



POLICY AND RESOURCES COMMITTEE

Wednesday, 30 June 2021

REPORT TITLE:	CAPITAL OUTTURN FOR FINANCIAL YEAR 2020/21
REPORT OF:	DIRECTOR OF RESOURCES

REPORT SUMMARY

This Report details the Capital Out-turn for 2020/21, the resources used to fund the Programme and provides a review of the progress of the delivery of the agreed Capital Programme.

This matter is a key decision which affects all Wards within the Borough.

RECOMMENDATIONS

The Policy and Resources Committee is recommended to request to Council

- a) that the additional year end re-profiling of £27.4m from 2020/21 to 2021/22 be noted.
- b) that the financing of the Programme for 2020/21 be noted.
- c) the approval of the virements referred to in Appendix 3 in this report.
- d) that the Programme for 2021/22 and beyond be kept under review to ensure it is realistic, deliverable and affordable.

SUPPORTING INFORMATION

1.0 REASONS FOR RECOMMENDATIONS

- 1.1 The Council is required to make a number of formal determinations in respect of its capital expenditure and financing and this report includes those for the 2020/21 financial year.

2.0 OTHER OPTIONS CONSIDERED

- 2.1 No other options were considered for this particular report. There is a legal requirement to publish the capital expenditure and financing at the end of the financial year.

3.0 BACKGROUND INFORMATION

MONITORING 2020/21

- 3.1 The Capital Programme 2020/21 was considered by Cabinet on 17 February 2020 and approved by Council on 2 March 2020. The Programme is based on the refreshed Wirral Plan 2021-2026 priorities, Government grant announcements and scheme affordability. It was highlighted that the Council's revenue budget position limited the scope for unsupported capital expenditure.
- 3.2 Cabinet received regular updates in respect of capital monitoring throughout the year. The last monitoring report, for Quarter 3, was considered by Policy and Resources Committee on 17 February 2021. Since then, work has been on-going in order to conclude the accounts for the financial year.
- 3.3 During the year the Programme was regularly reviewed which resulted in schemes being deferred to 2021/22 along with the supporting funding. This resulted in reduced Treasury Management costs through a reduced need to borrow in 2020/21.

CAPITAL OUT-TURN

- 3.4 The capital expenditure for the year was £46.5m compared to the Revised Programme of £86.0m which was reported in February 2021 (Quarter 3). This is summarised in Table 1.
- 3.5 The outturn also includes the Formula Capital schemes delegated to schools.
- 3.6 As a result of the £25.182m borrowed to finance the capital programme in 2020/21, the General Fund will be charged with its first repayment via the Minimum Revenue Provision (MRP) in 2021/22 of £0.815m. This will bring the total MRP charge for 2021/22 to £4.462m for borrowing associated with delivering the Capital programme.

Table 1: Capital Programme 2020/21 – Position by Directorate

Programme	Original Budget £m	Q3 Forecast £m	Actual £m	Actual V Original Budget %
Adult Care & Health	7.550	0.991	0.211	3%
Children, Families & Education	5.500	3.614	2.680	49%
Cross Cutting Initiatives	5.500	17.470	7.308	133%
Neighbourhoods	22.625	34.304	18.230	81%
Regeneration & Place	54.354	26.871	16.391	30%
Resources	8.314	2.754	1.645	20%
Total	103.843	86.004	46.465	45%

Table 2: Capital Programme 2020/21 – Position by Committee

Programme	Budget £m	Q3 Forecast £m	Actual £m	Actual V Budget %
Adult Social Care & Health	7.550	0.991	0.211	3%
Children, Young People & Education	5.500	3.614	2.680	49%
Economy, Regeneration & Development	60.362	40.972	20.669	34%
Environment, Climate Emergency & Transport	21.851	32.805	18.864	86%
Housing	7.806	6.123	3.919	50%
Tourism, Communities, Culture & Leisure	0.774	1.499	0.122	16%
Total	103.843	86.004	46.465	45%

- 3.7 Members have previously approved amendments totalling £17.84m to the originally approved programme budget, as reflected in the position for Quarter 3. A number of significant variations have arisen since the programme was agreed in March 2020. These include the re-profiling of expenditure into and out of the 2020/21 financial year, inclusion of additional grant funded schemes, variations to spend forecasts and the inclusion of potential new capital schemes that are seeking funding via this report. Further detail is provided below.

