

WIRRAL COUNCIL

CABINET

8 DECEMBER 2011

SUBJECT	CAPITAL PROGRAMME AND FINANCING 2012-15
WARD/S AFFECTED	ALL
REPORT OF	DIRECTOR OF FINANCE
RESPONSIBLE PORTFOLIO HOLDER	COUNCILLOR STEVE FOULKES
KEY DECISION	YES

1.0 EXECUTIVE SUMMARY

1.1 This report provides Cabinet with a draft Capital Programme for 2012/15 for consideration and referral to Council for approval. It also includes the related capital financing requirements based upon the prudential indicators that inform the Treasury Management Strategy.

2.0 RECOMMENDATIONS

2.1 That the new submissions as detailed in section 9.7, and the variations in section 9.10, be approved and the Capital Programme be referred to Council for approval.

2.2 That, if the changes are approved, the capital financing requirements be reflected in the projected budget.

2.3 That the Prudential Indicators be noted and reported to Cabinet as part of the Treasury Management Strategy on 20 February 2012.

2.4 That reports on the progress of the programme be presented in accordance with the agreed monitoring arrangements of the Corporate Plan.

3.0 REASONS FOR RECOMMENDATIONS

3.1 The purpose of the Capital Programme is to enable the Council to prioritise and effectively deliver capital investment that contributes to the achievement of Council objectives.

3.2 Links to the revenue budget ensure that revenue funding is provided to meet the financing costs, and any running costs, as a result of the capital programme investment.

3.3 The Chartered Institute of Public Finance and Accountancy (CIPFA) Prudential Code requires local authorities to determine Prudential Indicators on an annual basis. Prudential Indicators must be calculated in accordance with the Prudential Code.

- 3.4 The monitoring arrangements set out in the 'Delivering the Corporate Plan' report approved by Cabinet on 14 April 2011 ensure that a structure is in place to manage performance and deliver the Corporate Plan.

4.0 BACKGROUND AND KEY ISSUES

CAPITAL STRATEGY

- 4.1 Achieving Council objectives requires capital investment. The Capital Strategy sets a framework that enables the Council to work with partners and stakeholders to prioritise and effectively deliver capital investment that contributes to the achievement of Council objectives.
- 4.2 The Capital Strategy draws together the capital requirements emerging from the Investment Strategy and service strategies to prioritise the capital needs of services and to maximise opportunities for joined-up investment with local partners. Bids for inclusion in the capital programme are prioritised against criteria taking account of the priorities identified in the Corporate Plan.
- 4.3 The Capital Strategy was reviewed to reflect the Corporate Plan and was agreed by Cabinet on 13 October 2011. It considers issues at a strategic level and is used to determine the Capital Programme.
- 4.4 To increase understanding of the Capital Strategy and Programme the procedures and key guidance have been consolidated into one document; the Capital Investment Programme guidance document. This covers:-
- a) Identification and prioritisation of schemes for inclusion in the programme.
 - b) Approval process and implementation of the approved projects.
 - c) Monitoring and reporting of the approved programme.
 - d) Key documents are incorporated as appendices including the Contract Procedure Rules.

CAPITAL PROGRAMME

- 4.5 The Capital Programme is a list of investment schemes to be undertaken over the medium term which help the Council achieve its objectives. It is aligned to Council plans and strategies, including the Medium Term Financial Strategy and the Corporate Plan. It is reviewed, updated and considered by Council each December and informs the annual budget setting process.
- 4.6 Capital expenditure is defined under the Financial Reporting Standard (FRS) 15 as expenditure incurred on the creation, purchase or enhancement of a tangible asset required over the long term to carry out the activities of an organisation. Expenditure which purely maintains the useful life or open market value of an asset should be charged to revenue. The Local Government Act 2003 amended the definition to allow expenditure on computer software and on the making of loans or grants for capital expenditure by another body to be treated as the capital expenditure of a local authority.

