



CABINET

13TH NOVEMBER 2018

EXECUTIVE DIRECTOR OF FINANCE: IAN DUNCAN

**CABINET MEMBER WITH RESPONSIBILITY FOR FINANCE: COUNCILLOR
MALCOLM LONGLEY**

Subject:	Monthly Capital Report (MCR) – Forecast Outturn for the financial year ending 31 March 2019 as at 30th September 2018 (Period 6)
Recommendations:	<p>Cabinet is requested to:</p> <ol style="list-style-type: none"> 1. Note the forecast capital expenditure of £102m for 2018-19. 2. Approve capital investment totalling £3,788k to extend two schemes within the current Capital Programme. <ol style="list-style-type: none"> i. Corby Link Road £1,788k ii. Community Equipment £2,000k 3. Approve capital investment totalling £524k to promote three schemes from the Development Pool included in the Capital Strategy 2018-19. <ol style="list-style-type: none"> i. Stanton Cross Primary School £361k ii. Kettering Secondary School extensions £123k iii. Naseby Primary School £40k 4. Approve a reduction in capital investment totalling £43k to one scheme within the current Capital Programme. <ol style="list-style-type: none"> i. Carefirst Oracle Upgrade <p>Further detail on the above schemes can be found in Section 9.</p>

1. Purpose of Report

- 1.1 This report sets out the forecast capital outturn for the financial year 2018-19.
- 1.2 The report also seeks Cabinet approval for the extension of two schemes, the promotion of three schemes, and the reduction in budget on one scheme to be included in the Council’s committed capital programme following recommendation at the latest meetings of the Capital Approvals Board.

2. How this decision contributes to the Council Plan

- 2.1 The Council’s vision is to make Northamptonshire a great place to grow up, live, work and grow old. This is achieved through increasing the wellbeing of our county’s communities and/or safeguarding the county’s communities.

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| <ul style="list-style-type: none"> • People have the information and support they need to make healthy choices and achieve wellbeing. • People achieve economic prosperity, in a healthy, low carbon economy which gives access to jobs, training and skills development. • Communities thrive in a pleasant and resilient environment, with robust transport and communications infrastructure. |
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3. Background

- 3.1 The schemes within the capital programme impact on the revenue budget when capital costs and interest payments become due. Any variance to the original assumptions and budget will be reported as treasury budget variances through the revenue report.
- 3.2 The Council's financial position requires a strict cost control on committed schemes and additional gateway due diligence prior to new schemes being added to the capital programme.

4. Governance

- 4.1 The governance of the capital programme comprises:
 - A Capital Projects Board chaired by the Executive Director Commercial and Place aimed at reviewing scheme progress through project management reporting and identifying issues and risks which require support to resolve or escalation to the Capital Approvals Board.
 - A Capital Approvals Board chaired by the Executive Director of Finance and including Cabinet members reviews business cases for new schemes or additional funding bids. It ensures evidence is in place and challenge is provided. New schemes or extensions to schemes are then recommended to Cabinet for approval.
- 4.2 Since the initial s114 notice was issued by the Executive Director of Finance in February 2018 a Capital Review Panel (CRP) has been put in place. The CRP reviews and approves planned expenditure on committed schemes.
- 4.3 Following the latest meetings of the Capital Approvals Board, Cabinet are formally requested to approve the promotion of three schemes from the development pool into the capital programme. Cabinet are also requested to approve the extension of two schemes and the reduction in budget for one scheme currently within the capital programme.

5. Capital Commentary

5.1 2018-19 Capital Budget

The Council's Capital Strategy 2018-19 to 2022-23, agreed by Council on 22 February 2018 approved a forecast capital programme of £595m. This consists of the committed capital programme of £114m and a development pool of £481m for schemes over the five year plan period.

The development pool has a £75m budget for discretionary funding. This is prioritised against key Council capital investment schemes over the Medium Term Financial Plan (MTFP) period. The discretionary funding represents the prudential funding (borrowing) element of the development pool schemes. The commitment for the interest and MRP for this borrowing is included in the Treasury Management budget.

More detail on the funding of the capital programme and the implications is shown in Table 3 and as Appendix B.

