

Overview

Appendix No	Description
B1	Overview
B2	Capital Monitoring Summary
B3	Capital Budget Changes
B4	Capital Budget Changes Commentary
B5	Capital Forecast Variations
B6	Capital Forecast Variations Commentary
B7	Prudential Borrowing - Additions or Reductions Quarter 2
B8	Capital Expenditure Plan - Forecast 2018/19 Quarter 2

This report takes each Directorate in turn, in the format :

- a) capital budget changes
- b) forecast variations from budget
- c) commentary on major variations

The capital budget is a resource and expenditure planning tool and does not confer approval for individual budget items to proceed. Individual approvals are sought through Business Case reports under the Gateway process

Capital Monitoring Summary

Expenditure

	2018/19 £000	2019/20 £000	2019/21 £000	Later Years £000	Total Plan £000
Quarter 1 Approved Budget	479,086	366,243	470,645	1,542,394	2,858,368
New Resources Quarter 2	58,619	106,439	116,978	237,189	519,225
Revised Budget Quarter 2	537,706	472,682	587,623	1,779,582	3,377,593
Forecast Slippage - Quarter 2	(48,138)	27,532	10,836	9,769	0
Forecast Overspend (Underspend)	(36,341)	(23,547)	(154,387)	(454)	(214,729)
Forecast Outturn at Quarter 2	453,227	476,668	444,072	1,788,898	3,162,865

Resources

Use of Specific Resources:

Grants & Contributions	(227,147)	(160,740)	(135,873)	(209,436)	(733,196)
Earmarked Capital Receipts - RTB & Revenue Reform	(72,716)	(77,509)	(50,271)	(253,599)	(454,095)
Revenue Contributions - Departmental	(10,256)	(4,923)	(5,238)	(118)	(20,534)
Revenue Contributions - HRA	(44,325)	(51,147)	(59,993)	(446,241)	(601,706)

Use of Corporate or General Resources:

Corporate Resources	(9,901)	(320)	(150)	(13,535)	(23,906)
Unsupported Prudential Borrowing - General*	0	0	0	0	0
Unsupported Prudential Borrowing - Corporate	0	0	0	0	0
Unsupported Prudential Borrowing - Directorate	(88,882)	(182,029)	(192,547)	(865,969)	(1,329,427)

