

HAMPSHIRE COUNTY COUNCIL

Decision Report

Decision Maker:	Cabinet
Date:	5 February 2018
Decision Maker:	County Council
Date:	22 February 2018
Title:	Capital programme 2018/19 to 2020/21
Report From:	Director of Corporate Resources – Corporate Services

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1. Recommendation(s)

The following decisions are sought, based on the recommendations of the Leader and Cabinet to the County Council, for the capital programme for 2018/19 to 2020/21 and the revised capital programme for 2017/18 that:

1.1. The following variations to the 2017/18 capital programme are approved:

- Three Children's Services schemes with a total value of £11.369 million be deferred to the 2018/19 programme to allow completion of pre-work including statutory approvals, design and programming of projects.
- Owing to the difficult site conditions at Kings Furlong Infant and Junior Schools, additional funding of £0.9 million (including fees) is added to this scheme from unallocated funding within the 2017/18 programme.
- Owing to the difficult ground conditions and structural and site issues at Oakwood Infant and Greenfield Junior schools, additional funding of £0.8 million (including fees) is added to this scheme from unallocated funding within the 2017/18 capital programme.
- £0.511million revenue contributions to the 2017/18 capital programme be transferred to the Children's Services revenue budget.
- £0.73 million is transferred from the Winchester Road Roundabout (Basingstoke) scheme to the adjacent Thornycroft Roundabout scheme, with the budget for the Winchester Road scheme reducing to £2.68 million and the budget for Thornycroft scheme increasing to £8.92 million.

1.2. It be a recommendation by Cabinet to Council that:

- a) the capital programme for 2018/19 and the provisional programmes for 2019/20 and 2020/21 as set out in Appendix 3 be approved.
- b) The new capital schemes detailed in Appendix 4 be approved.

1.3. Council is recommended to:

- a) approve the capital programme for 2018/19 and the provisional programmes for 2019/20 and 2020/21 as set out in Appendix 3.
- b) approve the new capital schemes contained in Appendix 4.

2. Executive Summary

2.1. This report sets out for approval the proposed capital programme for 2018/19 to 2020/21 of £540 million.

2.2. Overall, the proposals in this report are in line with the medium term financial strategy which ensures that we continue to invest wisely in our existing assets and deliver a programme of new ones in line with overall priorities and need.

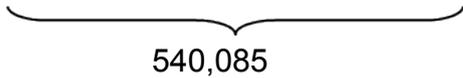
2.3. The report collates the service capital programmes prepared by Executive Members based on the existing cash limit guidelines for the locally resourced programme, together with schemes funded by Government grants and other external sources.

2.4. The programme delivers schemes totalling £540 million over the three years from 2018/19 to 2020/21. This follows a revised programme of £343 million for 2017/18, providing a total capital programme of £883 million over the four years. This is a very significant investment in the economy and infrastructure of Hampshire. It will provide:

- £146 million of investment in new and extended school buildings in Hampshire in the period 2018/19 to 2020/21 to ensure there is a school place for every child in Hampshire, providing a big boost for the local economy through jobs and construction materials
- £120 million for structural maintenance of roads and bridges in Hampshire over the next three years
- £133 million for integrated transport schemes including nine major infrastructure schemes, totalling £108.6 million, of which five are expected to start in 2018/19
- £11 million on flood risk and coastal defence
- £107 million for major improvement of school and other County Council buildings over the next three years.

- 2.5. The detailed capital programmes are included in Appendix 3. A summary of the programme is shown in the table below.

