

# Report

## Cabinet

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### Part 1

**Item No.** 5

**Date:** 23<sup>rd</sup> August 2018

**Item No:** TBA

**Subject** **Capital Programme Monitoring and Additions July 2018**

**Purpose** To submit to Cabinet for approval, requests for new capital schemes to be added to the Council's Capital Programme.

To update Cabinet on current spending against the Capital Programme schemes highlighting the forecast outturn position for the programme as at July 2018.

**Author** Strategic Finance Business Partner (Capital)

**Ward** All

**Summary** The report requests that new schemes be added to the programme.

The report also updates Cabinet on the current capital expenditure position as at the end of July 2018 along with the forecast outturn for 2018/19. Currently £1,770k slippage is being requested into 2019/20.

The report also updates Cabinet on the current position regarding capital receipts. To date no capital receipts have been received this year, although it is anticipated there will be a receipt in 2018/19 from the disposal of land at Celtic Springs.

**Proposal** **To approve the additions to the Capital Programme requested in the report.**

**To note the available remaining headroom over the life of the capital programme and the need to prioritise capital expenditure within this envelope to ensure the programme remains affordable.**

**To note the capital expenditure forecast position as at July 2018.**

**To note the balance of and approve the allocation of in-year capital receipts.**

**Action by** Assistant Head of Finance

**Timetable** Immediate

This report was prepared after consultation with:

- Heads of Service
- Accountancy teams for relevant service areas

- Relevant Service Area Project Managers
- NORSE Property Services

Signed

## Background

2018/19 is the first year of a five-year capital programme originally approved by Council in February 2018 at an overall cost of £126.885 million. Some changes have already taken place since February due emerging developments, re-evaluation of priorities and additional grants. This includes reprofiling of 21st Century School - Band B, with some money brought forward into 2018/19 to allow for planning, development and consultation to begin with some projects this financial year. This will allow greater confidence in delivery. Some of these changes have been already been reported to Cabinet in the 2017/18 Capital Outturn Report. The total budget for the period as a whole now stands at £132.484 million. The table below summarises the changes made to date:

Report	2018/19 £000's	2019/20 £000's	2020/21 £000's	2021/22 £000's	2022/23 £000's	Total £000's
	Budget	Budget	Budget	Budget	Budget	
Original Programme	35,805	24,884	23,309	23,606	19,282	126,885
Outturn Report (29.05.2018)	48,877	24,884	23,309	11,606	19,282	127,958
This Report	51,209	29,163	27,192	6,810	18,110	132,484

## Changes to the approved Capital Programme

- The changes to the capital programme identified in this report have increased the overall size of the current year programme by £2,332k since the proposed Capital budget in the 2017/18 Capital Outturn Report, which includes £250k of brought forward budgets in relation to the Transporter Bridge and £100k for 21<sup>st</sup> Century Schools. The overall programme has increased by £4,526k, and includes a number of areas where budgets have been re-profiled or slipped since early indications of the five year programme. This includes re-profiling of the 21<sup>st</sup> Century schools Band B. These budget changes and their associated funding are listed in Appendix C and are requested to be approved by Cabinet, whilst Appendix B shows the capital expenditure and detailed forecast for 2018/19. The changes to the programme are summarised in the paragraphs below.

### Education

- **Lliswerry High (£172k)** – A capital bid has been approved to use S106 monies to improve the facilities and resources at Lliswerry High school such as replacement of IT servers and provision of outdoor classrooms and some redecorating.
- **ST Woolos / Maesglas Reducing Classroom Size (£1,101k)** – Bids have been submitted to Welsh government to reduce the classroom sizes in two schools; Maesglas (£521k) and St Woolos (£580k). Funding for the revenue implications of this grant is secured by Welsh Government for two-years only, funding following this will need to be reflected in the MTFP.

### Regeneration, Investment & Housing

- **Gypsy and Travellers Site (£400k)** – following a retendering process which was carried out at the request of Welsh Government, Newport Norse have completed a new project budget which estimated a further overspend of £400k, this has been funded 50% by Welsh Government and 50% by Newport City Council. This takes the total project spend to £3.136m.