Forecast Use of Resources

(453,227)	(476,668)	(444,072)	(1,788,898)	(3,162,865)
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Directorate	Ref	Current Year			All Years		
		Quarter 1 Budget £000	Current Budget £000	Change £000	Quarter 1 Budget £000	Current Budget £000	Change £000
Directorate: Adult Social Care & Health							
Property Schemes		513	513	0	1,456	1,456	0
IT Schemes		790	790	0	1,545	1,545	0
Improvements to Social Care Delivery		0	0	0	5,651	5,651	0
Independent Living		4,897	4,897	0	4,897	4,897	0
Total Directorate Capital programme		6,200	6,200	0	13,549	13,549	0
Directorate: Children's, Young People & Families							
Devolved Capital Allocation to Schools	C1 ●	2,790	2,790	0	2,790	4,566	1,776
Schools Condition Allowance	C2 ●	12,785	12,785	0	16,690	21,180	4,490
Basic Need - Additional School Places	C3 ●	22,839	21,839	(1,000)	154,486	152,027	(2,459)
Early Years		941	941	0	2,071	2,071	0
IT Investment		1,594	1,594	0	3,586	3,586	0
Universal Infant Free School Meals		0	0	0	0	0	0
Other Minor Schemes		50	50	0	50	50	0
Total Directorate Capital programme		40,999	39,999	(1,000)	179,673	183,480	3,807
Directorate: Place							
Place Other							
Sport & Swimming Pool Facilities	P1 ●	6,877	6,886	9	7,999	8,584	585
Waste Management Services		6,015	6,015	0	53,063	53,063	0
Parks	P2 ●	2,903	3,102	199	4,774	5,973	1,199
Bereavement Services		349	349	0	349	349	0
Markets		1,815	1,815	0	1,815	1,815	0
Community Initiatives		0	0	0	392	392	0
Regulation and Enforcement		299	323	24	299	323	24
Highways - Land Drainage and Flood Defences		11	11	0	11	11	0
Adult Education & Youth	P3 ●	70	171	102	70	171	102
Strategic Libraries		180	210	30	180	210	30
Museums & Arts	P4 ●	20	70	50	20	70	50
Community Development & Play		34	34	0	34	34	0
Community Chest		0	0	0	0	0	0
Community Libraries		783	783	0	783	783	0
Housing Related Loans	P5 ●	56,494	621	(55,873)	260,957	1,718	(259,239)
Housing Options		9,925	9,925	0	9,925	9,925	0
Total Place Other		85,777	30,317	(55,460)	340,671	83,421	(257,250)
Housing HRA							
Housing Improvement Programme		68,754	68,754	0	609,102	609,102	0
Redevelopment		64,186	64,186	0	451,400	451,400	0
Other Programmes		4,809	4,809	0	46,922	46,922	0
Total HRA		137,749	137,749	0	1,107,424	1,107,424	0
Total Directorate Capital programme		223,526	168,066	(55,460)	1,448,095	1,190,845	(257,250)
Directorate: Economy							
Planning & Regeneration Schemes							
Major Projects:							
Enterprise Zone - Investment Plan		0	0	0	347	347	0
Enterprise Zone - Paradise Circus		15,359	15,359	0	18,518	18,518	0
Enterprise Zone - Site Development & Access		2,500	2,500	0	8,045	8,045	0
Enterprise Zone - Connecting Economic Opportunities		1,000	1,000	0	95,691	95,691	0
Enterprise Zone - Southern Gateway Site		1,000	1,000	0	34,530	34,530	0
Enterprise Zone - LEP Investment Fund		0	0	0	20,000	20,000	0
Enterprise Zone - HS2 Interchange Site		0	0	0	20,000	20,000	0
Enterprise Zone - Southside Links		80	80	0	278	278	0
EZ Phase II - HS2 Station Environment		1,814	1,814	0	60,000	60,000	0
EZ Phase II - HS2 Site Enabling		1,000	1,000	0	101,500	101,500	0
EZ Phase II - Local Transport Improvements		0	0	0	104,800	104,800	0
EZ Phase II - Connecting Economic Opportunities 2		0	0	0	52,900	52,900	0
EZ Phase II - Social Infrastructure		0	0	0	109,900	109,900	0
EZ Phase II - Metro Extension to E Bham/Solihull		0	0	0	183,300	183,300	0
Jewellery Quarter Cemetery		1,829	1,829	0	1,829	1,829	0
Unlocking Housing Sites		4,619	4,619	0	7,169	7,169	0
East Aston RIS		4,830	4,830	0	4,830	4,830	0
Life Sciences		973	973	0	973	973	0
Other (Major Projects)		32	32	0	32	32	0
Public Realm:							
Metro Centenary Square	E1 ●	3,820	4,026	205	3,820	4,026	205
Making the Connection		373	373	0	403	403	0
Longbridge		1,178	1,178	0	1,178	1,178	0
Other (Public Realm)		299	299	(0)	299	299	(0)
Infrastructure:							
One Station		251	251	0	251	251	0
A34 Corridor Perry Barr		246	246	0	281	281	0
Grants/Loans:							
Grand Hotel Development		1,000	1,000	0	1,000	1,000	0
Minor Projects		0	0	0	0	0	0
Housing Development	E2 ●	0	55,873	55,873	0	259,239	259,239

