

Barrow Borough Council
Executive Committee
27 July 2022
Capital Programme

Report from: Director of Resources
Report Author: Director of Resources
Wards: (All Wards);

1.0 Summary and Conclusions

- 1.1 The Capital Programme 2021-2025 was presented to the Executive Committee on the 9 March 2022.
- 1.2 This report contains the outturn for 2021-2022, details of slippage into 2022-2023, and other revisions to 2022-2023 and future years.

2.0 Recommendation

2.1 It is recommended that the Executive Committee:-

- 1) Note the 2021-2022 outturn; and**
- 2) Approve the Capital Programme 2022-2025.**

3.0 Background and Proposals

3.1 The budgeted Capital Programme was presented to the Executive Committee on the 9 March 2022 as:

- 2021-2022 → £5,870,604
- 2022-2023 → £20,940,243
- 2023-2024 → £27,531,625
- 2024-2025 → £6,245,696

3.2 The 2021-2022 outturn and subsequent slippage in to 2022-2023 was:

Scheme/Project	2021-2022	
	Outturn	Slippage
HRA planned maintenance	2,060,712.11	-
Disabled facilities grants	510,431.49	-
Town Deal - Rawlinson Street Phase 2	23,354.84	41,645.16
North Central Renewal - Greengate Street	-	150,000.00
Cemetery	1,982.00	98,018.00
Play Areas	-	35,000.00
Walney Community Centre	-	25,000.00
Barrow Island Growth Zone	87,834.33	-
Marina Village	316,600.00	-
Town Deal - Marina Village	19,945.00	70,055.00
HRA housing management system	33,719.85	-
Heritage Action Zone	3,368.16	-
Accelerated Town Fund	612,210.74	-
Low Carbon Barrow	278,694.31	-
Levelling Up Fund - Accessibility	200,000.00	-
Town Deal - Learning Quarter	696,503.00	-
Town Deal - Hubs & Earnse Bay	259,789.00	-
Town Deal - Place Development	19,444.00	- 444.00
Town Deal - Cycling & Walking	266,507.00	-
Total	5,391,095.83	419,274.16

3.3 The 2022-2023 Capital Programme was updated to reflect slippage:

Scheme/Project	2022-2023		
	Budget	Slippage	Revised
Town Deal - Rawlinson Street Phase 2	1,341,250	41,645	1,382,895
North Central Renewal - Greengate Street	-	150,000	150,000
Cemetery	-	98,018	98,018
Play Areas	-	35,000	35,000
Walney Community Centre	-	25,000	25,000
Town Deal - Marina Village	177,000	70,055	247,055
Town Deal - Place Development	311,000	- 444	310,556
Total	1,829,250	419,274	2,248,524

3.4 The 2022-2023 Capital Programme has been revised further in-year:

Scheme/Project	2022-2023		
	Budget	Changes	Revised
Cemetery	98,018	21,982	120,000
Walney Community Centre	25,000	- 25,000	-
Leisure Centre	52,000	- 14,052	37,948
Contingency	100,000	- 100,000	-
Total	275,018	- 117,070	157,948

3.5 The costs of the works to the Cemetery Gatehouse and the Chapel have increased; the works to Walney Community Centre have been transferred to revenue; the Leisure Centre works have been reprofiled to match the Strategic Asset Management Plan; the contingency has been removed as an unfunded item.

3.6 The revisions across 2022-2025 are:

	2022-2023 £	2023-2024 £	2024-2025 £	Total £
Programme brought forward	20,940,243	27,531,625	6,245,696	
Slippage from 2021-2022	419,274	-		419,274
Leisure Centre reprofiling	- 14,052	- 580,112	594,164	-
Walney Community Centre to revenue	- 25,000	-	-	- 25,000
Contingency removed (unfunded)	- 100,000	-	-	- 100,000
Cemetery costs increased	21,982	-	-	21,982
Programme carried forward	21,242,447	26,951,513	6,839,860	316,256
Financing brought forward	20,940,243	27,531,625	6,245,696	
Usable Capital Receipts	200,556	- 430,000	357,345	127,901
GF Earmarked Reserves	- 14,052	- 150,112	236,819	72,655
Town Deal Grant	115,700	-	-	115,700
Financing carried forward	21,242,447	26,951,513	6,839,860	316,256

3.7 The revised Capital Programme for 2022-2025 is attached as **Appendix 1** and totals:

- 2022-2023 → £21,242,447
- 2023-2024 → £26,951,513
- 2024-2025 → £6,839,860

3.8 The Town Deal and Levelling Up Fund will both be reprofiled during 2022-2023, with government approval.

3.9 It is important to reprofile the major funding streams with government as these are to be spent in the year awarded and there is a risk of either clawback or programme reduction if grant is unspent.

3.10 The Town Deal allows the use of freedoms and flexibilities – this essentially means that the cash given for Town Deal purposes can be used for another approved capital scheme and swapped back in the future; the Council’s Capital Programme does not have the capacity to utilise freedoms and flexibilities.

3.11 The Capital Programme 2022-2025 makes use of the capital receipts in-hand and elements of the Renewals Reserve; otherwise, the funding comes from external grants and the Housing Revenue Account (ring-fenced).

- 3.12 In accordance with the Financial Regulations the Director of Resources will maintain the Capital Programme and present that periodically for approval by the Executive Committee.
- 3.13 The frequency of reporting shall be determined by the revisions that are required.
- 3.14 Expenditure against the approved Capital Programme is reported as part of the quarterly Council Finances report.

4.0 Consultation

- 4.1 Consultation is not relevant to the recommendations.

5.0 Alternative Options

- 5.1 There are no alternatives to present; the Capital Programme is maintained by the Director of Resources and reported periodically for approval.

6.0 Contribution to Council Plan Priorities

- 6.1 The Capital Programme contains projects that drive forward objectives within the People, Place and Prosperity objectives of the Council Plan.

7.0 Implications

7.1 Financial, Resources and Procurement

- 7.1.1 The financial implications are contained in the body of the report; the Capital Programme is set against the available resources.

7.2 Legal

- 7.2.1 There are no specific legal implications from the recommendations.

7.3 Local Government Reorganisation

- 7.3.1 The Capital Programme shall be consolidated into the Westmorland and Furness Council Capital Programme along with the resources that fund and finance the expenditure.
- 7.3.2 Should any unplanned capital expenditure be identified that requires borrowing, the Council shall report to the Shadow Westmorland and Furness Cabinet as set out in the Section 24 Direction and General Consent.
- 7.3.3 Any tenders and contracts at the thresholds set out in the Section 24 Direction and General Consent shall be reported to the Shadow Westmorland and Furness Cabinet as set out in the Section 24 Direction and General Consent.

7.4 Equality and Diversity

- 7.4.1 Have you completed an Equality Impact Analysis? No – there are no individuals directly impacted by the recommendations.

Risk

Risk	Consequence	Controls required
Budgets are insufficient.	Project shortfall.	Robust pre-tender estimates, cost control and programme management.
Risk	Consequence	Controls required
Unplanned capital expenditure.	Unfunded expenditure and borrowing required.	Proactive budget management, reprofiling and effective accountable body monitoring.

Contact Officers

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Appendices Attached to this Report – *If none, please state none or delete section*

Appendix No.	Name of Appendix
1	Capital Programme 2022-2025