

<b>Report to:</b>	<b>CABINET</b>
<b>Report of:</b>	<b>Acting Chief Financial Officer</b>
<b>Date of Decision:</b>	<b>21<sup>st</sup> March 2017</b>
<b>SUBJECT:</b>	<b>CAPITAL AND TREASURY MANAGEMENT MONITORING QUARTER 3 (OCTOBER TO DECEMBER 2016)</b>
<b>Key Decision: Yes</b>	<b>Relevant Forward Plan Ref: 001926/2016</b>
<b>If not in the Forward Plan: (please "tick" box)</b>	<b>Complied with Rule 15</b> <input type="checkbox"/> <b>Complied with Rule 16</b> <input type="checkbox"/>
<b>Type of decision:</b>	<b>Executive</b>
<b>Relevant Cabinet Member:</b>	<b>Councillor Ian Ward</b>
<b>Relevant O&amp;S Chairman:</b>	<b>Councillor Mohammed Aikhlaq</b>
<b>Wards affected:</b>	<b>All</b>

### 1. Purpose of report:

- 1.1 The report notes developments in relation to Birmingham City Council's medium term capital programme up to 31<sup>st</sup> December 2016.
- 1.2 The report also monitors the treasury management portfolio and actions taken during the quarter under delegations.

### 2. Decision(s) recommended:

- 2.1 Cabinet is requested to:
- (i) Approve the revised multi-year capital programme of £2,030.669m.
  - (ii) Authorise the Strategic Director of Change & Support Services to place orders up to the value of £2m with suppliers selected in accordance with the Procurement Governance Arrangements.
- 2.2 Cabinet is requested to note that:
- (i) Forecast capital expenditure in 2016/17 is £371.231m.
  - (ii) Actual capital expenditure as at 31<sup>st</sup> December 2016 was £203.655m, representing 55.0% of the forecast outturn for 2016/17.
  - (iii) The Treasury Management decision to sell BCC's deferred consideration investment back to the NEC.

<b>Lead Contact Officer(s):</b>	<b>Steve Powell, Assistant Director Corporate Finance</b>
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<b>3.</b>	<b>Consultation</b>
	Consultation should include those that have an interest in the decisions recommended.
3.1	<u>Internal</u>
	Relevant Members and officers have been consulted in the preparation of this report.
3.2	<u>External</u>
	There are no additional issues beyond consultations carried out as part of the budget setting process for 2016/17.
<b>4.</b>	<b>Compliance Issues:</b>
4.1	<u>Are the recommended decisions consistent with the Council's policies, plans and strategies?</u>
	The capital expenditure programme and the treasury management policy and strategy are part of the Council Business Plan and Budget 2017+, and resource allocation is directed towards Council priorities.
4.2	<u>Financial Implications.</u> <u>(Will decisions be carried out within existing finances and Resources?)</u>
	The corporate capital budget monitoring documents attached give details of service delivery within available resources.
	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 the Business Case reports under the 'Gateway' Process.
4.3	<u>Legal Implications</u>
	Section 151 of the 1972 Local Government Act requires the Chief Financial Officer (as the responsible officer) to ensure proper administration of the City Council's financial affairs. Budgetary control, which includes the regular monitoring of and reporting on budgets, is an essential requirement placed on directorates and members of Corporate Management Team by the City Council in discharging the statutory responsibility. This report meets the City Council's requirements on control of the capital budget. It also reports on the exercise of treasury management delegations and the management of treasury risks in accordance with the Council's treasury management policy and strategy.
4.4	<u>Public Sector Equality Duty</u>
	There are no additional specific Equality Duty or Equality Analysis issues beyond any already assessed and detailed in the budget setting process and monitoring issues that have arisen in the year to date. Any specific assessments needed will be made by Directorates in the management of their services.

<b>5.</b>	<b>Relevant background/chronology of key events:</b>
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- 5.1 The City Council's Capital Programme and the Treasury Management Policy and Strategy for 2016/17 was approved by the City Council on 1<sup>st</sup> March 2016.
- 5.2 A Capital Programme of £965.848m was approved by the City Council on 1st March 2016.
- 5.3 During Quarters 1 & 2 the programme increased by a further £915.518m to £1,881.368m.
- 5.4 **Addition / Reduction in Resources**

During Quarter 3 the programme increased by a further £149.301m to £2,030.669m and this is summarised in the table below.

	2016/17	2017/18	2018/19	Later Years	Total
	£m	£m	£m	£m	£m
<b>Approved Capital Budget Q2</b>	<b>478.377</b>	<b>312.618</b>	<b>223.228</b>	<b>867.145</b>	<b>1,881.368</b>
Addition or (Reduction) in Resources	(16.547)	86.335	39.283	40.230	149.301
<b>Revised Capital Budget Quarter 3</b>	<b>461.830</b>	<b>398.953</b>	<b>262.511</b>	<b>907.375</b>	<b>2,030.669</b>

The main variations for the increase in resources of £149.301m are outlined in Appendix 1. The majority of the additional resources relate to the inclusion of new InReach projects for the Housing Private Sector (£97.270m), additional HRA schemes (£23.699m) and additional use of the capital receipts flexibility to fund revenue reform projects (£21.514m).

5.5 **Forecast Budget Variations**

At Quarter 3 net slippage of £(52.960)m and a net underspend of £(3.165)m is forecast for the financial year ended 2016/17. The forecast expenditure for the year therefore decreases to £371.231m and is summarised in the table below.

	2016/17	2017/18	2018/19	Later Years	Total
	£m	£m	£m	£m	£m
<b>Revised Capital Budget Quarter 3</b>	<b>461.830</b>	<b>399.953</b>	<b>262.511</b>	<b>907.375</b>	<b>2,030.669</b>
Forecast Slippage at Q2	(34.474)	21.981	14.388	(1.855)	0.000
Forecast Slippage at Q3	(52.960)	43.125	(5.233)	15.068	0.000
Add pressures (less underspends)	(3.165)	0.168	5.379	(3.263)	(0.881)
<b>Forecast Outturn Q3</b>	<b>371.231</b>	<b>464.227</b>	<b>277.005</b>	<b>917.325</b>	<b>2,029.788</b>

The reasons for the Quarter 3 slippage of £(52.960)m and the net underspend across the 4 year programme of £(0.881)m are outlined in Appendix 1.

**5.6 Expenditure to Date**

Actual expenditure on Voyager for the quarter ending 31<sup>st</sup> December 2016 is £203.655m. This represents 55.0% of the forecast outturn for 2016/17 and compares with 62% in 2015/16 financial year.

Capital expenditure on a scheme by scheme basis is detailed in Appendix 2.

**5.7 10 – Year Capital Programme**

The quarterly Capital & Treasury Management Monitoring report includes an additional appendix (Appendix 5) that reports the longer term 10-year view of the capital programme, which goes beyond the 4-year view currently reported on Voyager. Forecast budget figures have been included where sufficient planning proposals are in place and resources are reasonably certain. Many projects do not have such long term planning horizons, and the absence of forecasts does not mean that there is no spend anticipated, just that it cannot yet be reasonably quantified. A number of forecast expenditure plans are only indicative allocations and subject to further approval through the City Council's Gateway business case appraisal process. Additional projects and programmes will be added as and when planning information becomes available and resource allocations are notified.

The appendix includes programmes such as the HRA capital programme, Housing Private Sector schemes, the Enterprise Zone and the Curzon Street Master Plan (Enterprise Zone Phase 2).

**5.5 Treasury Management Monitoring**

Summaries of the City Council's borrowing and treasury investment are contained within Appendices 6 to 11.

As part of the consideration for the sale of NEC Group to LDC on 1<sup>st</sup> May 2015 the City Council received loan notes with a face value of £14.8m and 8% coupon and consideration based on the estimated future value of the retained stake in the subsequent resale value of the NEC Business. Following discussions with the NEC and LDC, approval was given under treasury management delegations to realise these assets and the City Council received £17.63m of which £15.6m is a capital receipt and £2.03m is a revenue receipt relating to interest on the loan notes.

**6. Evaluation of alternative option(s):**

- 6.1 No alternative options are relevant for the purposes of this monitoring report. The evaluation of options is contained in individual investment proposals.

**7. Reasons for Decision(s):**

- 7.1 To inform Cabinet of the latest projected position on the City Council's capital programme against the approved budget, and to monitor treasury management activity and risks.
- 7.2 To seek approval to the revised capital budget at 31<sup>st</sup> December 2016.

**Signatures (or relevant Cabinet Member approval to adopt the Decisions recommended):**

Chief Officer(s): .....

Cabinet Member:.....

Dated: .....

**List of Background Documents used to compile this Report:**

1st March 2016 Council Report – Council Business Plan 2016+

Financial Outturn Report – 17th May 2016.

20<sup>th</sup> September 2016 – Capital & Treasury Management Monitoring Report Quarter 1 (April to June 2016)

15<sup>th</sup> November 2016 – Capital & Treasury Management Monitoring Report Quarter 2 (July to September 2017)

**List of Appendices accompanying this Report:**

1. Appendix 1 – Review of major capital monitoring variations at Quarter 3 2016/17
2. Appendix 2 – High level summary of the Capital Programme as at Quarter 3 2016/17
3. Appendix 3– Development and Funding of the Capital Programme at Quarter 3 2016/17
4. Appendix 4 – New Prudential Borrowing Capital Schemes in Quarter 3 2016/17
5. Appendix 5 – 10-Year Capital Programme as at Quarter 3 2016/17
6. Appendix 6 - Summary Debt and Investment Portfolio
7. Appendix 7 - Long Term Transactions in the Quarter
8. Appendix 8 - Treasury Investments Outstanding at 31<sup>st</sup> December 2016
9. Appendix 9- Treasury Investments made in October to December 2016
10. Appendix 10 - Accountable Body Investments
11. Appendix 11 - Prudential Indicators
12. Appendix 12 – Resources to Support ICT Contract Negotiation

PEOPLE DIRECTORATE - ADULTS & COMMUNITIES		2016/17 £'000	All Years £'000	Project Officer Narratives
<b>Property Schemes</b>	Budget	413	1,713	£1.713m Programme of Refurbishments of Older Adults Services and Learning Disability Services. £0.850m purchase of lease for the Kenrick Centre at Mill Farm Road. All schemes are grant funded.
	Quarter 2 forecast changes	0	0	
	Additional / (Reduced) Resources	0	780	£0.780m funding for a Long Leasehold Interest at the Kenrick Centre funded by the Better Care Fund. This scheme was approved by the Deputy Leader, the Cabinet Member for Development, Transportation and Economy and Cabinet Member Commissioning, Contracts and Improvement on 01/09/2015. The purchase of the Long Leasehold is to enable BCC to have control of this site to enable the continuing strategy of developing and modernising residential and day services for Older Adults.
	slippage/acceleration	(121)	0	(£0.121m) slippage against the Refurbishment programmes for Learning Disability Services and Older Adults Services. The future of Adults services provision in terms of these schemes is under review. As a result the capital investment programme has been paused until the outcome of this review is known. Should the City Council decide to retain these services, spending will resume. These schemes are funded by capital grants.
	(Under) / Overspend	0	70	The legal costs of the Kenrick Centre lease purchase are uncertain and may exceed the current budget due to the length of time involved to get relevant approvals including Charity Commission clearance. This increase is a provisional figure which would be funded by the Better Care Fund if required.
	Total revised forecast	292	2,563	
	On Target?			No - as above
<b>IT Schemes</b>	Budget	745	2,024	New and enhanced IT systems to support the delivery of Adults & Communities services.
	Quarter 2 forecast changes	0	0	
	Additional / (Reduced) Resources	0	0	
	slippage/acceleration	(425)	0	(£0.260m) of Social Care IT Grant funding has been reprioritised and slipped into 2017/18 to support Carefirst System Replacement programme in 2017/18. (£0.165m) Tech Refresh grant funding slippage due to extensive re-use of devices recovered from the business and reused. The ICT strategy review of the device purchasing model has currently paused purchases of equipment for Refresh purposes. There is currently no impact on service delivery or funding but this cannot be sustained indefinitely.
	(Under) / Overspend	0	0	
	Total revised forecast	320	2,024	
	On Target?			No - as above
<b>Better Care</b>	Opening Budget	6,287	6,380	The Better Care Fund provides funding to local services for the provision of improved health and social care services for elderly and vulnerable adults.
	Quarter 2 forecast changes	(3,000)	0	<i>Reported in quarter 2 Cabinet Report.</i>
	Additional / (Reduced) Resources	(900)	(701)	£(0.900)m of Better Care Funding transferred to cover the additional resources required for the Independent Living Scheme for 2016/17 only. (see below). This is permitted within the approvals arrangements for the Better Care Fund capital resources. £0.199m of Better Care Fund resources to fund Telecare in 2017/18 as approved by Strategic Director for People on a delegated authority report from 04/08/2016.
	slippage/acceleration	(2,087)	0	Slippage of £(2.087)m of Better Care Fund grant resources into future years. There are no further plans for spending the Better Care Fund in 2016/17 as the focus of attention has been on developing the Strategic Transformation Plans (STP) which were submitted to the Department of Health at the end of October 2017. Future schemes will be developed in conjunction with Health Partners.
	(Under) / Overspend	0	0	
	<b>Total revised forecast</b>	<b>300</b>	<b>5,679</b>	
	On Target?			No - as above

<b>Independent Living</b>	Opening Budget	4,600	13,800	Delivery of major adaptation schemes through the Disabled Facilities Grant.
	Quarter 2 forecast changes	0	0	
	Additional / (Reduced) Resources	900	900	£0.900m of Better Care Funding transferred to cover the additional resources required for the Independent Living Scheme for 2016/17 only (see above). This activity has previously been funded by a specific grant from Government and from 1st April 2015 was included in the Better Care Fund (BCF). In 2016/17 the grant was combined with other elements of the BCF capital allocation. The opportunity is being taken to use this additional flexibility to temporarily extend the resources available. This is permitted within the approvals arrangements for the Better Care Fund capital resources.
	slippage/acceleration	0	0	
	(Under) / Overspend	0	0	
	<b>Total revised forecast</b>	<b>5,500</b>	<b>14,700</b>	
	On Target?			Yes
	<b>Opening Budget</b>	<b>12,045</b>	<b>23,917</b>	
	Quarter 2 forecast changes	(3,000)	0	Reported in quarter 2 Cabinet Report.
	<b>Additional / (Reduced)</b>	<b>0</b>	<b>980</b>	
	<b>slippage/acceleration</b>	<b>(2,632)</b>	<b>0</b>	
	<b>(Under) / Overspend</b>	<b>0</b>	<b>70</b>	
	<b>Total revised forecast</b>	<b>6,413</b>	<b>24,967</b>	

PEOPLE DIRECTORATE - CHILDREN, YOUNG PEOPLE AND FAMILIES		2016/17 £'000	All Years £'000	Project Officer Narratives
<b>Aiming Higher for Disabled Children</b>	Opening Budget	300	487	Scheme to provide better access to short breaks provision by providing equipment, adaptations and facilities for disabled children's and young people.
	<i>Quarter 2 forecast changes</i>	0	0	
	Additional / (Reduced)	0	0	
	slippage/acceleration	0	0	
	(Under) / Overspend	0	0	
	<b>Total revised forecast</b>	300	487	
	On Target?			Yes
<b>Devolved Capital</b>	Opening Budget	2,525	5,370	Allocated to Maintained Schools to fund capital works.
	<i>Quarter 2 forecast changes</i>	0	0	
	Additional / (Reduced)	0	0	
	slippage/acceleration	0	0	
	(Under) / Overspend	0	0	
	<b>Total revised forecast</b>	<b>2,525</b>	<b>5,370</b>	
	On Target?			This budget is managed and delivered by the individual schools and is currently on target.
<b>School Condition Allowance</b>	Opening Budget	15,454	34,938	School Condition Allowance programme covering programmed capital works, dual funded schemes, improvements to access and kitchen works.
	<i>Quarter 2 forecast changes</i>	0	0	
	Additional / (Reduced) Resources	0	0	
	slippage/acceleration	0	0	
	(Under) / Overspend	0	0	
	<b>Total revised forecast</b>	<b>15,454</b>	<b>34,938</b>	
	On Target?			Yes
<b>Basic Need/Additional Primary Places</b>	Opening Budget	49,753	120,915	Building programme aimed at expanding school provision in order to meet pupil place requirements.
	<i>Quarter 2 forecast</i>	<i>(20,110)</i>	0	<i>Reported in quarter 2 Cabinet Report.</i>
	Additional / (Reduced)	0	0	
	slippage/acceleration	0	0	
	(Under) / Overspend	0	0	
	<b>Total revised forecast</b>	<b>29,643</b>	<b>120,915</b>	
	On Target?			No as above slippage in quarter 2.

