

Executive

29 June 2017

Report of the Director of Customer and Corporate Support Services
(Deputy Chief Executive)
Portfolio of the Leader of the Council

Capital Programme Outturn 2016/17 and Revisions to the 2017/18 – 2021/22 Programme

Summary

1. The purpose of this report is to set out the capital programme outturn position, including any under or over spends, overall funding of the programme and an update as to the impact on future years of the programme.
2. The report shows an outturn of £35.751m compared to an approved budget of £52.428, an overall variation of £16.677m.
3. The net variation of -£16.677m is made up as follows:
 - Requests to re-profile budgets of a net -£17.196m of schemes from 2016/17 to future years (currently approved budgets in the capital programme but requires moving to or from future years in line with a changing timetable of delivery for individual schemes)
 - Adjustments to schemes increasing expenditure by a net £519k (majority funded from external funding sources such as Government Grants)
4. The level of re profiling reflects the scale of the capital Programme, and in particular that it contains a number of major and complex projects. The overall capital Programme continues to operate within budget, due to careful management of expenditure against the budget.

5. The main areas of re-profiling included within the £17.196m include:
- £1.263m - DfE Maintenance Programme budget (*para 14*)
 - £614k – Older Persons Accommodation Review (*para 18*)
 - £1.142m - Local Authority homes Phase 1 (*para 21-22*)
 - £2.761m – Extension to Glen Lodge (*para 25-26*)
 - £1.111m – Harewood Whin Transfer station (*para 36*)
 - £555k - Better Bus Area (*para 38*)
 - £3.536m – York Central (*para 44-45*)
 - £714k – IT Development Plan (*para 62-69*)

Recommendations

6. The Executive is requested to:
- Note the 2016/17 capital outturn position of £35.751m and approve the requests for re-profiling totalling £17.196m from the 2016/17 programme to future years.
 - Note the adjustments to schemes increasing expenditure in 2016/17 by a net £519k
 - Note the adjustments to schemes increasing expenditure in future years totalling £11.339 in 2017/18 and £10.286m in 2018/19
 - Recommend to Full Council the restated 2017/18 to 2021/22 programme of £252.615m as summarised in Table 3 and detailed in Annex A.
 - Approve the use of £38k from Capital contingency to fund the purchase of land at Piccadilly in 2017/18 as set out in paragraph 48-50.
 - Approve the use of £150k from Capital contingency to the Mansion House scheme in 2017/18 as set out in paragraph 55-60
7. Reason: To enable the effective management and monitoring of the Council's capital programme

Consultation

8. The capital programme was developed under the Capital Budget process and agreed by Council on 25 February 2016. Whilst the capital programme as a whole is not consulted on, the individual scheme proposals and associated capital receipt sales do follow a

consultation process with local Councillors and residents in the locality of the individual schemes.

Summary of Key Issues

9. Table 1 below shows the total variances for individual departments along with requests for re-profiling.

Department	Para Ref	Approved Budget £m	Revisions to Approved Budget (re-profile) £m	Revised Budget £m	2016/17 Outturn £m	Net increase/ (decrease) in expenditure (All externally funded) £m
		(1)	(2)	(3)	(4)	(5)
				(1) + (2)		(4) - (3)
Children, Education & Communities	12-17	7.871	(1.829)	6.042	6.061	0.019
Health, Housing & Adult Social Care – Adult Social Care	18	2.862	(732)	2.130	2.169	0.039
Health, Housing & Adult Social Care – Housing & Community Safety	19-31	15.810	(4.863)	10.947	11.012	0.065
Economy & Place – Transport, Highways & Environment	32-40	12.600	(4.087)	8.513	8.731	0.218
Economy & Place – Regeneration & Asset Management	41-52	7.848	(4.470)	3.378	3.414	0.036
Community Stadium	70-72	1.000	(0.054)	0.946	0.949	0.003
Corporate Schemes	53-60	1.640	(0.327)	1.313	1.266	(0.047)
IT Development Plan	61-69	2.797	(0.834)	1.963	2.149	0.186
Total		52.428	(17.196)	35.232	35.751	0.519

Table 1 – Summary of capital outturn by department

10. The variations of £519k as set out in table 1 are funded by corresponding changes in the use of Government grants, S106 funds, the Major Repairs Grant and Commuted Sums. The following paragraphs set out the main variances and the requirements for re-profiling above £100k. All other variations below £100k are shown in the accompanying annex. All the explanations are based on movement against the approved monitor 3 position.
11. The Adjustments made to future capital budgets in 2017/18 are set out within the relevant department headers below at paragraphs 16, 35, 46, 55.