Directorate	Ref	Current Year			All Years		
		Quarter 1 Budget £000	Current Budget £000	Change £000	Quarter 1 Budget £000	Current Budget £000	Change £000
Total Planning & Regeneration Projects		42,202	98,280	56,078	831,873	1,091,318	259,444
Employment & Skills							
National College for HS2		203	203	0	203	203	0
ERDF Business Growth & Property Investment		5,450	5,450	0	5,918	5,918	0
Total Employment & Skills		5,653	5,653	0	6,121	6,121	0
Highways							
Safer Routes to Schools	E3 ●	506	617	111	1,706	2,117	411
Section 106 & 278		19	19	0	19	19	0
Network Integrity	E4 ●	1,265	1,452	187	3,599	4,288	689
Road Safety	E5 ●	948	839	(109)	3,048	3,464	416
Other Minor Schemes		1,259	1,259	0	1,259	1,259	0
Total Highways		3,996	4,186	190	9,631	11,147	1,517
Transportation							
Major Schemes:							
Ashted Circus	E6 ●	5,276	4,215	(1,061)	5,777	5,745	(32)
Metro Extension		207	207	0	207	207	0
Iron Lane	E7 ●	6,816	1,930	(4,886)	12,033	12,197	164
Minworth Unlocking		0	2	2	0	2	2
Battery Way Extension	E8 ●	5,389	3,749	(1,640)	5,389	5,288	(101)
Longbridge Connectivity	E9 ●	4,623	3,500	(1,123)	4,643	3,754	(889)
A457 Dudley Road	E10 ●	3,386	500	(2,886)	29,491	33,734	4,243
Peddimore		79	80	1	79	80	1
Journey Reliability	E11 ●	273	439	166	513	810	297
Tame Valley Phase 2 & 3	E12 ●	4,986	1,027	(3,959)	86,618	81,737	(4,881)
Selly Oak New Road Phase 1B		1,655	1,655	0	8,762	8,762	0
Wharfdale Bridge		50	50	(0)	2,550	2,550	(0)
Snow Hill Station	E13 ●	438	1,000	562	2,558	8,846	6,288
Other (Major Schemes)	E14 ●	579	929	350	669	1,735	1,066
Inclusive & Sustainable Growth:							
Holloway Circus	E15 ●	25	165	140	25	165	140
Bromford Gyratory		11	11	0	11	11	0
Southside / Hurst Street		106	106	0	106	106	0
Clean Air & Hydrogen Buses	E16 ●	12,340	11,000	(1,340)	12,340	11,000	(1,340)
Journey Reliability		302	279	(23)	302	279	(23)
Other (Inclusive & Sustainable Growth)	E17 ●	2,353	5,139	2,786	4,741	20,911	16,170
Walking & Cycling	E18 ●	19,335	17,563	(1,772)	25,042	26,586	1,544
Local Measures							
Infrastructure Development	E19 ●	857	845	(12)	2,757	5,109	2,352
Section 106 & 278		84	84	0	84	84	0
Funding to be allocated		193	193	0	7,071	7,071	0
Total Transportation		69,364	54,668	(14,696)	211,770	236,769	24,999
Birmingham Property Services							
Arena Central		1,249	1,249	0	1,249	1,249	0
Attwood Green Projects		239	239	0	239	239	0
Council House Complex Development Costs		546	546	0	546	546	0
Lee Bank Business Centre		135	135	0	135	135	0
NEC Hotels WOC		165	165	0	165	165	0
Other (BPS)		7	7	0	7	7	0
Total Birmingham Property Services		2,341	2,341	0	2,341	2,341	0
Total Directorate Capital programme		123,557	165,129	41,572	1,061,736	1,347,696	285,961
Directorate: Finance & Governance							
Revenue Reform Projects		26,318	26,318	0	42,945	42,945	0
Gateway / Grand Central Residual Costs		2,678	2,678	0	2,678	2,678	0
Capital Loans & Equity Funds	F1 ●	2,542	5,495	2,953	10,784	13,737	2,953
SAP New Developments		400	400	0	4,062	4,062	0
Commonwealth Games	F2 ●	44,133	114,688	70,555	44,133	527,888	483,755
Total Directorate Capital programme		76,071	149,579	73,508	104,602	591,309	486,708
Directorate: Strategic Services							
Corporate ICT Investment		8,039	8,039	0	49,994	49,994	0
Digital Birmingham		288	288	0	313	313	0
IT Projects		407	407	0	407	407	0
Total Directorate Capital programme		8,733	8,733	0	50,714	50,714	0
Total BCC		479,086	537,706	58,619	2,858,368	3,377,593	519,225

Directorate: Children's, Young People & Families

Ref	Comments	2018/19 increase / (decrease) £000	All years increase / (decrease) £000
C1	<u>Devolved Capital Allocation to Schools</u> As per funding announcement by the EFA	0	1,776
C2	<u>Schools Condition Allowance</u> Per Schools Capital Programme report approved by Cabinet on 18th September 2018	0	4,490
C3	<u>Basic Need - Additional School Places</u> Per Schools Capital Programme report approved by Cabinet on 18th September 2018	(1,000)	(2,459)
	Total directorate over / (under)	(1,000)	3,807

Directorate: Place

Ref	Comments	2018/19 increase / (decrease) £000	All years increase / (decrease) £000
P1	<u>Sport & Swimming Pool Facilities</u> Additional Prudential Borrowing approved by Cabinet on 15.6.2018 for Icknield Port Loop new build	9	585
P2	<u>Parks</u> Approval for Natural Rivers & Green Corridors FBC June 2018. Funded by grants from ERDF, Environment Agency and Wildlife Trust Birmingham & Black Country.	199	1,199
P3	<u>Adult Education & Youth</u> Approval for BAES Wifi solution by Delegated Authority Sept 2018. Funded by grants in revenue reserves.	102	102
P4	<u>Museums & Arts</u> New Acquisitions approved by delegated authority in July 2018 funded by Birmingham Museums Trust	50	50
P5	<u>Housing Related Loans</u> This scheme is now monitored within Economy Directorate - refer to E2 below.	(55,873)	(259,239)
	Total directorate over / (under)	(55,514)	(257,304)