Table 1 - Proposed capital programme

	Revised				Total £'000
	2017/18 £'000	2018/19 £'000	2019/20 £'000	2020/21 £'000	
Adult Social Care & Health	55,127	11,175	481	481	67,264
Children's Services	135,151	80,868	60,174	55,070	331,263
Environment & Transport	76,839	139,670	80,324	44,558	341,391
Policy & Resources	75,478	22,828	22,228	22,228	142,762
Total	342,595	254,541	163,207	122,337	882,680
					

- 2.6. The report shows that the projected payments arising from the capital programme can be financed within the resources available to the County Council including the planned use of prudential borrowing.
- 2.7. The proposals take account of the County Council's capital strategy and the Prudential Code for Capital Finance in Local Authorities including the capital financing position, the level of debt outstanding and the consequences for the revenue budget and council tax. The prudential indicators are included in Appendix 8 of the report on this Agenda on the Revenue Budget.
- 2.8. The capital programme is supported by Government grants for schools, highways and transport. The Secretary of State has previously announced details of individual local authority Basic Need allocations (to provide school places) for 2018/19 and 2019/20. In addition, Government funding for new Free schools is expected for 2018/19. However, the Secretary of State has not yet announced details of individual local authority Schools Condition Allocation (SCA) for 2018/19, 2019/20 and 2020/21. However, indications are that the 2018/19 Schools Condition Allocation (SCA) will be allocated to Local Authorities based on the same criteria as 2017/18. For planning purposes, a continuation of the 2017/18 allocation is being assumed. Devolved Formula Capital (DFC) has yet to be confirmed for 2018/19, but again, expectations are that it will be at a similar level to the 2017/18 allocation.
- 2.9. The Department for Transport (DfT) has confirmed the Integrated Transport Block (ITB) and Structural Maintenance allocations for 2018/19. The Government has recently announced that further pothole funding will be available nationally but it is not yet known how this will be allocated at a local level. Given this, the programme has been developed on the basis

that this value will remain consistent across the programme. In addition, the County Council has had a great deal of success in securing Highways England funding and Local Growth Funding (LGF) from both the EM3 and Solent Local Enterprise Partnerships (LEPs).

2.10. The other main technical points of this report are:

- the capital programmes proposed by Executive Members are in line with the guidelines for the locally resourced capital programme
- prudential borrowing will total £312 million by 2021/22. The repayment of the 'bridging loans' included in this total will depend in part on the continued recovery of the property market. The current assumptions are that the bridging loans will be fully repaid by 2022/23.
- the prudential borrowing agreed to date and now proposed is in accordance with the framework for the use of prudential borrowing under the Prudential Code for Capital Finance
- the capital receipts assumed for this report are primarily for the sale of sites already earmarked to rationalisation schemes or to repay previously approved prudential borrowing, although some receipts have been utilised to fund the new capital priorities outlined in Section 14.

2.11. A strategy for dealing with a range of new capital priorities is outlined in the Revenue Budget report, presented elsewhere on this Agenda, but the immediate additions to the programme arising from this are also summarised in this report.

3. Contextual information

3.1. The cash limit guidelines for the new capital programme for 2018/19 to 2020/21 have been set at the same level as the current capital programme.

3.2. Executive members have now prepared proposals for:

- a locally resourced capital programme for the three-year period from 2018/19 to 2020/21 within the guidelines set and other resources available to services
- a programme of schemes supported by Government capital grants.

3.3. 'Locally resourced' schemes are those financed from the County Council's own resources such as capital receipts, contributions from the revenue budget, prudential borrowing, reserves and other funds. They do not include schemes supported by capital grant from the Government.

3.4. In general, the programmes proposed by Executive Members have been developed in accordance with the priorities and timescales of the capital strategy as reviewed by the corporate infrastructure group.

