
Capital Financial Performance Report Quarter Three 2022/23

Committee considering report:	Executive
Date of Committee:	9 February 2023
Portfolio Member:	Councillor Ross Mackinnon
Date Portfolio Member agreed:	26 January 2023
Report Author:	Shannon Coleman-Slaughter
Forward Plan Ref:	EX4301

1 Purpose of the Report

The financial performance report provided to Members reports on the forecast under or over spends against the Council's approved capital budget. This report presents the forecast outturn position for financial year 2022/23 as at Quarter Three.

2 Recommendation

- 2.1 Members are asked to note the forecast outturn position on the 2022/23 capital programme.
- 2.2 In respect of reprofiling of planned capital expenditure, members are asked to approve:
 - (a) £7.3 million of planned expenditure to be reprofiled into financial year 2023/24 (project details in Appendix B).
 - (b) £39k of Council funding (i.e. debt funding) proposed to be brought forward from approved expenditure for financial year 2023/4 into financial year 2022/23 (project details in Appendix B).
- 2.3 In respect of reprofiling of planned capital expenditure, members are asked to note:
 - (a) £239k of external funding to be brought forward from financial year 2023/24 into financial year 2022/23 (project details in Appendix B).

3 Implications and Impact Assessment

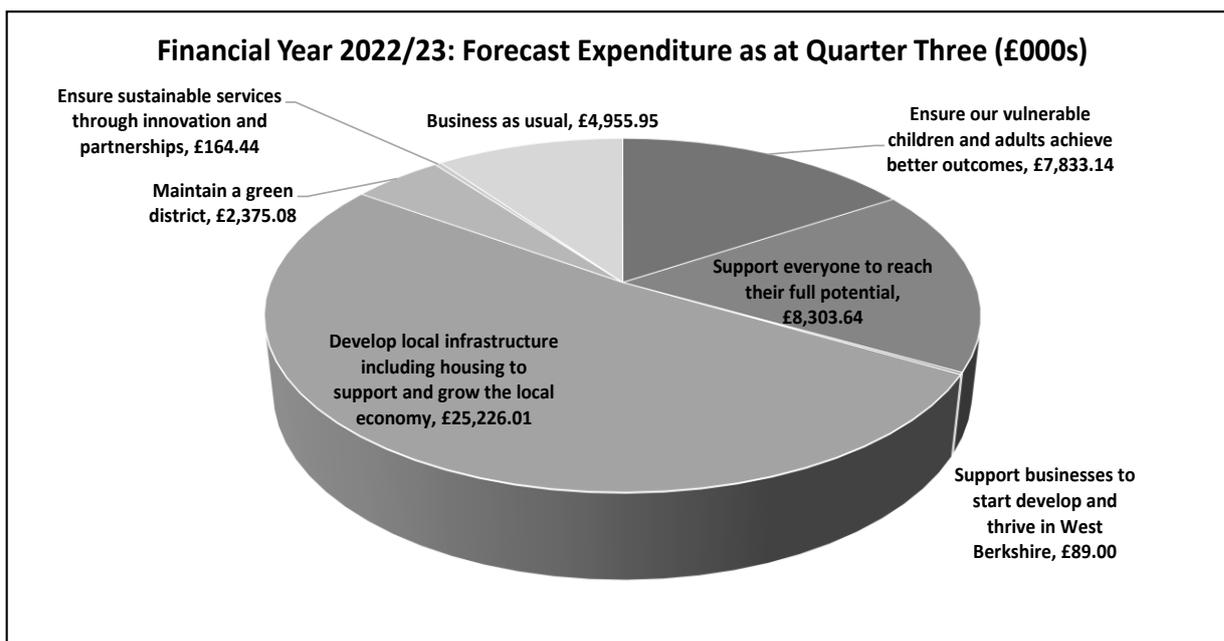
Implication	Commentary
-------------	------------

Financial:	At the end of Quarter Three, expenditure of £48.9 million has been forecast against a revised budget of £59.1 million, an overall forecast underspend of £10.2 million. £7.3 million of future expenditure is proposed to be reprofiled into financial year 2023/24. £278k of funding is proposed to be brought forward from financial year 2023/24 into financial year 2022/23.			
Human Resource:	Not applicable			
Legal:	Not applicable			
Risk Management:	A key ongoing risk is the potential impact of engaged suppliers to default on contractual obligations through financial difficulties. Budget Managers and Capital Strategy Group are closely monitoring these risks to highlight projects with potential suppliers of concern and where there is an ongoing risk of default and/or the potential to retender agreed contracts at potentially higher cost.			
Property:	Not applicable			
Policy:	Not applicable			
	Positive	Neutral	Negative	Commentary
Equalities Impact:				
A Are there any aspects of the proposed decision, including how it is delivered or accessed, that could impact on inequality?		X		

B Will the proposed decision have an impact upon the lives of people with protected characteristics, including employees and service users?		X		
Environmental Impact:		X		
Health Impact:		X		
ICT Impact:		X		
Digital Services Impact:		X		
Council Strategy Priorities:		X		
Core Business:		X		
Data Impact:		X		
Consultation and Engagement:	Joseph Holmes, Executive Director for Resources, s151 Officer Capital Strategy Group (CSG)			

4 Executive Summary

- 4.1 The capital programme enables delivery of key Council schemes focused on supporting the approved Capital and Council Strategies.
- 4.2 At Quarter Three, expenditure of £48.9 million is forecast to be incurred in delivering against the approved capital programme in financial year 2022/23. The forecast expenditure of £48.9 million against an approved budget of £59.1 million, generates a forecast year end underspend of £10.2 million. Forecast planned expenditure by Council Strategy priority is detailed in the graphic below.



- 4.3 As part of the forecast outturn position £7.3 million of future planned expenditure is proposed to be reprofiled into financial year 2023/24, a detailed breakdown of which is included in Appendix B. This is comprised of £2.8 million of Council funded expenditure (i.e. to be financed through external borrowing) and £4.5 million of externally funded expenditure. A further £278k of funding is proposed to be brought forward from financial year 2023/24 to enable completion of existing projects, details are provided in Appendix B. Quarter Three reprofiling will be processed as part of the 2022/23 financial year close down process.
- 4.4 In respect of financing the capital programme, as at 30th November 2022, the Council's total level of long term borrowing to fund capital spend stood at £188.8 million. The total level of long term borrowing forecast at 31st March 2023 is £186.9 million.
- 4.5 In respect of the economic outlook, the Bank of England (BoE) increased Bank Rate by 0.5% to 3.5% in December 2022. This followed a 0.75% rise in November which was the largest single rate hike since 1989 and the ninth successive rise since December 2021. Recent economic instability has been reflected in significant increases to Local Government borrowing from the PWLB (Public Works and Loans Board), with rates for a 25 year annuity loan now on average at near 5% compared to an average of 2.5%. In a rising interest environment, the Council will face risks of increased cost on any new external borrowing undertaken to support delivery of planned capital works, in addition to general cost inflationary pressures. The capital programme approved by Council Committee in March 2022 was set with the expectation to undertake £14.5 million of new long term borrowing alongside £8.1 million of short term borrowing during 2022/23. During the current financial year officers have sought to mitigate risk through a strategy of not undertaking long term borrowing in respect of PWLB financing and, instead focusing on supporting delivery of the capital programme through short term borrowing and cash balances. The strategy of keeping borrowing and investments below their underlying levels, sometimes known as internal borrowing, in order to reduce risk and keep interest costs low is anticipated to continue until 31st March 2023.