- 3.8 Given the budgetary pressures that the Council faces, which have been exacerbated by the Covid-19 outbreak, a review of the programme continues to try and identify schemes that may no longer be financially viable, essential or deliverable. This review has resulted in scheme reductions totalling £6.07m and the reprofiling of budget into future years of £94.21m. It is anticipated that further reductions and/or deferrals of budget will be made as the review continues. Such deferrals reduced the borrowing costs incurred during 2020/21 (the effects of which are included within the revenue outturn) and also delays the resultant Minimum Revenue Provision (MRP) charges into future years.
- 3.9 Appendix 1 of this report categorises the movement in the forecast programme.
- 3.10 A major influence on the programme has been the impact of the Covid-19 pandemic with schemes being delayed or deferred due to resource constraint and workload reassessment. In light of the enhanced and extreme financial pressures the Authority finds itself facing as a result of the Covid-19 response, a review of the Capital Programme is under way to identify which schemes can either be delayed, deferred or even withdrawn to reduce the ongoing financial commitments that result from the programme.

Those schemes that have encountered significant delays as a result of Covid-19 and/or other operational reasons are included with the items of significant variations, summarised in Appendix 1 of this report. Appendix 2 of this report lists the schemes that have resulted in the re-profiling of expenditure at the end of the 2020/21 financial year.

- 3.11 A summary of progress in the year within the Programme is as follows: -

3.11.1 **Adult Social Care & Health**

A total of £0.211m was spent in this area in 2020/21. The main areas of expenditure was:

- **Telecare & Telehealth Ecosystem** £0.116m - which are schemes centred around using technology to assist care clients in their home environment.
- Total reprofiling in this area of £8.028m including £5.341m regarding both **Extra Care Housing** – including the ‘Housing 21 Upton Scheme’ and £2.075m in relation to the **Telecare & Telehealth Ecosystem** scheme.

3.11.2 **Children, Families & Education**

During 2020/21, £2.680m was spent on schemes relating to this area.

Government Grants funded almost 92% of the investment in schools in 2020/21 and is funding subject to future annual announcements. Works

undertaken with schools are mindful of the impact upon the service and are therefore largely arranged for outside of term-times.

- **‘School Condition & Modernisation’** works attracted a total spend of £1.638 m across many sites across the Borough.
- **‘Basic Need’** costs that focus on ensuring that there are sufficient school places for children within the local area totalled £0.577m, with a further £1.288m being reprofiled into 2021/22.
- Total reprofiling of funding in this area into future years totalled £7.469m.

3.11.3 Cross Cutting Initiatives

A total of £7.308m was spent on corporate **Cross Cutting Initiatives**, with £0.853m of budget allocated to the **Capitalisation of Staff Salaries** and £6.525m of spend attributable to the **Capitalisation Directive** permitted by the Ministry of Housing, Communities and Local Government (MHCLG). The directive allows the Council to capitalise the financial impact of the Covid-19 pandemic. This figure is yet to be audited by the MHCLG and any revisions to this amount will be reported in due course.

In 2020/21 the Authority utilised the Capital Receipts flexibilities introduced by the Government that allowed receipts generated to be used to support expenditure that was ‘Transformational’ in nature. The costs incurred relate to the transformation of service delivery to achieve efficiencies in terms of performance or cost. The scheme resulted in £0.784 m being funded from capital receipts.

3.11.4 Neighbourhoods Services

During 2020/21 a total of £18.230m was spent in this area, with the main programme schemes being as follows:

- **‘Highway maintenance’** – a total of £5.713m was spent with the most significant areas of expenditure being in respect of micro asphaltting - (£1.131m) and hot road asphaltting (£2.190m) which includes pothole repairs.
- **‘Street Lighting Column – Replacement or Upgrade** – a total of £4.892m was spent, with interest free loans SALIX (funded by the Department for Business, Energy & Industrial Strategy) contributing towards the financing of this spend. SALIX loans are used towards schemes that reduce Carbon emissions, lower energy bills and provide well-lit environments for the community.

- **‘Tower Road National Productivity Investment Fund’** - £2.760m was spent in 2020/21 to ease congestion and upgrade local or national road networks.
- **‘Northbank West Cycle Scheme’** - £1.043m spent, part grant funded, to enhance the public cycling infrastructure at the Northbank site as part of the Wirral Waters development.
- Schemes that require reprofiling of funding, include those that span across financial years such as **‘West Kirby Flood Alleviation’** (£4.568m), **‘Street Lighting Column – Replacement or Upgrade’** (£3.703m) and **‘Parks Machinery’** (£1.323m).

3.11.5 Regeneration & Place

A total of £16.387m was spent in this area during the financial year 2020/21.