Children, Education & Communities

12. Capital Expenditure on schemes within the Children, Education & Communities service totalled £6.061m in 2016/17. This investment has mainly been in two priority areas – expansion of schools to meet increasing pupil demand, and expenditure to enhance and prolong the life of the Authorities Schools estate. The second area has been a significant challenge due to the combination of an ageing school estate, and declining financial resources.
13. The Fulford Schools Expansion scheme has a capital outturn position of £1.652m in 2016/17. This expenditure funded the major expansion and investment at the school, including kitchen and dining room refurbishments, and some re-roofing works to older parts of the school. The work was completed by October 2016 half term, and completes the major £7m investment at the school, which has been delivered within budget.
14. Total Capital expenditure on DfE Maintenance schemes and the Schools electricity supplies schemes totalled £2.449m in 2016/17. This expenditure funded a number of significant repairs at maintained schools across the city. Dunnington Primary has had a major roof replacement scheme carried out at a cost of approximately £600k, with work completed during the summer. Significant roofing projects were completed at Carr Junior School at a cost of £97k, Lakeside Primary TCU (£38k), Ralph Butterfield Primary (£63k), St Mary's Primary (£90k), Tang Hall Primary (£85k) and York High (£158k), with minor roofing works at Dringhouses Primary, Naburn Primary and Stockton on Forest Primary. Heating and electrical works have been

completed at Woodthorpe Primary, costing £200k. A major kitchen refurbishment has been carried out at Copmanthorpe Primary at a cost of £100k, with a further one at Poppleton Road Primary costing approximately £170k. Replacement doors and windows have been installed at Danesgate, costing £150k. York High Therapy and Hygiene suite, delayed from 2015/16 was completed, and various minor repairs have been carried out at a number of other schools across the city.

15. The 2016/17 maintenance figure in the programme reflects an earlier estimate of the amount of maintenance funding available, and was overstated by £285k. This has been removed from both the expenditure budget and funding. This has no effect on the programme of work as the correct available funding was used in determining the programme. This therefore explains 285k of the 2016/17 budget variance. Other changes include the addition £68k of other resources (section 106, UIFSM) allocated into maintenance schemes thus freeing up an equivalent £68k to carry forward. The remaining slippage is partly due to a significant proportion of the emergency contingency budget for the winter not being required (approximately £100k), plus outstanding payments / retentions on schemes (£150k) and scheme under spends totalling approximately £300k on the budgets originally set aside for these schemes
16. The Basic Need scheme has a capital outturn position of £506k in 2016/17. This has funded various works including a contribution of £206k to the Pathfinder MAT, for expansion at Archbishop Holgate's Academy to improve the catering facilities and social spaces to meet the needs of the growing school. The scheme requires funds of £197k to be transferred into 2017/18 mainly to an amount of £165k held in contingency in 2016/17 for unforeseen urgent pressures emerging which was not required. Major review of Basic Need planned spending to be carried out prior to Monitor 1, as there are no current plans for major additional schemes in 2017/18. An adjustment of £1.523m has been made in 2019/20 to reduce the budget to reflect the revised level of expenditure following the announcement in Spring 2017.
17. The Council contributed £770k of capital expenditure towards Theatre Royal in 2016/17. This expenditure contributed to a larger scheme carried out by the Theatre to improve the main auditorium, enhance the front facade of the building and front of house area including the foyer, along with energy efficiency improvements.

