

Report To: **STRATEGIC PLANNING AND CAPITAL MONITORING PANEL**

Date: 12 March 2018

Reporting Officer: Tom Wilkinson – Assistant Director of Finance

Subject: **CAPITAL MONITORING PERIOD 10 2017/18**

Report Summary: The Strategic Planning and Capital Monitoring Panel at its meeting on 9 October 2017 recommended to Cabinet a three year capital programme for the period 2017-2020 of over £174 million.

This report summarises the 2017/18 capital expenditure monitoring position at 31 January 2018, based on information provided by project managers.

The report shows projected capital investment in 2017/18 of £53.552m by March 2018. This is significantly less than the original budgeted capital investment for 2017/18, and is in part due to project delays that are being experienced following the liquidation of Carillion.

Recommendations: Members are asked to RECOMMEND to COUNCIL to approve the following:

- (i) The reprofiling to reflect up to date investment profiles
- (ii) The changes to the Capital Programme
- (iii) The updated Prudential Indicator position

Members are asked to NOTE:

- (i) The current capital budget monitoring position
- (ii) The resources currently available to fund the Capital Programme
- (iii) The updated capital receipts position
- (iv) The timescales for review of the Council's three year capital programme

Links to Community Strategy: The Capital Programme ensures investment in the Council's infrastructure is in line with the Community Strategy.

Policy Implications: In line with Council Policies.

Financial Implications: These are the subject of the report. In summary:

(Authorised by the Section 151 Officer)

- The forecast outturn for 2017/18 is £53.552m compared to the 2017/18 budget of £83.095m
- Re-profiling of £29.106m into future year(s) to match expected spending profile has been requested.
- The remaining £0.437m under budget can be returned to the central capital reserves and applied elsewhere.

Demand for capital resources exceeds availability and it is essential that those leading projects ensure that the management of each scheme is able to deliver them on plan

and within the allocated budget.

Close monitoring of capital expenditure on each scheme and the resources available to fund capital expenditure is essential and is an integral part of the financial planning process. The liquidation of Carillion has resulted in some delays to a number of projects, resulting in slippage in the programme.

There is very limited contingency funding set aside for capital schemes, and any significant variation in capital expenditure and resources, particularly the delivery of capital receipts, will have implications for future revenue budgets or the viability of future capital schemes.

Legal Implications:
(Authorised by the Borough Solicitor)

It is a statutory requirement for the Council to set a balanced budget. It is important that the capital expenditure position is regularly monitored to ensure we are maintaining a balanced budget and to ensure that the priorities of the Council are being delivered.

Risk Management:

The Capital Investment Programme proposes significant additional investment across the borough. Failure to properly manage and monitor the Council's Capital Investment Programme could lead to service failure, financial loss and a loss of public confidence.

The liquidation of Carillion is having an adverse impact on the progression of a number of key schemes, including the Vision Tameside project and a number of key Education programmes to deliver additional school places.

Funding of the Capital Programme assumes the realisation of some significant Capital Receipts from land and property sales which if not achieved will require the reassessment of the investment programme.

Access to Information:

The background papers relating to this report can be inspected by contacting Heather Green, Finance Business Partner by:



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1. INTRODUCTION

- 1.1 This is the third capital monitoring report for 2017/18, summarising the forecast outturn based on the financial activity to 31 January 2018. This is therefore the final monitoring statement in respect of the 2017/18 approved projects before the final outturn is reported in May 2018.
- 1.2 The Strategic Planning and Capital Monitoring Panel at its meeting on 9 October 2017 recommended to Cabinet a three year capital programme which earmarked resources for schemes totalling over £174 million for the period 2017-2020.
- 1.3 The detail of this monitoring report is focused on the budget and forecast expenditure for fully approved projects in the 2017/18 financial year. Additional schemes will be added to future detailed monitoring reports once fully approved by Executive Cabinet.

2. CHANGES SINCE THE LAST REPORT

- 2.1 There have been changes to the 2017/18 Capital Programme to the value of £5.112m since the Quarter 2 report. These are largely due to the re-profiling of £5.494m into 2018/19 approved in Quarter 2, and several additions to the 2017/18 programme including the Purchase of Guardsman Tony Downes House and two Digital Tameside schemes. A full breakdown of the changes can be found in Appendix 1 of this report.
- 2.2 **Appendix 1** provides a summary of changes to the 2017/18 programme budget since the quarter 2 monitoring report (table A1a). The three year capital programme approved in October has also been reviewed by officers and a revised profile of anticipated spend, subject to full business case approval, is set out in **Appendix 1** (table A1b).
- 2.3 At Executive Cabinet on 7 February 2018, it was agreed to make an £11.3m strategic investment in Manchester Airport. This is capital spend to be financed through reserves and has been added into the programme for 2018/19.
- 2.4 On 15 January 2018, the Council's main contractor on the Vision Tameside project, Carillion, was put into liquidation. Since then the Local Education Partnership (LEP), through whom Carillion were contracted, have worked to find an alternative contractor to take over the construction project to enable completion of the scheme. On 6 February 2018, the LEP terminated the Vision Tameside construction contract with Carillion and on 7 February 2018 entered into an Early Works Agreement with Robertson Group. The early works agreement is for an 8 week period commencing on 19 February to allow works to recommence on site and due diligence be conducted before arriving at a final contract price to completion.
- 2.5 There is sufficient budget available within the existing allocation to for the existing contract agreed with the LEP. However, it is likely that additional costs will be incurred to enable the successful completion of the project. However, this will not be known until the due diligence work is undertaken. At this stage it unclear as to the exact amount of additional cost and any increase in budget requirement will have to be met from a review of the resources allocated to the current capital programme, a review of existing reserves and contingencies, and/or asset sales. A report will be taken to Executive Cabinet prior to any variation to the existing new contract being signed, to outline the future cost envelope and the funding options if applicable.

3. SUMMARY

- 3.1 The current forecast is for service areas to have spent £53.552m on capital investment in 2017/18, which is £29.542m less than the current capital budget for the year. This slippage

is spread across a number of areas, and is in part due project delays now being experienced as a result of the liquidation of Carillion who, through the Local Enterprise Partnership (LEP) were delivering or managing a number of key projects.

