

**STROUD DISTRICT COUNCIL**  
**STRATEGY AND RESOURCES COMMITTEE**

**AGENDA  
ITEM NO**

**6c**

**13 JUNE 2019**

<b>Report Title</b>	<b>CAPITAL OUTTURN REPORT 2018/19</b>
<b>Purpose of Report</b>	To advise the capital outturn for 2018/19. To seek authority to carry forward capital budgets and corresponding finance into the 2019/20 capital programme. To report the latest capital programme and funding position.
<b>Decision(s)</b>	<b>That the Strategy and Resources Committee RESOLVES:</b> a) that the capital expenditure outturn statement for 2018/2019 is approved; b) that carry forward budgets identified in Appendix A, together with the sources of finance, are approved and added to the 2019/20 capital programme; c) that the revised capital programme and funding for 2019/20 is agreed.
<b>Consultation and Feedback</b>	Budget holders.
<b>Financial Implications &amp; Risk Assessment</b>	The whole report is of a financial nature, reporting the capital outturn position for 2018/19.  Andrew Cummings – Interim Director of Resources Tel: 01453 754115 Email: <a href="mailto:andrew.cummings@stroud.gov.uk">andrew.cummings@stroud.gov.uk</a>
<b>Legal Implications</b>	There are no legal implications arising from this report.  Patrick Arran – Interim Head of Legal Services and Monitoring Officer Tel: 01453 754369 Email: <a href="mailto:patrick.arran@stroud.gov.uk">patrick.arran@stroud.gov.uk</a>
<b>Report Author</b>	Graham Bailey – Principal Accountant Tel: 01453 754133 Email: <a href="mailto:graham.bailey@stroud.gov.uk">graham.bailey@stroud.gov.uk</a>
<b>Options</b>	Carry forward of capital budget not spent in 2018/2019 is required to successfully deliver the schemes' required outcomes.
<b>Performance Management Follow Up</b>	Further budget monitoring reports during 2019/20.
<b>Appendices</b>	A. Capital Outturn Statement 2018/2019 B. Revised Capital Programme 2019/2020 C. Capital Programme 2019/2020 – 2023/2024 D. Capital Financing Statement

## Background

1. This report sets out the capital expenditure outturn for 2018/19 and budget carry forwards that need to be included, with finance, into the 2019/20 capital programme.
2. The Council budget meeting on 24 January 2019 approved funding for the Council's current four year capital programme together with the latest housing revenue account capital programme. A number of schemes were removed or re-profiled during 2018/19.

## Latest Budget 2018/2019

3. The latest budget figures as shown at Appendix A include the following adjustments from the report to Council 24 January 2019.

	<b>£'000</b>
Total General Fund Capital Schemes - Jan 2019	4,650
Subscription Rooms	125
CCG Health through Warmth Grants	140
Disabled Facilities Grants	76
<b>Revised Total General Fund Capital Schemes</b>	<b>4,991</b>

## Outturn 2018/2019

4. Members have received regular Capital Monitoring reports during the financial year in addition to the financial reports. These have provided members with an update on each scheme. As capital schemes cover multiple financial years, the capital outturn report largely confirms the financial performance across the capital programme, and in light of the regular monitoring reports does not provide detailed explanations for variations.
5. Details of the schemes and the variations from the budget are set out in Appendix A to this report. The total capital expenditure in 2018/19 was £11.206m compared with a budget of £15.144m, a difference of £3.938m. This expenditure equates to 74% of the budget. Overall there is a requirement to carry forward £3.602m to increase planned expenditure in 2019/20. This is set out in detail at Appendix A.
6. In total General Fund capital expenditure is £2.378m (48%) under spent. A total slippage of £2.338m that includes Canal (£1.297m), ICT Investment (£246k), Multi-Service Contract Vehicles (£160k), and MSCP Resurfacing (£120k).
7. Housing Revenue Account capital expenditure was £8.593m compared with a budget of £10.153m. This is a £1.560m (15%) under spend in 2018/19. There is a separate report to this meeting setting out the detail.