<b>Early Years Schemes</b>	Budget	2,590	2,625	Funding for additional places in the nursery sector - mainly based at primary schools.
	<i>Quarter 2 forecast</i>	0	0	
	Additional / (Reduced)	0	0	
	slippage/acceleration	0	0	
	(Under) / Overspend	0	0	
	Total revised forecast	2,590	2,625	
	On Target?			Yes
<b>Other Minor Schemes</b>	Opening Budget	28	28	Minor value schemes - Burford Community Development £0.014m; Victoria Special School £0.14m; Salix Energy Efficiency £0.080m (this is a loan scheme to fund energy efficiency projects at schools).
	<i>Quarter 2 forecast</i>	0	0	
	Additional / (Reduced)	80	80	
	slippage/acceleration	0	0	
	(Under) / Overspend	0	0	
	<b>Total revised forecast</b>	<b>108</b>	<b>108</b>	
	On Target?			Yes
<b>Business Transformation - Children's</b>	Opening Budget	700	4,633	IT Investment in Children's Services.
	<i>Quarter 2 forecast</i>	0	0	
	Additional / (Reduced)	0	0	
	Resources			
	slippage/acceleration	(175)	0	(£0.225m) slippage into 2017/18 due to the upgrade of the Education recovery system which has limited the pace at which other ICT Improvement expenditure can be deployed due to the rate of change the operational areas can accept. £0.050m other minor scheme adjustments. There is no impact on funding. In terms of Service Provision the funding is currently being used on priority projects as set by the Business and change is taking place as quickly as possible.
	(Under) / Overspend	0	0	
	<b>Total revised forecast</b>	<b>525</b>	<b>4,633</b>	
<b>Section 106 schemes</b>	Opening Budget	334	334	Various minor schemes funded by S106 receipts.
	<i>Quarter 2 forecast</i>	26	26	<i>Reported in quarter 2 Cabinet Report.</i>
	Additional / (Reduced)	0	0	
	slippage/acceleration	0	0	
	(Under) / Overspend	0	0	
	<b>Total revised forecast</b>	<b>360</b>	<b>360</b>	
	On Target?			Yes

<b>Universal Free School Meals</b>	Budget	114	114	Capital funding to support of free school meals for reception years 1 and 2 children originally approved in September 2014.
	<i>Quarter 2 forecast changes</i>	<i>(8)</i>	<i>(8)</i>	<i>Reported in quarter 2 Cabinet Report.</i>
	Additional / (Reduced)	0	0	
	slippage/acceleration	0	0	
	(Under) / Overspend	0	0	
	Total revised forecast	106	106	
	On Target?			Yes
<b>TOTAL CHILDREN, YOUNG</b>	Opening Budget	<b>71,798</b>	<b>169,444</b>	
	<i>Quarter 2 forecast</i>	<i>(20,092)</i>	<i>18</i>	<i>Reported in quarter 2 Cabinet Report.</i>
	Additional / (Reduced)	<b>80</b>	<b>80</b>	
	slippage/acceleration	<b>(175)</b>	<b>0</b>	
	(Under) / Overspend	<b>0</b>	<b>0</b>	
	<b>Total revised forecast</b>	<b>51,611</b>	<b>169,542</b>	
<b>PEOPLE DIRECTORATE -</b>	<b>Opening Budget</b>	<b>83,843</b>	<b>193,361</b>	
	<i><b>Quarter 2 forecast</b></i>	<i><b>(23,092)</b></i>	<i><b>18</b></i>	<i>Reported in quarter 2 Cabinet Report.</i>
	<b>Additional / (Reduced)</b>	<b>80</b>	<b>1,059</b>	
	<b>slippage/acceleration</b>	<b>(2,808)</b>	<b>0</b>	
	<b>(Under) / Overspend</b>	<b>0</b>	<b>70</b>	
	<b>Total revised forecast</b>	<b>58,023</b>	<b>194,508</b>	

PLACE DIRECTORATE - HOUSING PRIVATE SECTOR GENERAL FUND		2016/17 £'000	All Years £'000	Project Officer Narratives
<b>Affordable Housing</b>	Opening Budget	550	1,250	Expenditure to bring privately owned long term void properties back into use through compulsory acquisition.
	<i>Quarter 2 forecast changes</i>	0	0	
	Additional / (Reduced) Resources	0	950	Increase due to the inclusion of an additional year (2019/20 - £0.550m), and full anticipated usage of funding in earlier years (increase to £0.550m per annum from £0.350m per annum in 2017/18 and 2018/19).
	slippage/acceleration	0	0	
	(Under) / Overspend	0	0	
	<b>Total revised forecast</b>	<b>550</b>	<b>2,200</b>	
	On Target?			Yes
<b>Homeless Services</b>	Opening Budget	1,435	1,435	Programme of refurbishment of Temporary Accommodation to improve services for the homeless. Transferred from People Directorate - Adults Services.
	<i>Quarter 2 forecast changes</i>	0	0	
	Additional / (Reduced) Resources	1,136	1,136	£0.995m - Additional scheme, as approved by the Cabinet Member for Housing & Homes and the Strategic Director for Place, to bring 41 properties in Newtown initially identified for demolition into use as temporary accommodation for a period of 5 years. The scheme is substantially funded through prudential borrowing, that will be repaid from the rental income generated by the properties. £0.141m - additional works to allow homeless hostels to be brought back into use (relates to replacement boilers and associated works), funded from revenue contributions.
	slippage/acceleration	0	0	
	(Under) / Overspend	0	0	
	<b>Total revised forecast</b>	<b>2,571</b>	<b>2,571</b>	
	On Target?			Yes
<b>In Reach</b>	Opening Budget	6,003	12,000	Provision of loans to InReach (Birmingham) Limited - a wholly owned company of BCC which has been set up to develop and operate market rent accommodation in Birmingham.
	<i>Quarter 2 forecast changes</i>	0	0	
	Additional / (Reduced) Resources	0	96,320	Addition of further schemes as approved by Cabinet in October 2016 (4 schemes for development), together with proposals for a programme of acquisition by InReach of 200 void properties per annum from the HRA. Loan funded from prudential borrowing, to be repaid as InReach repays their loan.
	slippage/acceleration	(2,692)	0	Drawdown of the St Vincent Street loan by InReach delayed due to protracted contract negotiations between InReach and their Contractor. Contractor is now on site, and drawdowns commenced.
	(Under) / Overspend	0	0	
	<b>Total revised forecast</b>	<b>3,311</b>	<b>108,320</b>	
	On Target?			Yes, with the exception of issues re St Vincent Street referred to above.

<b>Other Programmes</b>	Opening Budget	160	160	Compensation payable in respect of historic slum clearance schemes.
	<i>Quarter 2 forecast</i>	0	0	
	Additional / (Reduced)	0	0	
	slippage/acceleration	(100)	0	Compensation is only paid when individuals come forward. Final cases not yet resolved, and now anticipated to be concluded in 2017/18 or later years.
	(Under) / Overspend	0	0	
	<b>Total revised forecast</b>	<b>60</b>	<b>160</b>	
	On Target?			No as above
<b>TOTAL HOUSING PRIVATE</b>	<b>Opening Budget</b>	<b>8,148</b>	<b>14,845</b>	
	<i>Quarter 2 forecast</i>	0	0	
	<b>Additional / (Reduced)</b>	<b>1,136</b>	<b>98,406</b>	
	<b>slippage/acceleration</b>	<b>(2,792)</b>	<b>0</b>	
	<b>(Under) / Overspend</b>	<b>0</b>	<b>0</b>	
	<b>Total revised forecast</b>	<b>6,492</b>	<b>113,251</b>	

PLACE DIRECTORATE - OTHER GENERAL FUND		2016/17 £'000	All Years £'000	Project Officer Narratives
<b>Swimming Pool Facilities</b>	Opening Budget	28,029	40,391	Sport and physical activity review programme for the new build of Sparkhill Pool, Stechford Leisure Centre, Icknield Port Loop, Erdington Pool and Northfield Pool and the refurbishment of Wyndley Leisure Centre, Beeches Pool, Fox Hollies Leisure Centre, Billesley ITC and Cocks Moor Wood Leisure Centre.
	Quarter 2 forecast changes	0	0	
	Additional / (Reduced)	0	0	
	slippage/acceleration	(4,633)	0	The programme for 2016/17 comprises 5 new build and 2 refurbished leisure centres delivered through three Design, Build, Manager and Operate Framework Contracts. The profile of expenditure on the new builds has been amended from that estimated from tender documents, to reflect recently agreed milestone payments and this has resulted in estimated slippage of £4.6m. The construction programme remains on target to achieve expected building completion dates.
	(Under) / Overspend	0	0	
	<b>Total revised forecast</b>	<b>23,396</b>	<b>40,391</b>	
	On Target?			No - as above
<b>Waste Management Services</b>	Opening Budget	2,413	9,464	Waste Depot Modernisation Programme and Mobile IT project. Phase 1 of the Depot Modernisation Programme will deliver improvements to Perry Barr and Lifford Depots and is on target following approval in December 2016 (£1.2m spend in 2016/17 and £3.7m in 2017/18). A further £1.2m of budget provision relates to the Mobile IT Project.
	Quarter 2 forecast changes	0	0	
	Additional / (Reduced)	89	0	
	slippage/acceleration	(804)	0	Part of the Mobile IT project will be delayed pending the outcome of the Trade Waste and Street Cleansing service reviews, resulting in slippage of £0.804m. During this time, front line services are being maintained and the delay is not expected to adversely impact on the overall cost of the project.
	(Under) / Overspend	(10)	(10)	
	<b>Total revised forecast</b>	<b>1,688</b>	<b>9,454</b>	
	On Target?			Slippage on Mobile IT; Depot Modernisation is on target.
<b>Parks</b>	Opening Budget	3,743	4,260	Various schemes including - Cofton Nurseries replacement glasshouses £1.833m; Cofton Park Pavillion £0.367m; Reservoirs & Pools £0.268m; Perry Park Skate Park £0.139m; Highgate Park Improvements £0.109m; Minworth Sports Facilities £0.515m; Kings Heath Park Hub £0.136m; Blackroot Pool £0.384m; Other Schemes <£100k £0.509m.
	Quarter 2 forecast changes	0	0	
	Additional / (Reduced) Resources	353	366	£0.130m for an extension to Perry Park Skate Park approved by Delegated Authority on 19/08/16 and funded by a mixture of S106 receipts and other contributions. £0.236m other minor scheme approvals of <£100k each.
	slippage/acceleration	(1,836)	0	Forecast slippage of £(1.833)m due to delays relating to the Cofton Nursery replacement project. Quotes for work packages exceeded the budget and it was not possible to satisfactorily bring the costs within budget. The project is therefore on hold pending re-tendering. The project will be funded by service prudential borrowing, subject to a business case. £0.003m other minor slippage adjustments.
	(Under) / Overspend	0	0	
	<b>Total revised forecast</b>	<b>2,260</b>	<b>4,626</b>	
	On Target?			No - slippage on Cofton Nursery. All other schemes currently on target.

<b>Bereavement Services</b>	Budget	8,211	8,211	Development of the Cemetery at Sutton New Hall for provision of additional burial plots.
	Quarter 2 forecast changes	0	0	
	Additional / (Reduced)	(16)	(16)	
	slippage/acceleration	(6,195)	0	Forecast slippage of (£6.195m) as a result of delays relating to the appointment of a suitable specialist sub-contractor for drainage works. This will not impact on the overall cost of the project and service provision will be maintained until project completion.
	(Under) / Overspend	0	0	
	<b>Total revised forecast</b>	<b>2,000</b>	<b>8,195</b>	
	On Target?			No - as above
<b>Markets</b>	Budget	29,554	30,509	Relocation of Birmingham Wholesale Markets to Witton including purchase of land and construction of a building at a new site.
	Quarter 2 forecast changes	1,500	1,500	<i>Reported in quarter 2 Cabinet Report.</i>
	Additional / (Reduced) Resources	1,314	1,314	Additional service funded prudential borrowing of £1.314m for the Wholesale Market as approved by Cabinet in the Quarter 2 Capital & Treasury Management Monitoring Report on 15th November 2016.
	slippage/acceleration	(1,850)	0	Practical completion of the main building works took place on 4 November 2016. Relocating tenants have yet to sign leases at the new market, which were due to be signed by 18 November, and there is therefore likely to be some delay in the fit out of the new units and the commencement of trading, from the planned start in February 2017. As a consequence slippage is forecast at £1.85m.
	(Under) / Overspend	(1,500)	(1,500)	Reversal of qtr 2 forecast overspend as new resources of £1.314m approved as above.
	<b>Total revised forecast</b>	<b>29,018</b>	<b>31,823</b>	
	On Target?			No - as above
<b>Community Initiatives</b>	Budget	245	392	£0.392m budget for Lozells Community Development Initiative.
	Quarter 2 forecast changes	0	0	
	Additional / (Reduced)	0	0	
	slippage/acceleration	(245)	0	A proposal to utilise this funding, originally allocated for the Lozells Community Development Initiative is expected to be brought forward for approval in 2017.
	(Under) / Overspend	0	0	
	<b>Total revised forecast</b>	<b>0</b>	<b>392</b>	
	On Target?			No - as above
<b>Regulation and Enforcement</b>	Opening Budget	372	372	£0.292m Health and Safety Works to the mortuary ventilation system and flooring. £0.080m no longer required.
	Quarter 2 forecast changes	0	0	
	Additional / (Reduced)	0	0	
	slippage/acceleration	(366)	0	£(0.292)m of service prudential borrowing for Health and Safety Works on floors and ventilation for the Mortuary and Coroners Services. The project was approved by the Acting Strategic Director Place Directorate in June 2016. It has taken longer than expected to prepare a schedule of works and confirm a start date. As a consequence the expenditure of £(0.292)m will slip into 2017/18. The remaining (£0.080)m of Prudential Borrowing resources is being reviewed for Quarter 4 monitoring.
	(Under) / Overspend	0	0	
	<b>Total revised forecast</b>	<b>6</b>	<b>372</b>	
	On Target?			No - as above

<b>Brasshouse Relocation</b>	Budget	2,081	2,081	Relocation of Brasshouse Adult Education Centre to the Library of Birmingham.
	<i>Quarter 2 forecast changes</i>	0	0	
	Additional / (Reduced)	0	0	
	slippage/acceleration	0	0	
	(Under) / Overspend	0	0	
	Total revised forecast	2,081	2,081	
	On Target?			Project complete. Adult Education services are now being provided at the Library of Birmingham.
<b>Civic House Refurbishment</b>	Opening Budget	1,564	1,564	Major refurbishment of Civic House to create a new Learning Centre in the Erdington Ward.
	<i>Quarter 2 forecast changes</i>	0	0	
	Additional / (Reduced)	0	0	
	slippage/acceleration	0	0	
	(Under) / Overspend	0	0	
	<b>Total revised forecast</b>	<b>1,564</b>	<b>1,564</b>	
	On Target?	0	0	Project complete. Adult Education services are now being provided at Civic House.
<b>Strategic Libraries</b>	Opening Budget	742	742	Library of Birmingham - residual budgets to complete the fit out of a wide range of relatively small items and to complete works to doors and flooring.
	<i>Quarter 2 forecast changes</i>	0	0	
	Additional / (Reduced)	0	0	
	slippage/acceleration	(434)	0	The slippage into 2017/18 of expenditure on the outstanding items to fully deliver the library building project involves complex works, logistics and planning that have to fit in with the running of a public building. This includes substantial work on the library front door and on the floor in the Children's Library. All outstanding items will be completed during 2017/18 and there is no impact on service provision or funding.
	(Under) / Overspend	(158)	(158)	The need for outstanding expenditure to bring the new library fully into 'fit for purpose' condition has been carefully reviewed and many early estimates for the cost of this work have been refined. The overall net underspend is largely due to the removal of a £0.150m provision to build a nitrate store to house archive material safely, in place of which a revenue (instead of capital) based plan will now be developed subject to revenue resources being identified.
	<b>Total revised forecast</b>	<b>150</b>	<b>584</b>	
	On Target?			The Library of Birmingham is open.
<b>Land Drainage &amp; Flood Defences</b>	Opening Budget	1,105	1,105	River Tame Flood Defence Scheme.
	<i>Quarter 2 forecast changes</i>	0	0	
	Additional / (Reduced)	0	0	
	slippage/acceleration	(1,103)	0	The project has been delayed due to revised requirements from the Environment Agency resulting in significant slippage into 2017/18. The project is expected to complete in 2017/18. There are no implications to the funding of the scheme.
	(Under) / Overspend	15	15	
	<b>Total revised forecast</b>	<b>17</b>	<b>1,120</b>	
	On Target?			No - as above

<b>Other Minor Schemes</b>	Opening Budget	80	80	Minor Schemes <£100k.
	Quarter 2 forecast	0	0	
	Additional / (Reduced) Resources	110	110	Two additional budgets of <£100k for acquisition of artwork for the Birmingham Museum and Art Gallery approved by Delegated Authority on 07/11/2016 and both funded by Heritage Lottery Fund Grant.
	slippage/acceleration	0	0	
	(Under) / Overspend	0	0	
	<b>Total revised forecast</b>	<b>190</b>	<b>190</b>	
	On Target?	0	0	Yes
<b>TOTAL OTHER GENERAL FUND</b>	<b>Opening Budget</b>	<b>78,139</b>	<b>99,171</b>	
	Quarter 2 forecast	1,500	1,500	Reported in quarter 2 Cabinet Report.
	<b>Additional / (Reduced)</b>	<b>1,850</b>	<b>1,774</b>	
	<b>slippage/acceleration</b>	<b>(17,466)</b>	<b>0</b>	
	<b>(Under) / Overspend</b>	<b>(1,653)</b>	<b>(1,653)</b>	
	<b>Total revised forecast</b>	<b>62,370</b>	<b>100,792</b>	

PLACE DIRECTORATE - DISTRICT SERVICES		2016/17 £'000	All Years £'000	Project Officer Narratives
<b>Community Sport</b>	Opening Budget	135	135	Community Sports - minor schemes.
	Quarter 2 forecast changes	0	0	
	Additional / (Reduced)	0	0	
	slippage/acceleration	0	0	
	(Under) / Overspend	0	0	
	<b>Total revised forecast</b>	<b>135</b>	<b>135</b>	
	On Target?			Yes
<b>Community Libraries</b>	Opening Budget	576	576	£0.456m West Heath Library rebuild; £0.120m other minor schemes.
	Quarter 2 forecast changes	0	0	
	Additional / (Reduced)	0	0	
	slippage/acceleration	(456)	0	The West Heath Library project has slipped due to consultation being undertaken on the future delivery of the Community Libraries service. The commencement of consultation, approved by Cabinet in October 2016 was concluded in January 2017 and followed by a Cabinet decision report in February. There is no revenue impact on the Community Libraries service arising from the slippage.
	(Under) / Overspend	0	0	
	Total revised forecast	120	576	
	On Target?			No as per above
<b>Community Development &amp; Play</b>	Opening Budget	4	4	Minor Schemes.
	Quarter 2 forecast changes	0	0	
	Additional / (Reduced)	52	52	
	slippage/acceleration	(48)	0	
	(Under) / Overspend	0	0	
	<b>Total revised forecast</b>	<b>8</b>	<b>56</b>	
	On Target?			Yes
<b>Community Parks</b>	Budget	172	172	Minor Schemes.
	Quarter 2 forecast changes	0	0	
	Additional / (Reduced)	(5)	(5)	
	slippage/acceleration	0	0	
	(Under) / Overspend	0	0	
	Total revised forecast	167	167	
	On Target?			Yes
<b>Community Chest</b>	Budget	56	56	Minor Schemes.
	Quarter 2 forecast changes	0	0	
	Additional / (Reduced)	0	0	
	slippage/acceleration	0	0	
	(Under) / Overspend	0	0	
	Total revised forecast	56	56	
	On Target?			Yes