- 4.6 Capital financing costs are incurred a year in arrears, hence the cost of financing 2022/23 capital expenditure will fall into financial year 2023/24. Current planning indicates that approximately there is a £46.3 million borrowing requirement in 2023/24 in support of capital expenditure, the waste PFI and maintaining minimum investment balances of £10 million.

5 Supporting Information

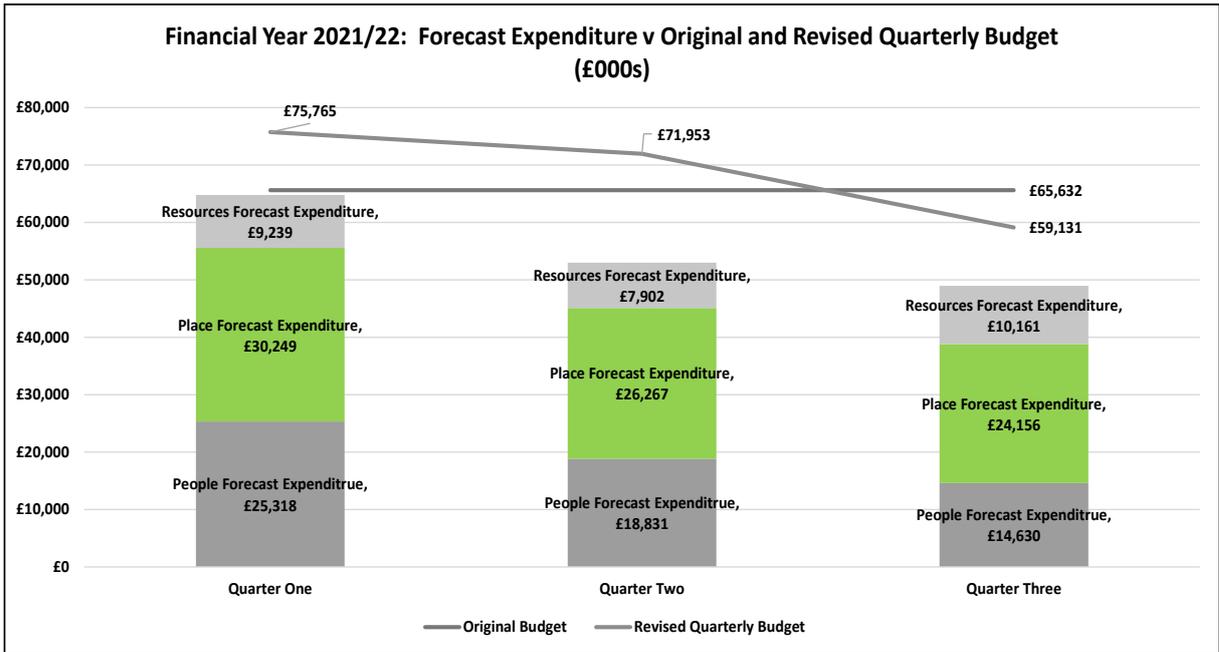
Introduction

- 5.1 Capital expenditure and its supporting financing have financial consequences for the Council for many years into the future. Expenditure is therefore subject to both a national regulatory framework and to local policy framework.
- 5.2 The Prudential Code requires authorities to look at capital and investment plans in light of overall organisation strategy and resources to ensure that decisions are made with sufficient regard to the long term financing implications and risks to the Council. To demonstrate that local authorities have fulfilled these objectives, the code sets out a number of indicators, although the Code does not include suggested indicative limits or ratios. Local Authorities are to set their own limits and ratios, subject to controls under section 4 of the Local Government Act 2003. The Council's capital programme is a key driver of the treasury management activity.