4. Capital Financing

- 4.1. The size of the capital programme takes account of forecast financing resources and the forecast level of capital expenditure (or 'payment') flows to be financed each year.
- 4.2. The sources of finance to support the capital programme are:
 - Government capital grants – the Government has issued all of its support for local authorities' capital expenditure from 2011/12 onwards in the form of capital grants and not as borrowing allocations
 - prudential borrowing – loans that the County Council may decide to raise in the knowledge that it will have to meet the principal repayment and interest charges from its own resources without any additional support from the Government. The County Council would need to consider the impact of such loans on the revenue budget and prudential indicators
 - contributions from other bodies, which can include developers, the health service, other local authorities and the national lottery
 - capital receipts from the sale of land, buildings and other assets
 - contributions from the revenue budget including those held in the capital reserve and departmental reserves.
- 4.3. Appendix 2 includes details of the planned sources of funding to meet the forecast capital payments in each year. The forecasts are likely to change as schemes within the programme progress and the position will be reassessed at the next review of the capital programme.
- 4.4. Progress during the remainder of 2017/18 and throughout 2018/19 on all capital payments and resources will be closely monitored and reported to the Leader during the year. Executive members will also review progress on their capital programmes at regular intervals during the year.
- 4.5. Appendix 2 also includes details of the longer term implications of the proposed programmes for the revenue budget from any increased running costs and capital charges.

5. Prudential borrowing

- 5.1. Prudential borrowing agreed to date and now proposed is in accordance with the framework for the use of prudential borrowing under the Prudential Code for Capital Finance.
- 5.2. The planned prudential borrowing will total £312 million, after deducting repayments to 31 March 2017. Of this, £198 million is being repaid from savings in the revenue budget, including the schemes from earlier years for the Enhance nursing care homes project, waste management infrastructure and the structural maintenance of highways, together with the prudential borrowing necessary to support the additions to the capital programme from 2012/13 onwards agreed in February 2012.

5.3. Further details of the current level of prudential borrowing are included in Appendix 2.

6. Capital programmes proposed by Executive Members

6.1. The following sections of the report deal with the proposals from Executive Members for the capital programme, in line with the guideline cash limits and allocations of capital grant announced by the Government.

7. Guideline cash limits for the capital programme

7.1. The guidelines for the locally resourced programme were set by Cabinet in December 2017 based on existing levels with no uplift for inflation. The guidelines and subsequent transfers to or from revenue proposed by Executive Members and other adjustments are shown in table 2.

Table 2 – Guidelines for locally resourced capital programmes

	2018/19	2019/20	2020/21	Total
	£'000	£'000	£'000	£'000
Adult Services original guideline	481	481	481	
Adult Services total	481	481	481	1,443
Children's Services original guideline	100	100	100	
Developers' and other contributions	7,235	31,462	24,807	
Carry forward to later years	-182	24,000	25,551	
Children's Services total	7,153	55,562	50,458	113,173
Environment and Transport	11,929	11,929	11,929	
Prudential borrowing subject to conditions previously agreed by Cabinet	8,500	6,000		
Developers' and other contributions	21,713	10,123	2,627	
Contribution from reserve	365			
Carry forward from previous years	4,449			
Environment and Transport total	46,956	28,052	14,556	89,564
Policy and Resources original guideline	4,692	4,692	4,692	
Contribution from business unit reserves	600			
Policy and Resources total	5,292	4,692	4,692	14,676
TOTAL	59,882	88,787	70,187	218,856