- 4.7 Local Authorities can also apply to the Secretary of State for a determination to re-classify revenue spend as capital spend based upon a Capitalisation Direction. Wirral received determinations in 2010/11, of £3.4 million, and 2011/12, of £4 million, to treat as capital spend the statutory redundancy payment element of the Early Voluntary Retirement / Voluntary Severance Scheme costs.
- 4.8 In preparing the programme for 2012/15 the process has followed that set out in the Capital Strategy agreed by the Cabinet on 13 October 2011. All submissions for inclusion in the Capital Programme required the completion of a Business Case. This details how the proposed project meets Council objectives, how it will be managed, including resource implications and the outcomes expected. Schemes are then assessed against the prioritisation criteria to inform the recommendations for inclusion in the programme. The criteria were approved by Cabinet on 13 October 2011 and are included at Appendix A whilst Appendix B details the currently approved capital programme and Appendix C outlines the submissions received and those recommended for inclusion in the programme.

CAPITAL FINANCING

- 4.9 Over recent years the capital funding available to Local Authorities has reduced significantly. The Government no longer offers new supported borrowing allocations and major grant funding streams have been significantly reduced, including the Housing Market Renewal and Transport programmes. Other, previously specific, grant funding streams are no longer ring-fenced in a move which has seen Authorities obtain greater autonomy over the funding of capital projects but at a much reduced level.
- 4.10 Local Authorities continue to have the ability to augment capital funding under the Prudential Code whereby additional expenditure on capital investment can be incurred as long as the plans are affordable, prudent and sustainable. This is measured by a series of indicators integral to the Treasury Management Policy of which the key is the revenue cost.

Borrowing

- 4.11 The Prudential Capital Finance system allows local authorities to self-finance borrowing for capital expenditure without Government consent. This facilitates the use of borrowing for capital projects, provided it is affordable. Local Authorities must manage their debt responsibly and decisions about debt repayment should be made through the consideration of prudent treasury management practice.
- 4.12 As a guide, borrowing incurs a revenue cost of approximately 10% of the loan each year, comprising interest charges and the repayment of the debt (known as the Minimum Revenue Provision or MRP). The Council needs to be satisfied that it can afford this annual revenue cost.

- 4.13 The Government has given Local Authorities greater freedom in the way they provide for their debts. Local Authorities have to earmark revenues each year as provision for repaying debts incurred on capital projects. When the MRP regime changed on 31 March 2008 it became a duty on each local authority to make provision for debt which the local authority considers prudent.
- 4.14 The Council has determined that the most prudent method of earmarking revenues to repay unsupported borrowing is by matching the debt repaid each year to the life of the asset which the borrowing helped to finance. As an example, if the Council borrowed £5 million to build a new asset with a life of 20 years then revenue costs would be £0.25 million each year for 20 years plus the interest cost of the borrowing.

Government Grants

- 4.15 These are specific to schemes and are therefore allocated in accordance with the terms of the grant approval, primarily in the areas of education and regeneration. As outlined above the numbers and amounts of such capital grants received has reduced significantly.
- 4.16 The Government reviewed grant arrangements as part of the Spending Review 2010. Since then there has been significantly less ring-fencing of capital grants which has increased freedoms and flexibilities over use but overall the level of grants available has reduced.

Revenue / Other Contributions

- 4.17 The Prudential Code allows for the use of additional revenue resources within agreed parameters. However, the requirements of Financial Reporting Standard 15 have lead to schemes and funding previously included within the capital programme having to be transferred to revenue.
- 4.18 Contributions are received from other organisations to support the delivery of schemes with the main area being within the education programme with contributions made by individual schools.

Capital Receipts

- 4.19 Capital receipts are estimated and are based upon the likely sales of assets as identified under the Asset Management Plan. These include development sites, former school sites and the agreement with Wirral Partnership Homes for the sharing of receipts from sales of former Council houses.
- 4.20 The use of receipts has been estimated at £3 million per year. This reflects the likely timing of such receipts and the latest projections of sites either available or which could become available over the period.