Directorate: Economy

Ref	Comments	2018/19 increase / (decrease) £000	All years increase / (decrease) £000
E1	<u>Metro Centenary Square</u> Additional S106 Resources Sheepcote/Broad St	205	205
E2	<u>Housing Development</u> Budget Transferred from Place Directorate	55,873	259,239
E3 - E19	<u>Transportation and Highways</u>		

	The budget changes relate to revisions in the Transportation & Highways Funding Strategy 2018/19 approved by cabinet on the 31/07/2018.	(14,506)	26,516
	Total directorate over / (under)	41,572	285,961

Directorate: Finance & Governance

Ref	Comments	2018/19 increase / (decrease) £000	All years increase / (decrease) £000
F1	<u>Capital Loans & Equity Funds</u> Capital Loans & Equity £2.953m - of Prudential Borrowing Resources added for Collective Investment Fund Loans paid on behalf of the West Midlands Combined Authority as approved by Cabinet on 22/03/2017.	2,953	2,953
F2	<u>Commonwealth Games</u> Outline Business Case approved 26th June 2018, setting out the proposals for the village, infrastructure in the Perry Barr area and Alexander Stadium.	70,555	483,755
	Total directorate over / (under)	73,508	486,708

Directorate	Ref	Current Year				All Years			
		Current	Forecast	Variation	Quarter 1	Revised	Forecast	Variation	Quarter 1
		Budget	£000	£000	£000	variation	Budget	£000	£000
Directorate: Adult Social Care & Health									
Property Schemes		513	513	0	0	1,456	1,456	0	0
IT Schemes		790	790	0	0	1,545	1,545	0	0
Improvements to Social Care Delivery		0	0	0	0	5,651	5,651	0	0
Independent Living		4,897	4,897	0	0	4,897	4,897	0	0
Total Directorate Capital programme		6,200	6,200	0	0	13,549	13,549	0	0
Directorate: Children's, Young People & Families									
Devolved Capital Allocation to Schools		2,790	2,790	0	0	4,566	4,566	0	0
Schools Condition Allowance		12,785	12,785	0	0	21,180	21,180	0	0
Basic Need - Additional School Places		21,839	21,839	0	0	152,027	152,027	0	0
Early Years		941	941	0	0	2,071	2,071	0	0
IT Investment		1,594	1,594	0	0	3,586	3,586	0	0
Universal Infant Free School Meals		0	0	0	0	0	0	0	0
Other Minor Schemes		50	50	0	0	50	50	0	0
Total Directorate Capital programme		39,999	39,999	0	0	183,480	183,480	0	0
Directorate: Place									
Place Other									
Sport & Swimming Pool Facilities	P1	6,886	8,102	1,216	0	8,584	10,164	1,581	0
Waste Management Services	P2	6,015	2,127	(3,888)	0	53,063	53,063	0	0
Parks		3,102	3,102	0	0	5,973	5,973	0	0
Bereavement Services		349	349	0	0	349	349	0	0
Markets		1,815	1,815	0	0	1,815	1,815	0	0
Community Initiatives		0	0	0	0	392	392	0	0
Regulation and Enforcement	P3	323	52	(271)	0	323	323	0	0
Highways - Land Drainage and Flood Defences		11	11	0	0	11	11	0	0
Adult Education & Youth		171	171	0	0	171	171	0	0
Strategic Libraries		210	210	0	0	210	210	0	0
Museums & Arts		70	70	0	0	70	70	0	0
Community Development & Play		34	34	0	0	34	34	0	0
Community Chest		0	0	0	0	0	0	0	0
Community Libraries		783	640	(143)	0	783	783	0	0
Housing Related Loans		621	621	0	(12,712)	1,718	1,718	0	0
Housing Options		9,925	9,925	0	0	9,925	9,925	0	0
Total Place Other		30,317	27,231	(3,086)	(12,712)	83,421	85,001	1,581	0
Housing HRA									
Housing Improvement Programme	P4	68,754	70,491	1,737	0	609,102	610,839	1,737	0
Redevelopment	P5	64,186	35,223	(28,963)	(24,763)	451,400	450,974	(426)	0
Other Programmes		4,809	4,809	0	0	46,922	46,922	0	0
Total HRA		137,749	110,523	(27,226)	(24,763)	1,107,424	1,108,735	1,311	0
Total Directorate Capital programme		168,066	137,754	(30,312)	(37,475)	1,190,845	1,193,736	2,892	0
Directorate: Economy									
Planning & Regeneration Schemes									
Major Projects:									
Enterprise Zone - Investment Plan		0	0	0	0	347	347	0	0
Enterprise Zone - Paradise Circus	E1	15,359	12,687	(2,672)	0	18,518	18,518	0	0
Enterprise Zone - Site Development & Access		2,500	2,500	0	(500)	8,045	8,045	0	0
Enterprise Zone - Connecting Economic Opportunities	E2	1,000	515	(485)	0	95,691	95,691	0	(9,553)
Enterprise Zone - Southern Gateway Site	E3	1,000	0	(1,000)	(1,000)	34,530	34,530	0	0
Enterprise Zone - LEP Investment Fund		0	0	0	0	20,000	20,000	0	0
Enterprise Zone - HS2 Interchange Site		0	0	0	0	20,000	20,000	0	0
Enterprise Zone - Southside Links		80	278	198	198	278	278	0	0
EZ Phase II - HS2 Station Environment		1,814	2,760	946	746	60,000	60,000	0	0
EZ Phase II - HS2 Site Enabling		1,000	1,000	0	0	101,500	101,500	0	0
EZ Phase II - Local Transport Improvements		0	0	0	0	104,800	104,800	0	0
EZ Phase II - Connecting Economic Opportunities 2		0	0	0	0	52,900	52,900	0	0
EZ Phase II - Social Infrastructure		0	0	0	0	109,900	109,900	0	0
EZ Phase II - Metro Extension to E Bham/Solihull		0	0	0	0	183,300	183,300	0	0
Jewellery Quarter Cemetery	E4	1,829	200	(1,629)	0	1,829	1,829	0	0
Unlocking Housing Sites		4,619	4,619	0	0	7,169	7,169	0	0
East Aston RIS		4,830	4,830	0	0	4,830	4,830	0	0
Life Sciences	E5	973	0	(973)	0	973	973	0	0
Other (Major Projects)		32	32	0	0	32	32	0	0
Public Realm:									
Metro Centenary Square		4,026	4,026	0	0	4,026	4,026	0	0
Making the Connection	E6	373	102	(270)	0	403	403	0	0
Longbridge		1,178	1,178	0	0	1,178	1,178	0	0
Other (Public Realm)	E7	299	34	(265)	0	299	34	(265)	0
Infrastructure:									
One Station	E8	251	10	(241)	(241)	251	244	(7)	(7)
A34 Corridor Perry Barr		246	246	0	0	281	281	0	0
Grants/Loans:									
Grand Hotel Development	E9	1,000	0	(1,000)	0	1,000	1,000	0	0