- 3.2 It is proposed that the capital investment programme is re-profiled to reflect current information. Proposed re-profiling of £29.106m into the next financial year is identified in **Appendix 1** (table A1b) and within the individual service area tables in **Appendices 2 to 7**.
- 3.3 Once re-profiling has been taken into account, the quarter 2 capital monitoring is forecasting that capital investment will be £0.437m less than the capital budget for this year. This resource is therefore no longer required to be allocated to specific schemes and will be held to mitigate risks around being able to fully achieve the forecast capital receipts.
- 3.4 Section 4 of this report summarises the key messages from the period 10 capital monitoring exercise. There are no significant variances where project spend is expected to exceed budgeted resources. A number of variations have arisen where projected outturn is less than budget due to slippage in the delivery of the capital programme, resulting in a number of requests for re-profiling into the 2018/19 financial year.
- 3.5 Table 1 below provides a high level summary of capital expenditure by service area.

Table 1: Overall capital monitoring statement April 2017 – January 2018

CAPITAL MONITORING STATEMENT – 2017/18				
	2017/18 Budget	Actual to 31 January 2018	Projected 2017/18 Outturn	Projected Outturn Variation
	£000	£000	£000	£000
Place				
Asset Investment Partnership Management	40,104	27,818	27,980	(12,124)
Development & Investment	3,151	1,921	2,568	(583)
Neighbourhoods and Operations				
Engineering Services	13,145	4,199	8,739	(4,406)
Transport	6,279	5,508	5,670	(609)
Environmental Health	740	337	425	(315)
Stronger Communities	454	380	429	(25)
Children's Services				
Education	11,314	3,815	5,506	(5,807)
Children	125	97	125	0
Finance & IT				
Digital Tameside	3,656	632	1,845	(1,811)
Population Health				
Active Tameside	4,117	218	255	(3,862)
Governance				
Exchequer	10	-	10	0
Total	83,095	44,925	53,552	(29,542)

3.6 Table 2 below shows the current proposed resources funding the 2017/18 approved projects.

Table 2: Funding statement for 2017/18 approved projects

Resources	£000
Grants & Contributions	20,969
Revenue Contributions	592
Corporate:	
- Prudential Borrowing	9,614
- Forecast Capital Receipts	18,983
- Receipts from prior year	3,555
- Reserves	29,382
Total	83,095

3.7 Table 3 below shows the current proposed resources to fund the three year capital programme 2017-2020, including both fully approved schemes and earmarked schemes.

Table 3: Budgeted funding sources 2017 – 2020

	2017/18	2018/19	2019/20	Total
	£000s	£000s	£000s	
Grants and Contributions	20,969	8,750	1,600	31,319
Revenue Contributions	592	30	0	622
Budgeted Capital Receipts	22,538	30,513	2,635	55,686
Reserves	34,262	36,408	5,326	75,996
Prudential Borrowing	9,614	12,627	0	22,241
Total	87,975	88,328	9,561	185,864

3.8 The resourcing structure, however, is not final and the Director of Finance will make the best use of resources available at the end of the financial year as part of the year end financing decisions.

4. CAPITAL EXPENDITURE TO DATE AND PROJECTED OUTTURN 2017/18

4.1 This section of the report provides an update of capital expenditure to date in 2017/18, along with details of significant schemes and schemes with significant projected variations. A detailed breakdown of all schemes within each service area is included in **Appendices 2 to 7** of this report.

Place

4.2 The table below outlines the projected 2017/18 investment for Place. A detailed breakdown of all schemes within Place, including prior year spend on significant projects, future budgets and re-profiling is set out in **Appendix 2**.

Table 4: Detail of Place Capital Investment Programme

Capital Scheme	2017/18 Budget £000	2017/18 Actual to date £000	2017/18 Projected Outturn £000	2017/18 Projected Outturn Variation £000
Asset Investment Partnership Management (AIPM) Capital Programme				
Vision Tameside	23,837	20,256	20,256	(3,581)
Purchase of Guardsman Tony Downes House	7,000	7,000	7,000	0
Purchase of Plantation Industrial Estate	5,399	2	2	(5,397)
Public Realm	2,491	186	186	(2,305)
Other Schemes individually below £1m	1,377	374	536	(841)
Total	40,104	27,818	27,980	(12,124)
Development and Investment Capital Programme				
Disabled Facilities Grants	2,402	1,418	2,000	(402)
Other Schemes below £1m	749	503	568	(181)
Total	3,151	1,921	2,568	(583)

- 4.3 The most significant capital project within the Place directorate is Vision Tameside. The liquidation of Carillion in January 2018 has resulted in an expected delay to this project of around 4 to 5 months. Expenditure in 2017/18 is currently projected to be £3.581 below the in-year budget and re-profiling into 2018/19 has been requested. These delays have also impacted the Public Realm scheme.
- 4.4 Re-profiling has been requested for the purchase of Plantation Industrial Estate as the sale has been delayed by the landlord following a fire.
- 4.5 Projected outturn on Disabled Facilities Grants is £0.402m less than budget. Budgeted resources for Disabled Facilities Grants is based on the annual grant allocation, and as reported in the quarter 1 monitoring report, delivery of adaptations has been restricted by limited employee resources. An additional full time equivalent post has now commenced within the service and this is having a positive impact on the delivery of adaptations. Re-profiling of £0.400m of the Disabled Facilities Grants budget into 2018/19 has been requested. This is an important scheme as it funds adaptations and equipment in people's homes to allow them to live at home independently for longer and reducing the revenue burdens on the health and social care economy.
- 4.6 Re-profiling of budget has been requested for each of the projected outturn variations identified in table 4 above. Further detail on all the schemes within Place, including prior year spend, future budgets and re-profiling is set out in **Appendix 2**.

Neighbourhoods and Operations

- 4.7 The table below outlines the projected 2017/18 investment for Neighbourhoods and Operations. A detailed breakdown of all schemes within Neighbourhoods and Operations, including prior year spend on significant projects, future budgets and re-profiling is set out in **Appendix 3**.