- £3.148m of grant aid has been provided for the provision of essential **‘Aids and Adaptations’** giving disabled people better freedom of movement in and around their homes.
- **‘Strategic Acquisition Fund’** costing £4.802m, including the purchase of the former ‘House of Fraser’ retail unit within Birkenhead Town Centre. This scheme is closely linked to the progressing of regeneration initiatives with use intended to fund potential acquisitions
- **‘Housing Infrastructure Fund Marginal Viability (Northbank)’** works attracted a total spend of £1.649m. Part of a ‘Homes England’ grant of £6.000 m for infrastructure, land remediation, public realm works and utilities provision at ‘Northbank’ site at Wirral Waters.
- **‘New Ferry Regeneration Strategic Acquisitions’** £0.269m was spent on securing the acquisition and demolition of properties in New Ferry Town Centre with the aim of assembling viable redevelopment sites to assist in regeneration. The Council is in the process of seeking compulsory purchase powers which will speed up expenditure should these be granted.
- **‘Town Fund - Birkenhead’** £0.885 m of grant funded expenditure to transform the town centre as part of the wider regeneration plan for Birkenhead.
- Schemes that require reprofiling of funding, include those that span across financial years such as **‘Strategic Acquisition Fund’** (£4.834m), **‘Health & Safety Condition Surveys’** (£4.356m) and **‘Aids, Adaptations & Disabled Facilities Grants’** (£7.782m).

3.11.6 Resources

By the end of March 2021 £1.645m had been spent on Resources schemes in total.

- £0.736m was spent on the '**Customer Experience Improvements Project**' that will improve not only the I.T system experience for internal users but also the functionality and capability for customers.
- £0.558m was spent on the initial stages of the development of the '**Enterprise Resource Planning (ERP)**' system. A full competitive tender process was concluded to appoint the contractor to the project that will deliver a system that will increase efficiency, functionality and security for the Council and Wirral residents.
- Total reprofiling relating to Resource schemes was £3.598m in 20/21, with £1.793m regarding the '**ERP**' system and £1.476m associated with the '**Customer Experience Improvements Project**'.

3.12 Grant Funded Schemes

The Authority has been successful in its application for grant funding to either enable the following schemes to take place, or to further the funding available for existing schemes within the programme. There is no request for new Council funding to be considered as part of these schemes. In the event of any notable grant awards being achieved in the future, the relevant schemes will be introduced into the capital programme via the regular monitoring reports.

- **Flood Sax Grant - £0.020m** sandless sandbags to hold back floodwater to protect homes and businesses.
- **Sustainable Urban Development - £0.612m** delivering footway/cycleway and bus stops.
- **Active Travel Tranche 2 - £0.681m** schemes to support cycling and walking within the Liverpool City Region.
- **Housing Infrastructure (Enabling Infrastructure) - £0.90m** Birkenhead Regeneration Framework.

3.13 Virements

Appendix 3 of this report lists the budget virements that have been proposed where schemes have been identified as not requiring the full budget allocation as originally expected. It is proposed that this resource be reallocated to schemes that require additional resource to fully complete the works.

CAPITAL FINANCING

- 3.14 Table 3 details the resources used to finance the Capital Programme.

Table 3: Capital Financing 2020/21

Source of Financing	Original Programme £m	Revised Programme £m	Actual Outturn £m
Borrowing	55.617	49.153	25.182
Grants	28.425	31.635	20.311
Capital Receipts	4.500	1.200	0.784
Revenue/Reserves	0.021	0.189	0.188
Enterprise Zone NNDR Uplift	15.280	0.000	0.000
Total	103.843	82.177	46.465

- 3.15 The re-profiling referred to earlier has seen the schemes and associated funding deferred until 2021/22.
- 3.16 A revised programme, including the final reprofiling from 2020/21 is included in Appendix 4.

CAPITAL RECEIPTS

- 3.17 Table 4 shows the movements in the Capital Receipts Reserve during 2020/21. Receipts for the year totalled £1.819m with £1.548m available at 31 March 2021.
- 3.18 In accordance with the Capital Receipts flexibilities introduced by the Government capital receipts generated between 1 April 2016 and 31 March 2025 can be used to support transformation of services that results in efficiencies. This has been reflected in the Capital Programme for 2020/21 onwards.

Table 4: Capital Receipts Reserve

	£000
Balance as at 1 April 2020	513
Add: Receipts during the year	1,819
Less: Flexible use of receipts to fund transformation schemes	-784
Balance as at 31 March 2021	1,548

- 3.19 The Capital Receipts Reserve contains the proceeds of fixed asset sales that are available to meet future capital investment. Not all receipts can be applied

to fund any Transformational activity however, as some may be ringfenced to apply for example to educational schemes.

COMPLIANCE WITH PRUDENTIAL INDICATORS

- 3.20 The Authority confirms that it has complied with its Prudential Indicators for 2020/21, which were originally approved on 17 February 2020 as part of the Capital Strategy 2020/21 and revised on 17 February 2021 as part of the Capital Strategy 2021/22. Details can be found in the Appendix A.