6. Summary

- 6.1 The 2018-19 onwards forecast capital budget expenditure of £114m reported in the Capital Strategy increased to £130m as a result of reprofiled expenditure and new schemes entering the programme between publication of the budget and year end.
 - 6.2 In addition Cabinet has approved new schemes into the capital programme, granted extensions to current schemes, and removed schemes to give a net increase of £38m.
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This gives a current agreed capital programme budget of £168m as at the end of September 2018.

6.3 Detail on the budgets and forecast expenditure are shown in the table below.

6.4 Summary of 2018-19 capital programme budget and forecast expenditure by service area (Table 1)

	Opening Budget 2018-19 onwards*	2018-19 Cabinet Approvals (multi-year)	Current Budget 2018-19 & Future Years		2018-19 Spend to P6	2018-19 Forecast Spend
	£000's	£000's	£000's		£000's	£000's
Place - Environment Planning & Transport	63,232	33,000	96,232		27,149	66,054
Place - Fire & Community Safety	1,055	35	1,090		(12)	1,055
Place - Asset & Capital Management	19,958	594	20,552		874	3,035
Place - Children's, Families and Education	40,708	5,041	45,749		18,400	30,589
Place - Adult Social Care Services	2,886	-	2,886		23	300
Place - Public Health and Wellbeing	443	-	443		90	359
LGSS - IT Infrastructure/ Development	-215	670	455		349	527
NCC Group - Chief Executive	1,823	-1,570	253		(5)	354
Total	129,890	37,770	167,660		46,867	102,273

*Note – This includes the original budget of £114m and the movements between the publication of the Capital Strategy 2018-19 and year end.

Detailed service expenditure summaries are attached as Appendix A.

The movement since the Period 5 monitoring report is a net £1.7m increase in forecast expenditure for 2018-19, including new schemes entering the programme from last month.

This change is due to the following significant movements of over £0.5m:

1. A43 Corby Link Road increase in forecast expenditure of £0.95m due to additional final land purchase and compensation payments in 2018-19. A reassessment of costs has led to an increase in the scheme cost which is part of the capital approvals this month.

2. The pre-approved Highways Asset Management scheme has been given approval by the Capital Approvals Board to spend £1.0m of the £3.1m budget remaining on the scheme. Expenditure on this scheme was previously put on hold due to the discretionary funding commitment.

6.5 Capital Programme Funding

Current Capital Programme 2018-19 & future years (Table 2)

	Discretionary Funding	Grant Funding	s106	Invest to Save	Investment & other repayable	Developer, District & Other Contributions	Total Funding Requirement for 2018-19 Onwards
	£000's	£000's	£000's	£000's	£000's	£000's	£000's
Place - Environment, Planning & Transport	21,998	40,835	15,461	0	10,700	7,239	96,232
Place - Fire & Community Safety	0	1,055	0	0	0	35	1,090
Place - Asset & Capital Management	3,000	1,186	0	0	16,366	0	20,552
Children, Families and Education	11,058	25,691	9,000	0	0	0	45,749
Place – Adult Social Care Services	0	1,000	0	1,886	0	0	2,886
Place - Public Health and Wellbeing	163	150	60	0	0	70	443
LGSS - IT Infrastructure/ Development	455	0	0	0	0	0	455
NCC Group - Chief Executive	253	0	0	0	0	0	253
TOTAL	36,927	69,917	24,521	1,886	27,066	7,344	167,660
%	22.02%	41.70%	14.63%	1.12%	16.14%	4.38%	100%

Prudential Borrowing Requirement over the MTFP Period (Including Development Pool).
(Table 3)

	Opening Position	Period 6	Change in Borrowing Requirement
	£000's	£000's	£000's
Approved Discretionary Funding for the schemes within the Development Pool over the medium term period to 2022-23	75,018	53,960	(21,058)

	Opening Position	Period 6	Change in Borrowing Requirement
	£000's	£000's	£000's
Current programme further commitments (net position of assumed receipts and repayment assumptions)	42,310	30,320	(11,990)
Total new borrowing requirement approved (MTP period)	117,328	84,280	(33,048)

The opening position in the table above is included in the prudential indicators and borrowing assumptions within the Treasury Management Strategy and detail on the £75m is shown in Appendix B.

