

2021/22 Q1 Spend

The 2021/22 Q1 spend was £71.349m with £56.6m (78%) spent in the IAS and the £15.4m spent on the rest of the capital programme.

Spend, especially in the IAS, is expected to accelerate in the latter part of 2021/22 as more schemes start on site.

Officers are monitoring the impact of Covid-19 on the organisation's ability to deliver its capital programme in 20/21. A monthly highlight report is tracking delivery of the main areas of spend and risk. Be First have produced an action plan to bring the new build delivery programme back on track after some delays caused by the pandemic, to ensure they deliver the programme as planned this year.

This appendix contains a summary of each department capital spend for Q1 and the forecast for 2021/22. Percentage of spend per departmental budget has been included.

1.2 **Investments (18%):**

The capital budgets are loaded as gross spend, with grant and sales funding removed via funding to produce a net borrowing amount. Expenditure where the spend is incurred in a Special Purpose Vehicle, such as for Muller, have been removed as this is reflected as a loan rather than capital spend.

Work has been undertaken to improve the reporting and prevent a significant underspend being reported. However, in-year agreements and cost increases can mean that the final budget may differ significantly compared to the budget proposed.

1.2 **General Fund (15%):**

Adults Care & Support: Covid-19 has delayed spend in Q1, with some households reluctant to allow entry of contractors/workmen, £1.007m of funding has been profiled to 2022/23. Adaptations in the Council's own stock are reported under HRA

Community Solutions: The Touchdown Project is responsive to address COVID compliancy. Spend will commence in Q2.

Community Infrastructure Levy Schemes: Community Infrastructure Levy is collected from new developments in the borough to pay for infrastructure to support growth and is payable on commencement of development. Schemes are due for completion by the end of 2021/22.

Core: Budgets brought forward to fund enhancement of IT software/hardware and Service Recipients experience. There is a need for complete replacement of end user devices for 2022/23 with discussions in progress (£2.5m). Alongside end user device's a list of Major line of Business systems require

upgrading or replacement in 2022/23 onwards, with further scoping in development.

Culture, Heritage & Recreation:

Parsloes Parklife Activation has regional significance for its football pitch provision and the improvement of associated facilities. Along with the Central Park Masterplan to create new landscape and facilities spearheads, other project progressing with delivery are lake improvements, de-contaminating land adjacent to Eastbrookend Country park, park infrastructure and heritage schemes.

Education, Youth and Childcare: The Education programme is financed by DfE grant, the projects fall into two broad categories of either school's expansion or building works related to condition surveys, accessibility (SEN) and general improvements.

Enforcement: Spend on CPZ and enforcement equipment will now continue in 2021/22, although there has been a delay in spend during Q1.

My Place: Includes Council's requirement to dispersed working and community hubs. Infrastructure work to highways and bridges are expected to be committed as per budget. Work is being carried out to profile the remaining budgets for the Q2 report.

Transport for London (TfL): TfL are in the process of confirming funds available, which have been changed as a result of Covid-19.

Public Realm: Spend will commence in Q2 relating to Vehicle fleet replacements.

1.3 HRA Capital (12%):

The HRA capital programme is self-financed by the HRA using a mixture of Government grants, capital receipts and HRA revenue funding. Therefore, they do not pose a pressure on the General Fund.

Monitoring is split into stock investment, estate renewal and new build. The new build scheme has a budget of 2.931m and the estate renewal is currently budgeted at £5.155m.

1.4 Transformation

The budget will largely be funded by capital receipts and work is being completed in identifying the level of capital receipt expected for 2021/22, which will predominantly be from the sale of the film studio land to Hackman and for the sale of other assets held.