<b>Districts and Neighbourhoods</b>	Budget	6	6	Minor Schemes.
	<i>Quarter 2 forecast</i>	<i>0</i>	<i>0</i>	
	Additional / (Reduced)	0	0	
	slippage/acceleration	0	0	
	(Under) / Overspend	0	0	
	Total revised forecast	6	6	
	On Target?			Yes
<b>TOTAL DISTRICT SERVICES</b>	<b>Opening Budget</b>	<b>949</b>	<b>949</b>	
	<i>Quarter 2 forecast changes</i>	<i>0</i>	<i>0</i>	
	<b>Additional / (Reduced) Resources</b>	<b>47</b>	<b>47</b>	
	<b>slippage/acceleration</b>	<b>(504)</b>	<b>0</b>	
	<b>(Under) / Overspend</b>	<b>0</b>	<b>0</b>	
	<b>Total revised forecast</b>	<b>492</b>	<b>996</b>	

PLACE DIRECTORATE - HOUSING REVENUE ACCOUNT		2016/17 £'000	All Years £'000	Project Officer Narratives
<b>Housing Improvement Programme</b>	Opening Budget	54,967	237,734	Capital Investment Programme - various projects to carry out improvements to stock including major structural works.
	Quarter 2 forecast changes	(236)	0	Reported in quarter 2 Cabinet Report.
	Additional / (Reduced) Resources	0	(14,715)	Realignment of future years capital investment programme to reflect reduced resource availability from tenants' rents (net of HRA revenue expenditure)
	slippage/acceleration	(338)	0	Partial reduction in net slippage and acceleration of lifts refurbishment and electrical rewires programmes previously reported as a part of the Quarter 2 forecast changes due to rigorous contract management.
	(Under) / Overspend	724	724	Increased preparatory work / Structural Investigations for future major works to tower blocks, funded from additional receipts from RTB and BMHT sales.
	<b>Total revised forecast</b>	<b>55,117</b>	<b>223,743</b>	
	On Target?			Yes, subject to the above slippage
<b>Redevelopment</b>	Opening Budget	56,046	185,632	Birmingham Municipal Housing Trust (BMHT) new build housing Stock Replacement Programme and Affordable Rent Programmes, together with related housing development, including sales and clearance.
	Quarter 2 forecast changes	(6,601)	91	Reported in quarter 2 Cabinet Report.
	Additional / (Reduced) Resources	0	38,415	Increased BMHT programme as a result of proposed disposal of 200 properties per annum to InReach (Birmingham) Limited, with approximately 35% reprovision (£29million), together with extensive remediation works at Yardley Brook (£9million) and flood defence works at Bromford (£1.6million) - both funded through HCA grants.
	slippage/acceleration	1,462	0	Partial reduction in slippage reported at Quarter 2 (particularly relating to Perry Common).
	(Under) / Overspend	(985)	1,330	Underspends due to removal of BMHT scheme no longer proceeding (Kellett Road), together with refinement of estimated final scheme costs, with overspends arising as a result of revised cost estimates for clearance programme. This is funded within the HRA Right to Buy (RTB) receipts.
	<b>Total revised forecast</b>	<b>49,922</b>	<b>225,468</b>	
	On Target?			Yes, subject to the above slippage.
<b>Other Programmes</b>	Opening Budget	4,728	19,526	Mainly capital works to void properties and major adaptation works to HRA properties.
	Quarter 2 forecast changes	0	0	
	Additional / (Reduced) Resources	0	(1)	
	slippage/acceleration	0	0	
	(Under) / Overspend	807	807	Completion of backlog of adaptations to council dwellings to support independent living. Funded from additional receipts from RTB and BMHT sales.
	<b>Total revised forecast</b>	<b>5,535</b>	<b>20,332</b>	
	On Target?			Yes, subject to the above slippage
<b>TOTAL HRA</b>	<b>Opening Budget</b>	<b>115,741</b>	<b>442,892</b>	
	Quarter 2 forecast changes	(6,837)	91	Reported in quarter 2 Cabinet Report.
	<b>Additional / (Reduced)</b>	<b>0</b>	<b>23,699</b>	
	<b>slippage/acceleration</b>	<b>1,124</b>	<b>0</b>	
	<b>(Under) / Overspend</b>	<b>546</b>	<b>2,861</b>	
	<b>Total revised forecast</b>	<b>110,574</b>	<b>469,543</b>	

PLACE DIRECTORATE -	Opening Budget	202,977	557,857	<i>Reported in quarter 2 Cabinet Report.</i>
	Quarter 2 forecast change	(5,337)	1,591	
	Additional / (Reduced) Resources	3,033	123,926	
	slippage/acceleration (Under) / Overspend	(19,638)	0	
	Total revised forecast	(1,107)	1,208	
		179,928	684,582	

<b>ECONOMY DIRECTORATE - REGENERATION</b>		<b>2016/17 £'000</b>	<b>All Years £'000</b>	<b>Project Officer Narratives</b>
<b>Paradise Circus Redevelopment</b>	Opening Budget	23,358	48,768	The major redevelopment of the Paradise Circus site. An investment plan resourced by the LEP for projects / programmes delivering development and long term growth.
	<i>Quarter 2 forecast changes</i>	0	0	
	Additional / (Reduced)	0	0	
	slippage/acceleration	0	0	
	(Under) / Overspend	0	0	
	<b>Total revised forecast</b>	<b>23,358</b>	<b>48,768</b>	
	On Target?			Yes
<b>Site Development &amp; Access</b>	Opening Budget	2,500	8,450	Investment plan resourced by the LEP for projects / programmes delivering development and long term growth. This part of the scheme supports property development coming forward on EZ Sites (other than Paradise Circus).
	<i>Quarter 2 forecast changes</i>	1,855	0	<i>Reported in quarter 2 Cabinet Report.</i>
	Additional / (Reduced)	0	(50)	
	slippage/acceleration	(3,955)	0	With the Curzon St EZ programme being approved in September 2016 it has been decided to review the Site Development and Access Fund (SDAF) (which is profiled in the Enterprise Zone Investment Plan 2014) in line with the new Site Enabling works package contained within the Curzon Investment Plan. There has been no new interest for the fund in 2016 and therefore no new marketing has been completed. The process for which funds are released once an application is made can take 3-6 months and therefore no funding will be released in 2016 except for a small budget required to complete funding agreements. The funding allocated for this EZ profile will be slipped into future years and is expected to be fully utilised. There are no implications regarding the delivery of expected outcomes.
	(Under) / Overspend	0	0	
	<b>Total revised forecast</b>	<b>400</b>	<b>8,400</b>	
	On Target?			No as above
<b>Connecting Economic Opportunities</b>	Opening Budget	75	13,301	Investment plan resourced by the LEP for projects / programmes delivering development and long term growth. - This scheme funds a range of projects to improve connectivity and create safe and attractive routes to EZ sites in the Snowhill, Digbeth, Jewellery Quarter and Eastside Areas.
	<i>Quarter 2 forecast changes</i>	0	0	
	Additional / (Reduced)	0	0	
	slippage/acceleration	0	0	
	(Under) / Overspend	0	0	
	<b>Total revised forecast</b>	<b>75</b>	<b>13,301</b>	
	On Target?			Yes

<b>Southern Gateway Site</b>	Opening Budget	1,000	35,470	Investment plan resourced by the LEP for projects / programmes delivering development and long term growth. - The Southern Gateway site supports the relocation of the Wholesale Markets to enable the redevelopment of this City Centre Site.
	<i>Quarter 2 forecast changes</i>	0	0	
	Additional / (Reduced) Resources	0	(940)	Development funding for the Southern Gateway project is now been charged to revenue and the budget has been reduced accordingly. This has been agreed and approved by the Enterprise Zone Board.
	slippage/acceleration	(1,000)	0	The profiled resources for this project was based on a forecast in the Enterprise Zone Investment Plan 2014. An application for funding to develop the full business case including the procurement of the development partner was submitted and approved in November 2016 which has now provided a more accurate profile for spend.
	(Under) / Overspend	0	0	
	<b>Total revised forecast</b>	<b>0</b>	<b>34,530</b>	
	On Target?			Yes - subject to the above approved slippage.
<b>LEP Investment Fund</b>	Opening Budget	0	20,000	Investment plan resourced by the LEP for projects / programmes delivering development and long term growth. This funding has been made available to support the implementation of the Strategic Economic Plan and its four delivery programmes.
	<i>Quarter 2 forecast changes</i>	0	0	
	Additional / (Reduced) Resources	0	0	
	slippage/acceleration	0	0	
	(Under) / Overspend	0	0	
	<b>Total revised forecast</b>	<b>0</b>	<b>20,000</b>	
	On Target?			Yes
<b>Snow Hill Public Realm</b>	Opening Budget	601	601	Investment plan resourced by the LEP for projects / programmes delivering development and long term growth. Office development at Two Snowhill.
	<i>Quarter 2 forecast changes</i>	0	0	
	Additional / (Reduced) Resources	0	0	
	slippage/acceleration	0	0	
	(Under) / Overspend	0	0	
	<b>Total revised forecast</b>	<b>601</b>	<b>601</b>	
	On Target?			Yes
<b>Southside Links</b>	Opening Budget	175	415	Provision of high quality pedestrian links stretching from Upper Hurst St, Ladywell Walk and Dudley St. This supports the newly opened southern portal at New Street Station to the Birmingham Smithfield development.
	<i>Quarter 2 forecast changes</i>	0	0	
	Additional / (Reduced) Resources	(14)	(23)	
	slippage/acceleration	0	0	
	(Under) / Overspend	0	0	
	<b>Total revised forecast</b>	<b>161</b>	<b>392</b>	
	On Target?			Yes

<b>One Station</b>	Opening Budget	0	727	Enhancement of the areas linking New Street Station and Moor Street Station.
	<i>Quarter 2 forecast changes</i>	207	0	<i>Reported in quarter 2 Cabinet Report.</i>
	Additional / (Reduced)	93	0	
	slippage/acceleration	(93)	0	
	(Under) / Overspend	0	0	
	<b>Total revised forecast</b>	<b>207</b>	<b>727</b>	
	On Target?			Yes
<b>Centenary Square</b>	Opening Budget	2,239	10,115	This project is complementary to the Metro project and will enhance the public square in line with the new Paradise Circus and Arena Central developments. This budget relates to Phase 1 of the programme of works.
	<i>Quarter 2 forecast changes</i>	0	0	
	Additional / (Reduced) Resources	0	50	
	slippage/acceleration	(2,070)	0	There are ongoing discussions between Birmingham City Council and the Contractor in order to bring down the costs of the contract. A target cost has not yet been agreed, therefore there is slippage of £2m into future years. Until a target cost is agreed we are unable to confirm either an underspend or overspend on this project. Any further delays in agreeing costs will have a negative impact on the delivery of this scheme.
	(Under) / Overspend	0	0	
	<b>Total revised forecast</b>	<b>169</b>	<b>10,165</b>	
	On Target?			No as above
<b>Making the Connection</b>	Opening Budget	552	552	£0.552m Making the Connection - Public Realm Enhancements around New Street, linking Paradise Circus, Arena Central and Southern Gateway.
	<i>Quarter 2 forecast changes</i>	0	0	
	Additional / (Reduced) Resources	0	0	
	slippage/acceleration	(84)	0	
	(Under) / Overspend	0	0	
	<b>Total revised forecast</b>	<b>468</b>	<b>552</b>	
	On Target?			No - minor slippage
<b>Curzon Extension</b>	Opening Budget	1,500	668,500	Curzon Investment Plan to deliver regeneration of local infrastructure over and above the High Speed Rail 2 that will integrate the new Curzon rail terminus and unlock wider development. This is to be delivered by 2026.
	<i>Quarter 2 forecast changes</i>	0	0	
	Additional / (Reduced)	0	0	
	slippage/acceleration	(1,500)	0	The Curzon Investment Plan was launched in September 2016 and work is progressing on a number of projects that focus on integrating the station with the City Centre and delivering new infrastructure that connects the Curzon area with other developments such as Smithfield. The overall financial profile has been revised to reflect the current programme and no capital spend is forecast for 2016/17.
	(Under) / Overspend	0	0	
	<b>Total revised forecast</b>	<b>0</b>	<b>668,500</b>	
	On Target?			No as above

<b>HS2 Curzon St</b>	Opening Budget	0	30,000	Investment plan resourced by the LEP for projects / programmes delivering development and long term growth. This forms part of the Birmingham Curzon HS2 Masterplan which has been prepared to ensure the City makes the most of the investment into the proposed High Speed 2 Terminus.
	<i>Quarter 2 forecast changes</i>	0	0	
	Additional / (Reduced)	0	0	
	slippage/acceleration	0	0	
	(Under) / Overspend	0	0	
	<b>Total revised forecast</b>	<b>0</b>	<b>30,000</b>	
	On Target?			Yes
<b>HS2 Interchange</b>	Opening Budget	0	20,000	Investment plan resourced by the LEP for projects / programmes delivering development and long term growth. This forms part of the Birmingham Curzon HS2 Masterplan which has been prepared to ensure the City makes the most of the investment into the proposed High Speed 2 Terminus.
	<i>Quarter 2 forecast changes</i>	0	0	
	Additional / (Reduced)	0	0	
	slippage/acceleration	0	0	
	(Under) / Overspend	0	0	
	<b>Total revised forecast</b>	<b>0</b>	<b>20,000</b>	
	On Target?			Yes
<b>East Aston RIS</b>	Opening Budget	4,856	4,856	East Aston Regional Investment Site - Advanced Manufacturing Hub. Programme of land acquisition, demolitions, remediation and site assembly to enable developers to relocate to a strategically important manufacturing site.
	<i>Quarter 2 forecast changes</i>	0	0	
	Additional / (Reduced) Resources	0	0	
	slippage/acceleration	(2,000)	0	(£2.000m) of slippage due to complex and protracted property negotiations at Concentric Business Park which further delays associated demolition and remediation works. There is no overall impact on service delivery or funding.
	(Under) / Overspend	0	0	
	<b>Total revised forecast</b>	<b>2,856</b>	<b>4,856</b>	
	On Target?			No as above
<b>Life Sciences</b>	Budget	12,920	12,920	Creation of a new Life Science Campus.
	<i>Quarter 2 forecast changes</i>	0	0	
	Additional / (Reduced)	0	0	
	slippage/acceleration	(1,300)	0	The acquisition of Life Sciences Campus by Birmingham City Council was completed in November 2016 and is due to be sold to the University of Birmingham. The slippage of £(1.3)m is for a contribution to infrastructure works to the owners of the site which will be paid in 2017/18. On completion of the disposal the Council and the University of Birmingham will finalise a site servicing solution for implementation by the University within 18 months of the completion of the sale.
	(Under) / Overspend	0	0	
	<b>Total revised forecast</b>	<b>11,620</b>	<b>12,920</b>	
	On Target?			Project all complete apart from the final £1.3m payment.

<b>Women's Enterprise Centre</b>	Budget	100	100	Redevelopment of the east wing of the Southside Business centre, Sparkbrook into a Women's Enterprise Centre.
	<i>Quarter 2 forecast</i>	0	0	
	Additional / (Reduced)	0	0	
	slippage/acceleration	0	0	
	(Under) / Overspend	(97)	(97)	
	<b>Total revised forecast</b>	<b>3</b>	<b>3</b>	
<b>Longbridge Regeneration</b>	Opening Budget	872	3,502	Scheme complete. Budget is for residual costs.
	<i>Quarter 2 forecast</i>	0	0	Regeneration of Longbridge and the former Rover sites. This comprises of a number of projects - upgrades to existing rail facilities (being delivered by Network Rail) improvements to existing bus interchanges and extension of existing park and ride site (being delivered by Transport for West Midlands - TFWM). BCC is the Accountable body for this project as we are acting as an applicant for the Local Growth Fund Grant funding.
	Additional / (Reduced)	0	0	
	slippage/acceleration	(664)	0	Works to Longbridge Railway Station have been delayed whilst Network Rail reconsider their procurement route. The Park and Ride scheme delivered by TFWM is currently being reappraised as part of a new parking strategy and the contractor could be on site in autumn 2017.
	(Under) / Overspend	0	0	
	<b>Total revised forecast</b>	<b>208</b>	<b>3,502</b>	
<b>Local Centres</b>	Opening Budget	970	1,246	No - as above
	<i>Quarter 2 forecast</i>	0	0	Improvements to Local Centres, including shop frontages.
	Additional / (Reduced)	25	25	
	slippage/acceleration	(414)	0	(£.0288m) slippage against the Tesco/Aston Lane project pending a Deed of Variation to extend the life of the S106 agreement. (£0.126m) other minor schemes slippage of <£100k each.
	(Under) / Overspend	(211)	(211)	(£0.204m) underspend of Corporate Resources funding against the Irish Quarter project - this has now been completed. (£0.007m) underspends against minor completed projects (funded by a mix of Earmarked Receipts and Corporate Resources).
	<b>Total revised forecast</b>	<b>370</b>	<b>1,060</b>	
<b>Conservation</b>	Opening Budget	326	1,646	No - as above
	<i>Quarter 2 forecast</i>	0	0	Improvements to Warstone Lane Cemetery including repairs, conservation and new building works, reinstatement of historical boundary railings, stones piers and entrance gates, restoration of catacombs.
	Additional / (Reduced)	0	0	
	slippage/acceleration	(261)	0	(£0.261m) slippage on Warstone Lane Cemetery pending agreement to detailed design works being agreed with Heritage Lottery Fund (HLF).
	(Under) / Overspend	0	0	
	<b>Total revised forecast</b>	<b>65</b>	<b>1,646</b>	
	On Target?			No - as above