The 2019 Draft Capital Strategy due to be reported to December Cabinet for approval will fully review 2018 approved schemes alongside 2019 proposals, taking into consideration the Council's current financial position and priorities.

7. Latest Capital Receipts Forecast 2018-19

	£000
Unused capital receipts brought forward from 2017-18	16,998
Useable capital receipt from sale of One Angel Square, April 2018	41,654
Estimated receipts from other sales 2018-19 (Risk-adjusted forecast).	15,960
Forecast of Total Available Capital Receipts	74,612

Available capital receipts have increased significantly compared to what was assumed when setting the budget. This is because expenditure that had been capitalised using the transformational capital receipts dispensation in 2016-17 and 2017-18 was reversed.

No commitments can be made against the forecast available capital receipts until the Council is clearer on its overall financial position. A request has been made to government to capitalise the 2017-18 deficit using capital receipts and other areas of expenditure in the revenue budget are being examined to determine whether capital receipts could be utilised.

8. 2018-19 Government Funding Announcements

8.1 There are no new announcements this month.

9. Capital Approvals Board - Recommendations and Updates

9.1 Each month the Capital Approvals Board (CAB) meets to discuss and recommend capital projects for inclusion in the Council's committed capital programme.

The Board has recommended the extension of two schemes, the promotion of three schemes from the development pool and the reduction of one scheme, totalling a net increase of £4,268,489 (Table 4), to go forward for Cabinet and Council approval. This will enable formal entry into the Council's committed capital programme.

No.	Scheme Status	Capital Scheme Title	Capital Budget Increases/ (Decreases) Requiring Approval £000	Funding Source
1	Promotion from the Development Pool	Stanton Cross Primary School	361	s106
2	Promotion from the Development Pool	Kettering Secondary School extensions	123	s106
3	Extension of scheme	Community Equipment	2,000	Health Grant £900k and discretionary funding £1,100k
4	Promotion from the Development Pool	Naseby Primary School	40	s106
5	Extension of scheme	Corby Link Road	1,788	s106
6	Reduction of scheme	Carefirst Oracle Upgrade	(43)	Discretionary funding
Capital Approvals Board Recommendation			4,268	

Table 4 - Summary of Capital Schemes Recommended by CAB – 17 October 2018 & 25 September 2018.

1. Stanton Cross Primary School - £361,222

To commence full design and planning funded from s106 contributions already received.

2. Kettering Secondary School Extensions - £122,595

Design and feasibility work to support secondary school extensions at Kettering Buccleuch Academy, Kettering Science Academy and Southfield School for Girls. This is funded from s106 contributions already received.

3. Community Equipment - £2,000,000

The 2018/19 revenue budget assumed £1,100k of costs for equipment that is used by Social Care clients. The Stabilisation Plan (NCC11 Further capitalisation of equipment (aids & adaptations)) recommends the capitalisation of the £1,100k in order to deliver revenue savings with the increased cost being funded from discretionary capital funding.

Alongside the revenue spend £900k of community equipment funded from capital grants needs to be included in the capital programme.

4. Naseby Primary School - £39,568

A school managed project to support the addition of a new classroom funded by s106 contributions already received. The funding will be passported to the school.

5. Corby Link Road - £1,788,000

An increase in the forecast total cost of land related payments funded from discretionary borrowing and s106 contributions.

6. Carefirst Oracle Upgrade - £42,896 reduction

There is a separate project to identify and implement a replacement for CareFirst, however while that project is being undertaken there is the need to keep CareFirst running and supported by OLM. This project is to use the need to upgrade CareFirst to Oracle 12c as an opportunity to tackle other linked pieces of systems work in order to reduce the cost of delivery as well as the cost of system downtime for service staff. The cost of this work was estimated at £78,000 and approved by cabinet in June 2018, however following a review of the work it has now been able to reduce this cost to £35,104.

10. Consultation and Scrutiny

10.1 The draft 2018-19 Capital Strategy and planned capital expenditure was subject to consultation and scrutiny prior to approval by Full Council in February 2018.

11. Equality Screening

11.1 Where a scheme may have an impact upon customers with protected characteristics an equality impact assessment will be carried out by the service prior to the scheme being implemented to ensure that these implications are understood.