Table 5: Detail of Neighbourhoods and Operations Capital Investment Programme

Capital Scheme	2017/18 Budget £000	2017/18 Actual to date £000	2017/18 Projected Outturn £000	2017/18 Projected Outturn Variation £000
Engineers Capital Programme				
Roads	4,576	1,649	3,305	(1,271)
Street Lighting	1,911	489	1,812	(99)
Retaining Walls	1,509	716	1,509	0
Other Schemes individually below £1m	5,149	1,345	2,113	(3,036)
Total	13,145	4,199	8,739	(4,406)
Transport Capital Programme				
Refuse Collection Fleet	3,060	3,396	3,396	336
Other Fleet	3,219	2,112	2,274	(945)
Total	6,279	5,508	5,670	(609)
Environmental Services Capital Programme				
Various Schemes all individually below £1m	740	337	425	(315)
Total	740	337	425	(315)
Community Services Capital Programme				
Various Schemes all individually below £1m	454	380	429	(25)
Total	454	380	429	(25)

- 4.8 The most significant element of the Neighbourhoods and Operations Capital Investment Programme is Engineers, which is currently forecasting projected spend in 2017/18 will be £4.406m less than budgeted resources. This variation has arisen due to delays on several key schemes due to weather conditions (including Hattersley Station Passenger Facilities, Ashton Principal and Non-Principal Roads, Access to Metrolink Stops, and Ashton Public Realm). Re-profiling of budget of £4.403m has been requested. Regular detailed reports on progress with the Engineers Capital Programme are considered by the Strategic Planning and Capital Monitoring Panel.
- 4.9 The variance on the transport capital programme has arisen due to vehicles originally planned to be purchased in year no longer meeting the required specification; replacement vehicles will now be purchased in 2018/19. Other variations in the Environmental Services Capital programme relate the Guide Lane Former Landfill Site scheme being under budget and minor slippage over a number of schemes. Re-profiling of £0.090m of budget into 2018/19 has been requested.
- 4.10 Further detail on all the schemes within Neighbourhoods and Operations, including prior year spend on significant projects, future budgets and re-profiling is set out in **Appendix 3**.

Children's Services

- 4.11 The table below outlines the projected 2017/18 investment for Children's Services. A detailed breakdown of all schemes within Children's services, including prior year spend on significant projects, future budgets and re-profiling is set out in **Appendix 4**.

Table 6: Detail of Children's Services Capital Investment Programme

Capital Scheme	2017/18 Budget £000	2017/18 Actual to date £000	2017/18 Projected Outturn £000	2017/18 Projected Outturn Variation £000
Education Capital Programme				
Cromwell Enhancements	1,636	1,779	2,156	520
Aldwyn Primary Additional Accommodation	1,420	81	81	(1,339)
Other Schemes individually below £1m and unallocated funding	8,258	1,955	3,269	(4,988)
Total	11,314	3,815	5,506	(5,807)
Children's Capital Programme				
Purchase of two Children's Homes	125	97	125	0
Total	125	97	125	0

- 4.12 Regular detailed reports on progress with the Education Capital Programme are considered elsewhere on the Strategic Planning and Capital Monitoring Panel agenda. The Education Capital Programme is currently forecasting that outturn will be £5.807m less than budgeted resources. This is due to a combination of delay on a number of schemes and some unallocated funding.
- 4.13 The delay on the Education capital schemes has arisen due to restrictions on when some works can take place, usually during the holiday periods, and the complexity of some schemes. Additionally, several schemes were due to be delivered by Carillion through the Council's strategic procurement partner, the LEP. There also remains some unallocated grant funding which has not been allocated to specific projects. These grants have restrictions which mean only certain types of works eligible for this funding, and the funds may not be fully utilised in 2017/18.
- 4.14 Re-profiling of £5.917m of budget into 2018/19 has been requested. Further detail on all the schemes within Children's Services, including prior year spend on significant projects, future budgets and re-profiling is set out in **Appendix 4**.

Finance and IT

- 4.15 The table below outlines the projected 2017/18 investment for Finance and IT. A detailed breakdown of all schemes within Finance and IT, including prior year spend on significant projects, future budgets and re-profiling is set out in **Appendix 5**.

Table 7: Detail of Finance and IT Capital Investment Programme

Capital Scheme	2017/18 Budget £000	2017/18 Actual to date £000	2017/18 Projected Outturn £000	2017/18 Projected Outturn Variation £000
Digital Tameside Capital Programme				
Tameside Digital Infrastructure	1,725	345	1,377	(348)
Schemes individually below £1m	1,931	287	468	(1,463)
Total	3,656	632	1,845	(1,811)

- 4.16 Schemes for Tameside Digital Infrastructure (£1.725m) and Tameside Data Centre (£0.840m) which had previously been earmarked were given full approval at Executive Cabinet on 13 December 2017. Much of this budget is to be reprofiled into 2018/19, along with £0.700m from the Vision Tameside ICT project, which is being reprofiled due to delays within the wider Vision Tameside project.
- 4.17 A detailed breakdown of all schemes within Finance and IT, including prior year spend on significant projects, future budgets and re-profiling is set out in **Appendix 5**.

Population Health

- 4.18 The table below outlines the projected 2017/18 investment for Population Health, under the banner 'Active Tameside'. A detailed breakdown of Active Tameside programme, including prior year spend, future budgets and re-profiling is set out in **Appendix 6**.

Table 8: Detail of Population Health Capital Investment Programme

Capital Scheme	2017/18 Budget £000	2017/18 Actual to date £000	2017/18 Projected Outturn £000	2017/18 Projected Outturn Variation £000
Active Tameside Capital Programme				
New Denton Facility	2,000	153	170	(1,830)
Extension to Hyde Leisure Pool	2,000	10	30	(1,970)
Schemes individually below £1m	117	55	55	(62)
Total	4,117	218	255	(3,862)

- 4.19 Regular detailed reports on progress with the Active Tameside Capital Programme are considered by the Strategic Planning and Capital Monitoring Panel and are elsewhere on this agenda. The projected spend in 2017/18 is currently £3.862m under budget. Delays to these schemes are due to the Carillion liquidation, and also some amendments being made following a consultation ending November 2017.
- 4.20 Re-profiling of £3.860m of budget into 2018/19 has been requested. A detailed breakdown of Active Tameside programme, including prior year spend, future budgets and re-profiling is set out in **Appendix 6**.

Governance

4.21 A breakdown of the Exchequer Capital Programme is provided in **Appendix 7**. The project is currently forecasting that the project will be delivered on budget.