<b>Business Growth Programme</b>	Budget	375	8,865	ERDF Business Support Programmes comprises two projects - Business Growth Programme and Property Investment Programme to provide grant assistance targeted at up to 576 existing small and medium enterprises.
	<i>Quarter 2 forecast changes</i>	0	0	
	Additional / (Reduced) Resources	52	2,000	£2.000m added for the ERDF Property Investment Programme approved by Cabinet on 18/10/2016. This is a new grant programme to encourage the improvement and development of key vacant, derelict or underused properties and sites for economic use. The grant programme will operate in the Greater Birmingham and Solihull Local Enterprise Partnership (GBSLEP) area.
	slippage/acceleration	0	0	
	(Under) / Overspend	0	0	
	<b>Total revised forecast</b>	<b>427</b>	<b>10,865</b>	
	On Target?			Yes
<b>Grand Hotel</b>	Budget	1,000	1,000	This is a £1m repayable grant to support the refurbishment of this Grade 2* listed building. This was approved by Cabinet on 20th October 2015.
	<i>Quarter 2 forecast changes</i>	0	0	
	Additional / (Reduced) Resources	(1,000)	0	The proposed conditions associated with the repayable grant require it to only be drawn down post completion of the capital refurbishment works (estimated to be August 2017), hence the movement from 2016/17 budgets to 2017/18 budgets.
	slippage/acceleration	0	0	
	(Under) / Overspend	0	0	
	<b>Total revised forecast</b>	<b>0</b>	<b>1,000</b>	
	On Target?			The grant is to be paid in August 2017 as per the original Cabinet approval.
<b>Planning Other</b>	Opening Budget	370	471	Various minor schemes <£100k.
	<i>Quarter 2 forecast changes</i>	0	0	
	Additional / (Reduced) Resources	0	1	
	slippage/acceleration	(12)	0	
	(Under) / Overspend	(95)	(196)	(£0.151m) Direct Revenue Financing underspend against the IDOX Management System budgets as the project is now complete. (£0.045m) Corporate Resources funded minor scheme underspends.
	Total revised forecast	263	276	
	On Target?			Minor slippage on one scheme.
<b>A34 Perry Barr Corridor</b>	Opening Budget	1,360	1,360	A34 Perry Barr Corridor Developments - Phase 1. Infill of Subways (delivered by Transportation); Design of Replacement Bus Interchange; Acquisition of Warehouse and office premises at Gailey Park to unlock development land.
	<i>Quarter 2 forecast changes</i>	0	0	
	Additional / (Reduced) Resources	0	0	
	slippage/acceleration	(430)	0	The acquisition of the Gailey Park building was completed in July 2016, however the associated bus interchanges works by Centro were delayed due to the sale of the One Stop Shopping Centre and the need to consult with the new owners on its design, hence slippage of £0.430m into 2017/18.
	(Under) / Overspend	0	0	
	<b>Total revised forecast</b>	<b>930</b>	<b>1,360</b>	
	On Target?			No - as above

<b>Unlocking Housing Sites</b>	Opening Budget	3,180	9,000	Project for providing Grants and/or Loans to property developers to unlock sites with problems which make them uneconomical to develop. This project is demand led. The first nine months were launching the project and attracting applications from private developments and housing associations. These applications have to go through due diligence by Finance Birmingham and the costs are claimed by the developers as the housing is constructed.
	<i>Quarter 2 forecast changes</i>	0	0	
	Additional / (Reduced)	0	0	
	slippage/acceleration	(3,180)	0	This is a relatively complex programme and to deliver it effectively and efficiently, there was some delay in generating expression of interests (EoIs) and setting up the systems for appraisals, approval and governance. Since the launch, the programme has generated a number of Expressions of Interest and a number of applications have been approved and funding has been allocated. These projects are likely to go on site in the 4th quarter and the funds are likely to be spent in quarter 1 of 2017/18. There is no spend expected in 2016/17. Regular monitoring has been provided to the Local Growth Fund and there are no expected funding implications.
	(Under) / Overspend	0	0	
	<b>Total revised forecast</b>	<b>0</b>	<b>9,000</b>	
	On Target?			No - as above
	<b>Opening Budget</b>	<b>58,329</b>	<b>901,865</b>	
	<i>Quarter 2 forecast changes</i>	<b>2,062</b>	<b>0</b>	<i>Reported in quarter 2 Cabinet Report.</i>
	<b>Additional / (Reduced)</b>	<b>(844)</b>	<b>1,063</b>	
	<b>slippage/acceleration</b>	<b>(16,963)</b>	<b>0</b>	
	<b>(Under) / Overspend</b>	<b>(403)</b>	<b>(504)</b>	
	<b>Total revised forecast</b>	<b>42,181</b>	<b>902,424</b>	

<b>ECONOMY DIRECTORATE - EMPLOYMENT &amp; SKILLS</b>		<b>2016/17 £'000</b>	<b>All Years £'000</b>	<b>Project Officer Narratives</b>
<b>National College for High Speed Rail</b>	<b>Opening Budget</b>	22,038	24,174	Construction of a new building that will serve as the operational training headquarters for High Speed Rail College at Birmingham.
	<i>Quarter 2 forecast changes</i>	0	0	
	<b>Additional / (Reduced) Resources</b>	0	(1,718)	A net reduction of £1.718m budget to reflect a £(3.218)m reduction in grant from the Department of Business Innovation & Skills (BIS) re an unrequired allocation for irrecoverable VAT and an increase of £1.500m in Local Growth Fund grant to cover additional site remediation costs.
	<b>slippage/acceleration</b>	(9,028)	0	The National College for High Speed Rail construction is progressing well. The works are entering week 33 of an overall 67 week programme and are currently one week ahead of schedule. The rephasing of the forecast reflects the latest profile of expenditure.
	<b>(Under) / Overspend</b>	0	0	
	<b>Total revised forecast</b>	<b>13,010</b>	<b>22,456</b>	
	<b>On Target?</b>			Yes - although slippage is reported as part of quarter 3 monitoring the college is still expected to open in September 2017.

ECONOMY DIRECTORATE - TRANSPORTATION		2016/17 £'000	All Years £'000	Project Officer Narratives
<b>Gateway / Grand Central residual budgets</b>	Opening Budget	13,245	13,245	Budget to support residual costs of the Gateway and Grand Central schemes.
	<i>Quarter 2 forecast changes</i>	0	0	
	Additional / (Reduced) Resources	(6,520)	(6,520)	This budget represents resources for contingencies following the sale of Grand Central. It has been reduced to reflect current spending forecasts.
	slippage/acceleration	0	0	
	(Under) / Overspend	0	0	
	<b>Total revised forecast</b>	<b>6,725</b>	<b>6,725</b>	
	On Target?			Yes
<b>A34 North Perry Barr</b>	Opening Budget	673	673	The project is for the infilling of the Perry Barr subway and creation of a new pedestrianised route. This is part of the Public Realm & Infrastructure Plan for Aston, Newton and Lozells Area.
	<i>Quarter 2 forecast changes</i>	0	0	
	Additional / (Reduced) Resources	0	0	
	slippage/acceleration	0	0	
	(Under) / Overspend	0	0	
	<b>Total revised forecast</b>	<b>673</b>	<b>673</b>	
	On Target?			Scheme complete
<b>Inner Ring Road schemes - Iron Lane, Ashted Circus</b>	Opening Budget	537	537	Iron Lane / Ashted Circus - projects to reduce congestion on the Inner Ring Road. Budgets are allocated for Development costs awaiting Full Business Cases which are in progress.
	<i>Quarter 2 forecast changes</i>	0	0	
	Additional / (Reduced) Resources	501	7,283	£7.3m added for Ashted Circus funded by a mixture of Local Growth Fund and Prudential Borrowing (in lieu of Business Rates) approved by Cabinet on 11th January 2017. This project is to enable access to key development sites, reducing congestion, improving road safety and providing additional highway capacity.
	slippage/acceleration	0	0	
	(Under) / Overspend	41	41	
	<b>Total revised forecast</b>	<b>1,079</b>	<b>7,861</b>	
	On Target?			Yes
<b>Minworth A38 &amp; Peddimore Access</b>	Opening Budget	1,929	1,929	Major project in conjunction with Highways to improve traffic management at Peddimore including safety and accessibility for pedestrians and cyclists. Works are also being undertaken on the A38 Sutton Coldfield Bypass to repair and replace a number of life expired assets.
	<i>Quarter 2 forecast changes</i>	0	0	
	Additional / (Reduced) Resources	0	0	
	slippage/acceleration	(300)	0	The start of the works was delayed due to the A38 being used as a diversion by Highways England for M42 traffic. The diversion proposals were not confirmed until July 2016, as a result the construction start date slipped to September 2016. Construction works are well underway and scheduled to finish March 2017 and within the allocated budget. The £(0.300)m slippage figure relates to final payments to statutory undertakers which will be made in 2017/18.
	(Under) / Overspend	0	0	
	<b>Total revised forecast</b>	<b>1,629</b>	<b>1,929</b>	
	On Target?			No as above

<b>Battery Way</b>	Opening Budget	550	3,737	Unlocking access to development sites and an alternative route between Warwick Road and Reddings Lane which bypasses residential areas improving safety and access for road users.
	<i>Quarter 2 forecast changes</i>	0	0	
	Additional / (Reduced)	0	101	ITB resources transferred from Local Growth fund holding pot as approved by Cabinet in July 2016.
	slippage/acceleration	(230)	0	Slippage is due to the reprogramming of main contract works owing to complex land acquisition timescales and ground conditions. The works are programmed to start summer 2017 and finish Summer 2018. The project remains within the allocated budget.
	(Under) / Overspend	0	0	
	<b>Total revised forecast</b>	<b>320</b>	<b>3,838</b>	
	On Target?			No as above
<b>Longbridge Connectivity</b>	Opening Budget	370	5,234	A number of schemes at Longbridge to improve traffic management and accessibility for pedestrians and cyclists.
	<i>Quarter 2 forecast changes</i>	305	0	<i>Reported in quarter 2 Cabinet Report.</i>
	Additional / (Reduced)	0	0	
	Resources			
	slippage/acceleration	88	0	
	(Under) / Overspend	0	0	
	<b>Total revised forecast</b>	<b>763</b>	<b>5,234</b>	
	On Target?			Yes
<b>Dudley Road</b>	Opening Budget	1,150	7,450	A457 Dudley Road Improvements including road widening to a dual carriageway and improving pedestrian and cyclist facilities to reduce congestion and improve reliability.
	<i>Quarter 2 forecast changes</i>	0	0	
	Additional / (Reduced)	0	0	
	slippage/acceleration	(1,000)	0	The project requires a Compulsory Purchase Order (CPO) to secure private land and property interests. Additional CPO approvals are to be sought through a PDD report in spring/summer 2017. It has been necessary to reprofile the project expenditure to reflect the current delivery / land acquisition programme.
	(Under) / Overspend	0	0	
	<b>Total revised forecast</b>	<b>150</b>	<b>7,450</b>	
	On Target?			No

<b>Other Minor Schemes</b>	Opening Budget	1,032	1,032	Minor schemes comprising Journey Reliability £0.427m; Peddimore Improvement Works £0.295m; Heartlands Spine Road £0.180m; Selly Oak New Road £0.128m; other minor schemes <£0.100m totalling £0.229m.
	<i>Quarter 2 forecast changes</i>	0	0	
	Additional / (Reduced) Resources	221	221	£0.211m Local Growth Fund grant resources added to the "Journey Time Reliability to Growth Areas Pilot Project" as approved by Cabinet Member for Development, Transport & Economy and the Cabinet Member for Commissioning Contracting and Improvement jointly with the Strategic Director for Economy in April 2016. £0.010m net other minor scheme adjustments.
	slippage/acceleration	(222)	0	All the slippage is for Peddimore Improvement works. As a result of a Government Holding Direction placed on the Birmingham Development Plan (BDP) the progression of the Peddimore Highway scheme has been delayed.
	(Under) / Overspend	6	6	
	<b>Total revised forecast</b>	<b>1,037</b>	<b>1,259</b>	
<b>Selly Oak Relief Road - Improved Access at Birmingham &amp; Worcester Canal</b>	Opening Budget	421	489	Project for improving cycling and pedestrian access at the Worcester & Birmingham Canal adjacent to the University Railway Station In Edgbaston
	<i>Quarter 2 forecast changes</i>	0	0	
	Additional / (Reduced) Resources	0	(48)	Removal of ITB resources, which will be utilised on other projects as and when they come forward from the overall Transportation and Highways Capital Programme. This movement was approved by the Head of Growth and Transportation who oversees the resourcing of the Transportation and Highways capital programme.
	slippage/acceleration	0	0	
	(Under) / Overspend	0	0	
	<b>Total revised forecast</b>	<b>421</b>	<b>441</b>	
<b>Chester Road</b>	Opening Budget	0	0	Works to improve traffic congestion on the Chester Road.
	<i>Quarter 2 forecast changes</i>	0	0	
	Additional / (Reduced)	0	0	
	slippage/acceleration	0	0	
	(Under) / Overspend	597	597	As reported in the Cabinet Report of 19/04/2016 a number of unforeseen events were encountered during construction mainly related to the utilities works and the need to upgrade signals and significantly increase drainage which impeded progress and resulted in a delay to the completion by 9 months with the consequential impact on the cost of the project. The settlement of the account at £8.96m has now been provisionally agreed with the Contractor and funding for the increase in expenditure found from within existing Transportation & Highways resources. The Cabinet Member, Legal Services and Finance have agreed the settlement figure and a formal agreement is being drafted for signature by the parties. The settlement does not relieve the contractor of its obligations in clearing defects.
	<b>Total revised forecast</b>	<b>597</b>	<b>597</b>	
	On Target?			The scheme has completed but ongoing issues as above are still to be resolved.

<b>Tame Valley Viaduct</b>		563	563	Phase 2 and 3 of the A38 (M) Tame Valley Viaduct Management Strategy.
	<i>Quarter 2 forecast changes</i>	0	0	
	Additional / (Reduced) Resources	(47)	(47)	Removal of ITB resources, which will be utilised on other projects as and when they come forward from the overall Transportation and Highways Capital Programme. This movement was approved by the Head of Growth and Transportation who oversees the resourcing of the Transportation and Highways capital programme.
	slippage/acceleration	0	0	
	(Under) / Overspend	0	0	
	<b>Total revised forecast</b>	516	516	
	On Target?			Yes
<b>Metro Extension</b>	Opening Budget	9,248	15,713	This is a multi year multi funded programme to build a metro system across the City Centre from New Street Station to Centenary Square. The major funding sources are Enterprise Zone and Local Growth Fund.
	<i>Quarter 2 forecast changes</i>	0	0	
	Additional / (Reduced) Resources	0	(1,999)	As part of a revised funding strategy TfWM will progress the works using their own funding from contributions that were originally due to the Council in respect of Holloway Circus £1.5m and the Swallow St Scheme £0.5m
	slippage/acceleration	0	0	
	(Under) / Overspend	0	0	
	<b>Total revised forecast</b>	9,248	13,714	
	On Target?			Yes
<b>Infrastructure Development</b>	Opening Budget	3,796	9,784	£2.622m projects and activities to develop future year programmes. ITB Match funding across all years £7.162m - to be allocated to projects as and when schemes are approved.
	<i>Quarter 2 forecast changes</i>	0	0	
	Additional / (Reduced) Resources	(107)	(147)	
	slippage/acceleration	(1,778)	0	Slippage of £(1.778)m due to delays with these projects associated with design, land acquisition and consultation issues match funding resources are required to be reprofiled into future years in accordance with revised delivery programmes. Further information will be provided in the next Transportation and Highways Capital Funding Strategy report to Cabinet in March 2017 where appropriate.
	(Under) / Overspend	(437)	(437)	£(0.437)m underspends on ITB resources funding overspends in other areas - £0.200m to partially fund Chester Road overspend as above. £0.041m underspend funding Iron Lane overspend (see above). £0.067m underspend funding overspend on Road Safety Cameras (see below). £0.078m funding Enabling Growth and Tackling Congestion (see below). £0.051m other minor underspends across a number of schemes. Alternative uses and virements have been approved under chief officer delegations and agreed with the Cabinet Member where appropriate.
	<b>Total revised forecast</b>	1,474	9,200	
	On Target?			No - as above.