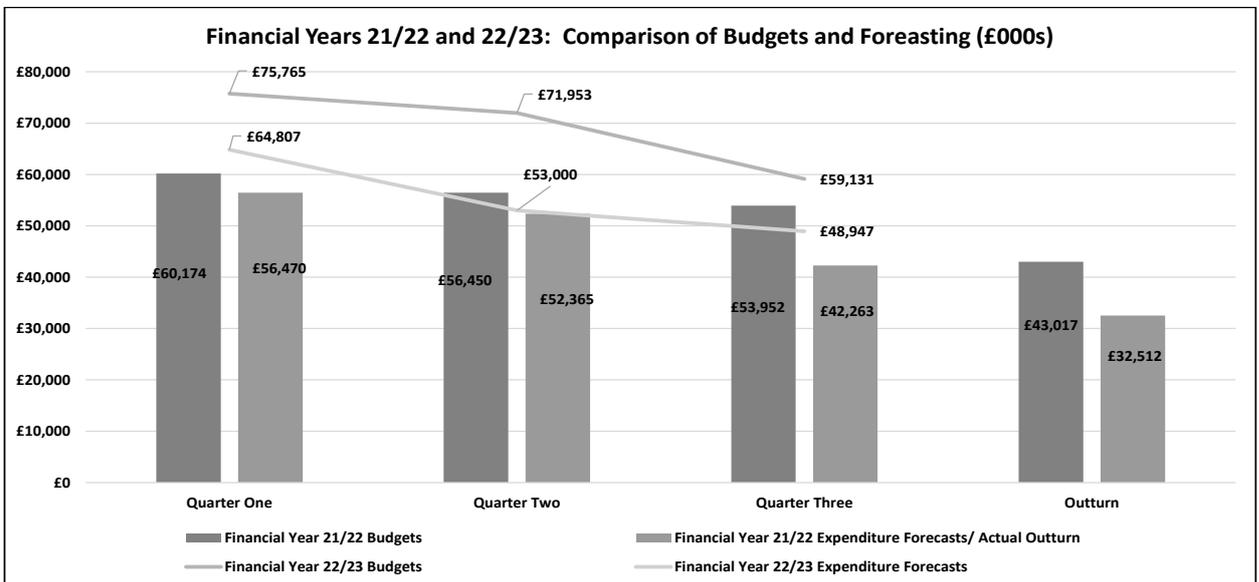
Background

- 5.3 As at Quarter Three, total forecast expenditure against the approved capital programme of £59.1 million for 2022/23 amounts to £48.9 million, generating a £10.2 million underspend position.
- 5.4 The 2022/23 capital programme was agreed by Council in March 2022 with a gross expenditure budget of £65.6 million split between externally funded expenditure of £28.7 million and £36.9 million of Council funded expenditure (i.e. application of capital receipts and external borrowing). The repayment of principal sums and interest on loans used to fund capital expenditure are met from the revenue budget for capital financing and risk management. Included within the capital programme for 2022/23 was £20.3 million of expenditure reprofiled from the 2021/22 approved capital programme, with an additional £9 million of expenditure subsequently reprofiled into 2022/23 at the end of 2021/22. During the financial year budget changes may occur, mainly as a result of budgets brought forward from prior financial years, additional grants, s106 and Community Infrastructure Levy (CIL) allocations received in year or expenditure re-profiled in future financial years. As part of the budget monitoring process, the forecast year end position of the capital projects is reviewed and proposals for unutilised budgets to be re-profiled is reviewed by CSG. Appendix A provides a breakdown of budget changes as at the Quarter Three.
- 5.5 The Quarter Three forecast position is after £23.7 million of expenditure having been reprofiled into financial year 2023/24 in Quarters One and Two (£5.8 million and £17.9 million respectively). The graphic below details forecasting during financial year 2022/23 against the original approved budget as revised for reprofiling and other in year budget changes.

Capital Financial Performance Report Quarter Three 2022/23



5.6 The trend for a reducing expenditure forecast and increased reprofiling throughout the financial year is not uncommon. Projects are subject to delays for various reasons – for example, delay in appointing contractors, planning negotiations and increased costs through inflation and restriction of accessible suppliers. The graphic below compares the current year forecasts against budget (line element of the graphic) to the quarterly position in financial year 2021/22 (bar element of the graphic).

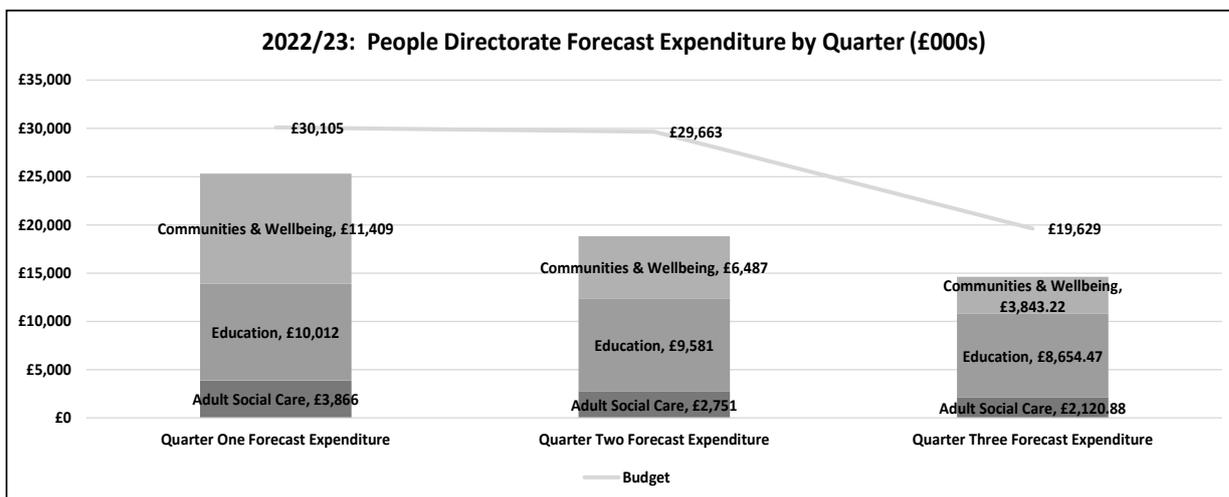


5.7 Reprofiting throughout the financial is incorporated into the annual capital programme budget setting process to ensure all capital financing assumptions remain robust and sustainable.

Financial Year 2022/23 Forecasting as at Quarter Three

The People Directorate

5.8 The directorate is forecasting total expenditure of £14.6 million against a budget of £19.6 million. £4.2 million of the forecast underspend is proposed to be reprofiled into financial year 2023/24 with £278k of funding brought forward from financial year 2023/24 to enable completion of projects ahead of schedule. The graphic below details forecasting during financial year 2022/23 against the original approved budget as revised for reprofiling and other in year budget changes.



5.9 Adult Social Care is forecasting a £1.3 million underspend with a proposal for £830k of planned expenditure to be reprofiled into financial year 2023/24. The £830k relates to planned expenditure on the refurbishment of the Council's residential home asset base and modernisation works. £450k of unutilised Council funded budget relates to planned expenditure which is no longer anticipated on occupational therapy equipment and telecare. Both budgets are demand led annual budgets. Budget Managers have confirmed that sufficient budget is provided for financial year 2023/24 in the proposed capital programme and no reprofiling of funding is required from 2022/23.

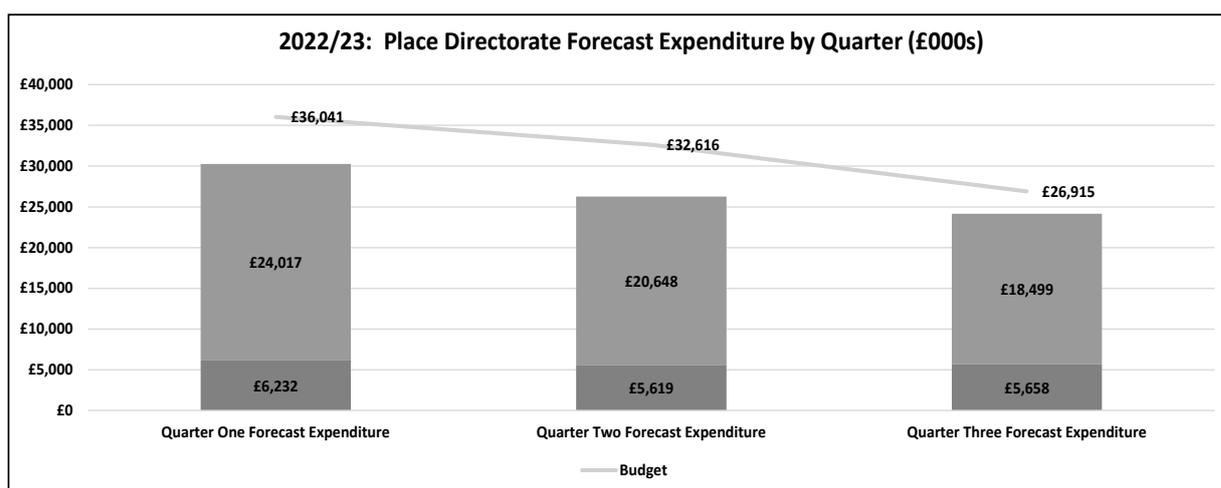
5.10 Children and Family Services are forecasting a minor £9k underspend relating to property adaptation and accessibility works. This is a demand led budget and no reprofiling from 2022/23 into financial year 2023/24 has been sought by the service.