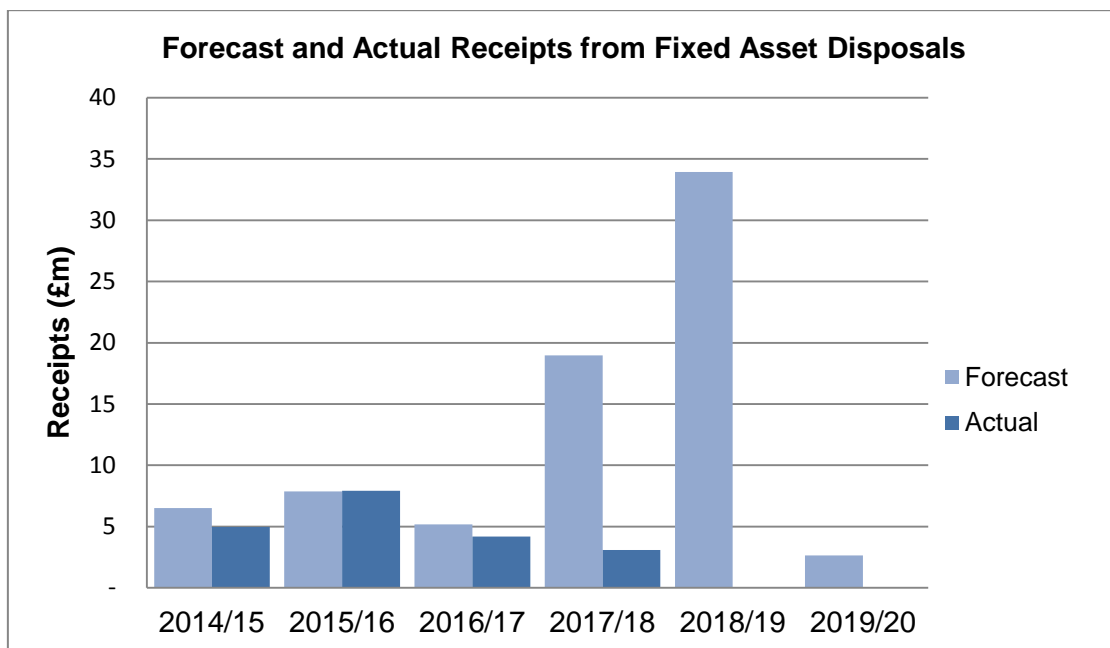
5. CAPITAL RECEIPTS

5.1 With the exception of capital receipts earmarked as specific scheme funding, all other capital receipts are retained in the Capital Receipts Reserve and utilised as funding for the Council's corporately funded capital expenditure, together with any other available resources identified in the medium term financial strategy.

5.2 Capital receipts to date in 2017/18 are £3.011m, with a further £15.888m anticipated before the end of the financial year. In addition to this a further £3.6m is available from receipts realised in 2016/17 that were not applied to fund that year's capital investment programme.

5.3 The Capital Programme is based upon capital receipts in excess of £55m being realised over the three years from 2017/18 to 2019/20. A further £33.930m of capital receipts has been forecast in 2018/19 and £2.635m in 2019/20. **Appendix 9** lists the sites sold to date in 2017/18.

5.4 The land sales programme is ambitious and assumes capital receipts significantly in excess of those achieved in recent years. If this level of receipts is not achieved, then the capital programme will need to be reassessed or financed from other sources which will have implications for revenue budgets. The below graph outlines what has been achieved to date compared to forecasts:



6. PRUDENTIAL INDICATORS

6.1 The CIPFA Prudential Code for Finance in Local Authorities was introduced as a result of the Local Government Act (2003) and was effective from 1 April 2004. The Code sets out indicators that must be monitored to demonstrate that the objectives of the Code are being fulfilled.

- 6.2 The initial Prudential Indicators for 2017/18 and the following two years were agreed by the Council in February 2017. The Capital Expenditure indicator has been updated to reflect the latest position.
- 6.3 The latest Prudential Indicators are shown in **Appendix 8**.

APPENDIX 1 – Changes to the Capital Programme

Table A1a – Changes to the 2017/18 Fully Approved Projects:

Changes to the 2017/18 Capital Programme	
	£000
Quarter 2 Capital Programme	77,983
Reprofiling into 2018/19 per Q2 Monitoring	-5,494
Fully approved projects added to the programme:	
Tameside Digital Infrastructure	1,725
Tameside Data Centre	840
Purchase of Guardsman Tony Downes House	7,000
Transport Asset Management Plan	250
Fleet	30
Disabled Facilities Grant - Additional Allocation	202
AIPM - Statutory Compliance / Building Fabric Works	163
Cycle City Ambition Grant	255
Flood Damage Works	130
Other Minor Changes	11
Quarter 3 Capital Programme	83,095

Table A1b – Changes to the Three Year Capital Programme:

A1b: Changes to the Three Year Capital Programme				
	2017/18	2018/19	2019/20	TOTAL
	£000s	£000s	£000s	£000s
1) Total programme as reported at Q2 2017/18				
Fully approved projects (Table A1a)	77,983	19,309		97,292
Earmarked schemes	50,531	17,200	9,530	77,261
Total	128,514	36,509	9,530	174,553
2) Changes to fully approved projects				
Fully approved projects (before re-profiling)	77,983	19,309		97,292
Re-profiling of 2017/18 budgets at Q2	-5,494	5,494		0
Earmarked Schemes Fully Approved	10,595	1,500		12,095
Manchester Airport Investment		11,300		11,300
Other minor changes	11			11
Revised profile for fully approved projects	83,095	37,603	0	120,698
3) Changes to earmarked schemes awaiting approval				
Earmarked schemes approved 9 th October 2017	50,531	17,200	9,530	77,261
Earmarked Schemes Fully Approved	-10,595	-1,500		-12,095
Re-profiling of earmarked schemes	-5,950	5,919	31	0
Revised profile for earmarked schemes	33,986	21,619	9,561	65,166
Revised total three year programme	117,081	59,222	9,561	185,864
Re-profiling requested at Period 10	-29,106	29,106	0	0
Proposed total three year programme	87,975	88,328	9,561	185,864