Health, Housing & Adult Social Care – Adult Social Care

18. Capital Expenditure within the Adult Social Care service area totalled £2.169m in 2016/17.
19. The Capital Budget spent within Adult Social care has led to a number of outcomes during the year. Expenditure of £920k on the Older Persons Accommodation Programme has seen good progress made over the last year. Enabling works have been undertaken at Burnholme, the former secondary school has been demolished and a preferred bidder has been appointed to start building the new care home and community facilities. The slippage on this scheme of £614k into 2017/18 is due to a short delay in the start of this building work. A preferred bidder has also been appointed to start work on the Oakhaven site in Acomb earmarked for Extra Care

Health, Housing & Adult Social Care – Housing & Community Safety

20. Capital Expenditure on schemes within the Housing & Community Safety service area totalled £11.012m in 2016/17.
21. The Local Authority Homes scheme has a capital outturn position of £1.732m in 2016/17. This expenditure has seen 6 new two bedroom houses completed at Pottery Lane in 2016/17, and a development of 8 new two bedroom flats at Fenwick Street is due for completion in June 2017. The Scheme requires funds of £1.154m to be transferred into 2017/18.
22. Proposed developments at Newbury Avenue and Chaloners Road have been delayed. Members requested an alternative scheme to the proposed development of 9 flats at Newbury Avenue. The development now proposed is for 5-6 bungalows and will be submitted for planning approval in July. The development of homes at Chaloners Road was postponed when the developer withdrew from the contract. A revised scheme will be submitted for planning approval in late summer 2017. There was also a final release of retention relating to the scheme at Lilbourne Drive totalling £55k. This has been funded from Housing capital receipts
23. The Disabled Facilities Grant Scheme has seen capital expenditure totalling £1.061m in 2016/17 which has seen 252 enquiries for support from the adaptation programme during 2016/17 and funded:

45 stairlifts; nearly 100 level access shows and a range of other adaptations. There were a further 1,437 minor adaptations (work up to £1k) completed in the year. The Scheme requires funds of £417k to be transferred into 2017/18.

24. In February 2016 the Government announced a doubling of the government contribution to this scheme from £558k to £1,019k; however it was not possible to introduce new processes within the year that would accelerate the level of grants and assistance. The service has now introduced a number of measures that should enable that grants can be processed quicker and more residents supported to continue living in their own accommodation. The budget is also supporting expenditure arising from the “YorWellbeing Falls” prevention scheme in Clifton ward. The slippage along with a further £82k government support provides a budget of £1,995k in 2017/18
25. Construction of the 27 home extension to Glen Lodge Extra Care facility in Heworth is progressing well. Expenditure of £1.4m compared to budget of £4.1m was incurred in 2016/17, with the balance of £2.7m requiring transferring to 2017/18 and 2018/19.
26. This expenditure has meant that two bungalows are now complete and await internal fit-out. The three-storey apartment block is now constructed and awaits its roof. Internal fit out has also begun on the lower floors. Planning consent has been granted for the changes to the existing building entrance and these will be undertaken in the summer, ready for the occupation of the extension in September 2017. Good resident and neighbour relations are being maintained. The cost estimates are within the overall budget with the potential for a slight under spend
27. The Major Repairs Scheme has incurred total expenditure of £4.241m in 2016/17. Funds of £359k require transferring into 2017/18 as these funds are now expected to be required in 2017/18.
28. The Tenants Choice programme within the Major Repairs scheme has seen 120 properties have their kitchens, bathrooms and wiring updated through the year. This is significantly lower than the 220 properties that were planned. This is due to problems with tenants refusing works, delays due to damp problems and delays with kitchen deliveries. As a result of these delays an improvement plan was set by the council along with the Contractor and the programme has started to see an increased number of properties being improved per

week. It is anticipated that going forward 5 properties per week (50 weeks) will be completed. The scheme under spent by £416k in 2016/17

29. A further 630 installations of new energy efficient boilers and central heating systems have also been completed during the year at a cost of £1,288k. There was also expenditure incurred updating void properties. The planned roof replacement programme on 12 blocks of flats has slipped into 2017/18 however a contractor has now been selected and the works are now on site.
30. The Modernisation of Local Authority Homes scheme has total expenditure of £2.918m in 2016/17 which has resulted in a programme of work during the year including external door replacements, major damp works, asbestos removal works, and a number of improvements to sheltered schemes (boilers, security doors, communal areas and fire remedial works).
31. There are a number of requests to re-profile budget to future years within the housing & Community Safety Capital Programme totalling £4.863m and an increase in expenditure of £65k of which was £10k was externally funded by the Major Repairs Allowance and £55k from housing capital receipts