5.11 Education Services is forecasting a £1.1 million underspend with a proposal to reprofile £768k into financial year 2023/24. The £768k relates to planned expenditure on primary and secondary basic need projects, and the Brookfields expansion project which has slipped due to recruitment issues in the Property Services team. The i-college development which was delayed due to issues appointing a contractor. The Calcot Remodelling project which is delayed at the feasibility stage due to issues around external areas and potentially surplus land. £239k of allocated external funding per the approved capital programme is proposed to be brought forward from financial year 2023/24 to support delivery of SEMH/ASD resourced provision in secondary schools. This project has incurred increased costs in 2022/23 due to an acceleration of the project in year. £570k of unutilised funding across a number of projects has not been identified for reprofiling by the service, inclusive of Council funding for completed projects: Speenhamland 2FTE project (£149k), Parsons Down rationalisation project (Phase 1 and 2 underspend £170k).

5.12 The Communities and Wellbeing Service is forecasting a £2.6 million underspend with a proposal to reprofile £2.6 million of planned expenditure into financial year 2023/24. The £2.6 million relates to £1.1million of Council funded planned expenditure on leisure centre modernisation and provision including a modular exercise studio in Hungerford (£105k) and playing pitch provision (£500k), and £1.5 million of planned expenditure on expansion of the Berkshire Records Office (funding split £1.2 million external funding and £300k Council funding). A further £39k of Council funding is proposed to be brought forward from financial year 2023/24 to fund expenditure on members’ bids. Previously at Quarter Two the service had requested full reprofiling of the 2022/23 budget into 2023/24 as there was an expectation that works would not commence in the current financial year. The Quarter Three request is to reprofile back committed funding into financial year 2023/24.

The Place Directorate

5.13 The directorate is forecasting total expenditure of £24.2 million against a budget of £26.9 million. The £2.7 million forecast underspend is proposed to be reprofiled into financial year 2023/24. The graphic below details forecasting during financial year 2022/23 against the original approved budget as revised for reprofiling and other in year budget changes.



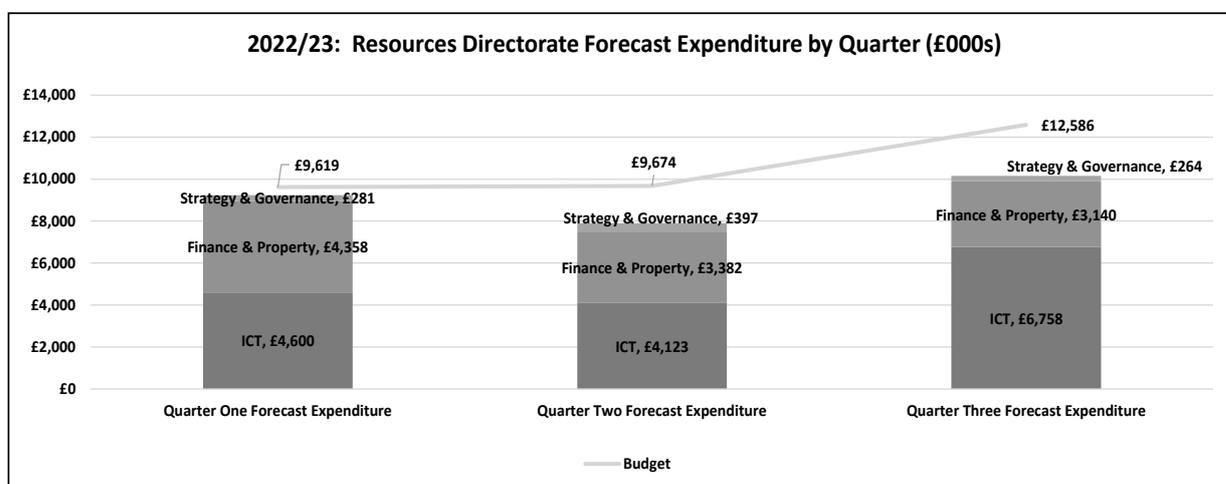
5.14 The Development and Regulation Service is forecasting an online position at Quarter Three with no proposed reprofiling of expenditure into financial year 2023/24. The service reprofiled £568k of planned expenditure into financial year 2023/24 at Quarter Two, reprofiling is detailed in Appendix B.

5.15 The Environment Service is forecasting a £2.75 million underspend with proposed reprofiling of £2.7 million. The £2.7 million of reprofiling is split between £2.4 million of externally funded expenditure and £271k of Council funded planned expenditure. The £2.4 million of external funding is inclusive of Newbury Rail Station Improvements (£1.5 million), Theale Station Improvements (£400k), and the Bus Service Improvement Plan (£434k). Theale and Newbury station improvement projects are subject to delays from third parties. The Bus Station Improvement Plan funding was awarded in January 2023, The Department for Transport have been advised that due to lateness of funding allocation design and delivery of the project has been delayed until financial year 2023/24. £271k of Council funded planned expenditure proposed to be slipped into financial year 2023/24 primarily relates to

the Solar Photovoltaics project (£116k) and natural carbon reduction measures project (£155k). The Solar project is delayed due to limitations in available asset data and requirement for further assessments. The natural carbon measures project is delayed due to dependencies on third party land. The £50k not proposed for reprofiling relates primarily to Council funded planned expenditure on the Faraday Road Open Space project (£40k) where the project scope has been reduced and funding is no longer required.

The Resources Directorate

5.16 The directorate is forecasting total expenditure of £10.2 million against a budget of £12.6 million. £320k of the forecast underspend is proposed to be reprofiled into financial year 2023/24. The graphic below details forecasting during financial year 2022/23 against the original approved budget as revised for reprofiling and other in year budget changes.