- **HLF Market Arcade (-£368k)** - Newport Council have been successful in a HLF 'delivery grant' bid of £1,102k to progress the 'Market Arcade Townscape Heritage Scheme'. The funding will enable the delivery of proposals to restore the historic Market Arcade – Newport's oldest surviving arcade, this scheme has been reprofiled, but has had no impact on the overall headroom.
- **Enable Adaptions Grant (£197k)** – Welsh Government have again awarded the ENABLE Support for Independent Living, this is expected to be fully spent by the end of the year.
- **123-129 Commercial Street** – The project is commencing as expected, the budget has been corrected to the £1.2m which is the required Newport City Council's allocation.
- **Flying Start (£195k)** – WG have confirmed a grant award for 2018/19 for improvements to Shaftesbury Community Centre and for maintenance works at various FS venues.
- **Oaklands Respite Home (£35k)** – following a successful capital bid, £35k has been earmarked for carrying out urgent repairs at Oaklands Children's Respite, this will be funded via earmarked reserves.
- **Flood Risk Regulations Grant (£91k)** – This is a grant which has been awarded to help manage the Councils Liability to ensure minimisation of flood risks on Council sites and assets, providing guidance and compliance with statutory duties to minimise risks on private sites and development working with statutory undertakers
- **Update Facilities in Parks (£56k) / Building Improvements to Lodges (£80k)** – Both of these schemes were approved by Cabinet as part of the 2018/19 MTRP and will be funded by Invest to Save. The 'Update Facilities in Parks scheme is as result of the 'Introducing Parking charges within city parks' monies from invest to save and will be used to undertake the demolition of the identified surplus buildings at Bellevue Park to reconstruct additional car parking spaces. The building Improvements to Lodges (£80k) is for improvement works to upgrade and improve the buildings.
- **Small Scale Works Grant (£34k)** – A grant has been awarded to undertake minor works where drainage improvements have been proposed for two sites within the city.
- **Street Lighting – Change to LED (-£1,658k)** – This scheme has been re-profiled across two financial years, which assumes that the installation of the LED starts in January 2019. These figures may change once the tender responses are received in late October
- **Local Transport Fund (£513k)** - Welsh Government have awarded two grants this year for active travel, which is to try and change how people travel, improving accessibility and safety to encourage cycling and walking. Active travel Northern (£270k) which is to be used for active travel enhancements in the north of the city and Active Travel design (£243k), which is to be used for development of active travel routes such as feasibility studies, scheme design and purchase of land.
- **Local Transport Network Fund– ECO Stars (£55k)** – Welsh government have awarded this grant in order for the council to carry out public transport enhancements
- **Safe Routes – St David's RC Primary – (£84k)** – A grant awarded as part of the Safe Routes in Communities funding which is linked with the active travel grants. This source of funding is for improved routes to on from school resulting in greater social inclusion and improved community safety.
- **Gwastad Mawr Flood Attenuation Improvement Works – (£43k)** – This is another grant which has been awarded to the council to implement an outline business case for a preferred engineering solution at Gwastad Mawr Flood Attenuation reservoir to ensure that it functions at the required safety standard.

- **Lliswerry changing rooms - £162k** – Three additional bids have been submitted for Lliswerry Changing rooms totalling a further £162k, in addition to the £181k already in the programme. This is to provide demountable structures suitable for changing facilities and will be funded by S106 monies.
- **Fleet Replacement Programme - £1,225k** – Following a review of fleet replacement needs, it was identified that a further £3,686k would be required over the 5 year capital programme, with an additional £1,225k needed in 2018/19. Further work needs to be undertaken to confirm the profile of the replacement but the additional monies required for the whole programme has been confirmed. This is currently being considered and scrutinised by the Senior Leadership Team and may require updating in future reports, but is included to reflect on the potential impact on the headroom.

## Update on available headroom

The budget report set by Cabinet in February 2018 set out a framework to ensure the Council would maximise its capital expenditure while keeping within the current affordability envelope, “headroom”, which would not cause additional pressure on the revenue budget to that currently set.

The headroom is impacted by capital expenditure that is not funded by external resources i.e. grants or cannot be funded through the revenue savings it achieves. The framework approved at Council agreed the following:

- Funding from sources other than borrowing needs to be maximised, by securing grant funding whenever possible and, maximising capital receipts
- Regeneration schemes would be funded from ring-fencing the capital expenditure reserve only and Joint Venture funds. Other kinds of support through making of loans etc. would then be considered to support schemes, where it was needed and appropriate e.g. Mill Street offices development.
- Any change and efficiency schemes or schemes which save money requiring capital expenditure would be funded by netting off the savings achieved
- Schemes and projects which generate new sources of income would need to fund any capital expenditure associated with those schemes.

The table below gives the latest position on the available headroom as at July 2018/19 across the five year programme.

<b>Capital Headroom to 2023/24</b>	<b>£'000</b>	
Uncommitted Borrowing Headroom	2,981	Where capital cannot be funded from external sources (i.e. grants) or through the savings it makes, it will need to be funded by borrowing or capital receipts, which will reduce the headroom available.
Uncommitted Usable Capital Receipts*	66	
Forecast Capital Receipts**	1,550	
<b>Uncommitted Headroom</b>	<b>4,597</b>	
Uncommitted JV Receipts	671	As per framework available JV receipts and the capital expenditure reserve will be earmarked for regeneration schemes.
Uncommitted Capital Expenditure Reserve	5,022	
<b>Available for Regeneration schemes</b>	<b>5,693</b>	
<b>Total Available</b>	<b>10,290</b>	

\*Usable Capital Receipts only include the amount that has actually been received by the authority through disposals.

\*\* The forecast for future capital receipts only includes ones there is a high level of certainty that they will be achieved. The above headroom does not include any receipts gained through selling vehicles; this work is currently being undertaken.

Any decision to add projects to the programme must be aware of the impact that it will have on the headroom until 2023/24. As the table shows above, there is only £4,597k available headroom that has not been earmarked for other purposes. Over the remaining life of the programme this is a very

challenging amount. Therefore when making decisions on capital expenditure, officers and Cabinet need to be mindful of the available headroom and the affordability of the programme, and will need to prioritise expenditure accordingly. Any expenditure over the value of the headroom will cause a pressure on the revenue medium term financial plan.