<b>S106/278 Schemes</b>	Opening Budget	482	482	Projects funded from S106 and S278 funds.
	<i>Quarter 2 forecast changes</i>	0	0	
	Additional / (Reduced) Resources	134	134	£0.101m budget added to Paradise Circus S278 works approved by Delegated Authority 26.09.2016 and funded by S106 receipts. This is the contribution from Paradise to Metro for Transport and Works Act changes as per S106 requirement. £0.033m other minor scheme additions.
	slippage/acceleration	(101)	0	Minor scheme slippage of <£100k on two schemes due to developers adjusting their programmes.
	(Under) / Overspend	80	80	
	<b>Total revised forecast</b>	<b>595</b>	<b>696</b>	
	On Target?			No - minor slippage on two schemes.
<b>Walking &amp; Cycling</b>	Opening Budget	7,877	11,913	Projects to reduce congestion, improve air quality, improve access and improve health and physical fitness as part of a country-wide government initiative. This programme is made up of many smaller schemes which in total create a significant programme of works.
	<i>Quarter 2 forecast changes</i>	0	0	
	Additional / (Reduced) Resources	3,375	4,150	£1.850m of Department for Transport (DfT) Grant funding added to the programme as approved in the Project Definition Document of March 2015. £0.884m of ITB grant resources added in as per the BCR Progress Update and Programme Revision report approved by Cabinet on 13/12/16. £0.525m Canal Links funded by DfT Grant approved 18/05/2015. £0.500m of DfT Grant Resources for the Top Cycle Grants scheme as approved by the Cabinet Member for Transport and Roads on 14/12/2016. £0.504m budgets transferred from Local Accessibility back to Holding code for use against other schemes (see Local Accessibility below). (£0.113m) other minor scheme adjustments of less than £0.100m.
	slippage/acceleration	(1,890)	0	Slippage has occurred on elements of the programme as a result of a change in scope following initial implementation and feedback from stakeholders. A number of schemes have been delayed or deleted as identified in the report approved by Cabinet in Dec 16 in respect of a revised delivery strategy including changes to the programme from those originally approved in the PDD documents for Phases 1, 2 & 3. Budgets have been reallocated to a reduced number of higher quality proposals. As a result of the changed strategy funding will need to be slipped and utilised in future years to deliver the revised programme which remains in line with the DfT's overall funding allocations
	(Under) / Overspend	67	67	
	<b>Total revised forecast</b>	<b>9,429</b>	<b>16,130</b>	
	On Target?			Yes

<b>Local Accessibility</b>	Opening Budget	1,209	1,209	Local Accessibility Schemes programme, which seeks to improve accessibility for local people wishing to access education, employment, retail and leisure facilities in their local area. £0.469m Bike North Birmingham Projects; £0.527m ITB funding to support projects as allocated by the Transport and Highways Capital Programme approved in February 2016.
	Quarter 2 forecast changes	0	0	
	Additional / (Reduced) Resources	(504)	(504)	Integrated Transport Block funding originally earmarked against delivery of two schemes within the Capital Programme. (i) The Controlled Parking Zone scheme relating to Birmingham City Football Club has been removed from the programme due to a lack of support within the local community. (ii) Bus Lane Enforcement (BLE) which it is proposed will now be funded through prudential borrowing subject to Cabinet approval not due until after Qtr 3.
	slippage/acceleration (Under) / Overspend	0	0	
		(330)	(330)	The underspent budget relates to an element of the Bike North Birmingham grant funding which was to be used to support cycling measures implemented as part of the Chester Rd Improvement scheme. This funding will now offset some of the potential further overspend on the Chester Road project as approved by the Strategic Director Economy as part of the Chester Rd funding provision (See Chester Road above).
	<b>Total revised forecast</b>	<b>375</b>	<b>375</b>	
	On Target?			Yes
<b>Inner Ring Road schemes - Bordesley, Curzon, Haden, Holloway and Circus</b>	Opening Budget	1,029	2,395	Projects to reduce congestion on the Inner Ring Road - includes Curzon Circle, Bordesley Circus, Haden Circus and Holloway Circus.
	Quarter 2 forecast changes	(392)	0	<i>Reported in quarter 2 Cabinet Report.</i>
	Additional / (Reduced) Resources	(392)	0	£0.392m movement from 2016/17 budget to 2017/18 budget relates to Holloway Circus works, the works rely on the phased completion of utility diversions the City Council is having difficulty in obtaining updated works programmes from some of the utility companies.
	slippage/acceleration	392	0	Reversal of quarter 2 forecast change, as it is now a budget reduction as above additional/(reduced) resources.
	(Under) / Overspend	0	0	
	<b>Total revised forecast</b>	<b>637</b>	<b>2,395</b>	
	On Target?			No as above
<b>Economic Growth Zone</b>	Opening Budget	365	365	Projects to take forward the Councils' 6 economic growth zones and other schemes to unlock growth and reduce congestion across the city. £0.122m for East Aston RIS; £0.138m other minor schemes with a value of <£0.100m each.
	Quarter 2 forecast changes	0	0	
	Additional / (Reduced) Resources	(38)	(38)	
	slippage/acceleration	0	0	
	(Under) / Overspend	(67)	(67)	
	<b>Total revised forecast</b>	<b>260</b>	<b>260</b>	
	On Target?			Yes

<b>Enabling Growth &amp; Tackling Congestion</b>	Budget	265	265	ITB in year and future years funding to support projects comprising measures to address congestion and public transport issues as allocated by the Transport and Highways Capital Programme approved in February 2016.
	<i>Quarter 2 forecast changes</i>	0	0	
	Additional / (Reduced) Resources	(44)	(44)	
	slippage/acceleration	0	0	
	(Under) / Overspend	78	78	
	Total revised forecast	299	299	
	On Target?			No - as above.
<b>Road Safety</b>	Budget	485	485	Road safety schemes to reduce accidents across the City by redesigning roads or the implementation of safety measures.
	<i>Quarter 2 forecast changes</i>	0	0	
	Additional / (Reduced) Resources	0	0	
	slippage/acceleration	0	0	
	(Under) / Overspend	67	67	
	Total revised forecast	552	552	
	On Target?			No - as above.
<b>Digital Districts</b>	Opening Budget	3,621	3,621	£0.709m ERDF funding for the Big Data Corridor - A New Business Economy. The Connectivity Project is now complete.
	<i>Quarter 2 forecast changes</i>	0	0	
	Additional / (Reduced) Resources	67	327	£0.327m of ERDF Resources added following approval of the Strategic Director for Change & Support Services Report to Cabinet on 15/11/2016 for the project Big Data Corridor - A New Business Economy.
	slippage/acceleration	0	0	
	(Under) / Overspend	(3,239)	(3,239)	The Birmingham Connectivity Project was funded by the Department of Culture, Media and Sport (DCMS) to provide grant vouchers to Small and Medium Enterprises (SME's) to enable ultrafast broadband. The scheme has now finished, having provided £3.624m of grants. The underspend is due to less take up on this scheme than originally anticipated. The grant was paid via claims, so there is no repayment of grants to DCMS.
	<b>Total revised forecast</b>	<b>449</b>	<b>709</b>	
	On Target?			Yes
<b>TOTAL TRANSPORTATION</b>	<b>Opening Budget</b>	<b>48,847</b>	<b>81,121</b>	
	<i>Quarter 2 forecast changes</i>	(87)	0	Reported in quarter 2 Cabinet Report.
	<b>Additional / (Reduced)</b>	<b>(3,354)</b>	<b>2,869</b>	
	<b>slippage/acceleration</b>	<b>(5,041)</b>	<b>0</b>	
	<b>(Under) / Overspend</b>	<b>(3,137)</b>	<b>(3,137)</b>	
	<b>Total revised forecast</b>	<b>37,228</b>	<b>80,853</b>	

ECONOMY DIRECTORATE - HIGHWAYS		2016/17 £'000	All Years £'000	Project Officer Narratives
<b>Safer Routes to School</b>	Budget	606	1,206	Highway engineering schemes to improve safety and sustainable access in the vicinity of schools across the City. This programme is funded by an allocation of Integrated Transport Block grant.
	Quarter 2 forecast changes	0	0	
	Additional / (Reduced)	0	0	
	slippage/acceleration	(59)	0	
	(Under) / Overspend	0	0	
	Total revised forecast	547	1,206	
	On Target?			Slippage on two schemes only. All other schemes are currently on target.
<b>Ward Minor Transport Measures</b>	Budget	423	423	Projects across all wards to deliver reactive high priority highways services to improve highways infrastructure. Works can include provision of parking bays for people with disabilities, speed humps, and pedestrian crossings. These are funded from the Integrated Transport Block grant.
	Quarter 2 forecast changes	0	0	
	Additional / (Reduced) Resources	244	244	Funds moved from Network Integrity holding code - various schemes all less than £100k and approved by Delegated Authority, funded from ITB grant (see below).
	slippage/acceleration	0	0	
	(Under) / Overspend	0	0	
	Total revised forecast	667	667	
	On Target?			Yes
<b>Minworth A38 Improvements</b>	Budget	3,069	3,232	Joint delivery of the Minworth Island Improvement Scheme delivered by Transporation and A38 Sutton Coldfield Bypass scheme delivered by Highways as approved by Cabinet on 20/10/2015.
	Quarter 2 forecast changes	0	0	
	Additional / (Reduced)	0	0	
	slippage/acceleration	(2,618)	0	(£2.618m) slippage is because the Procurement team have advised that there is to be a re-tendering process due to the size and complexity of the A38 Sutton Coldfield By-Pass works. It is expected that the works will be completed by the end of 2017/18 financial year.
	(Under) / Overspend	0	0	
	Total revised forecast	451	3,232	
	On Target?			No - see above slippage and narrative.
<b>Network Integrity</b>	Opening Budget	622	1,832	The Network Integrity and Efficiency programme is made up of relatively small value schemes to enhance and protect the highway network and support the localism agenda through measures to address local transport issues identified at ward level. This is all funded by the Integrated Transport Block grant. It also includes a holding budget of ITB resources for funding the various schemes including Ward Minor Transport Measures above.
	Quarter 2 forecast changes	0	0	
	Additional / (Reduced) Resources	(244)	(244)	Funds moved to Ward Minor Transport Measures - various schemes all less than £100k and approved by Delegated Authority, funded from ITB grant (see above).
	slippage/acceleration	(115)	0	(£0.115m) Slippage against Kings Norton Green due to unforeseen complications in the agreement of the project redesign to reduce construction costs to within budget. Tender submissions received for the previously agreed projects were in excess of the available budget. Works include the reconstruction of the existing layout with new footways and kerblin materials to conservation area stands. Retendering will take place in January/February 2017 with commencement on site in April 2017 and completion in June 2017.
	(Under) / Overspend	0	0	
	<b>Total revised forecast</b>	<b>263</b>	<b>1,588</b>	
	On Target?			Slippage on one scheme only. All other schemes are currently on target.

<b>Road Safety</b>	Budget	601	1,201	Road safety schemes to reduce accidents across the city by the redesigning of roads or implementation of safety measures. These schemes are funded by Integrated Transport Block Grant.
	Quarter 2 forecast changes	0	0	
	Additional / (Reduced)	0	0	
	slippage/acceleration	(73)	0	
	(Under) / Overspend	0	0	
	Total revised forecast	528	1,201	
	On Target?			Slippage on one scheme only. All other schemes are currently on target.
<b>District Schemes</b>	Budget	595	595	£0.286m S278 works at Perry Beeches; £0.310m other minor schemes <£100k.
	Quarter 2 forecast changes	(47)	0	Reported in quarter 2 Cabinet Report.
	Additional / (Reduced)	0	0	
	slippage/acceleration	(136)	0	Minor slippage into 2017/18 of <£0.100m across two schemes.
	(Under) / Overspend	0	0	
	Total revised forecast	412	595	
	On Target?			No - some minor slippage on schemes
<b>TOTAL HIGHWAYS</b>	Opening Budget	5,916	8,489	
	Quarter 2 forecast changes	(47)	0	Reported in quarter 2 Cabinet Report.
	Additional / (Reduced)	0	0	
	slippage/acceleration	(3,001)	0	
	(Under) / Overspend	0	0	
	Total revised forecast	2,868	8,489	
<b>ECONOMY DIRECTORATE - OVERALL MOVEMENTS</b>	Opening Budget	135,130	1,015,649	
	Quarter 2 forecast changes	1,928	0	Reported in quarter 2 Cabinet Report.
	Additional / (Reduced)	(4,198)	2,214	
	slippage/acceleration	(34,033)	0	
	(Under) / Overspend	(3,540)	(3,641)	
	Total revised forecast	95,287	1,014,222	

CORPORATE RESOURCES DIRECTORATE		2016/17 £'000	All Years £'000	Project Officer Narratives
Revenue Reform Projects	Opening Budget	17,750	38,000	Costs of redundancy, pension strain and revenue costs of transformation funded by capital receipts as part of the Government's capital receipts flexibility scheme.
	Quarter 2 forecast changes	0	0	
	Additional / (Reduced) Resources	(9,476)	21,250	Additional resources available from the generation of capital receipts to be used in line with Government guidance to fund temporary costs that will help to deliver savings for the public sector. In particular the Council will use the resources to fund redundancy costs, pension fund strain and the implementation costs of change.
	slippage/acceleration	0	0	
	(Under) / Overspend	0	0	
	<b>Total revised forecast</b>	8,274	59,250	
	On Target?			
IT Projects	Opening Budget	2,124	2,383	Various IT projects to support and update the Council's IT Infrastructure.
	Quarter 2 forecast changes	(116)	(116)	<i>Reported in quarter 2 Cabinet Report.</i>
	Additional / (Reduced) Resources	46	46	
	slippage/acceleration	(126)	0	(£0.126m) slippage against the Centralised Desktop Refresh programme. Following approval of the ICT and Digital Strategy (2016-2021) on 18/10/2016 the rolling programme of desktop refresh has been paused to ensure alignment to the Agility theme, as part of the overall ICT and Digital Services Strategy, which aims to ensure provision of the most appropriate solutions and devices. The Agility Theme includes provision of appropriate devices and secure access to Corporate Data, voice and video conferencing accessible from any location.
	(Under) / Overspend	150	150	£0.150m overspend against the CMS Replacement programme. This is due to the appointment of an external project manager to oversee the programme and scope changes and enhancements as a result of customer feedback. These changes have added additional costs to the design phase. The overspend is less than 10% of the Full Business Case upfront costs and will be funded from available reserves within Revenues and Benefits that have been earmarked for the Customer Services Transformation Programmes of which CMS Replacement is a part.
	<b>Total revised forecast</b>	<b>2,078</b>	<b>2,463</b>	
	On Target?			No - as above
Birmingham Property Services Projects	Opening Budget	14,249	14,849	Projects as part of the Attwood Green area redevelopment £1.185m; Arena Central works £1.676m; Red Rose Shopping Centre redevelopment £11.493m; Access to Buildings £0.478m; Council House Complex Refurbishment Work £0.500m; Other Minor schemes £0.017m.
	Quarter 2 forecast changes	0	0	
	Additional / (Reduced) Resources	250	500	£0.500m of Corporate Resources development funding for the Council House Complex options appraisal approved by Cabinet on 18/10/2016. This funding will inform and progress the implementation of proposals for the refurbishment works to Full Business Case.
	slippage/acceleration	(751)	0	Savings of £(0.591)m were made on the acquisition of the Red Rose Shopping Centre. However the remaining budget is being slipped pending future commercial opportunities. (£0.160m) other minor scheme slippage.
	(Under) / Overspend	0	0	
	<b>Total revised forecast</b>	<b>13,748</b>	<b>15,349</b>	
	On Target?			No - as above

<b>Corporate Resources - Software</b>	Opening Budget	877	877	Software developments in Corporate Resources Directorate due to legislative or increased capacity requirements.
	<i>Quarter 2 forecast changes</i>	0	0	
	Additional / (Reduced) Resources	42	42	
	slippage/acceleration	(121)	0	(£0.121m) slippage against the DMS Replacement Project. This is because some of the technical aspects of the work have been more complex than originally anticipated, but are necessary to ensure that the planned service benefits are delivered. Service benefits include faster processing, larger variety of electronic document formats, faster responses to customers and faster and more cost effective communication. Completion is now expected in May 2017. There are no cost or service delivery implications of the delay.
	(Under) / Overspend	0	0	
	<b>Total revised forecast</b>	<b>798</b>	<b>919</b>	
	On Target?			No - slippage on the DMS Replacement Project.
<b>ICentrum</b>	Opening Budget	519	519	Residual budget for a loan of £7.5m to Birmingham Technology (Property) Ltd for the Innovation Birmingham Icentrum Building. The final instalment has been paid in 2016/17.
	<i>Quarter 2 forecast changes</i>	0	0	
	Additional / (Reduced)	0	0	
	slippage/acceleration	0	0	
	(Under) / Overspend	0	0	
	<b>Total revised forecast</b>	<b>519</b>	<b>519</b>	
	On Target?			Scheme complete
<b>Capital Loans &amp; Equity</b>	Opening Budget	9,606	9,606	Capital Equity Investments.
	<i>Quarter 2 forecast changes</i>	0	0	
	Additional / (Reduced)	0	0	
	slippage/acceleration	0	0	
	(Under) / Overspend	0	0	
	<b>Total revised forecast</b>	<b>9,606</b>	<b>9,606</b>	
	On Target?			Yes
<b>ICT Infrastructure</b>	Opening Budget	8,521	41,846	A ten year programme for Enhancements to Core ICT across Birmingham City Council made up of various projects including replacement servers, infrastructure and enhancements to software.
	<i>Quarter 2 forecast changes</i>	(5,315)	(151)	<i>Reported in quarter 2 Cabinet Report.</i>
	Additional / (Reduced) Resources	(6,324)	0	Revised budget approvals as reported to Cabinet on 18/10/2016 by the Strategic Director of Change and Support Services. This has resulted in reducing the resources in the current financial year. However, they have been built back in for future years. The programme is fully funded by prudential borrowing. There is no change in the overall cost of the programme.
	slippage/acceleration	4,815	0	Reversal of quarter 2 slippage as this has been superceded by the ITC Cabinet Report 18/10/2016.
	(Under) / Overspend	(10)	(10)	
	<b>Total revised forecast</b>	<b>1,687</b>	<b>41,685</b>	
	On Target?			Yes, as per revised cabinet report

SAP Investment Plan	Opening Budget	2,781	6,421	New Developments to SAP software.																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																														
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	Additional / (Reduced) slippage/acceleration	0 (298)	0	This additional slippage is as a consequence of the delayed implementation of the SAP upgrade project and delays with progressing a number of the Integrated Support Services (ISS) technology solutions. In addition a fundamental review of the SAP Customer Relationship Management (CRM) solution is being undertaken and planned CRM work has had to be re-phased pending the outcome of this review.																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																														
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**CAPITAL - CAPITAL EXPENDITURE PLAN - FORECAST 2016/17 QUARTER 3**

Appendix 2

	2016/17									All Years - 2017-2020			
	Quarter 2 Budget 2016/17 £'000's	Qtr 3 New Schemes £'000's	Revised Quarter 3 Budget £'000's	Forecast Slippage / Acceleration Qtr 2 £'000's	Forecast Slippage / Acceleration Qtr 3 £'000's	Forecast Over / Under spend Qtr 3 £'000's	Year End Forecast at Quarter 3 £'000's	Actual Spend at Quarter 3 £'000's	Actual to Date as % of Forecast %	All Years Quarter 2 Budget £'000's	New Schemes All Years £'000's	Over/under spend All Years £'000's	All years Quarter 3 Forecast £'000's
<b>PEOPLE DIRECTORATE</b>													
<b>Adults &amp; Communities</b>													
Property Schemes - incl Kenrick Centre	413	0	413	0	(121)	0	292	206	70.5	1,713	780	70	2,563
IT Schemes	745	0	745	0	(425)	0	320	38	11.9	2,024	0	0	2,024
Better Care Fund	6,287	(900)	5,387	(3,000)	(2,087)	0	300	0	0.0	6,380	(700)	0	5,680
Independent Living	4,600	900	5,500	0	0	0	5,500	5,076	92.3	13,800	900	0	14,700
<b>Total Adults &amp; Communities</b>	<b>12,045</b>	<b>0</b>	<b>12,045</b>	<b>(3,000)</b>	<b>(2,632)</b>	<b>0</b>	<b>6,413</b>	<b>5,320</b>	<b>83.0</b>	<b>23,917</b>	<b>980</b>	<b>70</b>	<b>24,967</b>
<b>Children, Young People &amp; Families</b>													
Aiming Higher for Disabled Children	300	0	300	0	0	0	300	300	100.0	487	0	0	487
Devolved Capital Allocation to Schools	2,525	0	2,525	0	0	0	2,525	2,164	85.7	5,369	0	0	5,369
Capital Maintenance	15,954	(500)	15,454	0	0	0	15,454	6,924	44.8	34,938	0	0	34,938
Basic Needs / Additional Primary Places	49,753	0	49,753	(20,110)	0	0	29,643	15,011	50.6	120,915	0	0	120,915
Special Schhols - Additional Places	0	0	0	0	0	0	0	2,985	0.0				
Early Years	2,590	0	2,590	0	0	0	2,590	235	9.1	2,624	0	0	2,624
Other Minor Schemes	28	0	28	0	0	0	28	12	42.9	28	0	0	28
IT Investment - Children's Services	200	500	700	0	(175)	0	525	296	56.4	4,633	0	0	4,633
Section 106	335	0	335	0	0	26	361	137	38.0	334	0	26	360
Universal Infant Free School Meals	114	0	114	0	0	(8)	106	108	101.9	114	0	(8)	106
Salix Energy Efficiency	0	80	80	0	0	0	80	26	32.5	0	80	0	80
<b>Total Children, Young People &amp; Families</b>	<b>71,799</b>	<b>80</b>	<b>71,879</b>	<b>(20,110)</b>	<b>(175)</b>	<b>18</b>	<b>51,612</b>	<b>28,198</b>	<b>54.6</b>	<b>169,442</b>	<b>80</b>	<b>18</b>	<b>169,540</b>
<b>TOTAL CAPITAL - PEOPLE DIRECTORATE</b>	<b>83,844</b>	<b>80</b>	<b>83,924</b>	<b>(23,110)</b>	<b>(2,807)</b>	<b>18</b>	<b>58,025</b>	<b>33,518</b>	<b>57.8</b>	<b>193,359</b>	<b>1,060</b>	<b>88</b>	<b>194,507</b>