## Summary of capital carry forwards

8. The final column in Appendix A totals £3.602m, and lists 2018/19 budgets recommended for carry forward into 2019/20.

## Revised capital programme 2019/2020

9. The revised capital programme of £21.686m for 2019/20 is shown in detail in Appendix B. It includes two schemes approved since the budget was set. They are Temporary Accommodation £500k funded by borrowing, and Avon Mutual £50k funded from the Business Rates Pilot reserve.
10. Appendix C has details of the latest budgets for capital schemes for the period 2019/20 to 2023/24.

## Funding

11. A summary of capital expenditure and financing is shown in the capital financing statement at Appendix D. Financing of the 2018-19 capital programme is shown below.

<b>Capital Financing 2018-19</b>	<b>General Fund</b>	<b>Housing Revenue Account</b>	<b>TOTAL</b>
	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>
Borrowing	459	-	459
Capital receipts	110	1,160	1,270
Capital reserve	621	-	621
External contributions	332	-	332
Grants	1,081	-	1,081
Major repairs reserve	-	7,113	7,113
Revenue	11	319	330
<b>Total</b>	<b>2,614</b>	<b>8,592</b>	<b>11,206</b>

<b>Capital Outturn Statement 2018/2019</b>				
<b>Capital Scheme</b>	<b>Latest Budget (£'000)</b>	<b>Outturn (£'000)</b>	<b>Variation (£'000)</b>	<b>Carry forward (£'000)</b>
<b>Community Services &amp; Licensing</b>				
Community Building Investment	138	21	(117)	117
The Pulse - Fitness Extension	-	40	40	-
<b>Total Community Services &amp; Licensing</b>	<b>138</b>	<b>61</b>	<b>(77)</b>	<b>117</b>
<b>Environment</b>				
Canal 1A	-	132	132	-
Canal 1B (Development)	1,474	177	(1,297)	1,297
Market Town Centres	100	50	(50)	50
MSC - Depot	-	(5)	(5)	-
MSC - Vehicles	619	459	(160)	160
Stroud District Cycling & Walking	100	-	(100)	100
Wallbridge	100	-	(100)	100
<b>Total Environment</b>	<b>2,393</b>	<b>813</b>	<b>(1,580)</b>	<b>1,707</b>
<b>Housing General Fund</b>				
Affordable Housing - Support to Registered Providers	149	110	(39)	39
CCG Health through Warmth Grants	340	340	-	-
Disabled Facilities Grants	406	94	(312)	76
Healthy Home Loans	-	22	22	-
Warm Homes Fund	500	647	147	(147)
<b>Total Housing General Fund</b>	<b>1,395</b>	<b>1,213</b>	<b>(182)</b>	<b>(32)</b>
<b>Strategy and Resources</b>				
Brimscombe Port Redevelopment	311	235	(76)	76
Ebley Mill Works	109	11	(98)	98
ICT Investment Plan	400	154	(246)	246
Littlecombe Business Units, Dursley	-	(4)	(4)	-
MSCP Resurfacing	120	-	(120)	120
Stroud Valley Initiative	-	11	11	-
Subscription Rooms	125	119	(6)	6
<b>Total Strategy and Resources</b>	<b>1,065</b>	<b>526</b>	<b>(539)</b>	<b>546</b>
<b>Total General Fund</b>	<b>4,991</b>	<b>2,613</b>	<b>-2,378</b>	<b>2,338</b>
<b>Housing Revenue Account</b>				
Major Works	8,124	7,113	(1,011)	725
New Homes	1,710	1,182	(528)	539
Sheltered Housing Modernisation	319	298	(21)	-
<b>Total Housing Revenue Account</b>	<b>10,153</b>	<b>8,593</b>	<b>-1,560</b>	<b>1,264</b>
<b>Total Capital Expenditure</b>	<b>15,144</b>	<b>11,206</b>	<b>-3,938</b>	<b>3,602</b>