MONITORING

- 4.21 Cabinet on 14 April 2011 agreed the arrangements for the monitoring of the Corporate Plan in order to provide decision makers with intelligence on how well the Council is performing, together with associated resource implications and future risks and challenges.
- 4.22 At the end of each quarter the report and presentation to Cabinet include an update on the Capital Programme for which a more detailed report, plus the departmental reports of Chief Officers, is placed in the Library. The departmental reports provide greater detail on the progress of specific schemes with references to the approved programme, agreed variations, the latest forecasts concerning spend and the resourcing of schemes.

5.0 RELEVANT RISKS

- 5.1 All relevant risks have been discussed within Section 4 of this report.

6.0 OTHER OPTIONS CONSIDERED

- 6.1 Each Business Case includes an assessment of the alternative options with the conclusion that a submission for inclusion in the capital programme is the preferred option.

7.0 CONSULTATION

- 7.1 There has been no specific consultation with regards to this report. In terms of the delivery of schemes consultation will take place as part of the scheme development and implementation.

8.0 IMPLICATIONS FOR VOLUNTARY, COMMUNITY AND FAITH GROUPS

- 8.1 There are none arising directly out of this report.

9.0 RESOURCE IMPLICATIONS: FINANCIAL; IT; STAFFING; AND ASSETS

CAPITAL PROGRAMME COMMITMENTS

- 9.1. The Programme detailed in Appendix B is that currently approved which incorporates all the committed schemes and indicates the resources required to fund existing, and planned, schemes.
- 9.2 The Capital Programme 2011/14 and Capital Financing Requirements 2011/12 were agreed by Cabinet on 9 December 2010 and approved by Council on 13 December 2010. This was updated in a report to Cabinet on 21 February 2011 that was approved by Council on 1 March 2011.

- 9.3 On 17 March 2011 the Local Transport Capital Funding and the Integrated Transport Block (ITB) Programme 2011/12 were approved by Cabinet and a small increase in the grant allocation confirmed. The same meeting also approved the Education Capital Programme for 2011/12.
- 9.4 On 23 June 2011 the Capital Out-turn and Determinations report was submitted as part of the year-end accounts for the 2010/11 financial year and detailed the slippage into the 2011/12 financial year.
- 9.5 On 13 October 2011 the Housing Market Renewal Initiative (HMRI) was updated and approved by Cabinet. Also approved was a variation to the programme of £4 million to use a direction issued by the Government for the Capitalisation of the Statutory Redundancy costs element of the Early Voluntary Retirement / Voluntary Severance scheme.
- 9.6 In summary the changes to the Capital Programme since it was originally approved have increased the 2011/12 approved programme from £49 million to £78 million. The main cause has been slippage from 2010/11, which included the re-profiling of Education schemes with the consequential slippage of spend and grant funding. This will inevitably lead to further slippage in schemes and funding into 2012/13 which will be included within the Capital Out-turn 2011/12 report to Cabinet in June 2012.

CAPITAL PROGRAMME SUBMISSIONS

- 9.7 Appendix C details the schemes submitted for inclusion in the capital programme. Following the evaluation of the business case submissions in accordance with the prioritisation criteria the recommended schemes are:-

NEW SUBMISSIONS FOR APPROVAL	2012/13	2013/14	2014/15
	£000	£000	£000
Transformation of Day Services - funded from capital grant	1,250	-	-
Integrated IT within Adult Services - funded from capital grant	1,500	-	-
Wirral Youth Zone - scheme development will depend on securing external funding of £2 million	200	2,400	2,400
Housing Market Renewal residual clearance programme - funded from capital grant	970	970	970
Housing Renewal Programme support initiatives	Approved Dec 2010	850	850
Disabled adaptations	Approved Dec 2010	500	500
Floral Pavilion Theatre - Invest-To-Save scheme	250	-	-