5.17 The ICT service is forecasting a £864k underspend and no proposal for reprofiling has been submitted by the service. The £864k primarily relates to planned Council funded expenditure on projects: Telephony (£402k), capital salaries (£252k) this saving is being driven by vacancies, and refresh of the MFD fleet (£200k). The service undertook a reprofiling of planned expenditure into financial year 2023/24 at Quarter Two, details of reprofiling is included in Appendix B. The ICT budget was increased at Quarter Three to include provision for delivery of Superfast Broadband (£2.9 million) and for a Digital Connectivity Infrastructure Accelerator project (£498k). Details of budget changes are included in Appendix A.

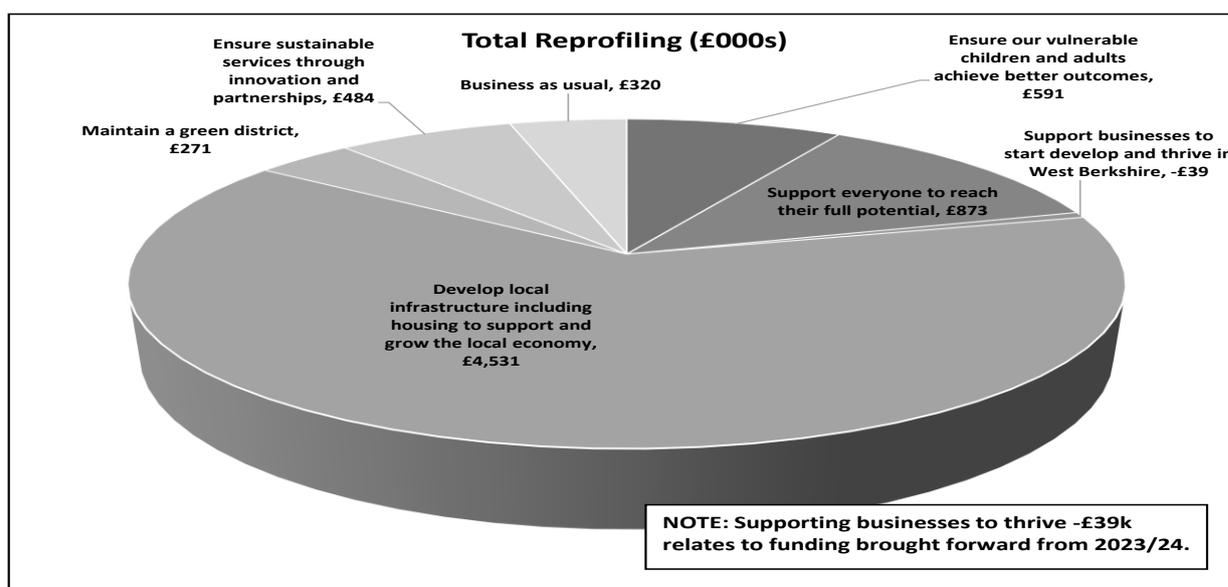
5.18 The Finance and Property Service is forecasting a £1.4 million underspend with a proposal for £230k to be reprofiled into financial year 2023/24. The £230k of proposed reprofiling relates to Council funded planned expenditure on the Enterprise Resource Planning project. This project has now been re-scoped with a focus primarily on a new HR/Payroll system and is currently at the procurement stage. The balance of unutilised funding in the current financial year (£1.18 million), relates primarily to planned Council funded expenditure on landlord fits out works (commercial property portfolio) that are no longer required (£970k), and Community Infrastructure Levy funding bids (£147k).

5.19 The Strategy and Governance Service is forecasting a £146k underspend with a proposal to reprofile £90k into financial year 2023/24. The £90k relates to Council funded planned expenditure on digitisation infrastructure projects. The balance of unutilised funding relates to Council funded project management where posts remained vacant until January 2023.

Proposals

5.20 As part of the Quarter Three budget monitoring review, £7.3 million of expenditure has been identified as unlikely to be incurred in the current financial year and is requested to be reprofiled into subsequent financial years. A further £278k of funding has been proposed to be brought forward from financial year 2023/24. Appendix B provides a breakdown by project of proposed reprofiling.

5.21 The funding of the proposed reprofiling into financial year 2023/24 is split between £4.5 million of Council funding (i.e. expenditure funded through external borrowing) and £2.8 million of external funding (i.e. external grants, S106 and CIL). The proposed reprofiling from 2023/24 into 2022/23 is split between £239k of external funding and £39k of Council funding.



5.22 Post reprofiling the revised forecast outturn underspend is a £3.2 million underspend. Total planned expenditure in 2022/23 is forecast to be £48.9 million, of which £22.6 million is planned to be funded through Council borrowing. The costs of any long term financing through PWLB loans will be incurred against the 2023/24 revenue capital financing budget.

6 Other options considered

Not applicable.

7 Conclusion

7.1 The capital programme is subject to a number of financial risks. Construction inflation (currently forecast at 8 - 10% compared to an assumed level of 2%) potentially resulting

current contracts being subject to a reduction in scope to deliver within agreed financial terms and tender cost for new projects subject to significant increases. The scale of the programme itself is also dependant on sufficient resourcing both internally and externally being available to support delivery. During 2021/22 £27.8 million of expenditure was reprofiled into 2022/23 (including £9 million reprofiled at outturn), which equated to 58% of the original 2021/22 capital programme. Total reprofiling in 2022/23 at £31 million of which £20.6 million is Council funded equates to 40.9% of the Quarter One budget.