CAPITAL - CAPITAL EXPENDITURE PLAN - FORECAST 2016/17 QUARTER 3										Appendix 2			
	2016/17									All Years - 2017-2020			
	Quarter 2 Budget 2016/17 £'000's	Qtr 3 New Schemes £'000's	Revised Quarter 3 Budget £'000's	Forecast Slippage / Acceleration Qtr 2 £'000's	Forecast Slippage / Acceleration Qtr 3 £'000's	Forecast Over / Under spend Qtr 3 £'000's	Year End Forecast at Quarter 3 £'000's	Actual Spend at Quarter 3 £'000's	Actual to Date as % of Forecast %	All Years Quarter 2 Budget £'000's	New Schemes All Years £'000's	Over/under spend All Years £'000's	All years Quarter 3 Forecast £'000's
	£'000's	£'000's	£'000's	£'000's	£'000's	£'000's	£'000's	£'000's	%	£'000's	£'000's	£'000's	£'000's
<b>PLACE DIRECTORATE</b>													
<u>Other - General Fund</u>													
Sport & Swimming Pool Facilities	28,029	0	28,029	0	(4,633)	0	23,396	13,252	56.6	40,391	0	0	40,391
Fleet & Waste Management	2,413	89	2,502	0	(804)	(10)	1,688	434	25.7	9,464	0	(10)	9,454
Parks	3,743	352	4,095	0	(1,836)	0	2,259	1,047	46.3	4,260	366	0	4,626
Bereavement Services	8,211	(16)	8,195	0	(6,195)	0	2,000	159	8.0	8,211	(16)	0	8,195
New Wholesale Market	29,554	1,314	30,868	0	(1,850)	0	29,018	25,438	87.7	30,509	1,314	0	31,823
Community Initiatives	245	0	245	0	(245)	0	0	0	0.0	392	0	0	392
Regulation and Enforcement	372	0	372	0	(366)	0	6	5	83.3	372	0	0	372
Adult Education - Brasshouse Relocation	2,081	0	2,081	0	0	0	2,081	1,895	91.1	2,081	0	0	2,081
Adult Education - Civic House	1,564	0	1,564	0	0	0	1,564	1,382	88.4	1,564	0	0	1,564
Strategic Libraries	742	0	742	0	(434)	(158)	150	17	11.3	742	0	(158)	584
Museums & Arts	80	109	189	0	0	0	189	177	93.7	80	109	0	189
Other Services	0	0	0	0	0	0	0	0	0.0	0	0	0	0
Highways - Land Drainage and Flood Defences	1,105	0	1,105	0	(1,103)	15	17	14	82.4	1,105	0	15	1,120
<b>Total Place Other GF</b>	<b>78,139</b>	<b>1,848</b>	<b>79,987</b>	<b>0</b>	<b>(17,466)</b>	<b>(153)</b>	<b>62,368</b>	<b>43,820</b>	<b>70.3</b>	<b>99,171</b>	<b>1,773</b>	<b>(153)</b>	<b>100,791</b>
Community Sport	135	0	135	0	0	0	135	58	43.0	135	0	0	135
Community Libraries	576	0	576	0	(456)	0	120	3	2.5	576	0	0	576
Community Development & Play	4	52	56	0	(48)	0	8	10	125.0	4	52	0	56
Community Parks	172	(4)	168	0	0	0	168	11	6.5	172	(5)	0	167
Community Chest	56	0	56	0	0	0	56	4	7.1	56	(1)	0	55
Districts and Neighbourhoods	6	0	6	0	0	0	6	(78)	0.0	6	0	0	6
<b>Total District Services</b>	<b>949</b>	<b>48</b>	<b>997</b>	<b>0</b>	<b>(504)</b>	<b>0</b>	<b>493</b>	<b>8</b>	<b>1.6</b>	<b>949</b>	<b>46</b>	<b>0</b>	<b>995</b>
<b>Total General Fund</b>	<b>79,088</b>	<b>1,896</b>	<b>80,984</b>	<b>0</b>	<b>(17,970)</b>	<b>(153)</b>	<b>62,861</b>	<b>43,828</b>	<b>69.7</b>	<b>100,120</b>	<b>1,819</b>	<b>(153)</b>	<b>101,786</b>
Empty Homes	550	0	550	0	0	0	550	0	0.0	1,250	950	0	2,200
Housing Related Loans	6,003	0	6,003	0	(2,692)	0	3,311	921	27.8	12,000	96,320	0	108,320
Homeless Centres	1,435	1,136	2,571	0	0	0	2,571	1,298	50.5	1,435	1,136	0	2,571
Other Programmes	160	0	160	0	(100)	0	60	0	0.0	160	0	0	160
<b>Total Private Sector Housing GF</b>	<b>8,148</b>	<b>1,136</b>	<b>9,284</b>	<b>0</b>	<b>(2,792)</b>	<b>0</b>	<b>6,492</b>	<b>2,219</b>	<b>34.2</b>	<b>14,845</b>	<b>98,406</b>	<b>0</b>	<b>113,251</b>
<b>HRA</b>													
Housing Improvement Programme	54,967	0	54,967	(236)	(338)	724	55,117	25,853	46.9	237,734	(14,715)	724	223,743
Redevelopment	56,046	0	56,046	(6,692)	1,462	(894)	49,922	26,774	53.6	185,632	38,414	1,421	225,467
Other Programmes	4,728	0	4,728	0	0	807	5,535	2,166	39.1	19,526	0	807	20,333
<b>Total HRA</b>	<b>115,741</b>	<b>0</b>	<b>115,741</b>	<b>(6,928)</b>	<b>1,124</b>	<b>637</b>	<b>110,574</b>	<b>54,793</b>	<b>49.6</b>	<b>442,892</b>	<b>23,699</b>	<b>2,952</b>	<b>469,543</b>
<b>TOTAL CAPITAL - PLACE DIRECTORATE</b>	<b>202,977</b>	<b>3,032</b>	<b>206,009</b>	<b>(6,928)</b>	<b>(19,638)</b>	<b>484</b>	<b>179,927</b>	<b>100,840</b>	<b>56.0</b>	<b>557,857</b>	<b>123,925</b>	<b>2,799</b>	<b>684,581</b>

CAPITAL - CAPITAL EXPENDITURE PLAN - FORECAST 2016/17 QUARTER 3										Appendix 2			
	2016/17									All Years - 2017-2020			
	Quarter 2 Budget 2016/17 £'000's	Qtr 3 New Schemes £'000's	Revised Quarter 3 Budget £'000's	Forecast Slippage / Acceleration Qtr 2 £'000's	Forecast Slippage / Acceleration Qtr 3 £'000's	Forecast Over / Under spend Qtr 3 £'000's	Year End Forecast at Quarter 3 £'000's	Actual Spend at Quarter 3 £'000's	Actual to Date as % of Forecast %	All Years Quarter 2 Budget £'000's	New Schemes All Years £'000's	Over/under spend All Years £'000's	All years Quarter 3 Forecast £'000's
<b>ECONOMY DIRECTORATE</b>													
<b>Planning &amp; Regeneration</b>													
Enterprise Zone - Paradise Circus	23,358	0	23,358	0	0	0	23,358	12,086	51.7	48,768	0	0	48,768
Enterprise Zone - Site Development & Access	2,500	0	2,500	1,855	(3,955)	0	400	355	88.8	8,450	(50)	0	8,400
Enterprise Zone - Connect Economic Opportunities	75	0	75	0	0	0	75	0	0.0	13,301	0	0	13,301
Enterprise Zone - Southern Gateway Site	1,000	0	1,000	0	(1,000)	0	0	0	0.0	35,470	(940)	0	34,530
Enterprise Zone - LEP Investment Fund	0	0	0	0	0	0	0	0	0.0	20,000	0	0	20,000
	26,933	0	26,933	1,855	(4,955)	0	23,833	12,441	140	125,989	(990)	0	124,999
Enterprise Zone - Snow Hill Public Realm	601	0	601	0	0	0	601	582	96.8	601	0	0	601
Enterprise Zone - Southside Links	175	(14)	161	0	0	0	161	0	0.0	415	(23)	0	392
Enterprise Zone - One Station	0	93	93	207	(93)	0	207	7	0.0	727	0	0	727
Enterprise Zone - Metro Centenary Square	2,239	0	2,239	0	(2,070)	0	169	97	57.4	10,115	50	0	10,165
Enterprise Zone - Making the Connection	552	0	552	0	(84)	0	468	3	0.6	552	0	0	552
	3,567	79	3,646	207	(2,247)	0	1,606	689	155	12,410	27	0	12,437
Enterprise Zone Phase II - Curzon Extension	1,500	0	1,500	0	(1,500)	0	0	0	0.0	668,500	0	0	668,500
Enterprise Zone - HS2 Curzon St Site	0	0	0	0	0	0	0	0	0.0	30,000	0	0	30,000
Enterprise Zone - HS2 Interchange Site	0	0	0	0	0	0	0	0	0.0	20,000	0	0	20,000
	1,500	0	1,500	0	(1,500)	0	0	0	0	718,500	0	0	718,500
<b>Total Enterprise Zone</b>	32,000	79	32,079	2,062	(8,702)	0	25,439	13,130	295	856,899	(963)	0	855,936
<b>Other Planning &amp; Regeneration Schemes</b>													
East Aston RIS	4,856	0	4,856	0	(2,000)	0	2,856	1,864	65.3	4,856	0	0	4,856
Life Sciences	12,920	0	12,920	0	(1,300)	0	11,620	9,880	85.0	12,920	0	0	12,920
Women's Enterprise	100	0	100	0	0	(97)	3	2	66.7	100	0	(97)	3
Longbridge Regen	872	0	872	0	(664)	0	208	0	0.0	3,502	0	0	3,502
Local Centres	970	25	995	0	(414)	(211)	370	149	40.3	1,246	25	(211)	1,060
Conservation	326	0	326	0	(261)	0	65	0	0.0	1,646	0	0	1,646
Business Support Programme	375	52	427	0	0	0	427	295	0.0	8,865	2,000	0	10,865
Grand Hotel	1,000	(1,000)	0	0	0	0	0	0	0.0	1,000	0	0	1,000
Planning - Other	370	0	370	0	(12)	(95)	263	451	171.5	471	0	(196)	275
A34 Corridor - Perry Barr	1,360	0	1,360	0	(430)	0	930	925	99.5	1,360	0	0	1,360
Unlocking Housing Sites	3,180	0	3,180	0	(3,180)	0	0	0	0.0	9,000	0	0	9,000
<b>Total Other Planning &amp; Regeneration Projects</b>	26,329	(923)	25,406	0	(8,261)	(403)	16,742	13,566	81.0	44,966	2,025	(504)	46,487
National College for HS2	22,038	0	22,038	0	(9,028)	0	13,010	7,501	57.7	24,174	(1,718)	0	22,456
<b>Total Employment Services</b>	22,038	0	22,038	0	(9,028)	0	13,010	7,501	57.7	24,174	(1,718)	0	22,456
<b>Total Planning &amp; Regeneration</b>	80,367	(844)	79,523	2,062	(25,991)	(403)	55,191	34,197	62.0	926,039	(656)	(504)	924,879

CAPITAL - CAPITAL EXPENDITURE PLAN - FORECAST 2016/17 QUARTER 3										Appendix 2			
	2016/17									All Years - 2017-2020			
	Quarter 2 Budget 2016/17	Qtr 3 New Schemes	Revised Quarter 3 Budget	Forecast Slippage / Acceleration Qtr 2	Forecast Slippage / Acceleration Qtr 3	Forecast Over / Under spend Qtr 3	Year End Forecast at Quarter 3	Actual Spend at Quarter 3	Actual to Date as % of Forecast	All Years Quarter 2 Budget	New Schemes All Years	Over/under spend All Years	All years Quarter 3 Forecast
	£'000's	£'000's	£'000's	£'000's	£'000's	£'000's	£'000's	£'000's	%	£'000's	£'000's	£'000's	£'000's
<b>Highways</b>													
Safer Routes to Schools	607	0	607	0	(59)	0	548	334	60.9	1,206	0	0	1,206
Ward Minor Transport Measures	423	244	667	0	0	0	667	0	0.0	423	244	0	667
Minworth A38 Improvements	3,069	0	3,069	0	(2,618)	0	451	0	0.0	3,232	0	0	3,232
Network Integrity	622	(244)	378	0	(115)	0	263	410	155.9	1,832	(244)	0	1,588
Road Safety	601	0	601	0	(73)	0	528	217	41.1	1,201	0	0	1,201
District Schemes	594	0	594	(47)	(136)	0	411	314	76.4	596	0	0	596
<b>Total Highways GF</b>	<b>5,916</b>	<b>0</b>	<b>5,916</b>	<b>(47)</b>	<b>(3,001)</b>	<b>0</b>	<b>2,868</b>	<b>1,275</b>	<b>44.5</b>	<b>8,490</b>	<b>0</b>	<b>0</b>	<b>8,490</b>
<b>Transportation</b>													
Grand Central	13,245	(6,520)	6,725	0	0	0	6,725	1,140	17.0	13,245	(6,520)		6,725
A34 North Perry Barr	673	0	673	0	0	0	673	591	87.8	673	0		673
Inner Ring Road - Ashted Circus / Iron Lane	537	501	1,038	0	0	41	1,079	323	29.9	537	7,283	41	7,861
Minworth & Peddimore Access	1,929	0	1,929	0	(300)	0	1,629	836	51.3	1,929	0		1,929
Battery Way Extension	550	0	550	0	(230)	0	320	230	71.9	3,737	101		3,838
Longbridge Connectivity	370	0	370	305	88	0	763	676	88.6	5,234	0		5,234
A457 Dudley Road	1,150	0	1,150	0	(1,000)	0	150	73	48.7	7,450	0		7,450
Selly Oak Relief Road	421	0	421	0	0	0	421	372	88.4	489	(48)		441
Chester Road	0	0	0	0	0	597	597	431	72.2	0	0	597	597
Tame Valley Viaduct Phase 2 & 3	563	(47)	516	0	0	0	516	215	41.7	563	(47)		516
Metro Extension	9,248	0	9,248	0	0	0	9,248	307	3.3	15,713	(1,999)		13,714
Other minor schemes	1,032	221	1,253	0	(222)	6	1,037	196	18.9	1,032	221	6	1,259
Infrastructure Development	3,796	(107)	3,689	0	(1,778)	(437)	1,474	788	53.5	9,784	(147)	(437)	9,200
Section 106/278 Schemes	482	134	616	0	(101)	80	595	449	75.5	482	134	80	696
Walking & Cycling	7,877	3,375	11,252	0	(1,890)	67	9,429	6,107	64.8	11,913	4,150	67	16,130
Local Accessibility	1,209	(504)	705	0	0	(330)	375	216	57.6	1,209	(504)	(330)	375
Inner Ring Road - Bordesley, Curzon, Haden, Holloway	1,029	(392)	637	(392)	392	0	637	316	49.6	2,395	0	0	2,395
Economic Growth Zone	365	(38)	327	0	0	(67)	260	(22)	(8.5)	365	(38)	(67)	260
Enabling Growth & Tackling Congestion	265	(44)	221	0	0	78	299	118	39.5	265	(44)	78	299
Road Safety	485	0	485	0	0	67	552	292	52.9	485	0	67	552
Digital Districts	3,621	67	3,688	0	0	(3,239)	449	198	44.1	3,621	327	(3,239)	709
<b>Total Transportation</b>	<b>48,847</b>	<b>(3,354)</b>	<b>45,493</b>	<b>(87)</b>	<b>(5,041)</b>	<b>(3,137)</b>	<b>37,228</b>	<b>13,852</b>	<b>37.2</b>	<b>81,121</b>	<b>2,869</b>	<b>(3,137)</b>	<b>80,853</b>
<b>TOTAL CAPITAL - ECONOMY DIRECTORATE</b>	<b>135,130</b>	<b>(4,198)</b>	<b>130,932</b>	<b>1,928</b>	<b>(34,033)</b>	<b>(3,540)</b>	<b>95,287</b>	<b>49,324</b>	<b>51.8</b>	<b>1,015,649</b>	<b>2,214</b>	<b>(3,641)</b>	<b>1,014,222</b>