- 9.8 The first two submissions relate to Adult Social Services are grant funded, and linked to the changing requirements of adult social care. The Wirral Youth Zone is for a state of the art facility to provide young people with a modern, safe purposeful alternative. The Housing Market Renewal schemes are funding the completion of the unfinished HMRI schemes following the loss of Housing Market Renewal Grant funding. This clearance programme will be met from Transitional Capital Grant funding. The support initiatives and disabled adaptations were approved in December 2010 and included for completeness. The Floral Pavilion scheme will result in additional income to offset the capital financing costs.
- 9.9 Cabinet is advised that the future delivery of the Parks Service could require capital investment and the Director of Technical Services is in the process of developing and implementing a service delivery plan which will require additional investment in the service. At this time the options include the potential hire / lease of equipment which would not feature in the Capital Programme. Once the requirements have been fully assessed this may result in a submission of a scheme for inclusion in the capital programme for 2012/14.

POTENTIAL VARIATIONS

- 9.10 The opportunity has been taken to update the planned programme in respect of IT and the investment in buildings to reflect the planned activity. The West Kirby and Wirral Country Park initiatives have been previously approved subject to the receipt of grant funding. Whilst grant funding continues to be pursued this has not yet been forthcoming and so the schemes have been deferred.

POTENTIAL VARIATIONS	2011/12	2012/13	2013/14
	£000	£000	£000
Destination West Kirby - defer £1.25 million scheme as reliant on £0.75 million grant	0	0	1,250
Wirral Country Park - defer £2.9 million scheme as reliant on £1.5m grant. £1.3 million to 2014/15	0	0	1,600
Power Solutions Strategic Investment - defer pending further discussions	0	0	5,000
Information Technology - 2011/12 programme will carry into 2012/13 so future allocations slip	3,500	0	2,000
Wallasey Town Hall - funding provided for in 2011/12 and planned funding for 2012/13 slips	0	300	1,325
North and South Annexes - funding provided in 2011/12	165	1,200	300
Cultural Services Assets - funding provided in 2012/13 slips	2,500	1,500	4,000

9.11 The impact of the changes is to reduce the borrowing requirements for 2011/12 and 2012/13 by a net £8 million which will be subject to further review before being required for 2013/14 onwards.

PRUDENTIAL INDICATORS

9.12 In considering the programme for 2012/15 Cabinet is advised that:-

- a. The existing commitments require additional borrowing of around £13 million for 2011/12 with the additional requirements reducing in subsequent years.
- b. To accommodate the additional items detailed in Section 9.7 would increase the level of borrowing by £0.5 million in 2012/13, and potentially by £4.7 million in 2013/14 and 2014/15.
- c. If the variations to the programme detailed in Section 9.10 are accepted then there is a reduction in the level of borrowing required for 2012/13 of around £8 million and for 2013/14 an increase of around £8 million.
- d. The borrowing requirements for future years will be confirmed as part of the Treasury Management Strategy report to Cabinet on 20 February 2012. Assuming the changes are approved the requirements are:-

Year	Increase in borrowing	Revenue costs (cumulative)
2012/13	£5 million	Increase of £0.5 million
2013/14	£14 million	Increase of £1.4 million

At this stage the projections for 2013/15 are subject to considerable variation as this will follow the Local Government Resource Review findings and implementation. The Capital Programme presently includes on-going commitments.

- e. In terms of key Prudential Indicators the ratio of financing costs to the net revenue stream will continue to increase as the capital programme increases whilst the revenue stream reduces. Based upon the latest projections it remains around 8%.
- f. If the decision is taken to spend in excess of the level of identified resources then this would require increased use of borrowing which incurs annual revenue costs at the rate of £100,000 per £1 million of capital expenditure. In considering the impact upon Council Tax levels each 1% rise in Council Tax equates to £1.3 million of increased expenditure.

10.0 LEGAL IMPLICATIONS

10.1 There are none arising directly from this report as they will be identified as each scheme is progressed.

11.0 EQUALITIES IMPLICATIONS

11.1 There are none arising directly from this report as they will be identified as each scheme is progressed.

11.2 Equality Impact Assessment (EIA) is not required.

12.0 CARBON REDUCTION IMPLICATIONS

12.1 There are none arising directly from this report as they will be identified as each scheme is progressed.

13.0 PLANNING AND COMMUNITY SAFETY IMPLICATIONS

13.1 There are none arising directly from this report as they will be identified as each scheme is progressed.

FNCE/280/11

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APPENDICES

Appendix A – Capital Investment Programme Prioritisation Evaluation Criteria.