12. Alternative Options Considered

12.1 The deliverability of the 2018-19 Capital Strategy is monitored by each accountable project manager and senior officer up to Director level. There is further review throughout the financial year through the operation of the Capital Approvals Board and corporate oversight is provided through monthly NCC Leadership Team reviews.

12.2 If any overspends, or emerging pressures are identified during the year then mitigating actions will be sought and management interventions undertaken. Details of pressures, risks and mitigating actions implemented are provided as part of the finance monitoring reports as the year progresses.

13. Risk and Business Continuity Management

13.1 There are internal control processes in place to ensure that the Council does not spend beyond the resources available. Risk will be managed and monitored throughout the organisation during the delivery of the Council's budget plans.

14. List of appendices

14.1 Two appendices to this document are included. All information to enable a decision is included within the main report.

Appendix A – Detailed Service Summaries

Appendix B – Additional Funding Information

Author:	Name: Andrea Devereux Team: NCC Finance – Place and NCC Group
Contact details:	Tel: 01604 367348 Email: adevereux@northamptonshire.gov.uk
Background Papers:	
Does the report propose a key decision is taken?	YES
If yes, is the decision in the Forward Plan?	NO
Will further decisions be required? If so, please outline the timetable here	NO
Is this report proposing an amendment to the budget and/or policy framework?	NO
Have the financial implications been cleared by the Strategic Finance Manager (SFM)?	Yes Name of SFM: Rosemary Pallot
Have any capital spend implications been cleared by the Capital Programme Board (CPB)?	YES
Has the report been cleared by the relevant Director?	YES Name: Ian Duncan
Has the relevant Cabinet Member been consulted?	YES Cabinet Member: Cllr Malcolm Longley
Has the relevant scrutiny committee been consulted?	NO
Has the report been cleared by Legal Services?	YES Name of solicitor: Shahin Ismail
	Solicitor's comments:
Have any communications issues been cleared by Communications and Marketing?	YES Name of officer: Simon Deacon
Have any property issues been cleared by Property and Asset Management	NO
Has an Equalities Impact Assessment been carried out in relation to this report?	NO
Are there any community safety implications?	NO
Are there any environmental implications:	NO
Are there any Health & Safety Implications:	NO
Are there any Human Resources Implications:	NO
Are there any human rights implications:	NO
Constituency Interest:	ALL

Appendix A - Detailed Service Summaries

The Place Directorate has responsibility for all aspects of County Council services which comprise a physical, tangible or place-based asset within the geography of Northamptonshire. This enables the bringing together, and delivery of, the Council's capital programme, all PFIs and the management of the County Council's Estate, allowing economies of scale to be reaped from a consolidated and coordinated approach.

Place - Children, Families and Education (Table 1)

Children, Families and Education 2018-19 Expenditure	£000's
Opening Forecast	35,403
New Schemes/Uplifts (additional spend)	
Northampton International Academy	0
Kilsby Primary School	97
Latimer Arts College	2,000
Sir Christopher Hatton Extension	418
West Haddon Primary	99
Sponne School	217
Flore Primary Remedial Works	56
Early Years Locality Model	112
Guilsborough Academy	37
Greatworth School	130
Revised Capital Budget 2018-19	38,457
Net movement in forecast spend (includes project overspends, underspends and reprofiling)	(7,868)
New Forecast Outturn	30,589

The following major schemes are being progressed in 2018-19 (Table 2)

Scheme	P5 Forecast £000's	P6 Forecast £000's	Commentary
Northampton International Academy	12,635	12,635	Increased costs of £11.7m, currently funded from £9m Basic Needs Grant and £2.7m S106, will put a pressure on funding new schools. An updated appeal was submitted to ESFA/DFE in July 2018 with the aim of securing additional funding, the outcome of which is still awaited.
Corby SEN Free School	4,129	4,129	School opened in September 2018.
Isebrook SEN School	2,419	2,419	
East Northants Educational Restructure from three to two tier	992	992	With the exception of Prince William Secondary, all works at schools within the project scope have been completed. A review of phase 2 works at Prince William has resulted in an agreed reduced programme to fit in with the available funding.