Any slippage or re-profiling of budgets within the 5 year programme does not affect the headroom, as it focuses on the overall funding required over the life of the programme and not on an individual year basis.

## **2018/19 Capital Expenditure Position as at July 2018**

- The 2018/19 capital programme allocation now totals £51,209k. Capital expenditure incurred up to the end of July 2018 totalled £2,147k, which is extremely low at 4.2% of the overall budget. Whilst it is appreciated that a significant level of capital expenditure tends to be incurred in the third and fourth quarters of the financial year, and has been the trend for many years and is often unavoidable, this is particularly low. Considering, as well, the level of slippage which occurred in 2017/18, it is vital that budget holders forecast their outturn accurately. Project managers will be expected and obliged to continue to control their schemes robustly and monitor them closely to ensure accurate forecasting. Failure to do so has a detrimental impact on the Council's medium term capital planning.
- The forecast outturn position for the 2018/19 programme is currently estimated to be £49,438k (95.4% of available budget) as detailed in the following table. An update on the headline/ high value schemes is provided in the next section; Appendix B summarises the progress on the remainder of this year's programme.

Service Area	Approved Budget 2018/19	Forecast Outturn	Slippage	(Under)/Over Spend
	£000's	£000's	£000's	£000's
Education	14,205	13,171	(1,034)	0
Regeneration, Investment & Housing	24,359	23,796	(563)	0
People & Business Change	540	473	(67)	0
Adult & Community Services	195	195	0	0
Children & Young People Services	1,535	1,535	0	0
City Services	10,375	10,267	(107)	(0)
<b>TOTAL</b>	<b>51,209</b>	<b>49,438</b>	<b>(1,771)</b>	<b>0</b>

## Update on Headline/ High Value Schemes

### Education

- Within the 21<sup>st</sup> Century Schools Band A Programme, three of the original six project streams remain ongoing: Caerleon Lodge Hill Primary, Maes Ebbw Special School expansion, and Ysgol Gyfun Gwent Is Coed (YGGIC)/ John Frost School. All works are complete in relation to the Demountables, Nursery and Welsh-medium Primary programmes. The Caerleon Lodge Hill Primary rebuild is expected to be finished in September 2018 and handed over to the Council in October half term. Maes Ebbw is on target to be operational in the early part of 2019/20. At Ysgol Gyfun Gwent Is Coed the main construction has been completed, and it is just fixtures and fittings which are being completed. The school will be operational in September 2018.
- Newport Norse and the Education Department have been working closely together in order to robustly plan the 21<sup>st</sup> Century Schools Band B. Three schools have been identified as projects to be started in this financial year. Iscoed Secondary Band B (£554k), Bassaleg Secondary (£703k) and Whiteheads Primary (£285k). The monies will be spent on planning, consultation and fees. The five year programme has been re-profiled with the latest updated figures available, with the current 5 year capital programme still forecasting a spend of approximately £56m, with £14m expected to be spent in the next 5 year capital programme, beginning in 2023/24.
- Following approval by Cabinet, £1,100k has been made available for improvements to education assets and schools were asked to submit bids to secure funding allocations. These bids were considered on the criteria of safeguarding, enhancement, and whole school improvement, and 23 schools were successful in securing allocations ranging from £10k to £150k. All works will be completed by the end of the 2018/19 financial year, with four projects out of the 23 completed in 2017/18

### Regeneration, Investment and Housing

- Gypsy/ Traveller Site Development – following a retendering process which was carried out at the request of Welsh Government, Newport Norse have completed a new project budget which estimated a further overspend of £400k to the budget allocated already. Welsh Government has agreed to fund 50% of the additional costs funds, if Newport City Council agrees to match fund it.

The ground works are expected to start on site at the end of August 2018. Responsible officers must ensure that all Welsh Government funding is spent by the 31<sup>st</sup> March 2019, and that budget costs are tightly controlled, with robust forecasting to ensure that the costs come within the expected financial envelope and that any value engineering exercise has been undertaken where possible.

- The Renovation Grants budget, currently split between Disabled Facilities Grants (£1,199k) and Safety at Home (£300k) but can be flexed as necessary, is forecast to be fully spent this year in accordance with demand. The DFG budget is enhanced yet again by the ENABLE Support for Independent Living grant (£197k) awarded by Welsh Government.
- The redevelopment of 123-129 Commercial Street continues to progress well. The foundations of the new building are complete with the steel frame of the final structure beginning to be assembled. Pobl have confirmed they have drawn down the majority of their available Welsh Government funding to finance the progress to date. The Regeneration team are awaiting information on spend to date before releasing our contribution.
- Both HLF bids are progressing as planned. Market Arcade has completed the development stage for the project and the delivery stage has now been offered, and Newport City Council is in the process of being accepted via a cabinet member report. The bid for the Transporter bridge bid has been submitted and we are awaiting confirmation regarding whether we have been successful to move onto the next stage.
- Cabinet previously approved a loan facility in principle, for the development of Mill Street sorting office into a hotel and office, subject to due diligence and loan security. The plans for a hotel are no longer being pursued; therefore the financial appraisal would have changed. While the funding of the loan is still included on the capital programme, this is likely to change following further discussions with the developer.