APPENDIX 2 – Place Capital Programme

A2a: Asset Investment Partnership Management (AIPM) Capital Programme									Re-profiled Budgets		
Capital Scheme	Spend in prior years £000	2017/18 Budget £000	2018/19 Budget £000	2019/20 Budget £000	2017/18 Actual to date £000	2017/18 Projected Outturn £000	2017/18 Projected Outturn Variation £000	Re-profiling to be approved £000	2017/18 £000	2018/19 £000	2019/20 £000
Vision Tameside	19,206	23,837	4,240	0	20,256	20,256	(3,581)	(3,581)	20,256	7,821	0
Purchase of Guardsman Tony Downes House		7,000	0	0	7,000	7,000	0	0	0	0	0
Purchase of Freehold, Plantation Industrial Estate		5,399	0	0	2	2	(5,397)	(5,397)	2	5,397	0
Public Realm		2,491	1,500	0	186	186	(2,305)	(2,305)	186	2,305	0
Refurbishment of Concord Suite		500	50	0	17	17	(483)	(483)	17	533	0
Ashton Town Hall		300	50	0	172	300	0	0	300	50	0
Building Fabric Works		164	0	0	43	88	(76)	0	164	0	0
Mottram Showground (OPF)		159	0	0	45	45	(114)	(114)	45	114	0
Prep of Outline Planning Applications/Review of Playing Field Provision		116	0	0	14	17	(99)	(99)	17	99	0
Dukinfield Crematoria Clock Tower		54	0	0	45	54	0	0	54	0	0
Document Scanning		50	108	0	0	0	(50)	(50)	0	158	0
Statutory Compliance		25	0	0	25	2	(23)	0	25	0	0
Tame Street Emergency Generators		9	0	0	13	13	4	0	9	0	0
Opportunity Purchase Fund		0	500	0	0	0	0	0	0	500	0
Total		40,104	6,448	0	27,818	27,980	(12,124)	(12,029)	21,075	16,977	0

A2b: AIPM Re-profiling requests		£000s
Vision Tameside	The liquidation of Carillion has caused work on this project to be delayed.	(5,936)
Purchase of Freehold, Plantation Industrial Estate	The purchase price has been agreed but the sale has not yet been completed, the landlord has delayed the completion date as there was a fire and he wants the property reinstated before completion, this is likely to take 6 months.	(5,397)
Refurbishment of Concord Suite	A full review of the project is being undertaken in terms of viability, affordability and in light of the overall decants strategy. The budget should be rephased into the next financial year to allow the review to be concluded.	(483)
Mottram Showground (OPF)	The balance of the budget is needed to acquire the showground. The current occupier will not have vacated by the end of 2017/18 so this is now anticipated to be completed in 2018/19	(114)
Other Minor Variations	Minor slippage across a number of schemes.	(99)
		(12,029)

A2c: Development & Investment Capital Programme									Re-profiled Budgets		
Capital Scheme	Spend in prior years £000	2017/18 Budget £000	2018/19 Budget £000	2019/20 Budget £000	2017/18 Actual to date £000	2017/18 Projected Outturn £000	2017/18 Projected Outturn Variation £000	Re-profiling to be approved £000	2017/18 £000	2018/19 £000	2019/20 £000
Disabled Facilities Grant		2,402	751	0	1418	2,000	(402)	(400)	2,002	1,151	0
Ashton Old Baths	3,671	357	22	0	399	399	42	5	362	17	0
Ashton Town Centre and Civic Square		300	1260	0	71	61	(239)	(239)	61	1,499	0
Godley Garden Village		60	199	0	0	60	0	0	60	199	0
Hyde Town Centre		23	0	0	6	14	(9)	0	23	0	0
St Petersfield		6	187	0	27	34	28	0	6	187	0
Ashton Market Hall Incubator Units		3	0	0	0	0	(3)	0	3	0	0
Godley Hill Development and Access Road		0	110	0	0	0	0	0	0	110	0
Longlands Mill		0	21	0	0	0	0	0	0	21	0
Total		3,151	2,550	0	1,921	2,568	(583)	(634)	2,517	3,184	0

A2d: Development & Investment Re-profiling requests		£000s
Disabled Facilities Grants	Based on current resources, the projected spend is only likely to be £2m at year end. An additional FTE staff resource has now commenced within the service and this is beginning to have a positive effect on grant approvals; however, this has been tempered by continuing contractor issues. We have identified a number of schemes that will spend the additional £200k allocated in December 2017. An additional £0.2m was allocated in December 2017 and a number of schemes have now been identified to utilise this.	(400)
Ashton Town Centre and Civic Square	This project is being delivered in two phases to allow business to continue as usual in the market and town centre. Phase 1 is now substantially complete with works to add branding to the market stalls currently underway. Phase 2 is scheduled to be in line with the wider Vision Tameside project, which is now expected to be delayed until 2018/19 following the Carillion liquidation of 15 January 2018	(239)
		(1,021)

APPENDIX 3 – Neighbourhoods and Operations Capital Programme

A3a: Engineers Capital Programme								Re-profiled Budgets		
Capital Scheme	2017/18 Budget £000	2018/19 Budget £000	2019/20 Budget £000	2017/18 Actual to date £000	2017/18 Projected Outturn £000	2017/18 Projected Outturn Variation £000	Re-profiling to be approved £000	2017/18 £000	2018/19 £000	2019/20 £000
Street Lighting	1,911	540	0	489	1,812	(99)	(99)	1,812	639	0
Retaining Walls/Mottram & Hollingworth	1,509	0	0	716	1,509	0	0	1,509	0	0
Principal/Nonprincipal Roads- Ashton	1,093	0	0	301	750	(343)	(343)	750	343	0
Bridges & Structures	933	0	0	336	854	(79)	(79)	854	79	0
Principal/Nonprincipal Roads- Droylsden	700	0	0	269	680	(20)	(20)	680	20	0
Car Parking	550	400	0	45	300	(250)	(250)	300	650	0
Principal/Nonprincipal Roads- Denton	470	0	0	187	275	(195)	(195)	275	195	0
Principal/Nonprincipal Roads- Stalybridge	445	0	0	85	250	(195)	(195)	250	195	0
Principal/Nonprincipal Roads- Dukinfield	400	0	0	318	400	0	0	400	0	0
Principal/Nonprincipal Roads- Hyde	400	0	0	112	180	(220)	(220)	180	220	0
Principal/Nonprincipal Roads- Mossley	300	0	0	25	150	(150)	(150)	150	150	0
Principal/Nonprincipal Roads- Longdendale	270	0	0	89	200	(70)	(70)	200	70	0
Principal/Nonprincipal Roads- Audenshaw	250	0	0	103	160	(90)	(90)	160	90	0
Roads- Borough Wide	248	0	0	160	260	12	(2)	246	2	0
Other Schemes	3,666	414	0	964	959	(2,707)	(2,690)	976	3,104	0
Total	13,145	1,354	0	4,199	8,739	(4,406)	(4,403)	8,742	5,757	0