Appendix B – Approved Capital Programme 2011/15.

Appendix C – Capital Programme Submissions for Approval.

REFERENCE MATERIAL

Prudential Code for Capital Finance in Local Authorities (Fully Revised Second Edition), CIPFA 2009.

SUBJECT HISTORY

Council Meeting	Date
Cabinet - Capital Programme and Financing 2011/15	9 December 2010
Cabinet - Capital Programme and Financing 2011/13	21 February 2011
Cabinet - Capital Out-turn and Determinations 2010/11	23 June 2011
Cabinet - Capital Strategy	13 October 2011

CAPITAL INVESTMENT PROGRAMME

PRIORITISATION EVALUATION CRITERIA AND WEIGHTINGS

	PRIORITISATION CRITERIA	%	CORPORATE OBJECTIVE
1	Will the scheme create employment opportunities or assist in attracting private sector investment?	15	To create more jobs, achieve a prosperous economy and regenerate Wirral.
2	Will the scheme have environmental or streetscene benefits or impact on crime or health and safety?	15	To create a clean, pleasant, safe and sustainable environment.
3	Will the scheme cater for vulnerable people or address health inequality or contribute towards healthy lifestyle?	15	To improve health and well-being for all, ensuring people who require support are full participants in mainstream society.
4	Will the scheme have any educational attainment or learning opportunities or training benefits?	15	To raise the aspirations of young people.
5	Will it impact on revenue or attract significant external funding and build upon partnership working?	15	To create an excellent Council.
6	Will the scheme support the outcomes from the Council's consultation?	15	To deliver the corporate objectives and reflect the views of the people of Wirral.
7	Will the scheme contribute towards the achievement of the Strategic Change Programme?	10	To deliver the corporate objectives and ensure it is linked to the main programme.

NOTES

- 1 Schemes, as per the Business Cases are scored against the criteria on the basis of not meeting to fully meeting the objectives on a 0-2 scoring. (0 - not meeting the criteria; 1 - partly meets criteria; 2 - meets all criteria).
- 2 The % shown is the weighting that applies to each of the criteria. Schemes scoring in excess of 50% will be recommended for inclusion in the Capital Programme.

APPENDIX B

WIRRAL COUNCIL

CAPITAL PROGRAMME 2012/15

(EXCLUDES THE SCHEMES IN APPENDIX C)

SUMMARY

	2011/12	2012/13	2013/14	2014/15
	£000	£000	£000	£000
Expenditure				
Adult Social Services	2,943	0	0	0
Children & Young People	32,579	12,803	0	0
Finance	6,671	1,000	1,000	0
Law, HR & Asset Management	9,309	4,795	3,700	0
Regeneration, Housing and Planning	15,077	11,009	4,509	800
Technical Services	11,564	5,305	5,305	5,305
Total Expenditure	78,143	34,912	14,514	6,105
Resources				
General Resources	36,087	16,080	7,635	1,855
General Resources	36,087	16,080	7,635	1,855
Grants - Education	22,862	11,703	0	0
Grants - Housing	1,609	0	0	0
Grants - Integrated Transport	1,155	1,155	1,155	1,155
Grants - Local Transport Plan	3,095	3,095	3,095	3,095
Grants - Other	10,941	2,579	2,329	0
Revenue Contributions	2,394	300	300	0
Specific Resources	42,056	18,832	6,879	4,250
Total Identified Resources	78,143	34,912	14,514	6,105

General ResourcesBorrowing

Supported Capital Expenditure	3,481	0	0	0
Unsupported Capital Expenditure	29,606	13,080	4,635	0
<u>Capital Receipts</u>	3,000	3,000	3,000	1,855
Total General Resources	36,087	16,080	7,635	1,855