<b>Revised Capital Programme 2019/2020</b>				
<b>Capital Scheme</b>	<b>Original Budget (£'000)</b>	<b>2018/19 Carry Fwd (£'000)</b>	<b>Budget Changes (£'000)</b>	<b>Latest Budget (£'000)</b>
<b>Community Services &amp; Licensing</b>				
Community Building Investment	-	117	-	117
Stratford Park Lido	200	-	-	200
<b>Total Community Services &amp; Licensing</b>	<b>200</b>	<b>117</b>	<b>-</b>	<b>317</b>
<b>Environment</b>				
Canal - Phase 1B (Development)	732	1,297	-	2,029
Market Town Centres	50	50	13	113
MSC - Vehicles	684	160	-	844
Stroud District Cycling & Walking Plan	100	100	-	200
Wallbridge	-	100	-	100
<b>Total Environment</b>	<b>1,566</b>	<b>1,707</b>	<b>13</b>	<b>3,286</b>
<b>Housing General Fund</b>				
Affordable Housing - Support to Registered Providers	-	39	-	39
CCG Health Through Warmth Grants	200	-	-	200
Disabled Facilities Grants	330	76	-	406
Temporary Accommodation	-	-	500	500
Warm Homes Fund	1,000	(147)	-	853
<b>Total Housing General Fund</b>	<b>1,530</b>	<b>(32)</b>	<b>500</b>	<b>1,998</b>
<b>Strategy and Resources</b>				
Avon Mutual	-	-	50	50
Brimscombe Port Redevelopment	166	76	-	242
Ebley Mill Works	-	98	-	98
ICT Investment Plan	500	246	-	746
Littlecombe Business Units, Dursley	54	-	-	54
MSCP Resurfacing	-	120	-	120
Subscription Rooms	-	6	-	6
<b>Total Strategy and Resources</b>	<b>720</b>	<b>546</b>	<b>50</b>	<b>1,316</b>
<b>Total General Fund</b>	<b>4,016</b>	<b>2,338</b>	<b>563</b>	<b>6,917</b>
<b>Housing Revenue Account</b>				
Major Works	8,549	725	-	9,274
New Homes and Sheltered Modernisation	6,204	539	(1,248)	5,495
<b>Total Housing Revenue Account</b>	<b>14,753</b>	<b>1,264</b>	<b>(1,248)</b>	<b>14,769</b>
<b>Total Capital Expenditure</b>	<b>18,769</b>	<b>3,602</b>	<b>(685)</b>	<b>21,686</b>

<b>Capital Programme 2019/20 to 2023/24</b>					
<b>Capital Scheme</b>	<b>2019/20 £'000</b>	<b>2020/21 £'000</b>	<b>2021/22 £'000</b>	<b>2022/23 £'000</b>	<b>2023/24 £'000</b>
<b>Community Services &amp; Licensing</b>					
Community Building Investment	117	-	-	-	-
Stratford Park Lido	200	-	-	-	-
<b>Total Community Services &amp; Licensing</b>	<b>317</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Environment</b>					
Canal Phase 1B (Development)	2,029	-	-	-	-
Canal Phase 1B (Delivery)	-	21,195	-	-	-
Market Town Centres Initiative Fund	113	50	-	-	-
MSC - Vehicles	844	763	355	217	2,830
Stroud District Cycling & Walking Plan	200	100	-	-	-
Wallbridge	100	-	-	-	-
<b>Total Environment</b>	<b>3,286</b>	<b>22,108</b>	<b>355</b>	<b>217</b>	<b>2,830</b>
<b>Housing General Fund</b>					
Affordable Housing - Support to Registered Providers	39	-	-	-	-
CCG Health through Warmth Grants	200	-	-	-	-
Disabled Facilities Grants	406	330	330	330	330
Temporary Accommodation	500	-	-	-	-
Warm Homes Fund	853	-	-	-	-
<b>Total Housing General Fund</b>	<b>1,998</b>	<b>330</b>	<b>330</b>	<b>330</b>	<b>330</b>
<b>Strategy and Resources</b>					
Avon Mutual	50	-	-	-	-
Brimcombe Port Redevelopment	242	300	1,617	2,000	-
Ebley Mill Works	98	-	-	-	-
ICT Investment Plan	746	500	400	-	-
Littlecombe Business Units, Dursley	54	-	-	-	-
MSCP Resurfacing	120	-	-	-	-
Subscription Rooms	6	-	-	-	-
<b>Total Strategy and Resources</b>	<b>1,316</b>	<b>800</b>	<b>2,017</b>	<b>2,000</b>	<b>-</b>
<b>Total General Fund</b>	<b>6,917</b>	<b>23,238</b>	<b>2,702</b>	<b>2,547</b>	<b>3,160</b>
<b>Housing Revenue Account</b>					
Major Works	9,274	4,726	6,843	6,429	-
New Homes and Sheltered Modernisation	5,495	6,278	5,212	3,367	-
<b>Total Housing Revenue Account</b>	<b>14,769</b>	<b>11,004</b>	<b>12,055</b>	<b>9,796</b>	<b>-</b>
<b>Total Capital Programme</b>	<b>21,686</b>	<b>34,242</b>	<b>14,757</b>	<b>12,343</b>	<b>3,160</b>

