvement Grants/Miscellaneous.	737	Grant programme impacted by Covid restrictions
Private Housing	Home Repair Grant	1,757	Grant programme impacted by Covid restrictions
Property Services	Corporate Asset Management	208	Ongoing delivery of core capital budget
Property Services	Demolition Pontllanfraith and Oakdale Schools	833	Ongoing delivery of programme
Public Protection	Various Capital Schemes	220	Ongoing delivery of programme
Public Protection	Ty Llwyd Landfill Site	200	Scheme at design stage
Public Protection	Kitchen Refurbishments	311	Ongoing delivery of programme
Social Services	Children's Centre Complex Needs	3,069	Suitable site to be identified.
Social Services	Various Capital Schemes	193	Ongoing delivery of programme
Total General Fund Slippage 2020/21: -		13,908	

Appendix 2: 2020/21 Ring-fenced Budgets

Service Area	Scheme	Outturn Position 31/03/2021 £000s	Comments
Community & Leisure Services	Playground Reinstatement	283	S106 carried forward
Education	Asset Management (s106)	188	S106 carried forward
Infrastructure	Various s106 Schemes	363	S106 carried forward
Corporate Finance	Earmarked capital budgets	2,768	Earmarked funding for future schemes
Corporate Services	Edtech	615	Funding to be spent in 2021/22
Education	Asset Management	6,362	Additional Capital Grant received has displaced 2020/21 expenditure. This is to be carried forward into 2021/22 to progress various schemes.
Infrastructure	Various Schemes	1,456	Earmarked funding for historical liabilities & grant funded schemes
Infrastructure	Ty Duffryn	769	Scheme not to progress. Alternative use of monies being considered.
Infrastructure	Various Schemes	488	S106 carried forward
Private Housing	Home Improvement Loans	1,431	WG loan funding
Property Services	Penallta House Car Park Extension	130	Use of funding under consideration
Total Ring-Fenced Budgets 2020/21: -		14,853	