ADULT SOCIAL SERVICES	2011/12	2012/13	2013/14	2014/15
	£000	£000	£000	£000
Expenditure				
Mental Health Single Capital Pot	521	0	0	0
Social Care Single Capital Pot	359	0	0	0
Development of Ward 41 Team	80	0	0	0
Information Management	53	0	0	0
Extra Care Housing	732	0	0	0
Social Care Capital Reform	257	0	0	0
PSS Capital	941	0	0	0
Total Expenditure	2,943	0	0	0
Resources				
Grant Other	2,943	0	0	0
Total Identified Resources	2,943	0	0	0

CHILDREN & YOUNG PEOPLE	2011/12	2012/13	2013/14	2014/15
	£000	£000	£000	£000
Expenditure				
Children's Centres	413	0	0	0
City Learning Centres	254	0	0	0
Early Years Quality & Access	86	0	0	0
Aiming Higher Disabled Children	375	0	0	0
Condition / Modernisation	8,472	0	0	0
Family Support Scheme	194	100	0	0
Rosclare Children's Hospital	448	0	0	0
Formula Capital	4,832	0	0	0
Extended Schools	48	0	0	0
Schools - Access Initiative	549	0	0	0
Schools - Harness Technology	665	0	0	0
Woodchurch School Pathfinder	1,109	0	0	0
Birkenhead High Girls Academy	5,643	2,117	0	0
Private Finance Initiative	425	0	0	0
Primary Reorganisation - Surplus	88	0	0	0
Primary Schools Programme			0	0
- Park Primary School	490	0	0	0
- Pensby Primary School	3,525	8,850	0	0
- Other	48	396	0	0
School Meals Uptake	348	0	0	0
Practical Cooking Spaces	93	0	0	0
Co-Location Fund	551	0	0	0
Youth Capital Fund	76	0	0	0
SEN and Disabilities	100	1,340	0	0

CHILDREN & YOUNG PEOPLE	2011/12	2012/13	2013/14	2014/15
	£000	£000	£000	£000
Expenditure				
Cathcart Street	1,826	0	0	0
University Academy of Birkenhead	921	0	0	0
Statutory redundancy costs	1,000	0	0	0
Total Expenditure	32,579	12,803	0	0

Resources				
General Capital Resources	5,146	1,100	0	0
Supported Borrowing	3,481	0	0	0
Grant – Education	22,862	11,703	0	0
Revenue, reserve, contributions	1,090	0	0	0
Total Identified Resources	32,579	12,803	0	0

FINANCE	2011/12	2012/13	2013/14	2014/15
	£000	£000	£000	£000
Expenditure				
Accommodation – IT	3,506	1,000	1,000	0
Invoice Automation	165	0	0	0
Statutory redundancy costs	3,000	0	0	0
Total Expenditure	6,671	1,000	1,000	0

Resources				
General Capital Resources	6,671	1,000	1,000	0
Total Identified Resources	6,671	1,000	1,000	0

LAW/HR/ASSET MGT	2011/12	2012/13	2013/14	2014/15
	£000	£000	£000	£000
Expenditure				
Microregeneration	100	0	0	0
Landican Mercury Abatement	1,203	0	0	0
Europa Pool – Improved heating	199	0	0	0
Cultural Services Assets	2,500	2,500	3,000	0
Williamson Art Gallery	1,114	0	0	0
The Priory	738	0	0	0
CCTV/IT Project	530	0	0	0
Bebington Library	1,300	0	0	0
Rock Ferry Centre	630	0	0	0
Wallasey Town Hall	830	795	0	0
North and South Annexes	165	1,500	700	0
Total Expenditure	9,309	4,795	3,700	0

LAW/HR/ASSET MGT	2011/12	2012/13	2013/14	2014/15
	£000	£000	£000	£000
Resources				
General Capital Resources	9,249	4,795	3,700	0
Grant – Other	60	0	0	0
Total Identified Resources	9,309	4,795	3,700	0