Directorate	Ref	Current Year				All Years			
		Current Budget £000	Forecast £000	Variation £000	Quarter 1 variation £000	Revised Budget £000	Forecast £000	Variation £000	Quarter 1 variation £000
Minor Projects		0	0	0	0	0	0	0	0
Housing Development	E10 ●	55,873	8,357	(47,516)	0	259,239	33,239	(226,000)	0
Total Planning & Regeneration Projects		98,280	43,372	(54,908)	(797)	1,091,318	865,046	(226,272)	(9,560)
Employment & Skills									
National College for HS2		203	203	0	0	203	203	0	0
ERDF Business Growth & Property Investment		5,450	5,450	0	0	5,918	5,918	0	0
Total Employment & Skills		5,653	5,653	0	0	6,121	6,121	0	0
Highways									
Safer Routes to Schools		617	617	0	0	2,117	2,117	0	0
Section 106 & 278		19	19	0	0	19	19	0	0
Network Integrity		1,452	1,452	0	0	4,288	4,288	0	0
Road Safety		839	839	0	0	3,464	3,464	0	0
Other Minor Schemes		1,259	1,259	0	0	1,259	1,259	0	0
Total Highways		4,186	4,186	0	0	11,147	11,147	0	0
Transportation									
Major Schemes:									
Ashted Circus	E11 ●	4,215	4,847	632	(898)	5,745	5,745	0	0
Metro Extension		207	207	0	0	207	207	0	0
Iron Lane		1,930	1,930	0	0	12,197	12,197	0	0
Minworth Unlocking		2	2	0	0	2	2	0	0
Battery Way Extension		3,749	3,749	0	0	5,288	5,288	0	0
Longbridge Connectivity		3,500	3,500	0	0	3,754	3,754	0	0
A457 Dudley Road		500	500	0	0	33,734	33,734	0	0
Peddimore		80	80	0	0	80	80	0	0
Journey Reliability	E12 ●	439	339	(100)	0	810	810	0	0
Tame Valley Phase 2 & 3		1,027	1,027	0	0	81,737	81,737	0	0
Selly Oak New Road Phase 1B		1,655	1,655	0	0	8,762	8,762	0	0
Wharfdale Bridge		50	50	0	0	2,550	2,550	0	0
Snow Hill Station		1,000	1,000	0	(500)	8,846	8,846	0	0
Other (Major Schemes)		929	929	0	0	1,735	1,735	0	0
Inclusive & Sustainable Growth:									
Holloway Circus		165	165	0	0	165	165	0	0
Bromford Gyrratory		11	11	0	0	11	11	0	0
Southside / Hurst Street		106	106	(0)	1,000	106	106	(0)	9,560
Clean Air & Hydrogen Buses		11,000	11,000	0	0	11,000	11,000	0	0
Journey Reliability		279	279	0	0	279	279	0	0
Other (Inclusive & Sustainable Growth)		5,139	5,037	(102)	0	20,911	20,911	0	0
Walking & Cycling		17,563	17,563	0	0	26,586	26,586	0	0
Local Measures		0	0	0	0	0	0	0	0
Infrastructure Development		845	845	0	0	5,109	5,109	0	0
Section 106 & 278		84	84	0	0	84	84	0	0
Funding to be allocated		193	193	0	0	7,071	7,071	0	0
Total Transportation		54,668	55,098	430	(398)	236,769	236,769	(0)	9,560
Birmingham Property Services									
Arena Central	E13 ●	1,249	0	(1,249)	0	1,249	0	(1,249)	0
Attwood Green Projects		239	239	0	0	239	239	0	0
Council House Complex Development Costs		546	546	0	0	546	546	0	0
Lee Bank Business Centre		135	135	0	0	135	135	0	0
NEC Hotels WOC		165	165	0	0	165	165	0	0
Other (BPS)		7	7	0	0	7	7	0	0
Total Birmingham Property Services		2,341	1,092	(1,249)	0	2,341	1,092	(1,249)	0
Total Directorate Capital programme		165,129	109,402	(55,727)	(1,195)	1,347,696	1,120,175	(227,521)	0
Directorate: Finance & Governance									
Revenue Reform Projects	F1 ●	26,318	28,008	1,690	0	42,945	52,846	9,901	0
Gateway / Grand Central Residual Costs		2,678	2,678	0	0	2,678	2,678	0	0
Capital Loans & Equity Funds		5,495	5,495	0	0	13,737	13,737	0	0
SAP New Developments		400	400	0	0	4,062	4,062	0	0
Commonwealth Games		114,688	114,688	0	0	527,888	527,888	0	0
Total Directorate Capital programme		149,579	151,269	1,690	0	591,309	601,210	9,901	0
Directorate: Strategic Services									
Corporate ICT Investment	S1 ●	8,039	8,033	(6)	0	49,994	49,994	0	0
Digital Birmingham		288	164	(124)	0	313	313	0	0
IT Projects		407	407	0	0	407	407	0	0
Total Directorate Capital programme		8,733	8,603	(130)	0	50,714	50,714	0	0
Total BCC		537,706	453,227	(84,479)	(38,670)	3,377,593	3,162,865	(214,729)	0