### **People and Business Change**

- The IT System & Equipment Replacement Programme budget was reduced in 2018/19 from £225k to £150k in line with the SRS business case. However, slippage of £167k means that there is a total budget of £317k in 2018/19. Slippage of £67k is requested.

### **Adult and Community Services**

- Both the Telecare Service Equipment and GWICES schemes are progressing as planned. Full spend forecast.

### **Children and Family Services**

- Three new homes – Following approval by cabinet, work has been ongoing to procure three new properties which will be suitable for using as Children's homes. Two properties have already been identified, with one property currently being purchased by the Legal department. Another property has also been identified as a potential suitable property, with work undergoing to find a third suitable property.

### **City Services**

- Fleet Replacement Programme – following a review a further £1,225k is being requested in addition to the £1,033k already in the programme. Work has established that over the next five years a total budget of £8,139k is required, this is a further £3,686k, which has been added to the Capital Programme and funded by capital receipts, received to date. Detailed work has been undertaken to understand the total requirement for the Fleet replacement, and whilst this may change slightly as demands change, such as moving more towards the use of Electric vehicles, all known requirements have been included. This additional budget has now been incorporated to the capital programme and has been included within the table calculating the headroom; this has reduced the

available headroom for the next five years by £3,686k. Further work will need to be undertaken on firming the profile for the next five years.

- Decriminalised Parking – The Council is looking to introduce Civil Parking Enforcement in 2019. Therefore it is anticipated that the majority of spend will appear in 2018/19 financial year. However, with draft and formal applications having to be submitted to Welsh Government and powers transferred through acts of Parliament, there are significant unknowns within the programme. The sign and line statutory review has commenced but the full extent and cost of sign and line renewals will not be known for some time, nor is it clear whether these works will be completed in 2018/19 as they are weather / contractor availability dependant. The forecast has assumed that a proportion of the work will carry over into 2019/20 together with some associated staff and equipment costs. It must be stressed that this is a best estimate and will be subject to reforecasting. It is anticipated at this time that the full budget will be required to deliver this project.
- Streetlighting LEDs – the scheme is on track, although it has been reprofiled across two financial years. Installation is expected to begin in January 2019. More accurate figures in terms of the split across the two financial years will be able to be given once tenders responses are received in October. Funding has been secured via Saalex with the ability to claim the cash for purchases made up to three months in advance.
- Schemes have been identified under the sub-headings of road safety, street-wide improvements and lighting column replacement, within the £500k annual budget allocation for Highways Capital Maintenance. Full spend is anticipated for 2018/19.

## Update on Capital Receipts

The table below shows the latest position in regards to capital receipts. Whilst no capital receipts have been received to date in 2018/19. £1.5m is forecast to be received this financial year. The table below also shows capital receipts held for Newport Unlimited, which are attributable to the previous joint arrangement between Newport City Council and Welsh Government. As previously reported to Cabinet, these funds are earmarked for city centre regeneration

Asset Disposed	Receipts Balance b/f	Receipts Received in Year	Total Available Receipts 2017/18
	£	£	£
<b>GENERAL CAPITAL RECEIPTS</b>			
Balance b/f from 2017/18	7,251,703		7,251,703
None received to date			
Total Committed – 21 <sup>st</sup> Century Schools			(3,451,793)
Total Committed - FRP			(3,734,200)
<b>Total Amount Uncommitted</b>			<b>65,710</b>
<b>NEWPORT UNLIMITED</b>			
Balance b/f from 2017/18	1,649,570		1,649,570
Total Committed from JV monies			(978,694)
<b>Total Amount Uncommitted</b>			<b>670,876</b>
<b>TOTAL NCC RECEIPTS (Uncommitted)</b>			<b>736,589</b>



## Risks

Risk	Impact of Risk if it occurs* (H/M/L)	Probability of risk occurring (H/M/L)	What is the Council doing or what has it done to avoid the risk or reduce its effect	Who is responsible for dealing with the risk?
Overspend against approved budget	M	L	Regular monitoring and reporting of expenditure in accordance with the timetables set by Cabinet/Council should identify any issues at an early stage and allow for planned slippage of spend.	Corporate Directors / Heads of Service / Head of Finance
Programme growing due to unforeseen events	M	M	Good capital monitoring procedures and effective management of the programme should identify issues and allow for plans to defer expenditure to accommodate urgent works. Priority asset management issues are now being dealt with through a specific programme allocation.	Corporate Directors / Heads of Service / Head of Finance

\* Taking account of proposed mitigation measures

## Links to Council Policies and Priorities

The programme supports a large number of the Council's aims and objectives

## Options Available and considered

- To approve the changes to the Capital Programme and note the monitoring position as set out in the report, including the use of capital receipts.
- To note the current available headroom and prioritise future capital expenditure in order to maintain spend within the current affordability envelope.
- The Cabinet has the option not to put forward some or all of the changes to the Capital Programme set out in the report.

