

1. Capital Programme

1.1. The following table below (Figure 1) sets out the forecast Capital Outturn position for 2019/20 by Directorate, with further detail provided in Directorate appendices and a full programme summary at the end of this report.

Figure 1 - Capital Forecast Outturn position for 2019/20 by Directorate

Approved Budget	Previous Period Revised Budget	Directorate	Revised Budget	Actual Spend to date	Budget Spend to date %	Forecast Outturn	Variance
£m	£m		£m	£m	%	£m	£m
25.8	24.9	People	24.9	5.4	22%	23.5	(1.4)
17.7	20.8	Resources	20.4	4.5	22%	18.4	(2.0)
130.4	143.6	Growth and Regeneration	136.9	25.8	19%	67.2	(69.7)
173.9	189.4	Sub-total	182.2	35.7	20%	109.1	(73.1)
10.7	10.2	Corporate	10.0	2.6	26%	10.0	0.0
51.8	51.8	Housing Revenue Account	51.8	17.3	33%	51.1	(0.7)
236.4	251.4	Total	244.0	55.6	23%	170.2	(73.8)

1.2. The 2019/20 programme has been reviewed in line with our delivery capacity for capital projects in year with £73.8m of schemes re-profiled into future years in-line with the anticipated delivery timetable. Approval is sought to formally re-profile these budgets in line with forecast spend.

1.3. Underspending areas relate to schemes deferring expenditure to future years. The main areas being;

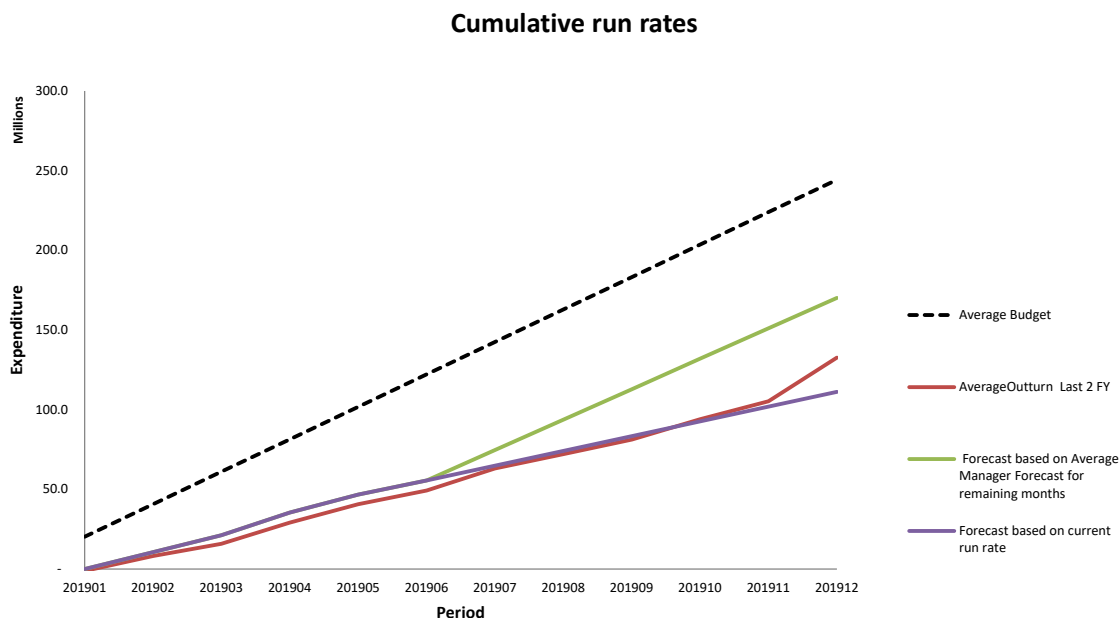
- £18m - Housing Delivery (PL30) of proposed site development re-profile budgets to meet the change in funding options.
- £13m – Cattle Market Road and Temple Meads redevelopment (PL11A/GR01). Revised profile proposed following contract negotiations.
- £10m – Transport Programme (PL01-PL10/GR02). Delivery slippage across the Transport Programme.
- £8m – Colston Hall (PL24) due to delays in construction.

1.4. Despite the reported underspend in the programme, the current forecast assumes that the average monthly spend for the remainder of the year will be around twice as much as the current run-rate.

Given the low level of spend to date (£56m) as indicated in (Figure 1) and the current rate table along with making comparisons with previous years expenditure (Figure 2) the outturn is projected to be region of £130m - £150m based on current and previous spend trends. Based on these assumptions, the current forecast of £170m appears to be optimistic.

1.5. Recommend the Capital Programme budget is aligned to the Period 6 forecasted position of £170m, removing the budgeted underspend of £74m from 2019/20 to later years. This variance incorporates the Period 5 reported underspend of £39.7 as stated in previous month's Finance Report to Cabinet.

Figure 2 – Period 6 Capital Forecast and Run-Rate Comparison



1.6. To note the 2019/20 budget has decreased by £7.4m from Period 5 to the revised Period 6 budget of £244m, the following table at (Figure 3) below, reflects the movements of previously reported cabinet decisions, summarised below.

Figure 3 – Summary of Period 6 budget change requests

Prog ref	Directorate	Service	Cabinet Reported Decision	Change Requested	Change Request Description	2019/20 Impact £000's
PL18	G&R	Energy services	3rd Sept 2019	New funding (£9m), & Budget virement (£6m), & Spend Re-profile	Heat Network Expansion Redcliffe and Old Market, £8.5m Grant, £0.3m Connection Charges and transfer of £6.2m Prudential Borrowing from PL19 Energy investment	(1.7)
PL09A	G&R	Transport Highways	1st Oct 2019	Budget Virement (£4m) & Spend Re-profile	Cumberland Road Stabilisation Project, transfer of £4m from underspends on Capital Programme	(5.0)
PL10c	G&R	Transport Highways	1st Oct 2019	Spend Re-profile	Structural repairs to Templegate & West End MSCP	(0.3)
PL35	Resources	FM Harbour and Docks	3rd Sept 2019	Spend Re-profile	Harbour Infrastructure Improvements and Technologies	(0.4)
Totals						(7.4)