4.0 FINANCIAL IMPLICATIONS

- 4.1 The capital expenditure for the year amounted to £46.465m. This was funded from borrowing of £25.182m, Capital Grants of £20.311m, capital receipts of £0.784 m and other revenue/reserve contributions of £0.188m.
- 4.2 As a result of the £25.182m borrowed to finance the capital programme in 2020/21, the General Fund will be charged with its first repayment via the Minimum Revenue Provision (MRP) in 2021/22 of £0.815m. This will bring the total MRP charge for 2021/22 to £4.462m for borrowing associated with delivering the Capital programme.
- 4.3 The re-profiling of schemes from 2020/21 to 2021/22 has seen the funding similarly re-profiled. This includes the planned borrowing which has been deferred and has contributed towards the cost reductions in Treasury Management activities within the revenue budget. A permanent saving only occurs if schemes cease, otherwise the full budget will be required in 2021/22 when the re-profiled expenditure is incurred.
- 4.4 Chief Officers involved in procurement activity must comply with the Council's Contract Procedure Rules, Financial Regulations, and the Council's Employees Code of Conduct. They must also have due regard to any guidance provided by Corporate Procurement.

5.0 LEGAL IMPLICATIONS

- 5.1 The Council must set the budget(of which the Capital Programme is part of) in accordance with the provisions of the Local Government Finance Act 1992 and approval of a balanced budget each year is a statutory responsibility of the Council. Sections 25 to 29 of the Local Government Act 2003 impose duties on the Council in relation to how it sets and monitors its budget. These provisions require the Council to make prudent allowance for the risk and uncertainties in its budget and regularly monitor its finances during the year. The legislation leaves discretion to the Council about the allowances to be made and action to be taken.
- 5.2 Members must bear in mind their fiduciary duty to the council taxpayers of Wirral. Members must have adequate evidence on which to base their decisions on the level of quality at which services should be provided.

- 5.3 Where a service is provided pursuant to a statutory duty, it would not be lawful to fail to discharge it properly or abandon it, and where there is discretion as to how it is to be discharged, that discretion should be exercised reasonably.
- 5.4 The report sets out the relevant considerations for Members to consider during their deliberations and Members are reminded of the need to ignore irrelevant considerations. Members have a duty to seek to ensure that the Council acts lawfully. Members must not come to a decision which no reasonable authority could come to; balancing the nature, quality and level of services which they consider should be provided, against the costs of providing such services.
- 5.5 There is a particular requirement to take into consideration the Council's fiduciary duty and the public sector equality duty in coming to its decision.
- 5.6 The public sector equality duty is that a public authority must, in the exercise of its functions, have due regard to the need to: (1) eliminate discrimination, harassment, victimisation and any other conduct that is prohibited by or under the Equality Act 2010; (2) advance equality of opportunity between persons who share a relevant protected characteristic and persons who do not share it; and (3) foster good relations between persons who share a relevant protected characteristic and persons who do not share it
- 5.7 Any decision made in the exercise of any function is potentially open to challenge if the duty has been disregarded. The duty applies both to Full Council when setting the budget and to Committees when considering particular decisions.
- 5.8 Once a budget is in place, Council has delegated responsibility to the Policy and Services Committees to implement it. The Committees may not act contrary to the Budget without consent of Council other than in accordance with the Procedure Rules set out at Part 4(3) of the Constitution.
- 5.9 It is essential, as a matter of prudence that the financial position continues to be closely monitored. In particular, Members must satisfy themselves that sufficient mechanisms are in place to ensure both that savings are delivered and that new expenditure is contained within the available resources. Accordingly, any proposals put forward must identify the realistic measures and mechanisms to produce those savings.

6.0 RESOURCE IMPLICATIONS: ICT, STAFFING AND ASSETS

- 6.1 There are no staffing, IT or asset implications arising directly from this report.

7.0 RELEVANT RISKS

- 7.1 There are no direct risks associated with this this report. The report provides a summary of the expenditure and financing of the Capital Programme in

2020/21. The Programme has been monitored throughout the year and direct risks are reported to Members.

8.0 ENGAGEMENT/CONSULTATION

- 8.1 This is an end of year report. Consultation takes place as part of considering the capital programme and over the planning and implementation of the specific schemes within the Programme.

9.0 EQUALITIES IMPLICATIONS

- 9.1 Wirral Council has a legal requirement to make sure its policies, and the way it carries out its work, do not discriminate against anyone. This report provides a summary of activity during the 2020/21 financial year. Equality impacts will be considered at scheme design stage and as projects are considered for approval. There are no direct equality implications arising from this report

10.0 ENVIRONMENT AND CLIMATE IMPLICATIONS

- 10.1 Capital bids are welcomed that support the Council's Climate Emergency Plan that was compiled following the declaration of a Climate Emergency by the Council in May 2019. Within the existing capital programme there are a series of projects that positively contribute to environmental issues.