## Preferred Option and Why

- To approve the changes to the Capital Programme and note the monitoring position as set out in the report, including the use of capital receipts.
- Agree to prioritise capital expenditure to maintain spend within current affordability envelope.

## Comments of Chief Financial Officer

This report highlights a further increase in capital expenditure across the programme. The vast amount is funded through grants or section 106 fees, which do not impact on the overall affordability of the program. However where capital expenditure is funded by borrowing this headroom is decreased. As highlighted in the report the overall headroom we currently have across the programme is minimal,

therefore it is essential to prioritise capital expenditure which will use up the headroom. Capital Expenditure over and above this amount will mean a pressure on the revenue medium term plan and will need to be funded by savings elsewhere.

The overall monitoring position is looking positive, with only a small amount of slippage, following the re-profiling of the larger projects such as the Schools Band B programme. It is still early in the financial year and service managers need to provide robust monitoring in order for the Council to manage its cash flow and decision making process.

#### **Comments of Monitoring Officer**

There are no legal issues arising from this report.

#### **Comments of Head of People and Business Change**

There are no direct HR implications associated with the report.

The prioritisation of the capital spend will need to continue be considerate of the requirements of the Well-being of Future Generations Act

#### **Comments of Cabinet Member**

N/A

#### **Local issues**

As the report deals with the Capital Programme for the Authority as a whole, there are no local issues.

#### **Scrutiny Committees**

N/A

#### **Equalities Impact Assessment and the Equalities Act 2010**

N/A

#### **Children and Families (Wales) Measure**

N/A

#### **Wellbeing of Future Generations (Wales) Act 2015**

This update is against a backdrop of prolonged pressure on public services as a combination of reduced income, increased expectations, compliance with new legislation and the increasing costs of developing an affordable capital programme. Any changes to the capital programme will need to reflect and be consistent with the five principles underpinning the Wellbeing of Future Generation (Wales) Act 2015.

An effective capital programme enables the Council to support long term planning in line with the sustainable development principle of the Act.

#### **Consultation**

N/A

#### **Background Papers**

2018/19 Budget & Medium Term Financial Plan – February 2018  
Capital Programme Outturn 2017/18 – June 2018

Dated: 23<sup>rd</sup> August 2018

## APPENDIX A – Changes to Capital Programme

SCHEME	CAPITAL BUDGET						
	2018/19 Budget at Council	Additions/Re-profile July (September)	Additions/Re-profile September (November)	Additions/Re-profile November (January)	Final Adjustments (Outturn)	Adjusted Budget 2018/19	Potential Slippage
	£000's	£000's	£000's	£000's	£000's	£000's	£000's
EDUCATION							
21C Schools - School Reorganisation - Lodge Hill New Build	4,351					4,351	(655)
21C Schools - Ysgol Gyfun Gwent Is Coed / John Frost School	1,958					1,958	
21C Schools - Special Sector Maes Ebbw	3,178					3,178	(378)
Iscoed Secondary Band B	554					554	
Bassaleg Secondary Band B	703					703	
Whiteheads Primary Band B	285					285	
21st Century Schools - Band B		100				100	
Jubilee Park Primary FF&E	87					87	
Glan Llyn FF&E Works	615					615	
St Gabriels RC Primary IT Replacement	10					10	
Pentrepoeth - IT Replacement	7					7	
John Frost School ICT Hardware Investment	52					52	
Blaen-y-Pant Bungalow (Educational Use)	60					60	
St Mary's Toilet Refurbishment	15					15	
Somerton Primary - ICT Equipment	12					12	
Feminine hygiene hardware & toilet facilities	34					34	
Lliswerry High (106 Funds)		172				172	
Reducing Classroom Size - Maesglas		521				521	
Reducing Classroom Size - St Woolos		580				580	

School Asset Improvements	890	21				911	
Prior Scheme Accruals						0	
<b>Total Education</b>	<b>12,811</b>	<b>1,394</b>	-	-	-	<b>14,205</b>	<b>(1,033)</b>
<b>REGENERATION, INVESTMENT &amp; HOUSING</b>							
Gypsy Traveller Site Development	2,736	400				3,136	0
HLF Market Arcade Townscape Heritage Scheme	562	(368)				194	
Indoor Market Facilities Improvements	48	(48)				0	
Civic Centre / Info Station Service Relocations	694					694	
Info Station NSA Enabling	479					479	
123 - 129 Commercial Street (Pobol Regen)	1,692	(446)				1,246	
City Deal	1,738					1,738	
Mill Street Development	12,000					12,000	
Disabled Facilities	1,200					1,200	
Safety at Home	300					300	
ENABLE Adaptations Grant		197				197	
Homelessness Grant	98					98	
Asset Management	1,901	48				1,949	
Flying Start Schemes	20	-20				0	
FS Maintenance 1819		30				30	
FS Shaftsbury Community Centre		185				185	
Central Library Structural Safety Works	663					663	(563)
Transporter Bridge		250				250	
Prior Scheme Accruals						0	
<b>Total R I &amp; H</b>	<b>24,131</b>	<b>228</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>24,359</b>	<b>(563)</b>
<b>PEOPLE &amp; BUSINESS CHANGE</b>							
IT Replacement Schemes	317					317	(67)
Corporate EDMS Rollout	13					13	