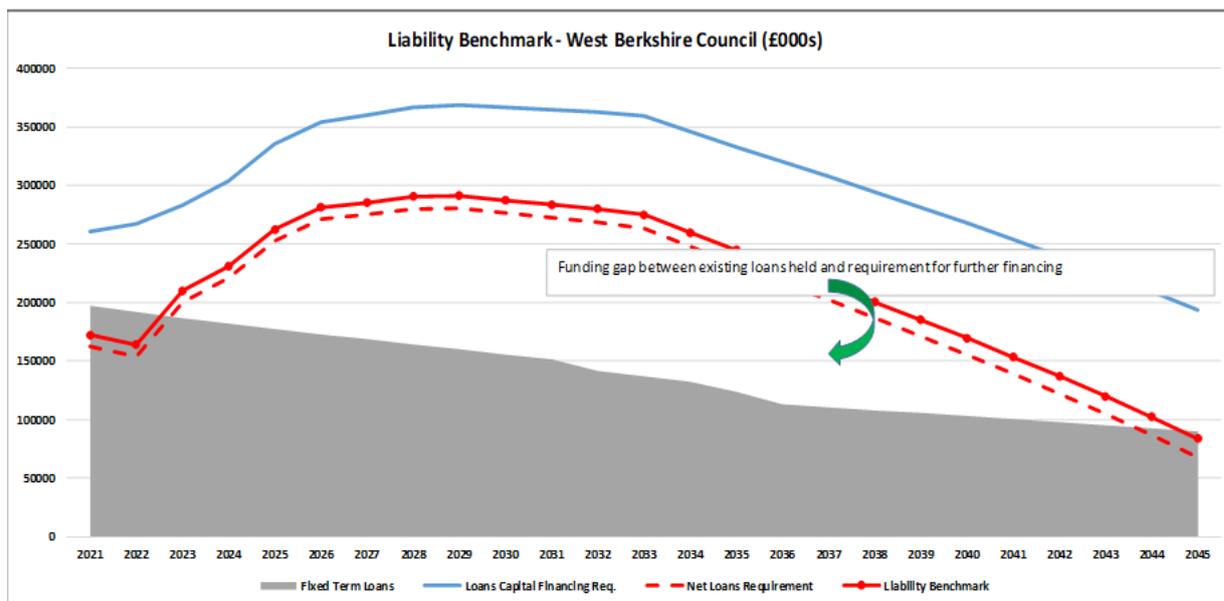
- 7.2 All capital expenditure must be financed, The Prudential Code requires authorities to look at capital and investment plans in light of overall organisation strategy and resources to ensure that decisions are made with sufficient regard to the long term financing implications and risks to the Council. A key indicator is the Council's Authorised Limit for external for debt which was approved at Council on 3rd March 2022, at £367.1 million for the current financial year. As well as the level of borrowing needed to fund capital expenditure, the Limit also allows for debt embedded in the Waste PFI contract and any temporary borrowing which is required for cash flow purposes during the year (up to a maximum of £24 million at any one time).
- 7.3 As at 30th November 2022, the Council's total level of long term borrowing to fund capital spend stood at £188.8 million. During financial year 2022/23 a strategy of not undertaking long term borrowing in respect of Public Works and Loan Board (PWLB) financing has been pursued, instead focusing on supporting delivery of the capital programme through short term borrowing and cash balances. The strategy of keeping borrowing and investments below their underlying levels, sometimes known as internal borrowing, in order to reduce risk and keep interest costs has minimised the impact of rising PWLB rates on the Council. The total level of long term borrowing forecast at 31st March 2023 is £186.9 million. Based on the Quarter Three capital expenditure position and the level of proposed reprofiling it is not anticipated that long term borrowing will be required in the duration of the current financial year. Major Council funded (i.e. debt funded) schemes reprofiled at during the financial year that have contributed to the revised borrowing position are:
- (a) Downlands Sports Centre replacement and expansion, £2.9 million
 - (b) The Playing Pitch Action Plan, £4.4 million
 - (c) Renewable Energy Provision, £2.7 million
- 7.4 In August 2021 HM Treasury significantly revised guidance for the PWLB lending facility and CIPFA published its revised Prudential Code for Capital Finance and Treasury Management Code on 20th December 2021. To comply with the Prudential Code, authorities must not borrow to invest primarily for financial return. This Code also states that it is not prudent for local authorities to make investment or spending decision that will increase the Capital Financing Requirement – “CFR” - (which represents an authority's underlying need to borrow for capital purposes), unless directly and primarily related to the functions of the authority. The 2022/23 capital programme was expected to increase the Council's CFR by £23 million to £304.5 million by 31.3.2023 based on the Council's draft 2021/22 financial statements and the approved capital programme. As at Quarter Three the revised forecast CFR based on revised planned capital expenditure is £287.1 million, increasing to £307.4 million in financial year 2023/24.

Capital Financial Performance Report Quarter Three 2022/23

Balance Sheet Summary & Forecast	31.3.22	31.3.23	31.3.24
	Actual	Estimate	Forecast
	£000s	£000s	£000s
Capital financing requirement	278,408	287,142	307,432
Less: Other debt liabilities *	(11,483)	(10,670)	(9,807)
Loans CFR	266,925	276,473	297,625
Less: External borrowing **	(191,848)	(186,891)	(181,974)
Internal borrowing	75,077	89,581	115,651
Less: Balance sheet resources	112,867	68,358	69,358
Treasury investments / (New borrowing requirement)	37,790	(21,223)	(46,293)

- 7.5 Capital financing costs are incurred a year in arrears, hence the cost of financing 2022/23 capital expenditure will fall into financial year 2023/24. Based on Quarter Three forecasting, the Council's Balance Sheet forecast indicates that long term borrowing will be required in financial year 2023/24. Current planning indicates that approximately there is a £46.3 million borrowing requirement in 2023/24 in support of capital expenditure and the waste PFI financing.
- 7.6 To compare the Council's actual borrowing against an alternative strategy, a liability benchmark has been calculated showing the lowest risk level of borrowing. This assumes the same forecasts as the table above, but that cash and investment balances are kept to a minimum level of £10 million at each year-end to maintain sufficient liquidity. The liability benchmark is an important tool to help establish whether the Council is likely to be a long-term borrower or long-term investor in the future, and so shape its strategic focus and decision making. The liability benchmark itself represents an estimate of the cumulative amount of external borrowing the Council must hold to fund its current capital and revenue plans while keeping treasury investments at the minimum level required to manage day-to-day cash flow. Councils are now required as part of in year reporting to publish the liability benchmark.

Liability Benchmark	31.3.22	31.3.23	31.3.24
	Actual	Estimate	Forecast
	£000s	£000s	£000s
Loans CFR	266,925	276,473	297,625
Less: Balance sheet resources	112,867	68,358	69,358
Net loans requirement	154,058	208,115	228,267
Plus: Liquidity allowance	10,000	10,000	10,000
Liability benchmark	164,058	218,115	238,267



7.7 Based on the Council's CFR and the liability benchmark, the Council is long term borrower. The Council is required to ensure that capital financing is reasonable and affordable in the long term. Based on the Quarter Three expenditure forecasts the Council's forecast outstanding borrowing remains within the liability benchmark parameters.

Borrowing & Liability Benchmark	31.3.2022 actual	31.3.2023 forecast	31.3.2024 budget
	£000s	£000s	£000s
Outstanding borrowing	191,848	186,891	181,974
Liability benchmark	164,058	218,115	238,267

7.8 Based on the performance indicators set out within this report the Executive Director for Resources and S151 Officer is confident that capital expenditure is affordable in the longer term.