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APPENDICES

Appendix 1 – Movement between previously agreed capital budget and actual position
Appendix 2 – Significant variations – additional reprofiling at March 2021
Appendix 3 – Proposed virements
Appendix 4 – Revised 2021/22 Capital Programme
Appendix 5 – Prudential Indicators 2020/21

BACKGROUND PAPERS

Chartered Institute of Public Finance and Accountancy (CIPFA) Code of Practice on Local Authority Accounting in the UK 2020/21.
Local Government Act 2003 and subsequent amendments.
Local Government (Capital Finance and Accounting) Regulations 2008.
Accounts and Audit (England) Regulations 2015.

SUBJECT HISTORY

Council Meeting	Date
Budget Council – 2020/21 Capital Programme	2nd March 2020
2020/21 Quarter 1 Capital Financial Monitoring	27th July 2020
2020/21 Quarter 2 Capital Financial Monitoring	11th November 2020
2020/21 Quarter 3 Capital Financial Monitoring	17 February 2021

Appendix 1

Movement between previously approved Capital Budget and Actual Position

<u>Programme</u>	Budget £m	Reprofiling from 19-20 £m	Additional Grant £m	Funding Adjustments £m	New Bids £m	Scheme Reduction £m	Reprofiling to Future Yrs £m	Actual £m
Adult Care & Health	7.550	1.391	-	0.066	-	-0.768	-8.028	0.211
Children, Families & Education	5.500	1.870	1.389	1.152	0.241	-0.003	-7.469	2.680
Cross Cutting Initiatives	5.500	0.000	-	11.118	-	-8.662	-0.647	7.308
Neighbourhoods	22.925	8.181	9.445	0.072	0.591	-0.032	-22.952	18.230
Regeneration & Place	54.054	6.853	5.964	0.088	0.943		-51.512	16.390
Resources	8.314	1.033	-	0.749	-	-4.853	-3.598	1.645
Total	103.843	19.328	16.798	13.245	1.775	-14.318	-94.206	46.465

APPENDIX 2

Significant variations – Additional Re-profiling at 31 March 2021

Scheme	£'000
Adult Care and Health	
Extra Care Housing	110
Telecare Ecosystem	684
Other Schemes with reprofiling below £0.100 million	52
	794
Children, Families & Education	
Children's System Development	241
Family Support	157
School Place Planning	577
Basic Needs	388
School Condition/Modernisation	1,251
Other Schemes with reprofiling below £0.100 million	84
	2,699
Cost Cutting Initiatives	
Capitalisation of Salaries	647
	647
Neighbourhoods	
Bridges	251
Connecting Wirral Waters: Detailed Design	305
Dock Bridges replacement	517
Green Travel Corridors Sustainable Urban Development	612
Highway Maintenance	773
Highways Asset Management System	133
Key Route Network (LGF3)	361
Lyndale Ave Parking & Safety Measures	150
Onstreet Residential Chargepoint Scheme	102
Sustainable Transport Enhancement Programme	400
Street Lighting - Illuminated Lighting and Signage	364
Street Lighting Column - Replacement or Upgrade	203
Tower Road National Productivity Investment Fund	134

<u>Scheme</u>	£'000
Neighbourhoods (continued)	
Town Link Viaduct	332
Combined Authority Transport Plan (CATP)	909
Active Travel Tranche 1	188
Active Travel Tranche 2	681
Future Golf - Project 1.1	470
New Brighton Gym Equipment	162
New Ferry Rangers Community Clubhouse	222
Solar Campus 3G	375
Studio refurbishment Les Mills classes	138
Urban Tree Challenge Fund	525
Other Schemes with reprofiling below £0.100 million	742
	9,047
Regeneration & Place	
West Kirby Marine Lake/Sailing Centre – accommodation	229
Central Park Compound	180
Leasowe Castle Depot	25
Aids, Adaptations and Disabled Facility Grants	1,920
Clearance	240
Birkenhead Regeneration Framework	496
Business Investment Fund	955
Community Bank	500
Future High Streets - Birkenhead	150
Town Fund B'head	115
Housing Infrastructure Fund Marginal Viability (Northbank)	3,788
Strategic Acquisition Fund	2,234
Major Infrastructure Development & Strategic Transport	462
Wirral Waters Investment Fund	400
Other Schemes with reprofiling below £0.100 million	578
	12,272
Resources	
Customer Experience Improvements Project	477
Enterprise Resource Planning	1,053
Other Schemes with reprofiling below £0.100 million	330
	1,859
Total Additional Reprofiling as at 31 March 2021	27,371