Economy & Place – Transport, Highways & Environment

32. Capital Expenditure on various schemes within Transport, Highways & Environment totalled £8.731m in 2016/17.
33. Within Transport there have been improvements to traffic signals and systems including the renewal of 5 signalised pedestrian crossings and the upgrade of 3 signalised junctions and 9 variable message signs. There has been a new signalised pedestrian crossing installed at New Lane, Huntington and a new signalised junction at Water Lane/Green Lane, Clifton Moor. There were also 8 traffic detection cameras installed at various junctions. There have been upgrades to 6 school safety schemes and 6 local safety and speed management schemes. In addition the Holgate Road cycle route improvement has been completed. These schemes have been delivered at a cost of £1.45m in 2016/17.

34. Within highways the carriageway resurfacing programme has completed the resurfacing of 86,708 m² of carriageway and there have been surface dressing works to 65,000m². Alongside this footway maintenance has been completed for 14,455m² of footways. There have been 310 replacements of street lighting concrete columns including LED lanterns. In addition to this there have also been 1,400 LED lantern conversions. These schemes have cost a total of £4.53 in 2016/17.
35. A new scheme in 2017/18 is to be added to the capital programme within highways to reflect the £250k DfT grant which has been received to fund a one year trial of pot hole detecting cameras. These cameras should aid early identification of road surface problems before they become potholes.
36. The Harewood Whin Transfer Station requires funds of £1.111m to be transferred into 2017/18. Funding to support Yorwaste's capital programme was not required in 2016/17 as their capital programme has slipped. It is currently envisioned that it will be drawn down in Summer 2017.
37. The Knavesmire Culverts scheme requires funds of £266k to be transferred into 2017/18. A long period of investigations and resultant works following the December 2015 flood event has impacted on the resource available from the Flood Risk Management Team to deliver wider projects. The Knavesmire culvert work was delayed in agreement with Public Realm because of this.
38. The Better Bus Area Fund has an outturn position of £733k in 2016/17. DfT funding in this area has been spent on the conversion of city sightseeing buses to electric drive. There have also been upgrades to various elements at the park and ride sites along with bus priority improvements in various locations across the city. The scheme requires funds of £555k to be transferred into 2017/18 to continue funding schemes in the following areas:
 - £206k in relation to Tour bus conversions which have been delayed as change to battery design meant amendments to the engine design were needed. Conversion work started in March and should be completed in the autumn

- £58k in relation to Park and Ride site upgrades - The proposed new barrier system at Monks Cross P&R was delayed due to the Stadium development, but will be progressed in 17/18.
- £154k in relation to the Clarence Street Bus priority scheme - Work on the scheme could not be progressed until the utility companies (BT & Northern Powergrid) had agreed dates for the utility diversion work required for the scheme, so work did not start on site until January 2017. The scheme will be completed in July 2017.
- £55k in relation to the Fulford Road punctuality improvement partnership - Further feasibility work is needed before the proposed improvements to bus stops on Fulford Road can be progressed

39. The Local Transport Plan scheme has a capital outturn position of £1.894m in 2016/17. These funds have primarily spent on improvements to traffic measures as set out in paragraph 33, along with further smaller schemes including the A19 pinch point. The scheme requires funds of £421k transferring into 2017/18. This is primarily made up of:

- £66k in relation to school safety schemes – The upgrade to school crossing patrol equipment was delayed as the award of the tender was further delayed due to queries following the equipment demonstration. The tender has now been awarded, and the upgrades should be done in early 17/18.
- £65k in relation to other safety schemes - A number of smaller schemes were completed in 16/17, but two of the larger schemes (Thanet Road LSS & Kingsway North/ Burdyke Ave) were delayed due to issues raised with the design of proposed schemes.
- £53k Water Lane Bus stop improvement schemes - Due to issues with the procurement of real-time information screens, it has not been possible to complete the upgrades to bus stops set out in the S106 agreement. However, some work (new bus shelters) was done at two sites as it could be carried out with S278 schemes at those locations
- £48k in relation to speed management schemes - The Speed Management Review process (where speeding complaints are

investigated by the council and decision made on whether engineering measures are appropriate) has been delayed due to problems with collecting accurate data on traffic speeds, so progress on identifying schemes to be implemented has been delayed as a result of this

40. The York City Walls repair and renewal scheme requires funds of £303k to be transferred into 2017/18. Progress has been delayed as design of schemes and gaining approval (Scheduled Monument Consent) from Historic England took longer than originally expected, plus additional work was needed on Tower 39 (near Fishergate Bar) due to safety concerns.

Economy & Place – Regeneration & Asset Management

41. Capital expenditure on various schemes within Regeneration & Asset Management totalled £3.414m in 2016/17.
42. The Capital budget spent in 2016/17 has delivered a number of Outcomes including maintenance of the council's assets including structural repairs, along with supporting new loans within the Leeds City Region Revolving Investment Fund and further progress on the York Central scheme.
43. The Leeds City Region (LCR) Revolving Investment Fund (RIF) was created in 2015/16 as a £20m regional fund to help stalled infrastructure schemes. City of York Council's contribution to the fund has totalled £1.632m. During 2016/17 two loans were agreed by the RIF for Housing schemes in Leeds and in Addingham, Bradford. York's contribution to these schemes in 2016/17 totalled £654k, therefore requiring budget of £421k to be transferred into 2017/18. Further loans are anticipated to be made in 2017/18 and the loans already provided should start to be repaid allowing the fund to become fully revolving.
44. The York Central scheme is progressing with masterplanning continuing over the spring/summer period. The partners are working together to model potential infrastructure costs, future land values and potential business rate retention. Reports will be brought back to Executive through 2017/18 with options as to how the overall site delivery will be funded including potential use of Enterprise Zone borrowing.

45. Funds of £3.536m in relation to this scheme require transferring into 2017/18. £1.02m of the expenditure incurred during the year related to Land acquisition approved by Executive in July 2016. The further land acquisition approved in November 2016 was financed by Homes and Communities Agency therefore this funding slips into future years
46. A report on the Development of the Guildhall Complex was taken to Executive on 16 March 2017 and set out a revised Capital budget of £12.78m along with development plans which was approved by Members. This requires an increase to existing budget for this scheme within the capital programme of £11.278m between 2017/18 and 19/20. A developer is currently being procured to carry out the re-development.
47. In October 2016 Executive approved a budget of £1.145m to purchase the leasehold at 23 and 36 Hospital Fields Road as investments to provide revenue for the commercial estate. The service completed the purchase of 36 Hospital Fields Road in December 2016 resulting in expenditure during the year of £862k however the purchase of 23 Hospital Fields road has been delayed into 2017/18 as contractual details are finalised with the seller, consequently the remaining funds of £283k require transferring into 2017/18.
48. In October 2015 a report was taken to the Leader and Chief Executive Member for Finance and Performance regarding the general fund's acquisition of a piece of land at Piccadilly from Yorkshire Housing, and the disposal of a section of Housing Revenue Account land at Bouthwaite Drive to the same party. The value of both pieces of land was agreed at £38k. At that time the decision was taken to explore a land swap option, however these discussions have proven to be unsuccessful. As a result the two transactions will now be undertaken separately, and consequently the council is now in a position to complete the purchase of the land at Piccadilly for £38k.
49. The land at Piccadilly is adjacent to the council owned site at 17-21 Piccadilly. Acquiring the site will improve the development potential of the land package and will improve the council's ability to deliver its masterplan for the regeneration of Castle Gateway.
50. The report in October 2015 indicated that the purchase could be funded from capital contingency. A request is therefore sought that a

budget of £38k is created for this purchase in 2017/18 to be funded from Capital Contingency.