	2019/20	2020/21	2021/22	2022/23	2023/24
<b>Committee</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>
Community Services and Licensing	317	-	-	-	-
Environment	3,286	22,108	355	217	2,830
Housing (General Fund)	1,998	330	330	330	330
Strategy and Resources	1,316	800	2,017	2,000	-
<b>TOTAL General Fund</b>	<b>6,917</b>	<b>23,238</b>	<b>2,702</b>	<b>2,547</b>	<b>3,160</b>
Housing Revenue Account	14,769	11,004	12,055	9,796	-
<b>TOTAL Capital Programme</b>	<b>21,686</b>	<b>34,242</b>	<b>14,757</b>	<b>12,343</b>	<b>3,160</b>

## Capital Financing Statement

	2018/19	2019/20	2020/21	2021/22	2022/23	2023/24
	£'000	£'000	£'000	£'000	£'000	£'000
<b>1. Capital Expenditure</b>						
Community Services	61	317	-	-	-	-
Environment	813	3,286	22,108	355	217	2,830
Housing General Fund	1,213	1,998	330	330	330	330
Housing Revenue Account	8,593	14,769	11,004	12,055	9,796	-
Strategy and Resources	526	1,316	800	2,017	2,000	-
<b>Estimated Expenditure</b>	<b>11,206</b>	<b>21,686</b>	<b>34,242</b>	<b>14,757</b>	<b>12,343</b>	<b>3,160</b>
<b>Financed by:</b>						
Borrowing HRA	-	3,925	3,491	1,386	1,897	-
HE Grant	-	60	75	174	99	-
HRA Usable capital receipts (3)	1,160	851	2,403	1,780	1,270	-
Revenue funded	7,432	9,933	5,035	8,715	6,530	-
<b>HRA Financing Total</b>	<b>8,592</b>	<b>14,769</b>	<b>11,004</b>	<b>12,055</b>	<b>9,796</b>	<b>-</b>
Borrowing GF	459	1,581	3,063	1,472	2,217	2,830
Capital grants (5)	1,081	1,459	330	330	330	330
Capital reserve (4)	621	2,127	1,272	400	-	-
External funding	332	1,661	18,573	500	-	-
General Fund usable capital receipts (2)	110	39	-	-	-	-
Revenue funded	11	-	-	-	-	-
Other reserves	-	50	-	-	-	-
<b>General Fund Financing Total</b>	<b>2,614</b>	<b>6,917</b>	<b>23,238</b>	<b>2,702</b>	<b>2,547</b>	<b>3,160</b>
<b>Total Financing</b>	<b>11,206</b>	<b>21,686</b>	<b>34,242</b>	<b>14,757</b>	<b>12,343</b>	<b>3,160</b>
<b>2. General Fund Usable Capital Receipts</b>						
Brought forward 1 April	574	514	505	535	535	570
add: received in year	50	30	30	35	35	35
less: applied as above	(110)	(39)	-	-	-	-
Carried forward 31 March	514	505	535	570	570	605
<b>3. HRA Usable Capital Receipts</b>						
Brought forward 1 April	4,658	8,670	8,419	6,616	5,436	4,766
add: received in year	5,172	600	600	600	600	600
less: applied as above	(1,160)	(851)	(2,403)	(1,780)	(1,270)	-
Carried forward 31 March	8,670	8,419	6,616	5,436	4,766	5,366
<b>4. Capital Reserve</b>						
Brought forward 1 April	6,039	5,418	3,291	2,019	1,619	1,619
add: received in year	-	-	-	-	-	-
less: applied as above	(621)	(2,127)	(1,272)	(400)	-	-
Carried forward 31 March	5,418	3,291	2,019	1,619	1,619	1,619
<b>5. Capital Grants</b>						
Disabled Facilities Grant due	93	406	330	330	330	330
Health through Warmth	340	200	-	-	-	-
Warm Homes Fund	648	853	-	-	-	-
Capital grants	1,081	1,459	330	330	330	330