A3b: Engineers Re-profiling requests		£000s
Street Lighting	Designs have been completed; however, some installation has been delayed due to more complex obstacles in certain areas, for example those with subway lighting or heritage lanterns.	(99)
Principal/Nonprincipal Roads-Ashton	There are a number of schemes outstanding. For example Lees Road has been delayed due to drainage issues and Whitelands Road can only be completed once temperatures are higher.	(343)
Bridges & Structures	Pre and post-Christmas weather condition and forecast for the next month are delaying this work.	(79)
Principal/Nonprincipal Roads-Droylsden	Pre and post-Christmas weather condition and forecast for the next month are delaying this work.	(20)
Car Parking	Works commenced later than originally programmed due to revisions to address planning/environmental health concerns. Revised scheme required re-consult therefore delay in obtaining planning approval.	(250)
Principal/Nonprincipal Roads-Denton	Pre and post-Christmas weather condition and forecast for the next month are delaying this work.	(195)
Principal/Nonprincipal Roads-Stalybridge	Pre and post-Christmas weather condition and forecast for the next month are delaying this work.	(195)
Principal/Nonprincipal Roads-Hyde	Work to a number of roads had to be rescheduled to allow works by utility companies to be undertaken. This would have impacted diversion routes and resulted in unacceptable levels of congestion.	(220)
Principal/Nonprincipal Roads-Mossley	Pre and post-Christmas weather condition and forecast for the next month are delaying this work.	(150)
Principal/Nonprincipal Roads-Longdendale	Pre and post-Christmas weather condition and forecast for the next month are delaying this work.	(70)
Principal/Nonprincipal Roads-Audenshaw	Pre and post-Christmas weather condition and forecast for the next month are delaying this work.	(90)
Roads- Borough Wide	Pre and post-Christmas weather condition and forecast for the next month are delaying this work.	(2)
Other Schemes	Minor slippage across a number of schemes.	(2,690)
		(4,403)

A3c: Transport Capital Programme								Re-profiled Budgets		
Capital Scheme	2017/18 Budget £000	2018/19 Budget £000	2019/20 Budget £000	2017/18 Actual to date £000	2017/18 Projected Outturn £000	2017/18 Projected Outturn Variation £000	Re-profiling to be approved £000	2017/18 £000	2018/19 £000	2019/20 £000
Refuse Collection Fleet	3,060	0	0	3,396	3,396	336	0	3,060	0	0
Fleet Replacement 17/18	2,256	0	0	1,560	1,722	(534)	0	2,256	0	0
Procurement of 58 Fleet Vehicles	963	0	0	552	552	(411)	(362)	601	362	0
Total	6,279	0	0	5,508	5,670	(609)	(362)	5,917	362	0

A3d: Transport Re-profiling requests		£000s
Procurement of 58 Fleet Vehicles	The budget is required to be slipped for the purchase of 9 Tippers. This is due to the originally planned vehicles no longer meeting the required specification. We are unable to source the replacement vehicles within this financial year.	(362)
		(362)

A3e: Environmental Services Capital Programme									Re-profiled Budgets		
Capital Scheme	Projected spend in prior years £000	2017/18 Budget £000	2018/19 Budget £000	2019/20 Budget £000	2017/18 Actual to date £000	2017/18 Projected Outturn £000	2017/18 Projected Outturn Variation £000	Re-profiling to be approved £000	2017/18 £000	2018/19 £000	2019/20 £000
Guide Lane Former Landfill Site	1,378	441	0	0	264	270	(171)	0	441	0	0
Allotment Railings & Infrastructure Improvement		63	0	0	46	46	(17)	0	63	0	0
Infrastructure Improvements		60	0	0	0	0	(60)	(60)	0	60	0
Retrofit (Basic Measures)		50	272	0	0	50	0	0	50	272	0
Tree Planting Programme		30	0	0	8	22	(8)	0	30	0	0
Dukinfield Park Improvements		25	0	0	2	2	(23)	0	25	0	0
Children's Play		20	300	300	14	14	(6)	0	20	300	0
Egmont St Fencing		14	0	0	0	14	0	0	14	0	0
War Memorials		11	0	0	2	2	(9)	(9)	2	9	0
Rocher Vale & Hulmes and Harry Wood		10	0	0	0	0	(10)	(10)	0	10	0
Audenshaw Environmental Improvements		9	0	0	0	0	(9)	(9)	0	9	0
Highway Replacement Tree Planting Access Works		3	0	0	1	1	(2)	(2)	1	2	0
Sunnybank Park-Landscaping		2	0	0	0	2	0	0	2	0	0
Silver Springs Infrastructure Improvements		2	0	0	0	2	0	0	2	0	0
Total		740	572	300	337	425	(315)	(90)	650	662	0

A3f: Environmental Services Re-profiling requests		£000s
Other Schemes	Minor slippage across a number of schemes.	(90)
		(90)

A3g: Community Services Capital Programme
Re-profiled Budgets

Capital Scheme	2017/18 Budget £000	2018/19 Budget £000	2019/20 Budget £000	2017/18 Actual to date £000	2017/18 Projected Outturn £000	2017/18 Projected Outturn Variation £000	Re-profiling to be approved £000	2017/18 £000	2018/19 £000	2019/20 £000
Libraries In The 21st Century	445	0	0	375	424	(21)	0	445	0	0
Street Art In The Community	8	0	0	4	4	(4)	0	8	0	0
Supporting Customer Experience And Contact	1	0	0	1	1	0	0	1	0	0
Total	454	0	0	380	429	(25)	0	454	0	0

APPENDIX 4 – Children’s Services Capital Programme
A4a: Education Capital Programme
Re-profiled Budgets

