

2019/20 CAPITAL MONITOR as at the end of March 2020

Portfolio	(1)	(2)	(3)	(4)	(5)
	19/20 Capital Programme (February County Council)	Slippage/ (Acceleration) from 2018/19	Total 19/20 Capital Programme	Full Year Actuals	Variance Over/(Under) Spend
	£000	£000	£000	£000	£000
Core Programme					
Adults and Health	1,492	775	2,267	1,675	(592)
Children and Young People	0	0	0	2,551	2,551
Education and Skills	31,324	1,103	32,427	31,955	(472)
Economy and Corporate Resources	8,952	(977)	7,975	6,939	(1,036)
Environment	1,176	566	1,742	454	(1,288)
Finance	6,994	787	7,781	4,263	(3,518)
Fire and Rescue and Communities	9,042	(258)	8,784	3,295	(5,489)
Highways and Infrastructure	33,830	2,520	36,350	33,318	(3,032)
Total Core Programme	92,810	4,516	97,326	84,450	(12,876)
Income Generating Initiatives					
Economy and Corporate Resources (Gigabit & 5 Bold Ideas)	3,370	3,917	7,287	5,671	(1,616)
Environment (Waste Infrastructure & YES)	2,700	2,077	4,777	1,019	(3,758)
Finance (Inc Propco)	10,115	(9,840)	275	287	12
Highways and Infrastructure (LED)	0	0	0	72	72
Total IGI	16,185	(3,846)	12,339	7,049	(5,290)
Total Capital Programme	108,995	670	109,665	91,499	(18,166)

Sources of Finance	£000
Government Grant	69,113
Revenue Contributions	297
Capital Receipts	7,901
Borrowing - Corporate	0
Borrowing - Service/Income Generating	7,357
External Contributions	6,831
Total	91,499

Capital Narrative – Annual Summary 2019-20

In February 2019, County Council approved a capital programme of £108.995m. In addition £0.670m of expenditure, originally profiled to spend in 2018-19, was expected to be delivered in 2019-20, bringing the revised capital programme to £109.665m. Since then, profiled spend has decreased overall by £18.166m to give a full year expenditure of £91.499m

The main annual movements are summarised below:

Adults and Health – (-£0.592m)

- Choices for the Future Programme – £0.742m.
Works progressed quicker than first anticipated resulting in acceleration of funding from 2020-21 into 2019-20.
- Westergate Extra Care Housing Scheme - (-£1.500m).
Works started on site, but completion of the legal agreement was delayed and the first grant payment of £0.750m to the registered provider who owns and operates the scheme was re-profiled into future years. Construction works have since been put on hold due to Covid-19, resulting in a key milestone payment of £0.750m being re-profiled into 2020-21.

Children and Young People – £2.551m

- Children and Young People Transformation Programme - £2.299m.
Eligible revenue expenditure on transformational activities has been capitalised under the flexible use of capital receipts direction.
- Cissbury Lodge – £0.252m.
A total budget of £0.300m was approved as design fees to redevelop and repurpose Cissbury Lodge. £0.252m was spent in 2019-20 financial year.

Education & Skills – (-£0.472m)

- Schools Capital Maintenance (-£1.269m).
A mixture of delays on site, procurement and technical delays, old commitments overstated and underspends on projects have resulted in re-profiling into future years.
- Devolved Formulae Capital Grant - £1.695m.
Schools were given £2.822m additional Government grant funding after the Capital Programme was approved. This in year increase reflects the higher allocation awarded and spent directly by schools in 2019-20.

- Basic Need Programme – (-£1.143m).
Several schemes within the basic need programme have changed the profiled spend resulting in a net reduction in budget of £1.143m.

Economy and Corporate Relations – (-£1.036m)

- Crawley Growth Programme – (-£5.213m).
An estimate for expenditure for pipeline projects within the Crawley Growth Programme was made as part of the Capital Programme approved at County Council in February 2019. These schemes did not progress as originally forecasted and therefore were re-profiled into future years.
- Digital Infrastructure (-£0.799m).
An estimate for expenditure for Digital Infrastructure pipeline project was part of the Capital Programme approved at County Council in February 2019. This scheme did not progress as originally forecasted and therefore was re-profiled into future years.
- IT Equipment – £3.769m.
During 2019-20 there has been a programme to refresh the council's IT equipment (primarily laptops for staff) which has been delivered as part of the Capita IT contract. The life of the refreshed IT equipment is estimated to be six years which will extend beyond the end of the current Capita contract, which is due to finish in 2022-23. At the end of the contract, ownership of this IT equipment will pass to the Council, and as such the assets will be held on the Council's balance sheet as an embedded finance lease, financed from within the existing approved borrowing limit. Recognising that the Council's capital governance arrangements do not accommodate this situation, both the Section 151 Officer and the Monitoring Officer have approved this approach. This is a technical adjustment to ensure that the cost of the equipment (£3.8m) which the Council has incurred is accounted for correctly, as the decision to purchase the IT equipment had already been taken within the IT contract.
- Economy and Corporate Relations Transformation Programme - £1.473m.
Eligible revenue expenditure on transformation activities was capitalised under the flexible use of capital receipts direction.