CAPITAL - CAPITAL EXPENDITURE PLAN - FORECAST 2016/17 QUARTER 3										Appendix 2			
	2016/17									All Years - 2017-2020			
	Quarter 2 Budget 2016/17 £'000's	Qtr 3 New Schemes £'000's	Revised Quarter 3 Budget £'000's	Forecast Slippage / Acceleration Qtr 2 £'000's	Forecast Slippage / Acceleration Qtr 3 £'000's	Forecast Over / Under spend Qtr 3 £'000's	Year End Forecast at Quarter 3 £'000's	Actual Spend at Quarter 3 £'000's	Actual to Date as % of Forecast %	All Years Quarter 2 Budget £'000's	New Schemes All Years £'000's	Over/under spend All Years £'000's	All years Quarter 3 Forecast £'000's
<b>CORPORATE RESOURCES DIRECTORATE</b>													
<b>Birmingham Property Services:</b>													
Access to Buildings	50	0	50	0	0	0	50	0	0.0	478	0	0	478
Business Transformation - Working for the Future	17	0	17	0	0	0	17	0	0.0	17	0	0	17
Attwood Green Park	59	0	59	0	(59)	0	0	0	0.0	59	0	0	59
Attwood Green - Holloway Head	862	0	862	0	(100)	0	762	728	95.5	1,034	0	0	1,034
Attwood Green - Woodview CC	92	0	92	0	0	0	92	3	3.3	92	0	0	92
Red Rose Shopping Centre	11,493	0	11,493	0	(592)	0	10,901	10,866	99.7	11,493	0	0	11,493
Arena Central	1,676	0	1,676	0	0	0	1,676	256	15.3	1,676	0	0	1,676
Council House Complex Development Costs	0	250	250	0	0	0	250	0	0.0	0	500	0	500
<b>Total Birmingham Property Services Projects</b>	<b>14,249</b>	<b>250</b>	<b>14,499</b>	<b>0</b>	<b>(751)</b>	<b>0</b>	<b>13,748</b>	<b>11,853</b>	<b>86.2</b>	<b>14,849</b>	<b>500</b>	<b>0</b>	<b>15,349</b>
Revenue Reform Projects	17,750	(9,476)	8,274	0	0	0	8,274	2,139	0.0	38,000	21,514	0	59,514
Corporate Resources	877	42	919	0	(121)	0	798	605	0.0	877	42	0	919
IT Projects	2,124	46	2,170	0	(126)	34	2,078	1,865	89.7	2,383	46	34	2,463
ICentrum	519	0	519	0	0	0	519	519	100.0	519	0	0	519
Capital Loans & Equity Funds	9,606	0	9,606	0	0	0	9,606	1,285	13.4	9,606	0	0	9,606
Corporate ICT Investment	8,521	(6,324)	2,197	(5,164)	4,815	(161)	1,687	1,050	62.2	41,846	0	(161)	41,685
SAP New Developments	2,781	0	2,781	(1,200)	(298)	0	1,283	657	0.0	6,421	0	0	6,421
<b>Total Other Corporate Resources</b>	<b>42,178</b>	<b>(15,712)</b>	<b>26,466</b>	<b>(6,364)</b>	<b>4,270</b>	<b>(127)</b>	<b>24,245</b>	<b>8,120</b>	<b>33.5</b>	<b>99,652</b>	<b>21,602</b>	<b>(127)</b>	<b>121,127</b>
<b>TOTAL CAPITAL - CORPORATE RESOURCES DIRECTORATE</b>	<b>56,427</b>	<b>(15,462)</b>	<b>40,965</b>	<b>(6,364)</b>	<b>3,519</b>	<b>(127)</b>	<b>37,993</b>	<b>19,973</b>	<b>52.6</b>	<b>114,501</b>	<b>22,102</b>	<b>(127)</b>	<b>136,476</b>
<b>TOTAL CAPITAL PROGRAMME</b>	<b>478,377</b>	<b>(16,547)</b>	<b>461,830</b>	<b>(34,474)</b>	<b>(52,960)</b>	<b>(3,165)</b>	<b>371,231</b>	<b>203,655</b>	<b>54.86</b>	<b>1,881,368</b>	<b>149,301</b>	<b>(881)</b>	<b>2,029,788</b>

Capital Monitoring as at 31st December 2016					Appendix 3
	2016/17	2017/18	2018/19	Later Years	Total Plan
<u>Expenditure</u>	£'000's	£'000's	£'000's	£'000's	£'000's
Approved Budget Quarter 2 2016/17	478,377	312,618	223,228	867,145	1,881,368
New Resources Quarter 3	(16,547)	86,335	39,283	40,230	149,301
<b>Revised Budget Quarter 3</b>	<b>461,830</b>	<b>398,953</b>	<b>262,511</b>	<b>907,375</b>	<b>2,030,669</b>
Forecast Slippage - Quarter 2	(34,474)	21,981	14,348	(1,855)	0
Forecast Slippage - Quarter 3	(52,960)	43,125	(5,233)	15,068	0
Forecast Overspend (Underspend)	(3,165)	168	5,379	(3,263)	(881)
<b>Forecast Outturn at Quarter 3</b>	<b>371,231</b>	<b>464,227</b>	<b>277,005</b>	<b>917,325</b>	<b>2,029,788</b>
<b>Resources</b>					
<b>Use of Specific Resources:</b>					
Grants & Contributions	118,252	158,856	93,407	8,260	378,775
Earmarked Capital Receipts - RTB & Revenue Reform	9,386	74,775	24,946	12,339	121,446
Revenue Contributions - Departmental	1,886	9,207	31	0	11,124
Revenue Contributions - HRA	75,143	54,014	61,591	66,048	256,796
	<b>204,667</b>	<b>296,852</b>	<b>179,975</b>	<b>86,647</b>	<b>768,141</b>
<b>Use of Corporate or General Resources:</b>					
Unsupported Prudential Borrowing - General*	14,130	28,971	23,889	20,050	87,040
Unsupported Prudential Borrowing - Corporate	6,645	0	0	0	6,645
Unsupported Prudential Borrowing - Directorate	145,789	138,404	73,141	810,628	1,167,962
<b>Forecast Use of Resources</b>	<b>371,231</b>	<b>464,227</b>	<b>277,005</b>	<b>917,325</b>	<b>2,029,788</b>
* General Prudential Borrowing to replace the use of receipts, revenue contributions and corporate resources to fund Equal Pay.					

# Prudential Borrowing - Additions or Reductions Quarter 3 (October to December) 2016

	#	2016/17 £'000	2017/18 £'000	2018/19 £'000	Later Years £'000	Total £'000
<b>BORROWING NEEDING BUDGET SUPPORT</b>						
No adjustments at Quarter 3						
<b>TOTAL BORROWING NEEDING BUDGET SUPPORT</b>		<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>SELF-SUPPORTED</b>						
<b>People:</b>						
Salix Energy Efficiency	N	80	0	0	0	80
<b>Place:</b>						
Sport & Physical Activity	A	(2,838)	2,838	0	0	0
Waste Management	A	78	(89)	0	0	(11)
Strategic Parks	A	(1,798)	1,798	0	0	0
Bereavement Services	A	(6,195)	6,195	0	0	0
Markets	A	(2,036)	1,850	0	0	(186)
Private Sector Housing	N	(1,794)	43,676	30,139	25,197	97,218
Regulation & Enforcement	A	(366)	366	0	0	0
Strategic Libraries	A	(592)	434	0	0	(158)
Housing Improvement	A	(664)	(6,909)	(4,251)		(11,824)
Housing Redevelopment	A	664	(5,525)	(888)	(5,000)	(10,749)
<b>Economy:</b>						
Enterprise Zone	A	(4,970)	(1,290)	0	5,247	(1,013)
Metro Centenary Square	A	(2,070)	2,120	0	0	50
Curzon Street Enterprise Zone	A	(1,500)	(2,250)	(1,250)	5,000	0
Local Growth Fund	A	0	1,000	998	0	1,998
Grand Central	A	(6,520)	0	0	0	(6,520)
Grand Hotel Developments	A	(1,000)	1,000	0	0	0
Other Major Projects	A	0	(1,998)	0	0	(1,998)
Making The Connection	A	(84)	84	0	0	0
<b>Corporate Resources:</b>						
ICT Projects	A	178	126	0	0	304
Birmingham Property	A	(651)	651	0	0	0
Corporate Resources	A	(122)	122	0	0	0
ICT Infrastructure	A	(1,817)	3,798	(6,465)	4,474	(10)
<b>TOTAL SELF-SUPPORTED BORROWING</b>		<b>(34,017)</b>	<b>47,997</b>	<b>18,283</b>	<b>34,918</b>	<b>67,181</b>
<b>TOTAL ADDITIONS / REDUCTION IN PRUDENTIAL BORROWING</b>		<b>(34,017)</b>	<b>47,997</b>	<b>18,283</b>	<b>34,918</b>	<b>67,181</b>

Note: this includes some re-phasing between years.

# A - Amendment to existing project spend or resources.

N - New projects or programmes added in the quarter.

(see explanatory Footnote overleaf)

**CAPITAL - CAPITAL EXPENDITURE PLAN - FORECAST 2016/17 QUARTER 3**

	APPENDIX 5										
	2016/17	2017/18	2018/19	2019/20	2020/21	2021/22	2022/23	2023/24	2024/25	2025/26 & Later Years	Total
	Quarter 3 Forecast	Quarter 3 Forecast	Quarter 3 Forecast	Quarter 3 Forecast	Quarter 3 Forecast	Quarter 3 Forecast	Quarter 3 Forecast	Quarter 3 Forecast	Quarter 3 Forecast	Quarter 3 Forecast	Quarter 3 Forecast
	£'000's	£'000's	£'000's	£'000's	£'000's	£'000's	£'000's	£'000's	£'000's	£'000's	£'000's
<b>PEOPLE DIRECTORATE</b>											
Adults & Communities	6,413	13,275	5,279	0	0	0	0	0	0	0	24,967
Children, Young People & Families	51,612	66,378	51,551	0	0	0	0	0	0	0	169,541
<b>TOTAL CAPITAL - PEOPLE DIRECTORATE</b>	<b>58,025</b>	<b>79,653</b>	<b>56,830</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>194,508</b>
<b>PLACE DIRECTORATE</b>											
Highways - General Fund	17	0	0	0	0	0	0	0	0	0	17
Private Sector Housing	6,492	50,254	30,758	25,747	19,000	19,000	19,000	19,000	19,000	19,000	227,251
Other - General Fund	62,353	37,872	550	0	0	0	0	0	0	0	100,775
District services	492	504	0	0	0	0	0	0	0	0	996
<b>HRA</b>											
Housing Improvement Programme	55,117	56,000	55,997	56,629	58,856	59,595	59,579	60,291	60,989	61,699	584,752
Redevelopment	49,922	76,941	54,590	44,014	31,706	36,164	24,911	23,861	24,913	25,513	392,535
Other Programmes	5,535	4,855	4,932	5,011	13,903	14,182	14,465	14,755	15,050	15,351	108,039
<b>Total HRA</b>	<b>110,574</b>	<b>137,796</b>	<b>115,519</b>	<b>105,654</b>	<b>104,465</b>	<b>109,941</b>	<b>98,955</b>	<b>98,907</b>	<b>100,952</b>	<b>102,563</b>	<b>1,085,326</b>
<b>TOTAL CAPITAL - PLACE DIRECTORATE</b>	<b>179,927</b>	<b>226,426</b>	<b>146,827</b>	<b>131,401</b>	<b>123,465</b>	<b>128,941</b>	<b>117,955</b>	<b>117,907</b>	<b>119,952</b>	<b>121,563</b>	<b>1,414,364</b>
<b>ECONOMY DIRECTORATE</b>											
<b>Regeneration</b>											
Paradise Circus Redevelopment	23,358	13,863	8,521	1,285	1,470	0	0	0	0	0	48,497
Site Development & Access	400	0	0	0	0	0	8,000	0	0	0	8,400
Connecting Economic Opportunities	75	925	0	0	0	0	11,909	0	0	0	12,909
Southern Gateway Site	0	0	1,000	6,142	11,345	1,338	14,705	0	0	0	34,530
LEP Investment Fund	0	0	0	5,000	5,000	5,000	5,000	0	0	0	20,000
HS2 - Curzon Street	0	0	0	7,500	7,500	7,500	7,500	0	0	0	30,000
HS2 - Interchange Site	0	0	0	5,000	5,000	5,000	5,000	0	0	0	20,000
Snow Hill Public Realm	601	0	0	0	0	0	0	0	0	0	601
Southside Links	161	231	0	0	0	0	0	0	0	0	392
One Station	207	521	0	0	0	0	0	0	0	0	728
Centenary Square	169	9,996	0	0	0	0	0	0	0	0	10,165
EZ Phase - Curzon Extension	0	3,500	15,950	11,300	11,100	9,700	63,400	69,600	75,800	148,650	409,000
Other Regeneration Schemes	17,210	21,898	7,463	468	0	0	0	0	0	0	47,039
<b>Total Planning &amp; Regeneration</b>	<b>42,181</b>	<b>50,934</b>	<b>32,934</b>	<b>36,695</b>	<b>41,415</b>	<b>28,538</b>	<b>115,514</b>	<b>69,600</b>	<b>75,800</b>	<b>148,650</b>	<b>642,261</b>

	2016/17	2017/18	2018/19	2019/20	2020/21	2021/22	2022/23	2023/24	2024/25	2025/26 & Later Years	Total
	Quarter 3 Forecast £'000's	Quarter 3 Forecast £'000's	Quarter 3 Forecast £'000's	Quarter 3 Forecast £'000's	Quarter 3 Forecast £'000's	Quarter 3 Forecast £'000's	Quarter 3 Forecast £'000's	Quarter 3 Forecast £'000's	Quarter 3 Forecast £'000's	Quarter 3 Forecast £'000's	Quarter 3 Forecast £'000's
<b>Total Employment Services</b>	13,010	9,446	0	0	0	0	0	0	0	0	22,456
<b>Total Transportation</b>	40,096	37,980	11,241	25	0	0	0	0	0	0	89,342
<b>Total Economy</b>	95,287	98,360	44,175	36,720	41,415	28,538	115,514	69,600	75,800	148,650	754,059
<b><u>CORPORATE RESOURCES DIRECTORATE</u></b>											
<b>Corporate Resources</b>	37,993	59,786	29,173	9,524	0	0	0	0	0	0	136,476
<b>Total Capital Programme</b>	371,231	464,227	277,005	177,645	164,880	157,479	233,469	187,507	195,752	270,213	2,499,408
<b><u>Resources</u></b>											
<b><u>Use of Specific Resources</u></b>											
<b>Grants &amp; Contributions</b>	118,252	158,856	93,407	8,260	15,904	13,774	11,156	13,306	10,194	10,457	453,566
<b>Use of earmarked Capital Receipts</b>	9,386	74,775	24,946	12,339	19,000	19,000	19,000	19,000	19,000	19,000	235,446
<b>Revenue Contributions - Departmental</b>	1,886	9,207	31	0	0	0	0	0	0	0	11,124
- HRA	75,143	59,789	61,591	66,048	69,561	77,167	68,799	66,601	71,758	73,106	689,563
- Income Generation	0	0	0	0	0	0	0	0	0	0	0
<b>Total Specific Resources</b>	204,667	302,627	179,975	86,647	104,465	109,941	98,955	98,907	100,952	102,563	1,389,699
<b><u>Use of Corporate or General Resources</u></b>											
<b>Corporate Resources</b>	14,130	24,155	24,049	0	0	0	0	0	0	0	62,334
<b>Unsupported Prudential Borrowing - Corporate</b>	6,645	0	0	0	0	0	0	0	0	0	6,645
<b>Unsupported Prudential Borrowing - Directorate</b>	145,789	137,445	72,981	90,998	60,415	47,538	134,514	88,600	94,800	167,650	789,278
<b>Total Corporate Resources</b>	166,564	161,600	97,030	90,998	60,415	47,538	134,514	88,600	94,800	167,650	1,109,709
<b>Forecast Use of Resources</b>	371,231	464,227	277,005	177,645	164,880	157,479	233,469	187,507	195,752	270,213	2,499,408
<b><u>Footnote:</u></b>											
This appendix shows capital plans over the ten year Long Term Financial Plan period, for those projects where longer term plans have been developed. Long term plans will be subject to ongoing review to ensure that any expenditure plans are within a prudent forecast of resources. Please note that many projects do not have such long term planning horizons, and the absence of forecasts does not mean that no spend is anticipated, just that it cannot yet be reasonably quantified.											

## Treasury Portfolio Summary

## Appendix 6

	15/16 Q3 31-Dec-15		15/16 Q4 31-Mar-16		16/17 Q1 30-Jun-16		16/17 Q2 30-Sep-16		16/17 Q3 31-Dec-16	
<b>PWLB</b>	2,250,922,000	75.7%	2,275,922,000	76.2%	2,290,922,000	76.8%	2,255,922,000	75.5%	2,255,922,000	76.0%
<b>Bonds</b>	295,630,344	9.9%	295,630,344	9.9%	295,630,344	9.9%	287,971,000	9.6%	327,971,000	11.0%
<b>LOBO's (note 1)</b>	206,350,000	6.9%	206,350,000	6.9%	206,350,000	6.9%	206,350,000	6.9%	166,350,000	5.6%
<b>Long Term Other</b>	1,325	0.0%	1,179	0.0%	1,179	0.0%		0.0%		0.0%
<b>Quasi Loan (Salix loans)</b>	287,531	0.0%	263,495	0.0%	263,495	0.0%	239,459	0.0%	239,459	0.0%
<b>Short Term</b>	280,435,536	9.4%	267,333,639	9.0%	321,831,883	10.8%	292,783,655	9.8%	277,286,049	9.3%
<b>Gross Debt</b>	<b>3,033,626,735</b>	102.0%	<b>3,045,500,657</b>	102.0%	<b>3,114,998,901</b>	104.4%	<b>3,043,266,114</b>	101.8%	<b>3,027,768,508</b>	102.0%
<b>Less Investments</b>	<b>(60,779,700)</b>	-2.0%	<b>(58,725,092)</b>	-2.0%	<b>(132,172,829)</b>	-4.4%	<b>(54,310,206)</b>	-1.8%	<b>(58,672,617)</b>	-2.0%
<b>Net Debt</b>	<b>2,972,847,035</b>	100.0%	<b>2,986,775,565</b>	100.0%	<b>2,982,826,072</b>	100.0%	<b>2,988,955,908</b>	100.0%	<b>2,969,095,891</b>	100.0%
<b>Year-End Budgeted Net Debt</b>	<b>3,279,000,000</b>	90.7%	<b>3,279,000,000</b>	91.1%	<b>3,450,000,000</b>	86.5%	<b>3,450,000,000</b>	86.6%	<b>3,450,000,000</b>	86.1%
<b>Prudential Borrowing Limit</b>	<b>3,740,000,000</b>		<b>3,740,000,000</b>		<b>3,780,000,000</b>		<b>3,780,000,000</b>		<b>3,780,000,000</b>	

### Notes

#### LOBO Loan

1. A Lender's Option Borrower's Option loan (LOBO) is a market loan in which typically the lender has a periodic opportunity to offer and adjust rate, and the borrower has the option to either accept this rate or repay the loan in full at par.