APPENDIX 3

Proposed Virements

Area	Scheme	Proposed Virement £m	Proposed Reallocation
Neighbourhoods	North Wirral Coastal Park	0.040	Washdown Facilities
Neighbourhoods	Future Golf - Project 1.1	0.010	Arrowe Park Sports Village Feasibility Study
Neighbourhoods	Parks Machinery	0.048	Landican Chapels
Children, Families & Education	School Place Planning	0.010	Rock Ferry Children's Centre
Regeneration & Place	Energy Efficient Buildings	0.100	West Kirby Sailing Centre
Regeneration & Place	Health & Safety - Condition Surveys	0.200	West Kirby Sailing Centre
Regeneration & Place	Leasowe Leisure Centre/Evolutions	0.200	West Kirby Sailing Centre
Regeneration & Place	Restore Empty Homes	0.190	Clearance

APPENDIX 4

REVISED 2021/22 CAPITAL PROGRAMME

	Revised 21/22 Programme £'000	Borrowing £'000	Grants £'000	Other £'000	Total Funding £'000
Adult Care and Health					
Citizen and Provider Portal/Integrated I.T.	112	52	60	-	112
Community Intermediate Care	500	500	-	-	500
Extra Care Housing	2,874	1,119	1,755	-	2,874
Telecare & Telehealth Ecosystem	3,075	3,075	-	-	3,075
Total Adult Care and Health	6,561	4,746	1,815	-	6,561
Children, Families & Education					
Children's System Development	423	423	-	-	423
Family support	157	157	-	-	157
Healthy Pupils Capital Fund	18	-	18	-	18
PFI	85	85	-	-	85
School Place Planning	937	937	-	-	937
Special Educational Needs and Disabilities	33	-	33	-	33
Basic Needs	1,288	-	1,288	-	1,288
School Condition/modernisation	6,363	-	6,363	-	6,363
Total Children, Families & Education	9,304	1,602	7,702	-	9,304
Cross Cutting Initiatives					
Capitalisation of Salaries	647	647	-	-	647
MHCLG Capitalisation Directive	10,680	10,680	-	-	10,680
Total Cross Cutting Initiatives	11,327	11,327	-	-	11,327

	Revised 21/22 Programme £'000	Borrowing £'000	Grants £'000	Other £'000	Total Funding £'000
Neighbourhoods					
Aids to navigation	40	40	-	-	40
Bridges-Network rail	401	301	100	-	401
Bridges-Lingham Lane Bridge	350	350	-	-	350
Quick Win Levy	45	-	45	-	45
Connecting Wirral Waters: Detailed Design	610	610	-	-	610
Coronation Park Sustainable Drainage	182	-	182	-	182
Dock Bridges replacement	517	517	-	-	517
Green Travel Corridors Sustainable Urban Development	612	-	612	-	612
Highway Maintenance	773	429	344	-	773
Highways Asset Management System	133	133	-	-	133
Key Route Network	88	88	-	-	88
Key Route Network (LGF3) - Operate Key Roads	361	36	325	-	361
Street Lighting -Illuminated Lighting and Signage	364	364	-	-	364
Street Lighting Column - Replacement or Upgrade	3,703	3,703	-	-	3,703
Lyndale Ave Parking & Safety Measures	150	150	-	-	150
Modernisation of CCTV System	170	170	-	-	170
Monks Ferry Slipway	40	40	-	-	40
Moreton Sandbrook Drainage	440	440	-	-	440
New cycle infrastructure -Year 2	1,000	1,000	-	-	1,000
Onstreet Residential Chargepoint Scheme	102	25	77	-	102
Sustainable Transport Enhancement Plan	625	114	511	-	625
Surface Water Management Scheme	90	-	90	-	90

	Revised 21/22 Programme £'000	Borrowing £'000	Grants £'000	Other £'000	Total Funding £'000
Neighbourhoods (Continued)					
Thermal mapping	10	10	-	-	10
Tower Road National Productivity Investment Fund	134	134	-	-	134
Town Link Viaduct	332	332	-	-	332
Combined Authority Transport Plan	1,509	1,372	137	-	1,509
SUD - Leasowe to Seacombe Corridor	529	-	529	-	529
Active Travel Tranche 1	188	-	188	-	188
Active Travel Tranche 2	681	-	681	-	681
West Kirby Flood alleviation	5,139	2,397	2,742	-	5,139
Woodchurch Rd Drainage	80	80	-	-	80
Arrowe Park Sports Village Redevelopment Feasibility Study	15	15	-	-	15
Fitness Equipment	4	4	-	-	4
Future Golf - Project 1.1	470	470	-	-	470
New Brighton Gym Equipment	162	162	-	-	162
New Ferry Rangers Community Clubhouse	872	622	250	-	872
People's Pool Feasibility Study	72	72	-	-	72
Solar Campus 3G	375	375	-	-	375
Studio refurbishment Les Mills classes	138	138	-	-	138
Studio refurbishment Les Mills classes new bid	88	88	-	-	88
Williamson Art Gallery Catalogue	73	73	-	-	73
Allotment Sites Expansion	127	127	-	-	127
Beach Cleaning - Replacement of equipment	122	122	-	-	122