8 Appendices

Appendix A – Budget Changes as at Quarter Three

Appendix B – Quarter Three Reprofiling Proposals

Subject to Call-In:

Yes: No: X

The item is due to be referred to Council for final approval

- Delays in implementation could have serious financial implications for the Council
- Delays in implementation could compromise the Council's position
- Considered or reviewed by Overview and Scrutiny Management Committee or associated Task Groups within preceding six months
- Item is Urgent Key Decision
- Report is to note only X

Officer details:

Name: Shannon Coleman-Slaughter
Job Title: Chief Financial Accountant
Tel No: 01635 503225
E-mail: Shannon.colemanslaughter@westberks.gov.uk

Budget Changes: As at Quarter Three Financial Year 2022/23

Service Area	Original Gross Expenditure Budget 2022/23	Budget Agreed by CSG to be Reprofiled from 2021/22	Agreed Reprofiled at Q1	Agreed Reprofiled at Q2	Agreed Reprofiled at Q3	Other Changes to 2022/23 Budget	Revised Budget for 2022/23	Explanation of Other Agreed Changes
PEOPLE DIRECTORATE								
Adult Social Care	3,022,170	785,850	0	(547,500)		148,000	3,408,520	£148k Increase to Care Homes PMP budget
Children & Family Services	20,000	10,000	0	(10,000)		0	20,000	
Education	13,023,530	1,138,950	(239,000)	(4,674,840)		474,890	9,723,530	£8,530 Salary Adjustment required as per agreement at CSG to balance estimates approved in March 2022 £293,690 Additional Budget Approved for SEMH Project at CSG £50,000 approved by CSG for Kennet School PDR Unit Remodelling Works £21,200 - for SEMH/ASD Resourced Provision Primary approved by s151 Officer & portfolio holder on 19/10/2022 £100k for Brookfields Expansion approved at CSG on 13/10/2022 £10k for Castle Gate Messy Play Area approved at CSG on 10/11/2022 £45,340 Salary transferred from Property Budget - Correction of post location approved by s151 Officer on 30/05/22
Communities & Wellbeing	11,104,120	656,350	(351,000)	(4,932,100)			6,477,370	
Total for People Directorate	27,169,820	2,591,150	(590,000)	(10,164,440)	0	622,890	19,629,420	
PLACE DIRECTORATE								
Development & Regulation	4,978,720	1,253,490	0	(574,500)			5,657,710	
Environment	26,744,120	2,974,750	(5,164,790)	(5,594,380)		2,297,550	21,257,250	£186,300 Increased budget approved for Separate Food Waste Collection Project (£96,540) Salary Adjustment required as per agreement at CSG to balance estimates approved in March 2022 £1.7m Addition DFT Grant Budget allocated to numerous budgets £21,750 for Winterbourne Byway 8 as approved at CSG on 08/12/2022 £446,040 for Bus Service Improvement Plan as approved at CSG on 15/09/2022 £15k for Car Park Maintenance £25k for Wild Flower Displays (CIL Funded)
Total for Place Directorate	31,722,840	4,228,240	(5,164,790)	(6,168,880)	0	2,297,550	26,914,960	
RESOURCES DIRECTORATE								
ICT	3,178,760	1,425,460	0	(428,950)		3,446,550	7,621,820	£17,190 for Superfast Broadband Project Management as approved at CSG on 08/12/2022 £2,995,490 for Superfast Broadband Project as approved at CSG on 08/12/2022 £(65k) moved from IT to cover new resource required in Strategy & Governance as approved by s151 Officer 03/10/2022 £498,870 for Digital Connectivity Infrastructure Accelerator Project as approved at CSG on 08/12/2022
Finance & Property	3,114,120	694,300	0	0		746,400	4,554,820	£691,130 - Timelord 2 Capital Funding - Budget was not increased as per Executive Agreement in July 2021 (£20,390) Salary Adjustment required as per agreement at CSG to balance estimates approved in March 2022 £45,340 Salary transferred from Property Budget - Correction of post location approved by JH on 30/05/22 £121k New Project for repairs to the Malt House, Great Shefford as agreed at CSG on 10/11/2022
Strategy & Governance	446,000	105,250	0	(236,700)		95,000	409,550	£30,000 for Youth Participation Project approved at CSG £55k for Digital Signposting Project £55k previously agreed at Q2 removed and £65k transfer from IT as above for Resourcing - as agreed by s151 Officer on 03/10/2022
Total for Resources Directorate	6,738,880	2,225,010	0	(665,650)	0	4,287,950	12,586,190	
Total Capital Budget	65,631,540	9,044,400	(5,754,790)	(16,998,970)	0	7,208,390	59,130,570	