## Appendix 7

**1st October 2016 - 31st December 2016**

### **New Long Term Loans**

<b>Date of loan</b>	<b>Loan</b>	<b>Counter Party</b>	<b>Interest Rate</b>	<b>Maturity Date</b>
---------------------	-------------	----------------------	----------------------	----------------------

No new long term loans were taken

### **Long Term Loans prematurely repaid during the quarter.**

<b>Date of repayment</b>	<b>Loan/ (Repayment)</b>	<b>Counter Party</b>	<b>Interest Rate</b>	<b>Maturity Date</b>	<b>Premia/ (Discounts)</b>
--------------------------	------------------------------	----------------------	----------------------	----------------------	--------------------------------

No long term loans were prematurely repaid during the quarter.

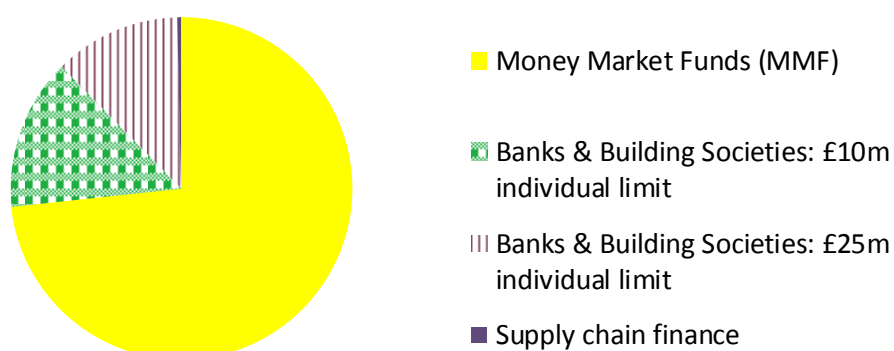
**Short term loan debt outstanding at 31 December 2016**

Institution	Average Rate %	Amount £
local authorities	0.45%	275,968,542
other lenders	0.23%	1,317,507
<b>total short term loan debt outstanding</b>	<b>0.45%</b>	<b>277,286,049</b>

Short term loans are borrowed for a period of less than 12 months. The interest rate is likely to be close to bank base and will change broadly in line with base rate changes.

**Treasury Investments Outstanding at 31 December 2016**

Investments by Institution:	Fitch Rating Short Term / Long Term	End Date	Rate %	Amount £	
Aberdeen MMF	AAAmf	03/01/17	0.30%	39,500,000	
Deutsche MMF	-	03/01/17	0.28%	3,500,000	
HSBC	F1+/AA-	03/01/17	0.30%	7,027,245	
Barclays Bank	F1/A	03/01/17	0.30%	8,420,000	
Supply chain finance	-	03/01/17	3.00%	225,372	
<b>Total</b>				<b>58,672,617</b>	<b>0</b>
<b>Investments by type:</b>					
				<b>Current Quarter £</b>	<b>%</b>
Money Market Funds (MMF)				43,000,000	73.3
Banks & Building Societies: £10m individual limit				8,420,000	14.4
Banks & Building Societies: £25m individual limit				7,027,245	12.0
Supply chain finance				225,372	0.4
<b>Total</b>				<b>58,672,617</b>	<b>100.0</b>

**Investments as at 31 December 2016**

**Treasury Management Investment Details**  
**1st October 2016 to 31st December 2016**

**New Investments Market Fixed Term Deposits**

<b>Date Out</b>	<b>Date In</b>	<b>Borrower</b>	<b>Amount £</b>	<b>Interest Rate</b>
No fixed term deposits in this quarter				

In addition to the above deposits with individual institutions the Council uses money market funds and other call accounts where money may be added or withdrawn usually without notice. A summary of transactions for the quarter is as follows:

**New Investments Call Accounts**

	<b><u>No of Transactions</u></b>		<b>Average Balance £</b>	<b>Average Rate Earned</b>
	<b>Investments</b>	<b>Withdrawals</b>		
Barclays Bank PLC FIBCA A/C	21	15	2,721,773	0.30%
Svenska Handelsbanken	7	7	838,043	0.20%
HSBC	13	12	4,429,134	0.30%

**New Investments Money Market Funds**

	<b><u>No of Transactions</u></b>		<b>Average Balance £</b>	<b>Average Rate Earned</b>
	<b>Investments</b>	<b>Withdrawals</b>		
Aberdeen (SWIP)	9	7	35,043,478	0.34%
Amundi Money Market Fund	4	5	2,293,478	0.35%
Deutsche Managed Sterling Fund	8	6	20,530,435	0.33%
Federated Money Market Fund	2	4	978,261	0.33%
LGIM	5	3	3,969,565	0.33%
Morgan Stanley	0	1	119	0.29%
Standard Life (Ignis) Sterling Liquidity	6	11	7,177,174	0.33%

## Appendix 10

### Accountable Body Investments - 31st December 2016

	Growing Places Fund	Advanced Manufacturing Supply Chain Initiative	Regional Growth Fund	Total
	£000	£000	£000	£000
Goldman Sachs Money Market Fund	2,386	4,018		<b>6,403</b>
JP Morgan Money Market Fund			12,203	<b>12,203</b>
<b>Total Money Market Funds</b>	2,386	4,018	12,203	<b>18,606</b>
Debt Management Office	12,400	25,000		<b>37,400</b>
Treasury Bills	0	0		<b>0</b>
<b>Total Accountable Body investments</b>	<b>14,786</b>	<b>29,018</b>	<b>12,203</b>	<b>56,006</b>

#### Note

This appendix shows amounts invested externally by the City Council as Accountable Body. These are separate from the Council's own investments.

**WHOLE COUNCIL**

	16/17 Indicators £m	16/17 Forecast £m	17/18 Indicators £m	17/18 Forecast £m	18/19 Indicators £m	18/19 Forecast £m
<b>Capital Finance</b>						
1 Capital Expenditure - Capital Programme	451.2	371.0	265.7	464.2	249.0	277.0
2 Capital Expenditure - other long term liabilities	27.4	27.0	28.3	27.9	30.9	30.4
3 Capital expenditure	478.6	398.0	294.0	492.1	279.9	307.4
4 Capital Financing Requirement (CFR)	4,682.6	4,593.2	4,604.0	4,621.7	4,519.1	4,590.8
<b>Planned Debt</b>						
5 Peak loan debt in year	3,490.5	3,269.4	3,566.1	3,845.9	3,621.2	3,766.2
6 + Other long term liabilities (peak in year)	492.9	493.7	470.5	471.0	448.5	448.8
7 = Peak debt in year	3,983.4	3,763.1	4,036.6	4,316.9	4,069.7	4,215.0
8 does peak debt exceed year 3 CFR?	no	no	no	no	no	no
<b>Prudential limit for debt</b>						
9 Gross loan debt	3,780.0	3,269.4	3,780.0	3,845.9	3,780.0	3,766.2
10 + other long term liabilities	520.0	493.7	520.0	471.0	520.0	448.8
11 = Total debt	4,300.0	3,763.1	4,300.0	4,316.9	4,300.0	4,215.0

**Notes**

- 4 The Capital Financing Requirement represents the underlying level of borrowing needed to finance historic capital expenditure (after deducting debt repayment charges). This includes all elements of CFR including Transferred Debt.
- 5-7 These figures represent the forecast peak debt (which may not occur at the year end). The Prudential Code calls these indicators the Operational Boundary.
- 8 It would be a cause for concern if the Council's loan debt exceeded the CFR, but this is not the case due to positive cashflows, reserves and balances. The Prudential Code calls this Borrowing and the capital financing requirement.
- 11 The Authorised limit for debt is the statutory debt limit. The City Council may not breach the limit it has set, so it includes allowance for uncertain cashflow movements and potential borrowing in advance for future needs.

## DEBT AND PRUDENTIAL INDICATORS

## Appendix 11b

### HOUSING REVENUE ACCOUNT

	16/17	16/17	17/18	17/18	18/19	18/19
	Indicators	Forecast	Indicators	Forecast	Indicators	Forecast
	£m	£m	£m	£m	£m	£m
<b>Capital Finance</b>						
1 Capital expenditure	133.5	110.6	115.3	137.8	98.5	115.5
<b>HRA Debt</b>						
2 Capital Financing Requirement (CFR)	1,129.3	1,123.0	1,124.4	1,098.2	1,113.0	1,086.9
3 Statutory cap on HRA debt	1,150.4	1,150.4	1,150.4	1,150.4	1,150.4	1,150.4
<b>Affordability</b>						
4 HRA financing costs	97.5	97.0	97.9	96.5	98.2	96.4
5 HRA revenues	287.0	287.8	284.5	283.8	281.3	279.9
6 HRA financing costs as % of revenues	34.0%	33.7%	34.4%	34.0%	34.9%	34.4%
7 HRA debt : revenues	3.9	3.9	4.0	3.9	4.0	3.9
8 Forecast Housing debt per dwelling	£18,056	£17,956	£18,026	£17,722	£17,926	£17,678
9 Estimate of the incremental impact of new capital investment decisions on housing rents.	£0.00	£0.00	£0.00	£0.00	£0.00	£0.00
(expressed in terms of ave. weekly housing rent)						

### Notes

- 2-3 The HRA Capital Financing Requirement (CFR) is being used by the Government as the measure of HRA debt for the purposes of establishing a cap on HRA borrowing for each English Housing authority.
- 4 Financing costs include interest and MRP (or depreciation in the HRA)
- 7 This indicator is not in the Prudential Code but is a key measure of long term sustainability. This measure is forecast to fall below 2.0 by 2026/27, which is two years later than previously forecast.
- 8 This indicator is not in the Prudential Code but is a key measure of affordability: the HRA debt per dwelling should not rise significantly over time
- 9 The cost of borrowing for the Capital Programme represents the interest and repayment costs arising from any new prudential borrowing introduced in the capital programme since the last quarter, expressed in terms of an average weekly rent. The calculation excludes the cost of borrowing which is funded from additional income or savings. As all planned HRA borrowing is funded from additional income in this way, the impact is zero. The Prudential Code calls this the Estimate of the incremental impact of capital investment decisions on housing rents.

## DEBT AND PRUDENTIAL INDICATORS

## Appendix 11c

GENERAL FUND		16/17	16/17	17/18	17/18	18/19	18/19
		Indicators	Forecast	Indicators	Forecast	Indicators	Forecast
		£m	£m	£m	£m	£m	£m
<b>Capital Finance</b>							
1	Capital expenditure (including other long term liabilities)	345.1	287.4	178.7	354.3	181.4	191.8
2	Capital Financing Requirement (CFR)	3,553.3	3,470.1	3,479.7	3,523.5	3,406.1	3,503.9
<b>General Fund debt</b>							
3	Peak loan debt in year	2,361.2	2,146.4	2,441.7	2,747.7	2,508.2	2,679.3
4	+ Other long term liabilities (peak in year)	492.9	493.7	470.5	471.0	448.5	448.8
5	= Peak General Fund debt in year	2,854.1	2,640.1	2,912.2	3,218.7	2,956.7	3,128.1
<b>General Fund Affordability</b>							
6	Total General Fund financing costs	261.9	256.2	272.4	265.6	274.6	273.2
7	General Fund net revenues	835.3	835.3	813.9	821.8	808.5	815.2
8	General Fund financing costs (% of net revenues)	31.4%	30.7%	33.5%	32.3%	34.0%	33.5%
9	Estimate of the incremental impact of new capital investment decisions on Council Tax.	N/A	£0.00	N/A	£0.00	N/A	£0.00

Expressed in terms of Council Tax (Band D equiv)  
(impact already included in Council Tax increases assum

### Note

- 4 Other long term liabilities include PFI, finance lease liabilities, and transferred debt liabilities
- 6 Financing costs include interest and MRP (in the General Fund), for loan debt, transferred debt, PFI and finance leases
- 8 This indicator includes the gross revenue cost of borrowing and other finance, including borrowing for the Enterprise Zone and other self-supported borrowing.
- 9 The incremental impact of new capital investment decisions represents the interest and repayment implications arising from any changes in forecast prudential borrowing in the capital programme since the last quarter, expressed in terms of Council Tax at Band D. Any implications are cumulative in later years as successive years' borrowing is added. Any impact has been funded within the Long Term Financial Plan and assumed Council Tax charges up to 2017/18. The calculation excludes the cost of borrowing which is funded from additional income or savings. All the changes in forecast prudential borrowing relate to self-funding projects, so there is no net incremental impact on Council Tax.

## PRUDENTIAL INDICATORS

## Appendix 11d

### TREASURY MANAGEMENT

	16/17	16/17	17/18	17/18	18/19	18/19
	Indicators	Forecast	Indicators	Forecast	Indicators	Forecast
<b>CIPFA Treasury Management Code</b>						
1 Has the authority adopted the TM Code?	Yes	Yes	Yes	Yes	Yes	Yes
<b>Interest rate exposures</b>						
	Limit	Forecast Maximum	Limit	Forecast Maximum	Limit	Forecast Maximum
2 upper limit on fixed rate exposures	130%	96%	130%	90%	130%	85%
3 upper limit on variable rate exposures	30%	17%	30%	23%	30%	21%
4 Gross Debt as a percentage of Net Debt	130%	101%	130%	101%	130%	101%
<b>Maturity structure of borrowing</b>						
(lower limit and upper limit)	Limit	Forecast Year End	Limit	Forecast Year End	Limit	Forecast Year End
5 under 12 months	0% to 30%	12%	0% to 30%	19%	0% to 30%	21%
6 12 months to within 24 months	0% to 30%	5%	0% to 30%	6%	0% to 30%	4%
7 24 months to within 5 years	0% to 30%	10%	0% to 30%	6%	0% to 30%	3%
8 5 years to within 10 years	0% to 30%	7%	0% to 30%	9%	0% to 30%	14%
9 10 years to within 20 years	5% to 40%	23%	5% to 40%	20%	5% to 40%	20%
10 20 years to within 40 years	10% to 60%	34%	10% to 60%	33%	10% to 60%	34%
11 40 years and above	0% to 40%	8%	0% to 40%	6%	0% to 40%	5%
<b>Investments longer than 364 days</b>						
upper limit on amounts maturing in:	Limit	Forecast	Limit	Forecast	Limit	Forecast
12 1-2 years	200	-	200	-	200	-
13 2-3 years	100	-	100	-	100	-
14 3-5 years	100	-	100	-	100	-
15 later	0	-	0	-	0	-

### Note

2-10 These indicators assume that LOBO loan options are exercised at the earliest possibility, and are calculated as a % of net loan debt.

## Resources to Support ICT Contract Negotiation

### Background

The Financial Plan 2017+ approved by Council on 28<sup>th</sup> February 2017 included an annual saving requirement of £10m in relation to the Council's ICT spend. In order to secure the saving there is a requirement to engage external resource to support the project where these specialist skills are not available in-house. This resource will allow the Council to review existing ICT arrangements with a view to supporting and undertaking these negotiations to secure efficiencies and the required changes to achieve the ongoing reduction in revenue costs. The Financial Plan 2017+ included a capital amount of £2m to fund these support requirements. Under a current accounting allowance one off revenue costs that result in savings can be capitalised.

### Resource Requirements

The resources required to secure this annual saving, along with the proposed procurement route include the following areas:

<b>Resource</b>	<b>Description</b>	<b>Procurement Route</b>
Legal	Forensic analysis of the contract, support the negotiation and inform any consequent changes to service delivery arrangements	A competition exercise using the CCS Legal Services Framework
Finance	A forensic analysis of costs in the contract, cost modelling, tax advice, support the negotiation and inform any consequent changes to service delivery arrangements	Tax advice – to use the Council's existing contract Other advice – a competition exercise using the CCS ConsultancyOne Framework
Technical and Commercial	ICT technical and market knowledge such as enterprise architects. Commercial management/lead negotiator for the negotiation phase.	A full procurement process advertised in OJEU, Contracts Finder and finditinbirmingham.
HR	Advice on any TUPE issues and implications arising from the negotiations and consequent changes to service delivery	The specification is to be determined and will depend upon whether savings are delivered through in-sourcing or a new or more efficient way of delivering the service. The route will be either using a framework agreement or a full procurement process.

## Spend

A maximum spend of £2m is required and this amount recognises the range of skills and expertise required to deliver this level of savings. This budget is a maximum amount and officers will tightly control spend against this. It may be that this indicative level of spend can be reduced if both sides enter the discussions willingly. There are also various other factors that can reduce expenditure depending on which savings proposals are further developed and supported, for example an in-sourcing proposal will require HR support, but if not pursued this support will not be required.

## Authority to Enter into Contracts and Place Orders

The authority to enter into contracts and place orders will be in accordance with Standing Orders and the Procurement Governance Arrangements dependent upon the value of the proposed contract. These service requirements were sounded out with Members as part of the Planned Procurement Activity Report approved by Cabinet on 14 February 2017.

## Governance

The overall delivery of the £10m savings is the responsibility of the Strategic Director of Change and Support Services in their position as Chair of the SB Transition Steering Board. The day to day management, direction and control of this project is the responsibility of the Head of ICT, who will report progress to the SB Transition Steering Board at each meeting, with further reporting to the SBT Core Team.

Each activity engaged will be monitored for progress by the SBT Core Team and actions taken where performance is not considered adequate or where alternative support arrangements are required. The savings are programmed for delivery from 2017/18 and the negotiations are dependent upon continued close partnership working with SB and on council service engagement where appropriate. The directorate ICT boards will have a role to play in engagement, consultation and in driving through changes where approved.

## Recommendations

To authorise the Strategic Director of Change and Support Services to place orders up to the value of £2m with suppliers selected in accordance with the Procurement Governance Arrangements.