51. Details of the level of Capital contingency are considered in paragraphs 59 and 60 in this report.
52. There were also expenditure on maintaining the council's assets including structural repairs on Marygate riverbank (£116k), demolition and remediation at 17-21 Piccadilly £48k, installation of new water main at Yorkcraft (£17k) and works at various libraries. The slippage includes structural work to the roof at Yearsley swimming pool that commenced early in 2017/18

Customer and Corporate Services

53. Capital expenditure on schemes within Customer and Corporate services totalled £1.233m in 2016/17.
54. Within Customer and Corporate Services the capital programme has been focussed on the restoration of the Mansion House and ongoing development of ICT infrastructure. Key achievements include the development of an information management app, expansion of mobile working and a range of important security enhancements
55. The Mansion House Restoration scheme has an outturn position of £1.031m in 2016/17, requiring re-profiling of £515k of funds from 2017/18 into 2016/17.
56. As reported at Monitor 3 a new Principal Contractor as been appointed to complete the work on the Mansion House site. The work is now expected to be completed in August 2017.
57. As the works contract has progressed a number of areas of additional work have been identified as necessary to safeguard the future of the Mansion House, these works are as follow :
 - additional stabilisation and conservation works to the State Room ceiling;
 - additional scaffolding works
 - additional works to prepare the main facade for re-decoration;
 - additional fire compartmentalisation between the second and third floors;
 - additional works to the flues and chimneys necessary to enable the ventilation and kitchen extraction system to be installed.

58. These essential restoration works will cost an additional £150k and require some extension to the contract period, but will secure the future of the building for generations to come.
59. A request is therefore sought for an increase in budget of £150k in 2017/18 to be funded from Capital Contingency.
60. The remaining £323k of the Capital Contingency budget in 2016/17 will be re-profiled into 2017/18 leaving a balance of £573k in total in 2017/18. Subject to the allocation of the £150k outlined above and £38k for the purchase of land on Piccadilly (para 50) this balance will reduce to £385k.

Customer and Corporate Services - IT

61. IT schemes in the capital programme have a total outturn position of £2.149m in 2016/17.
62. The ICT development plan has a capital expenditure totalling £2.048m in 2016/17. This expenditure has seen significant achievements made on individual schemes. Additional services have been provided through the mobile working project that improve the way customers are able to interact with the council through the introduction of text messaging for appointment reminders for building services that save time and money on repeat appointment requirements, the further expansion of device trials within Adult Social Care and the ability for the mental health team to complete their assessment reports within Total Mobile.
63. Both Adults and Children's Case management systems have been migrated over to the new Mosaic platform. On line revenues has been successfully launched as has the 'my account' functionality for customers accessing on line services. Free Wifi has been extended into Micklegate in order to promote additional footfall into the area. On the security front the Council has implemented a cutting edge security suite covering Antivirus, Antimalware, AntiRansomeware, web filtering and spam, offering next generation protection against the increasing threats landscape.

64. A new self service password reset tool has been implemented that provides CYC staff these services 24/7/365. Under the bonnet work includes the procurement of a new storage and virtualisation system that will significantly improve performance at a reduced cost. A review of the current housing systems has been completed. Research was carried out to identify the extent and scope of the work that would be needed to integrate the 15 systems currently supporting the delivery of the housing service and in particular the upgrades and development work required to the three main systems used (Northgate's iWorld and Asset Management systems and Civica's Servitor) to enable the housing team to achieve CYC's strategic objectives and to deliver a joined up, customer centric, fit for purpose housing service of the future. The review has been concluded with a report and the preparation of a business case with the options for change and transformation of the service.
65. An app has been developed with our colleagues in the Transparency & Feedback Team in response to the recent ICO audit. The app will help business leads to manage their informational and data assets in a more joined up and transparent way, enabling CYC to better meet our data handling responsibilities. The app has generated considerable interest from other local authorities (e.g. Leeds and NYCC) and may provide a future income opportunity for CYC.
66. Total funds of £714k require re-profiling into 2017/18 in relation to the IT Development Plan overall. This is to allow the delivery of planned corporate projects including the replacement of the CRM and other multi year projects that are currently underway, including others that have been deferred in terms of commencement until 2017/18.
67. Within the Super Connected Cities programme, CYC has continued to grow the relationships with Service Providers to increase our digital/broadband footprint. Build is currently ongoing in Copmanthorpe (with a view to complete in June 17) which will enable just over 1,600 homes to benefit from Ultrafast Broadband. Work has just commenced in the Heslington/Badger hill area that will pass approx 900 homes and next in the pipeline to start in July 17 will be Haxby & Wigginton
68. This is one of the larger builds that will continue until at least December 17 passing in excess of 5,000 homes. The Superfast West Yorkshire and York programme is now coming to fruition after 2 years