Scheme	P5 Forecast £000's	P6 Forecast £000's	Commentary
Radstone Fields Primary School	2,832	2,832	School opened in September 2018.
Latimer School	740	740	Deferred start due to complexity related to having DFE project and NCC projects running concurrently.
Other (under £1.5m)	6,684	6,842	Silverstone Primary School £6.3m project – this project has an estimated £433k pressure due to an extended delivery timescale and extension of time claims from the main contractor on the project which are currently being challenged. This an estimate based on current assumptions on the final negotiated costs.
Total	30,431	30,589	

Place – Environment, Planning & Transport (Table 3)

Environment, Planning & Transport 2018-19 Expenditure	£000's
Opening Forecast	51,052
New Schemes/Uplifts (additional spend)	
Eskdaill Street	1,960
Pothole Fund 2017	815
A45 Daventry Development Link	-
A43 Northampton to Kettering - Phase 1b	3,762
Highways Integrated Transport Block 2018-19	2,503
Highways Maintenance Block 2018-19	11,542
Pothole Fund 2018-19	1,631
Highways Maintenance Incentive Fund 2018-19	2,580
St James Mill Link Road	90
National Productivity Investment Fund (NPIF) - Cliftonville	600
HS2 Road Safety Fund (feasibility stage)	83
Revised Capital Budget 2018-19	76,618
Net movement in forecast spend (includes project overspends, underspends and reprofiling)	(10,564)
New Forecast Outturn	66,054

The following major schemes are being progressed in 2018-19 (Table 4)

Scheme	P5 Forecast £000's	P6 Forecast £000's	Commentary
Highways Maintenance Block 2018-19	11,542	11,542	A DfT grant for highway maintenance.
A43 Northampton to Kettering - Phase 1b	9,000	9,000	Moulton bypass section. Land purchases in progress. Construction to start as soon as land secured.
A45 Northampton to Daventry Development Link (DDL)	8,754	8,754	New road under construction, opening expected November 2018. £1.9m pressure being managed. DDL Funding agreement in operation and runs until 2033.
Northampton Superfast Broadband	3,418	3,418	Suppliers have revised milestone dates targets resulting in payments slipping into 2019-20.
S106 Highways	4,345	4,345	Developer contributions received for specific highway works relating to new developments across the county. Ongoing programme.
Chester Farm	4,677	4,677	Cost pressures of £300k were initially assessed to complete the project, along with £1.9m of non-achievable funding. To offset this there is already £2.2m discretionary funding agreed in the budget, although the cost risks are significantly higher. A further £262k of cost pressures have since been identified. The scheme now has a dedicated Project Director and Capital Approvals Board are receiving a monthly progress update.
Local Transport Plan Maintenance Block 2017	2,876	2,876	A DfT capital grant for highway maintenance.
Highway Maintenance Incentive Fund	2,580	2,580	A DfT capital grant based on returns to recognise local authorities following an asset management approach and adopting efficiency and best practice principles.
Highways Integrated Transport Block 2018-19	2,503	2,503	Minor highway improvement, road safety, traffic management works funded by DfT grant. Annual programme.
Chipping Warden Relief Road	2,000	2,000	NCC contribution to new road being built as part of government-funded HS2 works. Construction due to start November 2018.
Eskdail Street	1,950	1,950	Conversion of road from one-way to two-way operation. Due for completion by December 2018.
A43 Corby link road	1,319	2,270	Road opened May 2014. Land compensation and remaining land purchase payments still to be settled. Reassessment has increased forecast of land purchase payments in 2018-19.
Pothole Fund 2018-19	1,631	1,631	The purpose of this grant is to help to tackle potholes or to stop them forming in the first place.
Smart Commuters	1,250	1,250	Fully funded through LGF grant. Delivery underway. Phasing and milestones agreed with SEMLEP for 2018-19.
Other (under £1.5m)	6,659	7,258	
Total	64,504	66,054	

Place – Fire & Community Safety (Table 5)

Fire 2018-19 Expenditure	£000's
Opening Forecast	1,055
New Schemes/Uplifts (additional spend)	
Fire Multi Agency Assessment Vehicle	35
Revised Capital Budget 2018-19	1,090
Net movement in forecast spend (includes project overspends, underspends and reprofiling)	(35)
New Forecast Outturn	1,055