Capital Scheme	Projected spend in prior years £000	2017/18 Budget £000	2018/19 Budget £000	2019/20 Budget £000	2017/18 Actual to date £000	2017/18 Projected Outturn £000	2017/18 Projected Outturn Variation £000	Re-profiling to be approved £000	2017/18 £000	2018/19 £000	2019/20 £000
Unallocated Funding Streams		2,523	3,881	0	2	38	(2,484)	(2,484)	39	6,365	0
Cromwell Enhancements	829	1,636	0	0	1,779	2,156	520	0	1,636	0	0
Aldwyn Primary Additional Accommodation	281	1,420	827	0	81	81	(1,339)	(1,339)	81	2,166	0
Alder Buy Out Fitness		1,000	0	0	0	0	(1,000)	(1,000)	0	1,000	0
Devolved Schools Capital		432	0	0	0	432	0	0	432	0	0
Primary Capital Programme		256	0	0	9	256	0	0	256	0	0
Hollingworth Primary School Flat Roof Replacement		200	0	0	125	129	(71)	(71)	129	71	0
St Georges CE Primary School		197	0	0	86	197	0	0	197	0	0
Hollingworth Kitchen & Dining Refurbishment		180	0	0	5	5	(175)	(175)	5	175	0
Wildbank Primary School - Main Scheme		176	0	0	170	176	0	0	176	0	0
Greswell Primary School Window Replacement Phase 2		152	0	0	79	85	(67)	(67)	85	67	0
Minor Schemes (Under £150K)		3,142	275	0	1,479	1,951	(1,191)	(781)	2,361	1,056	0
		11,314	4,983	0	3,815	5,506	(5,807)	(5,917)	5,397	10,900	0

A4b: Education Re-profiling requests		£000s
Unallocated Funding Streams	A number of funding streams have not yet been allocated to specific projects and are therefore unlikely to be spent in 2017/18.	(2,484)
Aldwyn Primary Additional Accommodation	This scheme, originally due to be delivered by Carillion, increases capacity at Aldwyn School from a 45-pupil intake to 60 and includes a two-classroom extension. The Council is considering alternative procurement options which will result in a further delay to delivering this project.	(1,339)
Alder Buy Out Fitness	The budget needs to be rolled forward until a solution is reached whether the council would buy out the interests in the private gym so that it could form part of the school instead.	(1,000)
Hollingworth Primary School Flat Roof Replacement	Due to Carillion going into liquidation, this scheme will need to be carried forward into the new financial year. The work is contracted through the LEP who are considering alternative procurement options which will result in a further delay to delivering this project.	(71)
Hollingworth Kitchen & Dining Refurbishment	This budget was received in order to renovate the existing Hollingworth kitchen and dining block. This budget is being retained until the final scope of the rebuilding project has been agreed with the EFA.	(175)
Greswell Primary School Window Replacement Phase 2	The final phase of window replacements in the junior block was scheduled to be carried out through Carillion at February half term 2018. Because of Carillion's liquidation the LEP is working with the Council to find alternative delivery arrangements, with the work being delayed into the new financial year.	(67)
Other minor variations	Minor slippage on a number of schemes.	(781)
		(5,917)

A4c: Children Capital Programme									Re-profiled Budgets		
Capital Scheme	Projected spend in prior years £000	2017/18 Budget £000	2018/19 Budget £000	2019/20 Budget £000	2017/18 Actual to date £000	2017/18 Projected Outturn £000	2017/18 Projected Outturn Variation £000	Re-profiling to be approved £000	2017/18 £000	2018/19 £000	2019/20 £000
Purchase of Two Children's Homes	533	125	0	0	97	125	0	0	125	0	0
Total		125	0	0	97	125	0	0	125	0	0

APPENDIX 5 – Finance and IT Capital Programme

A5a: Digital Tameside Capital Programme									Re-profiled Budgets		
Capital Scheme	Projected spend in prior years £000	2017/18 Budget £000	2018/19 Budget £000	2019/20 Budget £000	2017/18 Actual to date £000	2017/18 Projected Outturn £000	2017/18 Projected Outturn Variation £000	Re-profiling to be approved £000	2017/18 £000	2018/19 £000	2019/20 £000
Tameside Digital Infrastructure		1,725	0	0	345	1,377	(348)	(348)	1377	348	0
Tameside Data Centre		840	0	0	0	37	(803)	(803)	37	803	0
ICT- Vision Tameside	202	822	440	0	25	122	(700)	(700)	122	1140	0
Working Differently- IT Hardware & Software		171	100	0	210	221	50	50	221	50	0
Digital by Design		60	0	0	19	20	(40)	(40)	20	40	
CCTV Fibre		30	148	0	31	60	30	30	60	118	
Disaster Recovery Site		8	0	0	2	8	0	0	8	0	0
Total		3,656	688	0	632	1,845	(1,811)	(1,811)	1,845	2,499	0

A5b: Digital Tameside Re-profiling requests		£000s
Tameside Digital Infrastructure	Capital bid only recently approved. Civils work is on-going and work will not be completed until Q2 of 2018/19.	(348)
Tameside Data Centre	Capital bid only recently approved. Work on the data centre will not occur until the new year.	(803)
ICT- Vision Tameside	Work on Tameside headquarters in Aston under-Lyne is occurring later than expected.	(700)
Other minor variations	Minor slippage on a number of schemes.	(40)
		(1,811)

APPENDIX 6 – Population Health Capital Programme

A6a: Active Tameside Capital Programme									Re-profiled Budgets		
Capital Scheme	Projected spend in prior years £000	2017/18 Budget £000	2018/19 Budget £000	2019/20 Budget £000	2017/18 Actual to date £000	2017/18 Projected Outturn £000	2017/18 Projected Outturn Variation £000	Re-profiling to be approved £000	2017/18 £000	2018/19 £000	2019/20 £000
Active Tameside Wellness Centre & Wider Investment	5,441	0	0	0	0	0	0	0	0	0	0
New Denton Facility		2,000	12,724	0	153	170	(1,830)	(1,830)	170	14,554	1
Extension to Hyde Leisure Pool		2,000	953	0	10	30	(1,970)	(1,970)	30	2,923	2
Wave Machine at Hyde Leisure		60	0	0	0	0	(60)	(60)	0	60	3
Roof Replacement at Medlock		32	0	0	32	32	0	0	32	0	4
Replacement Pitch at Copley		25	0	0	23	23	(2)	0	25	0	5
Total		4,117	13,677	0	218	255	(3,862)	(3,860)	257	17,537	15