of work with our partners. Work is being done on a variety of rural York areas with two cabinets going live in the last few months that allow residents and businesses to access superfast fibre. By the end of the current phase of this scheme over 1100 premises will be able to access superfast broadband. To plug gaps in rural areas that are yet to be superfast enabled, CYC are working with suppliers and partners to ensure that as many homes and businesses as possible can be connected. Such options include voucher schemes and a community fibre partnerships that involve investment from BT and crowd funding options

69. Total funds of £120k therefore require transferring into 2017/18. The work done was funded in 2016/17 from the external grant monies received from BDUK and therefore the CYC funding was not required. Due to the timing of the grant claims being made and the funding being received, a surplus of grant was received in 2016/17, resulting in an adjustment of £101k externally funded.

Community Stadium

70. The Community Stadium capital scheme has an outturn position of £949k in 2016/17.
71. Following a report to Executive on 16 March 2017, the project is currently out to tender to procure a builder. This is expected to be completed in July 2017 at which point a further report will be brought back to Executive.
72. The Project timetable has been revised with £19.972m of funds being transferred from 2017/18 into 2018/19. This is to reflect the anticipated future capital budget profile

Funding the 2016/17 Capital Programme

73. The 2016/17 capital programme of £35.751m has been funded from £20.504m external funding and £15.247m of internal funding. The internal funding includes resources such as revenue contributions, Supported Capital Expenditure, capital receipts and reserves.

74. The overall funding position continues to be closely monitored to ensure the overall capital programme remains affordable and is sustainable over the 5 year approved duration.

Update on the 2017/18 – 2021/22 Capital Programme

75. As a result of this report amendments have been made to future year's capital programmes as a result of re-profiling schemes from 2016/17 to future years as set out above.
76. The restated capital programme for 2017/18 to 2021/22 split by portfolio is shown in table 3. The individual scheme level profiles can be seen in Annex 1.

		2017/18 Budget	2018/19 Budget	2019/20 Budget	2020/21 Budget	2021/22 Budget	Total Budget
		£m	£m	£m	£m	£m	£m
CEC	Children's, Education & Communities	28.463	6.101	2.391	4.845	0	41.800
HH & ASC	Adult Social Care & Adult Services Commissioning	5.825	3.781	0.565	0.565	0.565	11.301
HH & ASC	Housing & Community Safety	33.399	13.071	10.108	9.689	9.812	76.079
E&P	Transport, Highways & Environment	21.558	7.590	7.414	6.963	6.415	49.940
E&P	Regeneration & Asset Management	14.749	7.692	0.860	0.220	0.220	23.741
CCS	Community Stadium	15.926	20.026	0	0	0	35.952
CCS	Customer & Corporate Services	2.458	0.419	0.250	0.250	0.250	3.627
CCS	IT	3.325	2.025	1.970	1.085	1.770	10.175
	Total	125.703	60.705	23.558	23.617	19.032	252.615

Table 3 – Restated Capital Programme 2017/18 to 2021/22

77. Table 4 shows the projected call on Council resources going forward.

	2017/18 £m	2018/19 £m	2019/20 £m	2020/21 £m	2020/21 £m	Total £m
Gross Capital Programme	125.703	60.705	23.558	23.617	19.032	252.615
Funded by:						
External Funding	60.987	30.344	13.344	15.752	10.623	131.050
Council Controlled Resources	64.716	30.361	10.214	7.865	8.409	121.565
Total Funding	125.703	60.705	23.558	23.617	19.032	252.615