8. Government supported programme

- 8.1. The present Government has so far issued all its support for local authorities' capital expenditure in the form of capital grants and not as borrowing allocations. It is expected to continue that arrangement for 2018/19 onwards.
- 8.2. As mentioned earlier, the Government has announced details of individual local authority capital allocations for 2018/19 and 2019/20 for Basic Need. The Basic Need allocation for 2018/19 is £28.4 million and zero for 2019/20 reflecting the Government's assessment of the requirement and delivery of school places. There is the potential for a zero or low capital allocation in 2020/21 as the DfE assess the impact of the free school places they directly fund. At this stage, it is considered prudent to assume a zero allocation; further capital announcements by the Government are expected in March 2018. In addition, the 2018/19 proposed programme assumes £40.7 million Government funding for new Free schools.
- 8.3. Government funding for the School Condition Allocation (SCA) and for Devolved Formula Capital (DFC) for schools is expected to continue at the 2017/18 levels, £17.5 million and £3.35 million respectively. In addition, national funding of £215m has been announced by the DfE to support special educational needs and disability (SEND) projects at existing schools for which the County Council will receive £3.786m over the three financial years of this report.
- 8.4. The Department for Transport (DfT) has confirmed the Integrated Transport Block (ITB) and Structural Maintenance allocations for 2018/19 and for planning purposes, these grants are assumed to continue at a similar level in the two subsequent years of this programme. Together with the Pothole funding, Local Growth Funding (LGF) and the Highways England Housing and Growth Funding and Congestion Relief Funding, the proposed programme is based on £175 million Government grant for highways and transport over the three years.
- 8.5. From 2016/17, the Government has discontinued the Social Care capital grant and increased the Disabled Facilities Grant. This funding, £10.7 million for 2018/19, forms part of the Better Care Fund – Pooled budget which is overseen by the Hampshire Health and Wellbeing Board.

9. The programmes submitted

- 9.1. The total starts value of the three-year programme submitted by Executive Members is £540 million, as shown in Table 3. It includes £321 million of schemes supported by Government grants.

Table 3 - Starts programmes proposed 2018/19 to 2020/21

	Land	Works etc			Total
		Locally Resourced	Supported by Govt Allocations	Total	
	£'000	£'000	£'000	£'000	£'000
2018/19	646	59,236	194,659	253,895	254,541
2019/20	646	88,141	74,420	162,561	163,207
2020/21	646	69,541	52,150	121,691	122,337
Total	1,938	216,918	321,229	538,147	540,085

- 9.2. The proposed programmes are in line with the cash limit guidelines for the capital programme. A reconciliation between the guidelines and the proposed programme is included in Appendix 1.
- 9.3. The capital expenditure flows from these programmes and from the works currently in progress are summarised in Appendix 2, together with the resources available to finance those expenditure flows. The programmes themselves are set out in detail in Appendix 3.

10. Children's Services

- 10.1. The proposed three year programme provides sufficient school places to meet the forecast demand. During the period 2013 to 2017 the County Council will have delivered 8,088 new school places with projects contained within the 2018/19 to 2020/21 programme totalling a further 10,472 giving a total of 18,560 new school places by September 2021.
- 10.2. The current presumption (by the DfE) is that every new school will be an academy/free school. Hampshire's first free school, to meet the demand for additional school places, is scheduled to open in Botley in September 2019. Feasibility work is on-going for a further five to open by September 2021.
- 10.3. The proposed programme includes other improvement and modernisation projects relating to access to schools, special educational needs accommodation, relocation and replacement of children's homes, adaptations to properties of foster carers and disabled children and schools' devolved formula capital totalling £40 million over three years.

- 10.4. To manage the demand for schemes and the resources available, the Executive Lead Member for Children's Services proposes to carry forward resources between the years of the capital programme.
- 10.5. In contrast to the majority of local authorities across the country, the Children's Services capital programme has reached a balanced position between income and expenditure in recent years and this remains the case for the proposed three year programme. However, the ongoing primary pressure and secondary impact indicates a deficit of resources over a five year period beyond the scope of this report. This deficit was identified in the Medium Term Financial Strategy and Transformation report to Cabinet on 16 October 2017. Further work is being undertaken with potential funders, including the Government, Local Planning Authorities, Developers and Local Enterprise Partnerships (LEPs) to maximise contributions from sources other than the County Council.
- 10.6. A number of variations to the 2017/18 capital programme are proposed. This includes the deferral to 2018/19 three schemes totalling £11.369 million as it will not be possible to start the schemes during 2017/18. In many cases this is due to the need to obtain the necessary statutory approvals and sometimes as a result of changes in the scope, brief or programming of projects. The Executive Member proposes to use unallocated resources within the 2017/18 capital programme to increase the total value of schemes at Kings Furlong Infant and Junior Schools (£0.9 million including fees) and also at Oakwood Infant and Greenfield Junior Schools (£0.8 million including fees) owing to difficult ground conditions, structural and site issues. It is also proposed to transfer to the revenue budget £0.511 million revenue contributions originally intended for early years capital projects as these projects can instead be funded from contingency in the capital programme.

