

Decision Maker: PORTFOLIO HOLDER FOR RENEWAL, RECREATION & HOUSING

Date: For pre-decision scrutiny by the Renewal, Recreation and Housing Policy Development & Scrutiny Committee on 4 October 2022

Decision Type: Non-Urgent Executive Non-Key

Title: CAPITAL PROGRAMME MONITORING - 1ST QUARTER 2022/23

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Chief Officer: Director of Finance

Ward: All Wards

1. Reason for report

- 1.1 On 6 October 2022, the Executive will receive a report summarising the current position on capital expenditure and receipts following the 1st quarter of 2022/23 and be asked to agree a revised capital programme for the four-year period 2022/23 to 2025/26. This report highlights changes to be put to the Executive and the Leader in respect of the capital programme for the Renewal, Recreation and Housing portfolio. The revised programme for this portfolio is set out in Appendix A, detailed comments on individual schemes are shown in Appendix B, and details of the 2021/22 outturn position are included in Appendix C.
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2. RECOMMENDATION

- 2.1 The Portfolio Holder is asked to note and acknowledge the changes to be put to the Executive on 6 October 2022.

Impact on Vulnerable Adults and Children:

1. Summary of Impact:

Corporate Policy

1. Policy Status: Existing Policy: capital programme monitoring is part of the planning and review process for all services. Capital schemes help to maintain and improve the quality of life in the borough. Effective asset management planning (AMP) is a crucial corporate activity if a local authority is to achieve its corporate and service aims and objectives and deliver its services. For each of our portfolios and service priorities, we review our main aims and outcomes through the AMP process and identify those that require the use of capital assets. Our primary concern is to ensure that capital investment provides value for money and matches the Council's overall priorities as set out in the Community Plan and in "Building a Better Bromley". The capital review process requires Council Directors to ensure that bids for capital investment provide value for money and match Council plans and priorities.
2. BBB Priority: Excellent Council

Financial

1. Ongoing costs: Not Applicable
2. Budget head/performance centre: Capital programme
3. Total current budget for this head: £30,586k for the Renewal, Recreation and Housing Portfolio over the four years 2022/23 to 2025/26
4. Source of funding: capital grants, capital receipts and earmarked revenue contributions

Personnel

1. Number of staff (current and additional): 1fte
2. If from existing staff resources, number of staff hours: 36 hours per week

Legal

1. Legal Requirement: Non-Statutory - Government Guidance
2. Call-in: Applicable: Portfolio Holder decision.

Procurement:

1. Summary of Procurement Implications:

Customer Impact

1. Estimated number of users/beneficiaries (current and projected): N/A

Ward Councillor Views

1. Have Ward Councillors been asked for comments? N/A
2. Summary of Ward Councillors comments: N/A

3. COMMENTARY

Capital monitoring – variations to be put to the Executive on 6 October 2022

3.1 A revised capital programme will be put to the Executive on 6 October 2022, following a detailed monitoring exercise carried out after the 1st quarter of 2022/23. The base position is the programme approved by the Executive on 9th February 2022, as amended by variations approved at subsequent Executive meetings. All changes to schemes in the Renewal, Recreation and Housing portfolio programme are itemised in the table below and further details are included in paragraphs 3.2 to 3.5. The revised programme for the Renewal, Recreation and Housing portfolio is attached as Appendix A, whilst Appendix B shows actual spend against budget in the first quarter of 2022/23, together with detailed comments on individual scheme progress. Appendix C includes details of the final outturn in 2021/22.

	Budget 2022/23	Budget 2023/24	Budget 2024/25	Budget 2025/26	Total
	£'000	£'000	£'000	£'000	£'000
Programme approved by Executive 09/02/22	29,024	4,851	1,010	0	34,885
Net underspend 21/22 rephased to 22/23 (see para 3.2)	24,239				24,239
Approved programme prior to 1st quarter monitoring	53,264	4,851	1,010	0	59,125
Net rephasing from 22/23 to future years (see para 3.3)	-3,326	2,100	1,226		0
Increased budget for Crystal Palace subway (see para 3.4)	456				456
Crystal Palace Park regeneration - next steps (see para 3.4)		4,500			4,500
Other changes not requiring approval by Executive	-2,870	6,600	1,226	0	4,956
Increased DFG (subject to approval by Executive - see para 3.5)	2,443				2,443
Changes requiring approval by Executive	2,443	0	0	0	2,443
Revised Renewal, Recreation and Housing capital programme	52,836	11,451	2,236	0	66,524

3.2 Net underspend 2021/22 re-phased into 2022/23

The 2021/22 capital outturn was reported to the Executive on 29th June 2022. The variation for Renewal, Recreation and Housing portfolio schemes was £22.2m against a budget of £36.4m. Details of the 2021/22 outturn for this portfolio are set out in Appendix C.

3.3 Schemes re-phased from 2022/23 into future financial years

As part of the 1st quarter monitoring exercise, a total of £3,326k has been re-phased from 2022/23 into future years to reflect revised estimates of when expenditure is likely to be incurred. Scheme re-phrasings are itemised in the table below and comments on scheme progress are provided in Appendix B.

	Budget 2022/23	Budget 2023/24	Budget 2024/25	Budget 2025/26	Total
	£'000	£'000	£'000	£'000	£'000
Affordable housing - unallocated	Cr 2,226	1,000	1,226	0	0
Modular build - York Rise	Cr 1,100	1,100	0	0	0
Total Renewal, Recreation and Housing	Cr 3,326	2,100	1,226	0	0

3.4 Additions to the programme previously approved by the Executive

On 9th February 2022 the Executive approved a variation of £456k for an increase in the Crystal Palace subway scheme, subject to grant funding being found.

On 29th June 2022 the Executive approved a variation of £4,500k for next steps for the Crystal Palace Park regeneration.

3.5 Disabled Facilities Grant (£2.443k increase to the budget in 2022/23)

A total of £2,443k for the Disabled Facilities Grant (DFG) has been received for 2022/23, and therefore approval will be sought to add this to the relevant capital scheme. DFG is provided for the provision of adaptations to disabled people's homes to help them to live as independently and safely as possible. The funding will enable additional schemes to provide physical improvements to clients' home environments and to assist with creating safer and healthier homes and reduce admissions to hospital.

Post-completion reports

3.6 Under approved capital programme procedures, capital schemes should be subject to a post-completion review within one year of completion. These reviews should compare actual expenditure against budget and evaluate the achievement of the scheme's non-financial objectives. The following post completion reports are currently due for the Renewal, Recreation and Housing portfolio:

- Bromley My Time Investment Fund
- Relocation of Exhibitions - Bromley Museum
- Norman Park Athletics Track

4. POLICY IMPLICATIONS

4.1 Capital programme monitoring and review is part of the planning and review process for all services. The capital review process requires Chief Officers to ensure that bids for capital investment provide value for money and match Council plans and priorities.

5. FINANCIAL IMPLICATIONS

5.1 These will be reported in full to the Executive on 6 October 2022. Changes to be put to the Executive for the Renewal, Recreation and Housing portfolio capital programme are set out in the table in paragraph 3.1.

Non-Applicable Sections:	Legal, Personnel and Procurement Implications, Impact on Vulnerable Adults and Children
Background Documents: (Access via Contact Officer)	Capital Programme Monitoring Qtr.1 2022/23 (Executive 21/09/2022) Capital Outturn report (Executive 29/06/22) Capital Programme Monitoring Qtr.3 2021/22 (Executive 09/02/22)