Replacement of High Volume Printing/ Copying Machines	210					210	
<b>Total P &amp; BC</b>	<b>540</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>540</b>	<b>(67)</b>
<b>ADULT &amp; COMMUNITY SERVICES</b>							
Telecare Service Equipment	30					30	0
Appliances/Equipment for Disabled	165					165	0
ICF Centrica Lodge Improvements						0	
<b>Total A &amp; CS</b>	<b>195</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>195</b>	<b>0</b>
<b>CHILDREN &amp; YOUNG PEOPLE SERVICES</b>							
3 New Homes	1,500	0		0	0	1,500	0
Oaklands Respite Home		35				35	
<b>Total C &amp; YP</b>	<b>1,500</b>	<b>35</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>1,535</b>	<b>0</b>
<b>CITY SERVICES</b>							
Fleet Replacement Programme	1,033	1,225				2,258	
Flood Risk Regulation Grant		91				91	
Local Transport Fund - Active Travel 2017/18	0					0	
Cemetery Infrastructure Improvements	138					138	
Peterstone Sewage Scheme	223					223	
Composting	665					665	
Docksway Cell 4 Development	1,301					1,301	
Decriminalised Parking	1,386					1,386	(86)
Update Facilities in Parks		56				56	
Decommissioning of Cemetery Office & Toilets	20	(10)				10	
Building Improvements to Lodges		80				80	
Small Scale Works Grant		34				34	
Road Refurbishment Grant Scheme	1,038					1,038	
Street Lighting LEDs	3,158	(1,658)				1,500	

Local Transport Fund - Active Travel Northern 2018/19		270				270	
Local Transport Fund - Active Travel Design 2018/19		243				243	
LTNF - ECO Stars		55				55	
Safe Routes - St David's RC Primary		84				84	
Gwastad Mawr Flood Attenuation Improvement Works		43				43	
Pye Corner Development Works	21					21	(21)
Road Safety and Training	49					49	
General Traffic Management	33					33	
Streetwide Improvements	224					224	
Street Lighting Column Replacement	230					230	
Lliswerry Recreation Ground Changing Rooms	181	162				343	
Prior Year Schemes						0	
<b>Total City Services</b>	<b>9,700</b>	<b>675</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>10,375</b>	<b>-107</b>
<b>TOTAL EXPENDITURE</b>	<b>48,877</b>	<b>2,332</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>51,209</b>	<b>-1,770</b>
<b>Funded By:</b>							
General Capital Grant	2,465	0	0	0	0	2,465	0
Supported Borrowing	4,051	0	0	0	0	4,051	0
Unsupported/ Prudential Borrowing	26,388	(1,261)	0	0	0	25,127	0
Capital Receipts	4,092	1,225	0	0	0	5,317	0
External Grants	7,958	2,383	0	0	0	10,341	0
Revenue/ Reserve Contributions	2,573	182	0	0	0	2,755	0
S106 & Other Contributions	1,140	-197	0	0	0	943	0
Finance Lease	210	0	0	0	0	210	0
<b>TOTAL FUNDING</b>	<b>48,877</b>	<b>2,332</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>51,209</b>	<b>0</b>

## Appendix B – Update on Capital Programme

SCHEME	BUDGET 2018/19	ACTUAL 2018/19	FORECAST OUTTURN	TOTAL VARIANCE	SLIPPAGE	(UNDER/ OVER SPEND	COMMENT
<b>EDUCATION</b>							
21C Schools - School Reorganisation - Lodge Hill New Build	4,351	1,287	3,696	(655)	(655)	0	Costings finalised, scheme progressing, slippage expected due to delays and completion due in 18/19
21C Schools - Ysgol Gyfun Gwent Is Coed / John Frost School	1,958	77	1,958	0	(0)	0	Main Construction to be completed in 17/18, FFE due to be purchased in 18/19
21st Century Schools - Special Sector Maes Ebbw	3,178	89	2,800	(378)	(378)	0	Scheme commenced, tendering to take place in April
Iscoed Secondary - Band B	554	0	554	0	0	0	
Bassaleg Secondary - Band B	703	0	703	0	0	0	
Whiteheads Primary - Band B	285	0	285	0	(0)	0	
21 Century Schools - Band B	100	0	100	0	0	0	
Jubilee Park Primary FF&E	87	(14)	87	0	(0)	0	Majority spent in 17/18 It works to be done in 18/19 so anticipating 30k slippage
St Julian's High Building Improvements	0	(36)	0	0	0	0	17/18 Outstanding Accruals over 20K
Glan Llyn FF&E Works	615	1	615	0	0	0	FFE budget small amount needed this FY, majority to be spent when school opens.
St Gabriels RC Primary IT Replacement	10	0	10	0	(0)	0	Funded by school
Pentrepoeth	7	(6)	7	0	(0)	0	Funded by school
John Frost School ICT Hardware Investment	52	0	52	0	0	0	Slippage from 17/18
Blaen-y-Pant Bungalow (Educational Use)	60	1	60	0	0	0	Slippage from 17/18
St Mary's Toilet Refurbishment.	15	0	15	0	0	0	Slippage from 17/18
Somerton Primary - ICT Equipment	12	12	12	0	0	0	Slippage from 17/18