11. Environment and Transport

- 11.1. Proposals of the Executive Member for Environment and Transport amount to just over £264 million over the next three years. The programme includes £120 million of new investment in structural maintenance, £133 million in the Integrated Transport programme and £11 million in flood and coastal defence projects.
- 11.2. Government grants make up the bulk of the funding, with formula settlements and project specific grants, e.g. Local Growth Funding (LGF) through the Local Enterprise Partnerships (LEPs) (£175.1 million). The remainder is funded from a mix of local resources, (£55.1million), developer contributions (£33.1million), and other local authority contributions (£1.25million).
- 11.3. The Flood Risk and Coastal Defence programme includes two major infrastructure schemes that are scheduled to start construction in 2018/19. These are Buckskin in Basingstoke and Romsey Flood Alleviation Schemes. Detailed design and business cases prepared for both schemes have unlocked significant amounts of funding from Flood Defence Grant in

Aid and Local Levy. It is planned that further schemes from the Flood Risk and Coastal Defence programme will be brought forward for delivery in 2019/20 and 20/21 as business cases are approved.

- 11.4. The 2017/18 programme includes the £11.6million Basingstoke A30 Corridor schemes: Winchester Road Roundabout and Thornycroft Roundabout. Following agreement with the Enterprise M3 LEP and as notified in the January 2017 Capital Programme Monitoring report, £0.59million identified as no longer being required for the Winchester Road scheme will be reinvested in the adjacent Thornycroft Roundabout scheme. In addition, since January 2017, further savings have been made on the Winchester Road scheme, and it is proposed that a virement of £0.73million be made from the Winchester Road scheme to the Thornycroft scheme. This will result in revised scheme values of £2.68m (Winchester Road) and £8.92million (Thornycroft).

12. Policy and Resources

- 12.1. The proposed capital programme for Policy and Resources totalling £67.3 million, is largely based on the priorities for capital investment established in previous years, relating to the County Council's built estate, IT infrastructure and community buildings and village halls.
- 12.2. As agreed by Cabinet in December 2015, a number of maintenance programmes have been moved to the Policy and Resources revenue budget, as much of the work carried out does not meet the accounting definition of capital expenditure. The original source of funding for these schemes is revenue and so they can be combined with the revenue repairs and maintenance budgets.
- 12.3. The School Condition Allocation (formerly Capital Maintenance) was previously split between the Children's Services and Policy and Resources programmes to reflect a split between suitability and condition work. From 2016/17, the full grant is included in the Policy and Resources programme to allow the funding to be managed flexibly between condition and suitability works. Officers from Children's Services and Property Services will continue to work closely together to identify the highest priority strategic building condition issues along with the need for modernisation improvements.
- 12.4. The Executive Member for Policy and Resources proposes to supplement the 2018/19 locally resourced guideline set by Cabinet to incorporate investment of £0.6 million to refurbish vehicle workshops run by Hampshire Transport Management (HTM). This will be funded by transfers from earmarked HTM reserves which have been built up for this purpose.

13. Adult services

- 13.1. Following investment of £45 million in Extra-Care Housing as part of the capital review in 2014, the proposed programme for Adults Services now returns to a level of £0.481 million per year. This will be used for priority

works on residential and nursing care premises to meet the needs of residents and service users and satisfy the requirements of regulators including the Care Quality Commission, The Fire Service and the Health and Safety Executive.