A6b: Active Tameside Re-profiling requests		£000s
New Denton Facility	The Tameside Wellness Centre scheme is progressing following a Council Key Decision of 27 April 2017. The Development Agreement and Sale Agreement have now been signed by the Council and Network Space. Discussions continue with Sport England to determine the nature and value of a capital funding bid to support the project. There are also design adjustments now being made following a consultation which concluded in November. These will support the funding application due to Sport England in April 2018.	(1,830)
Extension to Hyde Leisure Pool	The draft contract is yet to be agreed and therefore the start date still cannot be determined. Further delays have been caused by the fact that the Carillion liquidation due to Carillion being a partner in the LEP.	(1,970)
Wave Machine at Hyde Leisure Pool	The Wave Machine installation at Active Hyde will require a two-week partial facility closure due to the need to drain the pool tank to facilitate the installation. With Active Hyde also needing to close for a week to integrate the new pool extension, it is proposed to carry out the works simultaneously thereby minimising service disruption to customers.	(60)
		(3,860)

APPENDIX 7 – Governance Capital Programme

A7A: Exchequer Capital Programme

Re-profiled Budgets

Capital Scheme	2017/18 Budget £000	2018/19 Budget £000	2019/20 Budget £000	2017/18 Actual to date £000	2017/18 Projected Outturn £000	2017/18 Projected Outturn Variation £000	Re-profiling to be approved £000	2017/18 £000	2018/19 £000	2019/20 £000
Online Forms	10	0	0	0	10	0	0	10	0	0
Total	10	0	0	0	10	0	0	10	0	0

APPENDIX 8 – Prudential Indicators

Actuals v limits as at 4th October 2017

	Limit	Actual	Amount within limit
	£000s	£000s	£000s
Operational Boundary for External Debt	212,528	112,453	(100,075)
Authorised Limit for External Debt	232,528	112,453	(120,075)

- The Authorised Limit for External Debt sets the maximum level of external borrowing on a gross basis (i.e. excluding investments) for the Council.
- The operational boundary for External Debt comprises the Council's existing debt plus the most likely estimate of capital expenditure/financing for the year. It excludes any projections for cash flow movements. Unlike the authorised limit breaches of the operational boundary (due to cash flow movements) are allowed during the year as long as they are not sustained over a period of time.
- These limits include provision for borrowing in advance of the Council's requirement for future capital expenditure. This may be carried out if it is thought to be financially advantageous to the Council.

	Limit	Actual	Amount within limit
	£000s	£000s	£000s
Upper Limit for fixed	185,335	(50,699)	(236,054)
Upper Limit for variable	61,785	(81,585)	(143,370)

- These limits are in respect of the Council's exposure to the effects of changes in interest rates.
- The limits reflect the net amounts of fixed/variable rate debt (i.e. fixed/variable loans less fixed/variable investments). These indicators allow the Council to manage the extent to which it is exposed to changes in interest rates.

	Limit	Actual	Amount within limit
	£000s	£000s	£000s
Capital Financing Requirement	185,355	185,355	-

- The Capital Financing Requirement (CFR) measures the Council's underlining need to borrow for capital purpose, i.e. its borrowing requirement. The CFR is the amount of capital expenditure that has not yet been financed by capital receipts, capital grants or contributions from revenue.
- The CFR increases by the value of capital expenditure not immediately financed, (i.e. borrowing) and is reduced by the annual Minimum Revenue Provision for the repayment of debt.

	Limit	Actual	Amount within limit
	£000s	£000s	£000s
Capital expenditure	128,514	53,552	(74,962)

This is the estimate of the total capital expenditure to be incurred.

Gross borrowing and the capital financing requirement	CFR @ 31/03/17 + increase years 1,2,3	Gross borrowing	Amount within limit
	£000s	£000s	£000s
	185,355	112,453	(72,902)

- To ensure that medium term debt will only be for capital purposes, the Council will ensure that the gross external borrowing does not, except in the short term, exceed the total of the capital financing requirement (CFR).

Maturity structure for borrowing 2017/18		
Fixed rate		
Duration	Limit	Actual
Under 12 months	0% to 15%	0.55%
12 months and within 24 months	0% to 15%	0.30%
24 months and within 5 years	0% to 30%	0.82%
5 years and within 10 years	0% to 40%	7.09%
10 years and above	50% to 100%	91.25%

- These limits set out the amount of fixed rate borrowing maturing in each period expressed as a percentage of total fixed rate borrowing. Future borrowing will normally be for periods in excess of 10 years, although if longer term interest rates become excessive, shorter term borrowing may be used. Given the low current long term interest rates, it is felt it is acceptable to have a long maturity debt profile.

APPENDIX 9 – Completed Sales generating capital receipts in 2017/18 (to date)

2017/18 Completed Sales
Land adj to Lidl Supermarket
Land on John Street East, (rear of 25-27 Trafalgar Square)
Land at Oaken Clough / Oldham Road
Land on Vine Street
Land north of Lindisfarne Road
Land at Sunnyside, rear of 236-244 Newmarket Road
Land adj to 39 Uxbridge Street
Land at Williamson Lane / Ashton Hill Lane
Land on Bailey Street
5 Dain Close
64 Jeffreys Drive
8 Shepley Close
4 Hall Green Close
20 Belvedere Drive
4 St John Street
8 Belvedere Drive
5 Moravian Close
24 Harold Avenue
7 Ogden Gardens
7a Old Road
10 Concord Way
28 James Close
15 Old Street
31 Vicarage Drive
Land rear of 51 Wedneshough Green
Land at Captain Clarke Rd
Land at Broadway
Rydal House
Land at Pitt Street (2)
Land corner of Markham Street / Dow Street
8 Buckland Grove
Land at Nield Street
Land between Greaves Street, Cross Street & Stockport Road
Land at Stamford Road (opposite 80 to 94)
19 Brooklands Close
Melbourne Street Car Park
Land at Acres Lane / Cecil Street
Land at Cecil Street / Acres Lane
Land at Wakefield Road (next to 387)
Land at junction of Spring Street / Stamford Street
Bayley Street Industrial Estate
M60/M66 Highways Settlement
Residential ground rents under £1K value
Total Realised Capital Receipts - £3.095m