REGENERATION, HOUSING & PLANNING	2011/12	2012/13	2013/14	2014/15
	£000	£000	£000	£000
Expenditure				
Think Big Investment Fund	609	300	300	300
West Wirral Schemes	206	0	0	0
Destination West Kirby	1,100	150	0	0
Wirral Country Park	0	1,600	1,300	0
Mersey Heartlands Growth Point	954	0	0	0
Improvements to Stock	5,177	800	0	0
Disabled Facilities - Adaptations	3,896	2,929	2,429	500
Quarry Bank Affordable Housing	345	0	0	0
Wirral Healthy Homes	105	105	105	0
Cosy Homes Heating	250	250	250	0
Empty Property Interventions	125	125	125	0
Power Solutions to Wirral				
Strategic Investment Areas	250	4,750	0	0
Challenge Fund	2,060	0	0	0
Total Expenditure	15,077	11,009	4,509	800
Resources				
General Capital Resources	5,835	8,130	1,880	800
Grants - Regional Housing Pot	1,609	0	0	0
Grants – Other	6,329	2,579	2,329	0
Revenue, reserve contributions	1,304	300	300	0
Total Identified Resources	15,077	11,009	4,509	800

TECHNICAL SERVICES	2011/12	2012/13	2013/14	2014/15
	£000	£000	£000	£000
Expenditure				
Congestion	402	0	0	0
Road Safety	727	0	0	0
Maintenance	6,304	3,095	3,095	3,095
Air Quality	666	0	0	0
Accessibility	65	0	0	0
Transportation	270	0	0	0
Integrated Transport Block	0	1,155	1,155	1,155
Capitalised Highways				
Maintenance	1,000	1,000	1,000	1,000
Highways Structural	1,000	0	0	0
Energy Schemes	153	0	0	0
Asset Management	85	0	0	0
Waste Initiatives	206	0	0	0
Coast Protection	312	55	55	55
Hoylake Golf Course	76	0	0	0
Landican - Cemetery	84	0	0	0
Oval Sports Centre –				
Improvements to artificial pitches	10	0	0	0
Guinea Gap	107	0	0	0
Birkenhead Park	97	0	0	0
Total Expenditure	11,564	5,305	5,305	5,305
Resources				
General Capital Resources	5,705	1,055	1,055	1,055
Grants – Integrated Transport	1,155	1,155	1,155	1,155
Grants - Local Transport Plan	3,095	3,095	3,095	3,095
Grant – Other	1,609	0	0	0
Total Identified Resources	11,564	5,305	5,305	5,305

APPENDIX C

CAPITAL PROGRAMME 2012/15

RANKING OF CAPITAL BUSINESS CASE SUBMISSIONS

SCHEMES RECOMMENDED FOR INCLUSION FOLLOWING EVALUATION

Project title and description	Comments
Wirral Youth Zone - To build an iconic, modern state of the art centre for young people in the heart of Birkenhead. Giving young people a modern, safe and purposeful alternative.	£5.5 million scheme funded by £2.5 million of grants and £3 million of Council funding. In 2012/13 £200k is required for feasibility studies. Works carried out in 2013/14 and 2014/15. The Council will potentially have to fund £400k of revenue costs.
Transformation of Day Service - To pilot a new approach to daytime provision for people with disabilities. Review of building based services and reconfigure services to meet personalised needs.	100% grant funded.
HMRI residual clearance programme - Funding is required to complete schemes left unfinished following the demise of the HMRI.	100% grant funded. – following announcement of the Transitional Capital Grant Funding.
Integrated IT solution - DASS is seeking an integrated IT solution to meet the changing requirements of adult social care.	100% grant funded.
Maintenance of adaptations programme - Additional investment into adaptations/ disabled facilities grant.	As part of the 2010 Capital Programme approval a contribution of £500k was agreed for 2012/13. This is endorsed with the proposal to consider funding a further £500k in 2013/14 and £500k in 2014/15.
Integrated hydraulic stage extension (thrust) and orchestra pit system - To provide enhancements to the stage and orchestra pit to maximise income opportunities.	Invest to save scheme. £25k will be added to the Floral Pavilion income target to fund the borrowing requirement.
Housing Renewal Programme - To provide a range of financial and other assistance to help low income and vulnerable homeowners undertake essential urgent repairs and relocate from areas to be demolished.	As part of the 2010 Capital Programme approval a contribution of £800k was agreed for 2012/13. This is endorsed with the proposal to consider funding a further £850k in 2013/14 and £850k in 2014/15.