Feminine hygiene hard ward & toilet facilities	34	0	34	0	0		18/19 Scheme
Llisbury High (S106 Funds)	172	0	172	0	0		18/19 Scheme
Reducing Classroom Size - Maesglas	521	0	521	0	0		Grant Funding
Reducing Classroom Size - St Woolos	580	0	580	0	0		Grant Funding
School Asset Improvements	911	(29)	911	0	0	0	2nd Yr of 2yr Scheme. Full Spend expected.
Prior Year Scheme Accruals	0	(333)	0	0	0	0	Prior year accruals/retentions under 20K waiting to be paid.
<b>Subtotal Education</b>	<b>14,205</b>	<b>1048</b>	<b>13,171</b>	<b>(1,034)</b>	<b>(1,034)</b>	<b>0</b>	
<b>REGENERATION, INVESTMENT &amp; HOUSING</b>							
Gypsy/ Traveller Site Development	3,136	76	3,136	0	0	0	Scheme ongoing.
HLF Market Arcade Townscape Heritage Scheme	194	(3)	194	0	0		
Indoor Market Facilities Improvements	0	(2)	0	0	0	0	Scheme delayed
Civic Centre / Info Station Service Relocations	694	(39)	694	0	(0)	0	Scheme progressing
Info Station NSA Enabling	479	25	479	0	(0)	0	Scheme progressing
123-129 Commercial Street (Pobol Regen)	1,246	0	1,246	0	0	0	Scheme progressing
City Deal	1,738	0	1,738	(0)	(0)	0	
Mill Street Development	12,000	0	12,000	0	0	0	Loan funding to be reviewed
Disabled Facilities	1,200	72	1,200	(0)	(0)	0	Ongoing scheme - full spend expected
Safety at Home	300	176	300	0	0		Ongoing scheme - full spend expected
ENABLE Adaptations Grant	197	60	197	0	0	0	Ongoing scheme - full spend expected
Homelessness Grant	98	0	98	0	0	0	
Asset Management	1,949	90	1,949	0	0	0	Scheme progressing as planned, full spend expected
FS Maintenance 1819	30	0	30	0	0		Scheme progressing as planned, full spend expected
FS Shaftsbury Community Centre	185	0	185	0	0		Scheme progressing as planned, full spend expected
Central Library Structural Safety Works	663	4	100	(563)	(563)	0	Mail sent to Mike Lewis



Transporter Bridge	250	0	250	0	0		
Prior Year Scheme Accruals		(176)	0	0	0		17/18 Outstanding Accruals under 20K
<b>Subtotal Regeneration, Investment &amp; Housing</b>	<b>24,359</b>	<b>284</b>	<b>23,796</b>	<b>(563)</b>	<b>(563)</b>	<b>0</b>	
<b>PEOPLE &amp; BUSINESS CHANGE</b>							
IT System & Equipment replacement	317	0	250	(67)	(67)	0	Allocation for 2017/18 to be spent as required, ongoing.
Corporate EDMS Roll Out	13	0	13	0	0	0	Scheme ongoing
Replacement of High Volume Printing/Copying Machines	210	0	210	0	0	0	3 year lease @ £70k per annum.
<b>Subtotal People &amp; Business Change</b>	<b>540</b>	<b>0</b>	<b>473</b>	<b>(67)</b>	<b>(67)</b>	<b>0</b>	
<b>ADULT &amp; COMMUNITY SERVICES</b>							
Telecare Service Equipment	30	0	30	0	0	0	Change in supplier has delayed the service causing slippage
Appliance/Equipment for Disabled	165	165	165	0	0	0	Ongoing Scheme one payment per year for management fee.
ICF Centrica Lodge Improvements	0	(12)	0	0	0	0	Scheme completed 17/18 supps only
<b>Subtotal Adult &amp; Community Services</b>	<b>195</b>	<b>153</b>	<b>195</b>	<b>0</b>	<b>0</b>	<b>0</b>	
<b>CHILDREN &amp; YOUNG PEOPLE SERVICES</b>							
3 New Homes	1,500	0	1,500				Two potential homes been identified
Oaklands Respite Home	35	0	35				Scheme ongoing
	<b>1,535</b>	<b>0</b>	<b>1,535</b>	<b>0</b>	<b>0</b>	<b>0</b>	
<b>CITY SERVICES</b>							
Fleet Replacement Programme	2,258	0	2,258	0	0	0	Annual allocation 17/18 - full spend forecast.
Flood Risk Regulation Grant	91	12	91				