- 13.2. In addition, projects within the revised capital programme for 2017/18 will continue to support the transformation of the Adult Learning Disability Service and also the housing programme for Adults with a disability which aims to transition around 600 service users with a learning and/or physical disability from an existing care home setting to a shared house or individual groups of flats.
- 13.3. From 2016/17, the Government has discontinued the Social Care capital grant and increased the Disabled Facilities Grant. This funding forms part of the Better Care Fund – Pooled budget which is overseen by the Hampshire Health and Wellbeing Board.
- 13.4. Disabled facilities grant (DFG) of £10.694 million is capital money made available to local authorities as part of their allocations to award grants for changes to a person's home. There is a statutory duty for local housing authorities to provide grants to those who qualify. This part of the fund will be governed by the disabilities facilities grant conditions of grant usage as made by the Department for Communities and Local Government (DCLG) under section 31 of the Local Government Act 2003. Therefore, although officially part of the fund, the money cannot be used for other things and will be paid back out of the fund to the relevant district councils.

14. Capital Investment Priorities

- 14.1. In past years it has been possible to add significant additional schemes to the Capital Programme using surplus revenue funding generated by the early achievement of savings. As the financial strategy has evolved and savings have been required to meet successive budget deficits, there is less ability to do this above and beyond the use of specific capital resources that come from the government or developers.
- 14.2. Whilst this has limited the ability to add significant numbers of new schemes to the Capital Programme, it has not diminished the need for new investment across a range of services within the County Council.
- 14.3. The Corporate Infrastructure Group (CIG) is chaired by the Director of Economy, Transport and Environment and includes representatives from his Department, together with officers from Children's, Adults' and Property Services. The aim of the group is to ensure a co-ordinated approach to capital investment and major developments across the County Council.
- 14.4. During 2017 the CIG was tasked with collating capital investment priorities across Departments, albeit that no specific additional funding had been identified at this stage. It was considered important that there was a good corporate understanding of the key capital investment priorities to aid future planning in this area.

- 14.5. Following submissions from Departments, a paper was considered by the Corporate Management Team around a strategy for dealing with the priorities that had been identified and this is explained in more detail in the Revenue Budget report presented elsewhere on this Agenda.
- 14.6. The immediate capital priorities that are recommended to be added to the capital programme are outlined in Appendix 4 and total £21.580 million. Existing funding of £5.8 million is already contained within the approved capital programme leaving a balance of £15.780 million which can be met as follows :

	£m
Historic unearmarked grants	7.000
Historic unearmarked capital receipts	3.654
Current unearmarked capital receipts	5.126
	<u>15.780</u>

- 14.7. The schemes outlined in Appendix 4 have not yet been added to the detailed capital programmes contained in Appendix 3 pending approval by County Council but will be incorporated should they be approved.

15. Conclusions

- 15.1. Executive Members have proposed capital programmes for the next three years in line with the Corporate Strategy and County Council priorities. The locally resourced guidelines set by Cabinet in December 2017 have been adjusted by transfers to revenue, transfers between portfolios and between programme years and supplemented by Government grants of £321 million, giving a total programme for the next three years of £540 million.
- 15.2. Regular monitoring will take place during the year on the implementation of the programme, including the progress of major projects, the level of capital expenditure and resources in 2018/19 and the progress on obtaining the capital receipts necessary to finance the capital programme.
- 15.3. The exercise to identify capital investment priorities across Departments has led to the development of a broader strategy in respect of those priorities and has also led to the addition of a number of smaller high priority capital schemes to the programme.

CORPORATE OR LEGAL INFORMATION:**Links to the Strategic Plan**

Hampshire maintains strong and sustainable economic growth and prosperity:	yes
People in Hampshire live safe, healthy and independent lives:	yes
People in Hampshire enjoy a rich and diverse environment:	yes
People in Hampshire enjoy being part of strong, inclusive communities:	yes

Other Significant Links

Links to previous Member decisions:	
<u>Title</u> http://democracy.hants.gov.uk/documents/s9665/Budget%20Report.pdf	<u>Date</u> 11 December 2017
Direct links to specific legislation or Government Directives	
<u>Title</u>	<u>Date</u>

Section 100 D - Local Government Act 1972 - background documents

The following documents discuss facts or matters on which this report, or an important part of it, is based and have been relied upon to a material extent in the preparation of this report. (NB: the list excludes published works and any documents which disclose exempt or confidential information as defined in the Act.)