Table 4 - 2017/18 –2021/22 Capital Programme Financing

78. The Council controlled figure is comprised of a number of resources that the Council has ultimate control over. These include Right to Buy receipts, revenue contributions, supported (government awarded) borrowing, prudential (Council funded) borrowing, reserves (including Venture Fund) and capital receipts.
79. The capital programme has now achieved all the assumed capital receipts, and looking ahead into 17/18 and beyond, any capital receipts (other than those earmarked receipts for the older person programme) will be additional resource for the council. There are a number of potentially significant capital receipts that may be generated in the future. Where these receipts are realised they will be presented to members as part of the regular budgetary reports in terms of options for the most prudent use of such receipts. It should be noted however that there is already an assumption within the revenue budget savings plans for some of these potential receipts to be used to generate future revenue savings.
80. During 2016/17 Total Capital Receipts of £1.328m were received into the General Fund Capital Receipts Reserve. Within this figure the largest receipt of £1.08m related to the sale of a former Older Peoples home Oliver's House. In July 2015 Executive Members decided to ring-fence the investment of up to £4m of capital receipts from the sale of the surplus to requirements older persons assets for use on the Older Peoples Accommodation Programme. The receipts received in this financial year have therefore been set aside to fund a

range of projects relating to this programme, including the ongoing work at Burnholme. It should be noted there will be a further receipts in relation to Oliver House in 2017/18 following completion.

81. Further assets in relation to this programme are due to be sold during 2017/18 and 2018/19 including Fordlands, Grove House and Willow House and these will also be used to support the Older Peoples Accommodation Programme, up to the level previously agreed. Surplus capital receipts over this level will be available to support other council priorities
82. The remaining receipts received related to the release of restrictive covenants and the sale of Tanner Row toilets.
83. It is expected that a number of further Capital receipts will be received in 2017/18 and 2018/19 in relation to Ashbank, Stonebow house, 29 Castlegate, 10/11 Redeness Street and Hungate overage on residential sales. This non-ringfenced will continue to be paid into the Capital Receipts reserve, and options for the most prudent use of these non ring-fenced receipts will be set out in future budgetary reports to members.
84. In financing the overall capital programme the Director of Customer & Corporate Services will use the optimum mix of funding sources available to achieve the best financial position for the Council. Therefore an option for any new capital receipts would be to use these to replace assumed borrowing, thereby reducing the Councils' borrowing levels and associated revenue costs.

Consultation

85. Not applicable

Options

86. Not applicable

Council Plan

87. The information contained in this report demonstrates progress in achieving the priorities set out in the Council Plan.

Implications

88. This report has the following implications:
- **Financial** - are contained throughout the main body of the report
 - **Human Resources (HR)** – There are no HR implications as a result of this report
 - **One Planet Council/ Equalities** – The capital programme seeks to address key equalities issues that affect the Council and the public. Schemes that address equalities include the Disabilities Support Grant, the Schools Access Initiative, the Community Equipment Loans Store (CELS) and the Disabilities Discrimination Act (DDA) Access Improvements. All individual schemes will be subject to Equalities Impact Assessments
 - **Legal Implications** - There are no Legal implications as a result of this report.
 - **Crime and Disorder** - There are no crime and disorder implications as a result of this report.
 - **Information Technology** - There are no information technology implications as a result of this report.
 - **Property** - The property implications of this paper are included in the main body of the report which covers the funding of the capital programme from capital receipts.
 - **Other** – There are no other implications

Risk Management

89. There are a number of risks inherent in the delivery of a large scale capital programme. To mitigate against these risks the capital programme is regularly monitored as part of the corporate monitoring process, and the project management framework. This is supplemented by internal and external audit reviews of major projects. In addition, the Capital Asset Board meet monthly to plan, monitor and review major capital schemes to ensure that all capital risks to the Council are monitored and where possible minimised

Contact Details

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Wards Affected: All			
For further information please contact the authors of the report			

Specialist Implications:
Legal – Not Applicable
Property – Philip Callow
Information Technology – Not Applicable

Annexes

Annex A – Capital Programme by year 2016/17 – 2021/22