Environment – (-£1.288m)

- Waste Projects – (-£0.603m).
A service review into all waste schemes resulted in £0.603m of re-profiling into future years.

- Brookhurst Wood, Site HA – (-£0.500m).
An estimate for expenditure for Site HA pipeline project was part of the Capital Programme approved at County Council in February 2019. This scheme did not progress as originally forecasted and therefore was profiled into future years.

Finance (-£3.518m)

- Accessibility Audit – (-£0.500m).
An estimate for expenditure for the accessibility audit pipeline project was part of the Capital Programme approved at County Council in February 2019. This scheme did not progress as originally forecast and therefore was re-profiled into future years.
- Sompting Waste Management – (-£0.249m).
Budget was no longer required as full funding provided for Halewick Lane project through Your Energy Sussex. Corporate funding was returned to fund future schemes.
- Structural Maintenance - (-£1.259m).
Delays in procurement, seasonal delays, technical solutions, works underspent and reclassification of start dates resulted in re-profiling into future years.
- Targeted Minor Asset Improvement Plan – (-£0.415m).
Late identification of schemes and amendments to instructions led to delays. Those schemes that were delayed will be completed in early 2020-21.
- Burrscofte Demolition – (-£0.298m).
Demolition has been completed significantly under the estimate therefore the budget was returned corporately to fund future schemes.
- Staff Capitalisation- (-£0.377m).
Original estimate of staff fees was higher than required than first anticipated.

Fire and Rescue and Communities – (-£5.489m)

- Horsham Combined Blue Light Centre – (-£1.259m).
An estimate for expenditure for the Horsham Combine Blue Light Centre pipeline project was part of the Capital Programme approved at County Council in February 2019. This scheme did not progress as originally

forecasted due to the contract award for design services works commencing in October.

- **WSFRS Equipment & Fleet – (-£1.232m).**
An estimate for expenditure against the WSFRS Equipment and Fleet block allocation was part of the Capital Programme approved at County Council in February 2019. This programme of works did not require any additional funding from the pipeline and therefore was re-profiled into future years.
- **Community Hub Worthing – (-£2.503m).**
There was a delay in the tender being able to be issued due to further surveys and investigative work needing to be completed therefore funding was re-profiled into future years.
- **Library Self Service Terminals (-£0.500m).**
Installation was delayed due to Covid-19 therefore payment will be made early in the new financial year.

Highways and Infrastructure – (-£3.032m)

- **Annual Works Programme – £1.307m.**
Numerous schemes were added to the block works programme funded from additional grant received and s106 contributions.
- **A2300 – £1.059m.**
Additional funding was approved to enable land acquisition, ecological management and vegetation clearance works which were required to be completed before the start of scheme construction.
- **A259 – (-£6.033m).**
A Public Inquiry has required this scheme to re-profile estimated expenditure from 2019-20 into future years.
- **West of Horsham - £1.560m.**
This scheme accelerated £1.560m into 2019-20 from future years as construction works took place quicker than first estimated the Farthing Hill and Newbridge scheme locations.
- **A29 (-£0.740m).**
An estimate for expenditure for the A29 pipeline project was part of the Capital Programme approved at County Council in February 2019. This scheme did not progress as originally forecasted and therefore has been profiled into future years.

Income Generating Initiatives – (-£5.290)

Economy and Corporate Relations

- Horsham Enterprise Park – (-£0.589m).
An estimate for expenditure for the Horsham Enterprise Park project was part of the Capital Programme approved at County Council in February 2019. This scheme has not progressed as originally forecasted and therefore has been re-profiled into future years.
- Gigabit - (-£0.866m).
Delays caused by issues found during testing has led to the completion date of the project being extended to the end of April 2020, resulting in re-profiling into 2020-21.

Environment

- Your Energy Sussex (YES) - (-£3.758m).
An estimate for expenditure for pipeline projects within the YES Programme was made as part of the Capital Programme approved at County Council in February 2019. These schemes have not progressed as originally forecasted and therefore have been re-profiled into future years.