<u>Document</u>	<u>Location</u>
None	

IMPACT ASSESSMENTS:

1. Equality Duty

1.1. The County Council has a duty under Section 149 of the Equality Act 2010 ('the Act') to have due regard in the exercise of its functions to the need to:

- Eliminate discrimination, harassment and victimisation and any other conduct prohibited under the Act;
- Advance equality of opportunity between persons who share a relevant protected characteristic (age, disability, gender reassignment, pregnancy and maternity, race, religion or belief, gender and sexual orientation) and those who do not share it;
- Foster good relations between persons who share a relevant protected characteristic and persons who do not share it.

Due regard in this context involves having due regard in particular to:

- a) The need to remove or minimise disadvantages suffered by persons sharing a relevant characteristic connected to that characteristic;
- b) Take steps to meet the needs of persons sharing a relevant protected characteristic different from the needs of persons who do not share it;
- c) Encourage persons sharing a relevant protected characteristic to participate in public life or in any other activity which participation by such persons is disproportionately low.

1.2. Equalities Impact Assessment:

Equalities impact will be assessed as part of each project design as they are developed.

2. Impact on Crime and Disorder:

2.1. Crime prevention issues will be considered when individual project appraisals are developed.

3. Climate Change:

- a) How does what is being proposed impact on our carbon footprint / energy consumption?

When the County Council invests in new build, replacement or refurbishment works, an assessment of reductions in energy consumption (carbon use) is made in the design. In all new buildings and in the majority of refurbishment type investments, the latest technologies and materials are specified in order to maximise the impact on reducing carbon consumption. Many projects are also able to employ passive design approaches including natural ventilation

and improved insulation to actively reduce consumption in summer and winter conditions.

Capital projects will be planned and delivered in accordance with the County Council's Energy Strategy which aims to achieve carbon neutrality by 2050.

The Council's climate change programme is delivered through working in partnership and building relationships between the public, private and voluntary sectors.

- b) How does what is being proposed consider the need to adapt to climate change, and be resilient to its longer term impacts?

Where appropriate, capital schemes are planned with adaptation to climate change in mind. Any new build or extensions will meet current building regulations standards for thermal performance. Where possible, appropriate sustainable materials will be employed together with the inclusion of passive cooling through building design, rain water and grey water harvesting, drought resistant planting etc to reduce the environmental impact of the proposals.

Capital Programmes 2018/19 to 2020/21 proposed by Executive Members

1 Summary of the proposed programmes

- 1.1 The proposed three-year programme of £540 million can be reconciled with the cash limit guidelines, as Table 4 shows.

Table 4 – Capital programme 2018/19 to 2020/21 – funding sources

	£000
Guideline for the three-year locally resourced programme	51,606
Prudential borrowing	14,500
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Adjusted locally resourced guidelines	66,106
Use of capital receipts, developers' contributions, reserves, etc	
- Children's Services	63,504
- Environment and Transport	34,828
- Policy and Resources	600
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Total funding from local resources	165,038
Resources carried forward from previous years	
- Children's Services	49,369
- Environment and Transport	4,449
Government support	
- Capital grants	321,229
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Total programme 2018/19 to 2020/21	540,085
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Capital Expenditure Flows and Financing Resources 2017/18 to 2020/21

1 Capital expenditure flows

- 1.1 The level of capital expenditure (or 'payment') flows is one of the factors taken into account in determining the size of the capital starts programme, together with forecasts of financing resources.
- 1.2 Expenditure flows in 2017/18 and the following three years will result from works in progress (schemes started in 2017/18 and earlier years) plus those arising from the proposed programme for 2018/19 to 2020/21, as Table 5 below shows.