Directorate: Place

Ref	Major capital variations and associated key issues	2018/19		All years
		Reported quarter 1 £000	Reported quarter 2 £000	Quarter 2 variation £000
P1	<u>Sport & Swimming Pool Facilities</u> Icknield Port Loop estimated overspend of £1.2m due to 12 month delay of commencement, leading to indexation, delay costs & costs that sit outside of the redline responsibility of the contractor. Northfield Pool estimated overspend of £320k due to additional costs at new leisure centres for utilities and highways works not included in the contract. Approval for prudential borrowing to cover additional costs will be sought when final figures are known. The additional prudential borrowing charges related to this will be met from existing revenue budgets by extending the repayment periods from 25 to 40 years.	0	1,216	1,581
P2	<u>Waste Management Services</u> Depot re-development slipped due to target costs exceeding the budget. Awaiting revised quotes.	0	(3,888)	0
P3	<u>Regulation and Enforcement</u> Mortuary Ventilation slippage due to urgent works to roof required before work can commence.	0	(271)	0
P4	<u>Housing Improvement Programme</u> The forecast overspend of £1.737m relates to additional works to tower blocks following the Fire Risk Management review. This will be funded from existing capital reserves.	0	1,737	1,737
P5	<u>Redevelopment</u> BMHT (£24,614m): the variation is due to delays in obtaining materials for certain sites, adverse weather and labour supply issues, delays during the tender process for new schemes, delays on obtaining highways approval for works, and estimated spend forecasts being amended as schemes are approved. Clearance (£4,349m) slippage due to slower than anticipated rehousing of larger families and voluntary acquisition of owner occupied properties. Specific delays in Druids Heath due to protracted consultation on masterplanning.	(24,763)	(28,963)	(426)
	Action put into place: Utilising development officer experience in order to make more accurate predictions with regard to predicted spend, handovers, start on site etc. Liaise with contractors more closely to discuss potential material delays and labour demands. Work more closely with highways to reduce delays obtaining approval.			
	Total directorate over / (under)	(24,763)	(30,169)	2,892