SCHEMES NOT RECOMMENDED FOR INCLUSION (BELOW THE CRITERIA)

Project title and description	Comments
Replacement of life expired street lighting stock - Renew 3,000 street lights over 3 years and the introduction of a central management system.	Requested, £950k per annum for the three years. LTP funding £1 million of Capitalised Highways Maintenance included within the 2012/13 Capital Programme.

Preventative maintenance to classified roads based on condition improvement and casualty reduction - Enhance existing assets and extend their residual life by up to 20 years.	Requested, £500k in 2012/13; £500k in 2013/14 and £291k in 2014/15. LTP funding £1 million of Capitalised Highways Maintenance included within the 2012/13 Capital Programme.
Preventative maintenance to unclassified and residential streets - Enhance existing assets and extend their residual life by up to 20 years.	Requested, £500k in 2012/13 and £500k in 2013/14. LTP funding £1 million of Capitalised Highways Maintenance included within the 2012/13 Capital Programme.
Road safety improvements and local transport schemes - Enhance existing highway assets to improve road safety and reduce likelihood of road casualties at specific locations.	Requested, £650k in 2012/13. LTP funding £1million of Capitalised Highways Maintenance included within the 2012/13 Capital Programme.
Phase 4 of the Triangles Group Repair Scheme - External renovation of houses and retail units in North Birkenhead. The final 4th phase focuses on the south side of Laird Street.	Requested, £910k in 2012/13.
Demolition of existing salt barn and erection of new road salt storage facility - To construct a new facility.	Requested, £468k in 2012/13. Further investigations have discovered that PPM work of less than £50k could prolong the use of the existing structure.
Somerville Primary School - Replace mobile classrooms, extend main school building to provide 3 new classrooms and accommodation for the pre-school playgroup.	Requested, £500k in 2012/13; £500k in 2013/14.
Joseph Paxton Campus alterations – To utilise space previously occupied by the Instrumental Music Service and provide permanent accommodation for Area Team.	Requested, £100k in 2012/13.
Wallasey School Feasibility Study - To identify an alternative use for surplus accommodation within the school.	Requested, £50k in 2012/13. Feasibility study not eligible as capital spend.

THE FOLLOWING SCHEMES HAD PREVIOUSLY BEEN FUNDED / APPROVED

Project title and description	Comments
Birkenhead Town Centre Transport Strategy - To develop a framework to make best use of the public highway.	Requested, £55k in 2012/13. £100k was approved and used in 2010/11 for the development of a Wirral Traffic Model.
Cosy Homes Heating - To provide grants to vulnerable private sector households in, or at risk of, fuel poverty.	Whilst scheme submitted it had previously been agreed as part of the 2010 Capital Programme with annual contributions approved for 3 years. This approval confirmed for the full period with no additional funds required. £250k for three years.

<p>Empty Property Interventions - To assist in the refurbishment and return to occupation of 165 long term vacant properties throughout Wirral.</p>	<p>Whilst scheme submitted it had previously been agreed as part of the 2010 Capital Programme with annual contributions approved for 3 years. This approval confirmed for the full period with no additional funds required. £125k for three years.</p>
<p>Wirral Healthy Homes - Loan schemes aimed at improving health & wellbeing of residents in Wirral by focusing on removing hazards in the home.</p>	<p>Whilst scheme submitted it had previously been agreed as part of the 2010 Capital Programme with annual contributions approved for 3 years. This approval confirmed for the full period with no additional funds required. £105k for three years.</p>