Place – Asset & Capital Management (Table 6)

Asset & Capital Management 2018-19 Expenditure	£000's
Opening Forecast	18,383
New Schemes/Uplifts (additional spend)	0
Northamptonshire Energy Saving Scheme	300
Revised Capital Budget 2018-19	18,683
Net movement in forecast spend (includes project overspends, underspends and reprofiling)	(15,648)
New Forecast Outturn	3,035

Place – Adult Social Care Services (Table 7)

Adult Social Care Services 2018-19 Expenditure	£000's
Opening Forecast	2,873
New Schemes/Uplifts (additional spend)	0
Revised Capital Budget 2018-19	2,873
Net movement in forecast spend (includes project overspends, underspends and reprofiling)	(2,573)
New Forecast Outturn	300

Place - Wellbeing and Prevention Services (Table 8)

Wellbeing and Prevention Services 2018-19 Expenditure	£000's
Opening Forecast	152
New Schemes/Uplifts (additional spend)	0
Revised Capital Budget 2018-19	152
Net movement in forecast spend (includes project overspends, underspends and reprofiling)	207
New Forecast Outturn	359

IT Infrastructure / Development (Table 9)

IT Infrastructure/Development 2018-19 Expenditure	£000's
Opening Forecast	304
New Schemes/Uplifts (additional spend)	
Carefirst Oracle Upgrade	78
Revised Capital Budget 2018-19	382
Net movement in forecast spend (includes project overspends, underspends and reprofiling)	145
New Forecast Outturn	527

Chief Executive Services (Table 10)

Chief Executive Services 2018-19 Expenditure	£000's
Opening Forecast	745
New Schemes/Uplifts/Removed Schemes(-)	
Digital Northamptonshire	-590
Data Management Solution Capita	250
Revised Capital Budget 2018-19	405
Net movement in forecast spend (includes project overspends, underspends and reprofiling)	(51)
New Forecast Outturn	354

Appendix B – Additional Funding Information

1. Funding of the Capital Programme

The Annual Treasury Strategy includes a supporting section identifying 'actual and estimates of the ratio of financing costs to net revenue stream' as a performance indicator. This is an estimate only and a ceiling of 9% needs to be maintained over the life of the current plan period. The 2018 Treasury Management Strategy, which went to February Cabinet, gave a forecast of 7% for 2018-19, increasing to 7.8% for 2019-20.

The Capital and Treasury Management Strategy for 2019-20 will be updated alongside the Council's 2019-20 draft budget.

2. Development Pool Schemes with Discretionary Funding

The tables below show an update from the Capital Strategy based on affordability and necessity.

* Note that all schemes will progress through a second level of scrutiny/challenge to confirm their acceptance, or not, for discretionary funding via the Capital Approvals Board process, the remaining balance being either released as savings to the budgeted borrowing requirement position or utilised for the Central Contingency/Risk pot held by the Executive Director, Commercial and Place as the lead for capital delivery.

Development Pool bids for Discretionary Funding - Summary update (Table 1)

	Approvals to date (Inc. this report)	Remaining with approval required 2018-19 to 2022-23 (*)	Total budgeted 2018-19 to 2022-23
	£000's	£000's	£000's
In Delivery/Planned to budget	7,156	7,840	14,996
On Pause/Review of budget requirement	0	41,055	41,055
Not now happening	0	11,507	11,507
Suggested Contingency requirement	0	7,460	7,460
Total Budget allowed in Treasury Strategy	7,156	67,862	75,018

Scheme Detail – Development Pool Schemes in delivery/planned to budget (Table 2)

	Approvals to date (Inc. this report)	Remaining with approval required 2018-19 to 2022-23 (*)	Total budgeted 2018-19 to 2022-23
	£000's	£000's	£000's
Property Minor Works	0	5,000	5,000
Octigo Phase 3 & 4	0	140	140
A43 Northampton to Kettering Phase 1b (funding gap)	5,456	0	5,456
Chester Farm (funding gap)	0	2,200	2,200
Daventry Development Link Rd. Pressure	1,700	0	1,700
Angel Square - Maximise Utilisation	0	500	500
Total Discretionary Funding planned in line with Capital Strategy	7,156	7,840	14,996