Proposed Reprofileing at Quarter Three

Proposed Reprofileing of Planned Expenditure from 2022/23 into 2023/24

Budget Monitoring Period	Directorate	Service	Cost Centre	Project Title	Priority	Gross Expenditure Budget	Forecast Outturn at Q3	Underspend at Q3	Re-profileing Request	Externally Funded Re-profileing	Council Funded Value
Q3	People	Adult Social Care	86045	Modernising ASC	1	83,000	0	(83,000)	83,000		(83,000)
Q3	People	Adult Social Care	86051	Notrees Day Centre - Refurbishment	1	300,000	20,000	(280,000)	280,000		(280,000)
Q3	People	Adult Social Care	86052	Birchwood Care Home - Refurbishment	1	400,000	150,000	(250,000)	250,000		(250,000)
Q3	People	Adult Social Care	86053	Willows Edge - Refurbishment	1	250,000	45,000	(205,000)	205,000	(205,000)	
Q3	People	Adult Social Care	86055	Feasibility Study for ASC Care Home	1	30,000	18,000	(12,000)	12,000		(12,000)
Q3	Adult Social Care	Total				1,063,000	233,000	(830,000)	830,000	(205,000)	(625,000)
Q3	People	Education	82277	Theale Primary Basic Need Project	2	177,080	9,560	(167,520)	167,520	(167,520)	
Q3	People	Education	82285	Highwood Copse	2	194,250	11,400	(182,850)	182,850	(182,850)	
Q3	People	Education	82319	i-college Alternative Education - East of Area	2	1,475,340	1,292,630	(182,710)	182,710	(168,540)	(14,170)
Q3	People	Education	82337	Calcot Schools Remodelling	2	136,480	45,540	(90,940)	90,940		(90,940)
Q3	People	Education	82341	Additional Places - Secondary Basic Need	2	145,960	88,890	(57,070)	57,070	(57,070)	
Q3	People	Education	82352	Brookfields Expansion	2	100,000	10,000	(90,000)	87,000	(87,000)	
Q3	Education	Total				2,229,110	1,458,020	(771,090)	768,090	(662,980)	(105,110)
Q3	People	Communities & Wellbeing	85188	Leisure Centre Compliance & Modernisation	4	418,380	30,000	(388,380)	388,380		(388,380)
Q3	People	Communities & Wellbeing	85195	Expansion of Berkshire Records Office, Reading	4	1,447,450	0	(1,447,450)	1,447,450	(1,183,000)	(264,450)
Q3	People	Communities & Wellbeing	85196	Feasibility studies for options to deliver the Leisure Strategy	4	269,340	124,000	(145,340)	145,340		(145,340)
Q3	People	Communities & Wellbeing	85198	Hungerford LC - Modular exercise studio	2	120,000	15,510	(104,490)	104,490		(104,490)
Q3	People	Communities & Wellbeing	85199	Playing Pitch Action Plan	4	750,000	250,000	(500,000)	500,000		(500,000)
Q3	People	Communities & Wellbeing	85204	Shaw House outbuildings restoration	4	50,000	0	(50,000)	50,000		(50,000)
Q3	People	Communities & Wellbeing	85122	Libraries Book Stock	6	152,690	102,690	(50,000)	50,000		(50,000)
Q3	Communities & Wellbeing	Total				3,207,860	522,200	(2,685,660)	2,685,660	(1,183,000)	(1,502,660)
Q3	People	Total				6,499,970	2,213,220	(4,286,750)	4,283,750	(2,050,980)	(2,232,770)
Q3	Place	Environment	81627	Newbury Town Centre Paving	4	66,930	25,000	(41,930)	41,930	(41,930)	
Q3	Place	Environment	81631	Newbury Rail Station Road Improvements	4	3,000,000	1,481,900	(1,518,100)	1,518,100	(1,518,100)	
Q3	Place	Environment	81671	Theale Station Improvements	4	400,000	0	(400,000)	400,000	(399,940)	(60)
Q3	Place	Environment	83110	Solar PV Initiative	5	167,910	45,000	(122,910)	116,368		(116,368)
Q3	Place	Environment	83130	Natural Carbon Reduction Measures	5	205,000	50,000	(155,000)	155,000		(155,000)
Q3	Place	Environment	81660	Environment Strategy - Minor Projects and Improvements	4	150,000	110,000	(40,000)	40,000	(40,000)	
Q3	Place	Environment	81677	Bus Services Improvement Plan (BSIP)	6	446,040	11,750	(434,290)	434,290	(434,290)	
Q3	Environment	Total				4,435,880	1,723,650	(2,712,230)	2,705,688	(2,434,260)	(271,428)
Q3	Place	Total				4,435,880	1,723,650	(2,712,230)	2,705,688	(2,434,260)	(271,428)
Q3	Resources	Finance & Property	87634	Enterprise Resource Planning System	7	240,500	10,000	(230,500)	230,500		(230,500)
Q3	Finance & Property	Total				240,500	10,000	(230,500)	230,500	0	(230,500)
Q3	Resources	Strategy & Governance	87601	Digitalisation Infrastructure/ ICT Allocation	7	180,300	90,800	(89,500)	89,500		(89,500)
Q3	Strategy and Governance	Total				180,300	90,800	(89,500)	89,500	0	(89,500)
Q3	Resources Directorate	Total				420,800	100,800	(320,000)	320,000	0	(320,000)
Q3	Q3 - Council	Total				11,356,650	4,037,670	(7,318,980)	7,309,438	(4,485,240)	(2,824,198)

Capital Financial Performance Report Quarter Three 2022/23
Proposed Funding to be Brought Forward from 2023/24 into 2022/23

Budget Monitoring Period	Directorate	Service	Cost Centre	Project Title	Priority	Gross Expenditure Budget	Forecast Outturn at Q3	Underspend at Q3	Re-profiling Request	Externally Funded Re-profiling	Council Funded Value	
Q3	People	Education	82336	SEMH/ASD Resourced Provision - Secondary	1	2,907,260	3,146,260	239,000	(239,000)	239,000		
Q3	People	Communities & Wellbeing	87610	Members Bids	3	0	59,000	59,000	(38,880)		38,880	
Q3	Q3 - Council Total						2,907,260	3,205,260	298,000	(277,880)	239,000	38,880

Quarters One & Two Information Only Reprofiling

Budget Monitoring Period	Directorate	Service	Cost Centre	Project Title	Priority	Gross Expenditure Budget	Forecast Outturn at Q1	Underspend at Q1	Re-profiling Request	Externally Funded Re-profiling	Council Funded Value	
Q1	Q1 - Council Total						12,245,850	6,069,660	(6,176,190)	5,754,790	(2,555,500)	(3,199,290)
Q2	Place	Development & Regulation	80014	Sovereign Joint Venture	4	669,000	334,500	(334,500)	334,500		(334,500)	
Q2	Place	Development & Regulation	87750	London Road Industrial Estate	4	850,500	695,000	(155,500)	155,500		(155,500)	
Q2	Place	Development & Regulation	87756	Newbury Town Centre Masterplan	4	134,000	67,000	(67,000)	67,000		(67,000)	
Q2	Place	Development & Regulation	86020	Temp Accommodation Refurbishment	4	31,620	20,000	(11,620)	11,620		(11,620)	
Q2	Development & Regulation Total						1,685,120	1,116,500	(568,620)	568,620	0	(568,620)
Q2	Resources	ICT	87294	Network Infrastructure (Core Switches)	7	90,000	0	(90,000)	90,000		(90,000)	
Q2	Resources	ICT	87319	Telephony Infrastructure (VoIP Outlying Offices)	7	20,000	0	(20,000)	20,000		(20,000)	
Q2	Resources	ICT	87342	Maintenance of DR Facility	7	135,890	67,940	(67,950)	67,950		(67,950)	
Q2	Resources	ICT	87343	Telephony Infrastructure (Unified Communications Core Infrastructure)	7	60,000	0	(60,000)	60,000		(60,000)	
Q2	Resources	ICT	87344	Telephony Infrastructure (Unified Communications Software)	7	78,170	6,070	(72,100)	72,100		(72,100)	
Q2	Resources	ICT	87354	Contact Centre Systems Enhancements	7	180,000	0	(180,000)	150,000		(150,000)	
Q2	Resources	ICT	87356	Network/ App Performance Monitoring	7	20,000	0	(20,000)	20,000		(20,000)	
Q2	Resources	ICT	87358	Upgrade of Print Room	7	25,000	15,000	(10,000)	10,000		(10,000)	
Q2	Resources	ICT	87359	Web Filtering	7	16,000	0	(16,000)	16,000		(16,000)	
Q2	Resources	ICT	87360	Backup / Security products for O365 data	7	25,000	0	(25,000)	25,000		(25,000)	
Q2	Resources	ICT	87361	Building Data Warehouse Capability	7	50,000	0	(50,000)	50,000		(50,000)	
Q2	ICT Total						700,060	89,010	(611,050)	581,050	0	(581,050)
Q2	Q2 - Council Total						26,425,680	8,462,320	(17,963,360)	17,933,360	(3,302,010)	(14,631,350)