Directorate: Economy

Ref	Major capital variations and associated key issues	2018/19		All years
		Reported last month £000	Reported this month £000	Quarter 2 variation £000
E1	<u>Enterprise Zone - Paradise Circus</u> A revised project business case is currently being independently appraised for GBSLEP fund. Pending this approval being awarded in November 2018 project expenditure has slipped on phase 2 works whilst any critical path activities are undertaken.	0	(2,672)	0
E2	<u>Enterprise Zone - Connecting Economic Opportunities</u>			

	The original budget was based upon the GBSLEP's EZ Investment Plan which gave an indicative profile for spend on the Metro Digbeth Public Realm scheme. Since then, Cabinet has approved the PDD report on 26th June 2018 for £0.515m which recognises that design works needs to be fully developed before seeking approval for the Full Business Case by both GBSLEP and City Council. This has led to a reprofiling of the budget.	0	(485)	0
E3	<u>Enterprise Zone - Southern Gateway Site</u> The programme has been slipped to reflect the timetable for selection of a preferred developer which will not be achieved until the final quarter of 2018. Action has been put in place to select a preferred development partner.	(1,000)	(1,000)	0
E4	<u>Jewellery Quarter Cemetery</u> Project slipped due to tenders in excess of budget and a necessity to value engineer the project.	0	(1,629)	0
E5	<u>Life Sciences</u> The project has slipped back due to the University of Birmingham requiring further studies into the development of the park which have taken longer than expected. University of Birmingham are looking to submit an FBC to the GBSLEP in the new year which will set out the revised project programme.	0	(973)	0
E6	<u>Making the Connection</u> Making the Connections forms part of the wider CWG City Centre Scheme.	0	(270)	0
E7	<u>Other (Public Realm)</u> Minor underspends on various S106 funded projects.	0	(265)	(265)
E8	<u>One Station</u> Work has been undertaken to identify the options for how the Moor Street/New Street link can be improved. This identified a number of issues which impact on the ability to deliver improvement works, these included structural works affecting the rail infrastructure below Swan Passage and a number of different land ownerships. Going forward the project and associated funding will be incorporated into the proposals to remodel Moor Street to reduce the level of traffic and increase the amount of space for pedestrians and cyclists. This will achieve the aspiration for creating a high quality arrival space in front on the HS2 Curzon Station that will help integrate it within the City Centre Core. Action has been put in place to undertake feasibility work in partnership with the West Midlands Combined Authority and West Midlands Rail to progress the options and provide solutions to the issues that were identified.	(241)	(241)	(7)
E9	<u>Grand Hotel Development</u> The BCC repayable grant is the final installment following £4m of GBSLEP Growing Places repayable grant. This is payable upon final completion of the building which is now expected to happen in 2019/20.	0	(1,000)	0
E10	<u>Housing Development</u> Proposal for the disposal of Housing Revenue Account void properties to InReach not now being pursued due to awaiting Secretary of State approval, at the time of writing.	0	(47,516)	(226,000)
E11	<u>Ashted Circus</u> The Project start date slipped by 7 months, delays due to upcoming works including the installation of temporary signals and infilling of subways, expected completion date is February 2019. Actions; improved contractor efficiency on site has meant the works are catching up & should complete sooner.	(898)	632	0
E12	<u>Journey Reliability</u> The approvals for the funding and FBC have slipped which has had an impact on the appointment of the contractors and the delivery of the project within project time constraints. £100k of Local growth funding has been slipped into 2019-20 in-line with the delays.	0	(100)	0

E13	<u>Arena Central</u> The current budget relates to a loan facility for Arena Central which has now been repaid in full following the success of the project. As a result the loan is no longer required and the budget and forecast variance will be removed for month 7.	0	(1,249)	(1,249)
	Total directorate over / (under)	(2,139)	(56,769)	(227,521)

Directorate: Finance & Governance

Ref	Major capital variations and associated key issues	2018/19		All years
		Reported quarter 1 £000	Reported quarter 2 £000	Quarter 2 variation £000
F1	<u>Revenue Reform Projects</u> The projections for redundancy and pension strain costs have been updated following the Corporate Voluntary Redundancy Trawl, funded by capital receipts as part of the Governments capital receipts flexibility scheme.	0	1,690	9,901
	Total directorate over / (under)	0	1,690	9,901

Directorate: Strategic Services

Ref	Major capital variations and associated key issues	2018/19		All years
		Reported quarter 1 £000	Reported quarter 2 £000	Quarter 2 variation £000
S1	<u>Digital Birmingham</u> The project supports 125 Small & Medium Enterprises, to innovate using data to develop new products and services. It runs until September 2019. it's an ongoing project and SMEs are still enrolling and being identified as suitable for this dedicated support. The project is 50% funded by ERDF grant.	0	(124)	0
	Total directorate over / (under)	0	(124)	0

Prudential Borrowing - Additions or Reductions Quarter 2 (July to September) 2018

This Appendix reviews changes in the Council's proposed borrowing to finance capital expenditure to show whether the Council's underlying indebtedness increases or decreases.