Scheme Detail – Development Pool Schemes on pause/budget requirement under review (Table 3)

	Approvals to date (Inc. this report)	Remaining with approval required 2018-19 to 2022-23 (*)	Total budgeted 2018-19 to 2022-23
	£000's	£000's	£000's
Highway Management	0	10,900	10,900
Highway Asset Maintenance Strategy(capitalisation)	0	8,000	8,000
New Schools to support Housing Growth funding shortfall	0	16,000	16,000
IT Infrastructure	0	6,155	6,155
Total Discretionary Funding on pause/under review	0	41,055	41,055

Scheme Detail – Development Pool Schemes not now going forward (Table 4)

	Total budgeted 2018-19 to 2022-23
	£000's
Property Minor Works (2017 funding still being utilised)	1,000
Highway Asset Maintenance Strategy(capitalisation) (CAB direction to not draw down 2018-19)	2,000
A509 Wellingborough Dev. Link Phase 1 (Isham bypass) (funding gap)	1,305
Northampton Northern Orbital Preliminary Works	3,418
A14 Cambridge to Huntingdon Improvement Scheme	240
A43 Northampton to Kettering Phase 1b (funding gap) (saving to original plan)	544
Community Hubs	3,000
Total Discretionary Funding not now going forward	11,507

Scheme Detail – Development Pool Contingency (Table 5)

	Approvals to date (Inc. this report)	Remaining with approval required 2018-19 to 2022-23 (*)	Total budgeted 2018-19 to 2022-23
	£000's	£000's	£000's
Remaining Contingency	0	7,460	7,460
Total Budget allowed in Treasury Strategy	0	7,460	7,460

3. Approved Capital Programme - Sources of Funding (Table 6)

	£m
Total funding requirement across Current Programme (all years)	634.3
Council borrowing previous years	(120.3)
Funding received to end of 2017-18 - grants/external contributions	(321.3)
Total still to be funded 2018-19 onwards	192.7
Discretionary council funding 2018-19 onwards (including capital receipts)	(64.4)
External funding due from 2018 onwards	128.3
External funding received to P6 2018-19	(19.1)
Remaining balance of funding still to be received in table 7 below	109.2

Analysis of the balance of funding still to be received (Table 7)

	£m
Expenditure not incurred	37.0
Gap/Short term financing (including Daventry Development Link Road £20m and Castle Station £5m)	30.3
S106 Outstanding contributions	20.1
2018 Grants & Contributions	21.8
Total	109.2

4. Sources of Funding for the Current Capital Programme (Table 8)

The table below relates to the total funding requirement, shown in Table 6, of £634.3m across all years.

Type of Funding	Key Schemes	%
Prudential Borrowing	Project Angel, Highway Asset Management & Maintenance, East Northants Schools Restructure, Superfast Broadband, S106 Education refinancing, William Knibb Refurb, Chester Farm, Investment Portfolio	29%
Prudential Borrowing Repayable	Castle Station gap funding, Daventry Development Link Agreement, Moray Lodge Invest to Save, Superfast Broadband reinvestment	5%
S106	Various schools & developer contributions to Highways works	13%
DFE Grants	Includes Basic Need Grant, Northampton International Academy and Corby SEN Free school Grant	18%
DFT Grants	Includes Integrated Transport & Maintenance grants, Corby Link Road, A605 Thrapston Scheme Grant	17%
Local Growth Fund (LGF)	A43 Northampton to Kettering Phase 1b and Phase 2, Smart Commuter and Smart Corridor, Daventry Development Link	6%
Other Specific Grants/Funding	Includes Superfast Broadband Grant, Chester Farm, Childrens Centres, Daventry Development Link	5%
Other Contributions to works	Northampton Growth Management, District Council & Developer works, Superfast Broadband district contributions	5%
Other funding	Includes school contributions, East Northants Reorganisation capital receipts	2%
Total		100%

Please note, Table 8 has been realigned to the new ERP reporting structure and now shows specific project grants given by DFE and DFT under these sources rather than under Other Specific Grants and brings in the repayable prudential borrowing category. Some schemes benefit from more than one type of funding.