	Revised 21/22 Programme £'000	Borrowing £'000	Grants £'000	Other £'000	Total Funding £'000
Neighbourhoods (Continued)					
Birkenhead Park World Heritage Project Team	85	85	-	-	85
Cemetery Extension & Improvements (Frankby)	171	171	-	-	171
Mersey PK & Ilchester Parks improvements	4	-	4	-	4
North Wirral Coastal Park	40	40	-	-	40
Parks Machinery	1,383	1,383	-	-	1,383
Parks Vehicles	571	571	-	-	571
Play Area Improvements	467	467	-	-	467
Plymyard Playing Field	147	-	-	147	147
Tree Strategy	115	115	-	-	115
Urban Tree Challenge Fund	525	225	300	-	525
Wirral Country Park Car Park Surfacing	210	210	-	-	210
Wirral Way Widening	134	134	-	-	134
Total Neighbourhoods	25,768	18,504	7,117	147	25,768
Regeneration & Place					
65 The Village	164	164	-	-	164
Bebington Oval Facility Upgrade	701	701	-	-	701
Birkenhead Park Event Infrastructure	164	164	-	-	164
Castleway & Leasowe Early Years	1,200	1,200	-	-	1,200
Concerto Asset Management System	38	38	-	-	38
Eastham Library	40	40	-	-	40
Energy efficient buildings	900	900	-	-	900
Floral Pavilion	175	175	-	-	175

	Revised 21/22 Programme £'000	Borrowing £'000	Grants £'000	Other £'000	Total Funding £'000
Regeneration & Place (Continued)					
Health & Safety - Condition Surveys	3,856	3,856	-	-	3,856
Heswall Day Centre (part only)	127	127	-	-	127
Leasowe Leisure Centre/Evolutions	1,720	1,720	-	-	1,720
Legislative Compliance	44	44	-	-	44
Leisure Health & Safety Compliance	842	842	-	-	842
Lever Sports Pavilion	80	80	-	-	80
Moreton Youth Club & Library	1,000	1,000	-	-	1,000
Pool Covers	72	72	-	-	72
Seacombe Library	66	66	-	-	66
Soft Play Areas Leisure Centres	410	410	-	-	410
Wallasey Central Library	176	176	-	-	176
Wallasey Village Library	8	8	-	-	8
West Kirby Concourse/Guinea Gap Reception upgrade / improve	351	351	-	-	351
West Kirby Marine Lake/Sailing Centre – accommodation	229	229	-	-	229
Wirral Tennis Centre - Facility Upgrade	766	766	-	-	766
Arrowe Country Park - New Machine Shed & Wash Bay	186	186	-	-	186
Arrowe Country Park Depot: Re-Surfacing, Material Bays & Barrier	40	40	-	-	40
Birkenhead Park Depot Resurfacing	30	30	-	-	30
Central Park Compound	180	180	-	-	180
Hoylake Golf works depot demolish and replace	104	104	-	-	104
Landican Chapels	71	71	-	-	71

	Revised 21/22 Programme £'000	Borrowing £'000	Grants £'000	Other £'000	Total Funding £'000
Regeneration & Place (Continued)					
Leasowe Castle Depot	25	25	-	-	25
Parks and Countryside DDA	455	455	-	-	455
Plymyard Cemetery Welfare & Storage	75	75	-	-	75
Washdown Facilities	57	57	-	-	57
Aids, Adaptations and Disabled Facility Grants	7,782	-	7,782	-	7,782
Clearance	390	200	190	-	390
Empty Property Grant Scheme	310	310	-	-	310
Birkenhead Market Development	50	50	-	-	50
Birkenhead Regeneration Delivery Fund	2,599	2,599	-	-	2,599
Birkenhead Regeneration Framework	667	667	-	-	667
Business Investment Fund	955	955	-	-	955
Community Bank	2,750	2,750	-	-	2,750
Eureka	100	100	-	-	100
Future High Streets - Birkenhead	12,022	-	12,022	-	12,022
Housing Infrastructure Fund (Enabling Infrastructure)	21	21	-	-	21
Housing Infrastructure Fund Marginal Viability (Northbank)	3,788	-	3,788	-	3,788
Major Infrastructure Development & Strategic Transport	462	462	-	-	462