Description	#	2018/19 £'000	2019/20 £'000	Later Years £'000	Total £'000
Borrowing Needing Budget Support					
Place:					
Waste Management Services	A	(3,888)	3,888	0	0
TOTAL BORROWING NEEDING BUDGET SUPPORT		(3,888)	3,888	0	0
SELF SUPPORTED					
Place:					
Sport	A&N	1,216	940	0	2,157
Regulation & Enforcement	A	(247)	271	0	24
Strategic Libraries	A	30	0	0	30
Community Libraries	A	(143)	143	0	0
Economy:					
Enterprise Zone Investment Plan Phases 1 & 2	A	(7,601)	(1,237)	7,258	(1,580)
Housing Development	A	(34,804)	(34,804)	(156,392)	(226,000)
Strategic Services:					
ICT Infrastructure	A	(6)	6	0	0
Finance & Governance					
Capital Loans & Equity	A	2,953	0	0	2,953
Commonwealth Games	N	19,367	73,100	207,600	300,067
TOTAL SELF SUPPORTED BORROWING		(19,235)	38,419	58,466	77,650
TOTAL ADDITIONS / (REDUCTION) IN PRUDENTIAL BORROWING		(23,123)	42,307	58,466	77,650

Note: This includes some re-phasing between years and excludes slippage brought forward from 2017/18

A - Amendment to existing project spend or resources.

N - New projects or programmes added in the quarter.

Appendix B8

[illegible]

Total Employment & Skills	5,653	468	0	0	0	0	0	0	0	0	6,121
Total Transportation	53,598	33,358	61,932	45,753	30,425	10,203	0	0	0	0	235,269
Total Highways	5,686	1,661	1,325	3,975	0	0	0	0	0	0	12,647
Total Property Services	1,092	0	0	0	0	0	0	0	0	0	1,092
TOTAL CAPITAL - ECONOMY DIRECTORATE	109,402	64,145	119,801	99,211	125,625	85,508	82,900	77,200	36,250	320,133	1,120,175
FINANCE & GOVERNANCE DIRECTORATE	151,269	172,925	164,317	112,700	0	0	0	0	0	0	601,210
STRATEGIC SERVICES DIRECTORATE	8,603	4,386	2,191	35,534	0	0	0	0	0	0	50,714
TOTAL CAPITAL PROGRAMME	453,227	476,668	444,072	428,594	232,901	195,205	189,787	183,736	140,793	417,882	3,162,865

Resources

Use of Specific Resources

Grants & Contributions	226,572	160,740	135,873	168,844	24,877	11,073	1,873	250	250	2,269	732,621
Use of earmarked Capital Receipts	72,716	77,509	50,271	54,922	36,068	36,499	36,942	37,398	37,867	13,903	454,095
Revenue Contributions - Departmental	7,524	2,782	5,238	118	0	0	0	0	0	0	15,662
- HRA	47,631	53,288	59,993	27,951	65,542	67,785	68,072	68,888	66,426	81,577	607,153
	0	0	0	0	0	0	0	0	0	0	0
Total Specific Resources	354,443	294,319	251,375	251,835	126,487	115,357	106,887	106,536	104,543	97,749	1,809,530

Use of Corporate or General Resources

Corporate Resources	9,700	522	150	392	0	0	0	0	0	0	10,764
Unsupported Prudential Borrowing - General	0	0	0	0	0	0	0	0	0	0	0
Unsupported Prudential Borrowing - Corporate	0	0	0	0	0	0	0	0	0	0	0
Unsupported Prudential Borrowing - Directorate	89,084	181,827	192,547	176,367	106,414	79,848	82,900	77,200	36,250	320,133	1,342,570
Total Corporate Resources	98,784	182,349	192,697	176,759	106,414	79,848	82,900	77,200	36,250	320,133	1,353,334
Forecast Use of Resources	453,227	476,668	444,072	428,594	232,901	195,205	189,787	183,736	140,793	417,882	3,162,864