Local Transport Fund - Active Travel 2017/18	0	(34)	0	0	0	0	17/18 Scheme supps only
Cemetery Infrastructure Improvements	138	12	138	0	0	0	Scheme ongoing.
Peterstone Sewage Scheme	223	(3)	223	(0)	(0)	0	Scheme currently being developed further, additional budget likely to be required.
Composting	665	427	665	0	0	0	New scheme.
Docksway Cell 4 Development	1,301	378	1,301	0	0	0	New scheme.
Decriminalised Parking	1,386	23	1,300	(86)	(86)	0	New scheme.
Update Facilities in Parks	56	0	56	0	0	0	New scheme.
Decommissioning of Cemetery Office & Toilets	10	1	10	0	0	0	
Building Improvements to Lodges	80	0	80	0	0	0	
Small Scale Works Grant	34	0	34	0	0	0	
Road Refurbishment Grant Scheme	1,038	0	1,038	0	0	0	
Street lighting LEDs	1,500	0	1,500	0	0	0	
Local Transport Fund - Active Travel Northern 2018/19	270	0	270	0	0	0	Scheme progressing as planned, full spend expected
Local Transport Fund - Active Travel Design 2018/19	243	0	243	0	0	0	Scheme progressing as planned, full spend expected
LTNF - ECO Stars	55	0	55	0	0	0	Scheme progressing as planned, full spend expected
Safe Routes - St David's RC Primary	84	0	84	0	0	0	Scheme progressing as planned, full spend expected
Gwastad Mawr Flood Attenuation Improvement Works	43	0	43	(1)	(1)	0	Scheme progressing as planned, full spend expected
Pye Corner Railway Station Development Works	21	0	0	(21)	(21)	0	Full spend of remaining WG funding anticipated this year on Japanese Knot Weed Treatment and Landscaping. (To be transferred to Rev).
Road Safety and Training 18/19	49	1	49	0	0	0	
General Traffic Management	33	(11)	33	0	0	0	
Streetwide Improvements	224	0	224	0	0	0	

Street Lighting Column Replacement	230	(6)	230	0	0	(0)	
Llisserry Recreation Ground Changing Rooms	343	0	343	0	0	0	Scheme ongoing.
Prior Year Scheme Accruals	0	(137)	0	0	0	0	Prior year retentions waiting to be paid.
<b>Subtotal City Services</b>	<b>10,375</b>	<b>661</b>	<b>10,268</b>	<b>(107)</b>	<b>(107)</b>	<b>(0)</b>	
<b>TOTAL COST OF PROGRAMME</b>	<b>51,209</b>	<b>2,147</b>	<b>49,438</b>	<b>(1,771)</b>	<b>(1,771)</b>	<b>(0)</b>	

## Appendix C - Changes to the 5 year Programme

Report / Scheme Change	Funding Source	Service Area	18/19 Budget	19/20 Budget	20/21 Budget	21/22 Budget	22/23 Budget	Total Budget
			Change (£000's)	Change (£000's)	Change (£000's)	Change (£000's)	Change (£000's)	Change (£000's)
<b>2018/19 budget - Outturn report to Cabinet</b>			<b>48,877</b>	<b>24,884</b>	<b>23,309</b>	<b>11,606</b>	<b>19,282</b>	<b>127,958</b>
21CS Band B	Slippage – re-profiled	Education	100	(276)	4,436	(4,389)	(2,164)	<b>(2,293)</b>
Llisbury High (S106 funds)	S106 monies	Education	172					<b>172</b>
Education Asset Improvement	Reserves	Education	21					<b>21</b>
Reducing classroom size grant - Maesglas	Grant	Education	521					<b>521</b>
Reducing classroom size grant - St Woolos	Grant	Education	580					<b>580</b>
Gypsy & Traveller site development	Grant/Borrowing (50%/50%)	RIH	400					<b>400</b>
ENABLE Adaptions Grant	Grant	RIH	197					<b>197</b>
HLF Market Arcade re-profile	Re-profile	RIH	(368)	479	178			<b>289</b>
123-129 Commercial Street	Re-profile	RIH	(446)					<b>(446)</b>
Flying Start Schemes	Grant	RIH	195					<b>195</b>
Transporter Bridge	Slippage	RIH	250	(250)				<b>0</b>
Oaklands Respite Home	Reserves	Adult & Community Services	35					<b>35</b>

Flood Risk Regulation Grant	Grant	City Services	91					<b>91</b>
Update Facilities in Park	I2S Reserve (Budget saving)	City Services	46					<b>46</b>
Building improvements to lodges	I2S Reserve (Budget saving)	City Services	80					<b>80</b>
Small Scale Works Grant	Grant	City Services	34					<b>34</b>
Local Transport Fund - Active Travel Northern 2018/19	Grant	City Services	270					<b>270</b>
Local Transport Fund - Active Travel Design 2018/19	Grant	City Services	243					<b>243</b>
LTNF - ECO Stars	Grant	City Services	55					<b>55</b>
Safe Routes - St David's RC Primary	Grant	City Services	84					<b>84</b>
Gwastad Mawr Flood Attenuation Improvement Works	Grant	City Services	43					<b>43</b>
Lliswerry changing rooms	S106 monies	City Services	162					<b>162</b>
Fleet Programme	General Capital Grant / Receipts	City Services	1,225	2,606	(732)	(408)	995	<b>3,686</b>
Streetlighting LEDs	Re-profile	City Services	(1,658)	1,719				<b>61</b>
<b>Updated Capital Programme</b>			<b>51,209</b>	<b>29,162</b>	<b>27,191</b>	<b>6,809</b>	<b>18,113</b>	<b>132,484</b>