	Revised 21/22 Programme £'000	Borrowing £'000	Grants £'000	Other £'000	Total Funding £'000
Regeneration & Place (Continued)					
New Ferry Regeneration Strategic Acquisitions	718	718	-	-	718
Office Quarter Building Fit-Out	196	196	-	-	196
Strategic Acquisition Fund	4,834	4,834	-	-	4,834
TAG Bus Case-A41 Corridor North	265	-	265	-	265
TAG Bus Case-Wirral Waters outline	131	-	131	-	131
Town Centre scheme - Liscard	296	-	275	21	296
Town Centre scheme - New Ferry	177	-	177	-	177
Town Fund B'head	115	-	115	-	115
Wirral Waters Investment Fund	4,100	4,100	-	-	4,100
Total Regeneration & Place	57,080	32,314	24,745	21	57,080
Resources					
Access Wirral	51	51	-	-	51
Creative & Digital Team - specialist software and hardware	15	15	-	-	15
Customer Experience Improvements Project	1,477	1,477	-	-	1,477
Digital Corporate Storage - upgrade & refresh technologies	66	66	-	-	66
ERP	4,653	4,653	-	-	4,653
Windows 10 Rollout	88	88	-	-	88
Worksmart I.T.	88	88	-	-	88
HR e-Recruitment Solution	21	21	-	-	21
Total Resources	6,459	6,459	-	-	6,459
Total Revised Programme 2021/22	116,499	74,952	41,379	168	116,499

APPENDIX 5

PRUDENTIAL INDICATORS 2020/21

(a) Adoption of the CIPFA Treasury Management Code

This indicator demonstrates that the Authority adopted the principles of best practice.

The Council has previously approved the adoption of the revised CIPFA Treasury Management Code 2017 Edition.

(b) Capital Expenditure

This indicator is set to ensure that the level of proposed capital expenditure remains within sustainable limits and in particular, to consider the impact on Council Tax.

Expenditure	31/03/2021	31/03/2022	31/03/2023
	Actual	Estimate	Estimate
	£'000	£'000	£'000
General Fund	46,465	116,499	34,424
Capital expenditure has or will be funded as follows:			
Capital Financing	31/03/2021	31/03/2022	31/03/2023
	Actual	Estimate	Estimate
	£'000	£'000	£'000
Capital receipts	784	-	-
Grants and Contributions	20,311	41,379	8,587
Revenue and Reserves	188	168	-
Unsupported borrowing	25,182	74,952	25,837
Total Funding	46,465	116,499	34,424

(c) Capital Financing Requirement (CFR)

Estimates of the Authority's cumulative maximum external borrowing requirement for 2020/21 to 2022/23 are shown in the table below:

Capital Financing Requirement	31/03/2021	31/03/2022	31/03/2023
	Actual	Estimate	Estimate
	£m	£m	£m
General Fund	362.519	425.312	435.952

(d) Gross Debt and the Capital Financing Requirement:

In order to ensure that over the medium-term debt will only be for a capital purpose, the Authority should ensure that debt does not, except in the short term, exceed the total of Capital Financing Requirement in the preceding year plus the estimates of any additional capital financing requirement for the current and next two financial years. This is a key

indicator of prudence.

Debt	31/03/2021	31/03/2022	31/03/2023
	Actual	Estimate	Estimate
	£m	£m	£m
Borrowing	254.857	324.809	347.011
PFI liabilities	36.912	34.447	31.258
Total Debt	291.769	359.256	378.269
Borrowing in excess of CFR?	No	No	No

Total debt is expected to remain below the CFR during this period.

(e) Authorised Limit and Operational Boundary for External Debt

The Operational Boundary for External Debt is based on the Authority's estimate of most likely, i.e. prudent, but not worst case scenario for external debt. It links directly to the Authority's estimates of capital expenditure, the capital financing requirement and cash flow requirements and is a key management tool for in-year monitoring. Other long-term liabilities relate to the Private Finance Initiative that are not borrowing but form part of the Authority's debt.

The Authorised Limit for External Debt is the affordable borrowing limit determined in compliance with the Local Government Act 2003. It is the maximum amount of debt that the Authority can legally owe. The authorised limit provides headroom over and above the operational boundary for unusual cash movements.

There were no breaches to the Authorised Limit and the Operational Boundary during 2020/21.

	Operational Boundary (Approved) 31/03/2021	Authorised Limit (Approved) 31/03/2021	Actual External Debt 31/03/2021
	£m	£m	£m
Borrowing	443.000	453.000	254.857
Other Long-term Liabilities	58.000	63.000	36.912
Total	501.000	516.000	291.769

(f) Ratio of financing costs to net revenue stream

This is an indicator of affordability and highlights the revenue implications of existing and proposed capital expenditure by identifying the proportion of the revenue budget required to meet financing costs. The ratio is based on costs net of investment income.

Ratio of Finance Costs to Net Revenue Stream	2020/21 Actual	2021/22 Estimate	2022/23 Estimate
	%	%	%
Ratio	5.506	5.731	6.568