

APPENDIX 18

CAPITAL INVESTMENT

Tameside MBC Budget 2023/24

Appendix 18 Capital Investment

Capital Programme 2022-25

TOTAL APPROVED CAPITAL PROGRAMME- JANUARY 2023	2022/23 Budget (Approved)	2022/23 Budget (Earmarked)	Future Years Budget (Approved)	Total Budget
	£000	£000	£000	£000
Place: Property, Development and Planning				
Investment and Development	19,599	1,297	15,799	36,695
Corporate Landlord	4,182	103	0	4,285
Vision Tameside	263	0	0	263
Active Tameside	71	0	0	71
Place: Operations and Neighbourhoods				
Engineers	9,613	0	4,916	14,529
Environmental Services	1,657	0	80	1,737
Transport	542	0	446	988
Stronger Communities	16	0	0	16
Children's				
Education	11,914	0	23,225	35,139
Children	955	0	2,700	3,655
Finance				
Digital Tameside	65	500	260	825
Adults				
Adults	3,590	0	2,838	6,428
Other				
Other	0	2,800	0	2,800
Total	52,467	4,700	50,264	107,431

Appendix 18 Capital Investment

Capital Programme Financing 2022-25

CAPITAL PROGRAMME FINANCING - JANUARY 2023	Grants & Contributions	Revenue Contributions	Prudential Borrowing	Receipts & Reserves	Total
	£000	£000	£000	£000	£000
Place: Property, Development and Planning					
Investment and Development	30,535	259		5,901	36,695
Corporate Landlord	2,892	20		1,533	4,445
Vision Tameside				103	103
Active Tameside			31	40	71
Place: Operations and Neighbourhoods					
Engineers	8,257			6,272	14,529
Environmental Services	246			1,491	1,737
Transport		162	826		988
Stronger Communities				16	16
Children's					
Education	34,917	222			35,139
Children	1,688		1,600	367	3,655
Finance					
Digital Tameside			310	515	825
Adults					
Adults	6,428				6,428
Other					
Other				2,800	2,800
Total	84,963	663	2,767	19,038	107,431

Financing Capital Expenditure

The Council has limited resources available to fund Capital Expenditure. On 29 September 2021, Executive Cabinet approved the allocation of the remaining capital reserves to immediate priorities. No further capital projects will be approved in the short term unless the schemes are fully funded from external sources. Any additional priority schemes that are put forward for consideration and that are not fully grant funded will need to be evaluated, costed and subject to separate Member approval. There will be a revenue cost for any new capital schemes that are not fully funded from alternative sources and the implications of this will need to be carefully considered, given the on-going pressures on the revenue budget.

A number of schemes identified as priority for future investment include revenue generation or invest to save elements, where borrowing may be appropriate to facilitate investment. Borrowing to fund Capital Investment has revenue consequences as budget is required to fund interest and repayment of loans, and therefore any such schemes will need to be subject to full business cases. The Council will need a sustainable financial plan for the revenue budget before borrowing commitments are agreed

The current capital programme (2022 – 2025) includes £19.038m of schemes which will need to be funded from Capital Receipts and existing Capital Reserves; £14.338m is required for approved schemes and a further £4.700 for earmarked schemes. There is currently £4.887m available in Capital Reserves and therefore £14.151m is required in Capital Receipts to fund the current programme. Careful monitoring of progress in realising these capital receipts must be undertaken to ensure that there is timely and pro-active disposal of assets and that the actual receipts are in line with projections.

The remainder of the capital programme is largely funded external Grants (£84.123m) & Contributions (£0.840m), with internal Revenue Contributions (£0.663m) and Prudential Borrowing (£2.767) completing the funding position.