Table 5 – Capital expenditure flows

	2017/18	2018/19	2019/20	2020/21
	£000	£000	£000	£000
Works in progress at 31 March 2017 and schemes starting in 2017/18	237,515	155,110	89,091	34,360
Programmes starting in 2018/19, 2019/20 and 2020/21	0	127,249	178,021	165,315
Land acquisition	559	646	646	646
Total expenditure flows	238,074	283,005	267,758	200,321

- 1.3 In practice, expenditure flows in the years after 2017/18 may vary from those shown in Table 5 if further developer and other external contributions become available to fund additional capital schemes, or if the levels of Government support differ from those currently assumed.

2 Resources available for capital financing

- 2.1 The following table shows the latest estimate of the resources available to finance capital expenditure.

Table 6 - Resources to fund capital expenditure

	2017/18 £000	2018/19 £000	2019/20 £000	2020/21 £000
Prudential borrowing	38,664	46,561	45,656	31,104
less repayments from capital	-10,199	-11,415	-9,957	-9,624
Capital grants	104,624	134,720	175,098	147,370
Contributions from other bodies including developers	46,601	64,373	56,933	31,542
Capital receipts	5,880	12,097	8,198	3,553
Contributions from reserves	558	0	0	0
Revenue contributions to capital *	10,937	10,582	8,215	7,582
New resources in the year	197,065	256,918	284,143	211,527
Use of the capital reserve: added to the reserve (-), or taken from the reserve (+)	41,009	26,087	-16,385	-11,207
Total resources available	238,074	283,005	267,758	200,320

* Including additions agreed by Executive Members in January 2017

- 2.2 Most of the capital receipts forecast in Table 6 are required to repay prudential borrowing for school and other rationalisation schemes started in advance of the site disposals.

3 Capital reserve

- 3.1 Resources previously identified in 2012/13 to fund the additions to the capital programme agreed in February 2012 have been added to the Capital Reserve until they are required to fund capital payments in 2013/14 onwards, as shown in Table 7.

Table 7 – Capital reserve

	2017/18 £000	2018/19 £000	2019/20 £000	2020/21 £000	2021/22 £000
Opening balance	126,075	85,066	58,979	75,364	86,571
Used in year	-41,009	-26,087			
Added in year			16,385	11,207	24,479
Closing balance	85,066	58,979	75,364	86,571	111,050

4 Revenue implications

4.1 The revenue implications of the new programme are shown in the following table.

Table 8 – Revenue effects

	Running costs £000	Capital charges £000	Total £000
2018/19 starts	1,238	7,988	9,226
2019/20 starts	563	5,553	6,116
2020/21 starts	62	3,676	3,738
Total	1,863	17,217	19,080

4.2 The capital charges represent depreciation over the estimated life of the asset for most schemes. The capital charges do not affect the County Council's overall expenditure as the charges to services will be counter-balanced by a corresponding credit to the centrally managed capital adjustment account.

4.3 Although the capital charges in Table 8 do not affect the County Council's overall expenditure, it will be increased by the capital financing costs on the loans raised to finance the programme. The full year revenue impact of the additional prudential borrowing over the proposed three-year programme will be £5.2 million.

5 Debt outstanding

5.1 Table 9 below shows the estimated debt to be financed by the County Council including the new borrowings necessary to finance the proposed three-year programme.

Table 9 – Debt outstanding

	2017/18 £m	2018/19 £m	2019/20 £m	2020/21 £m	2021/22 £m
Debt outstanding at the beginning of the year	756.0	772.2	791.2	809.0	810.3
New borrowings	38.7	46.6	45.7	31.1	14.0
Repayments from:					
- the revenue account	(13.8)	(16.2)	(18.1)	(20.1)	(28.2)
- capital receipts and developers' contributions	(8.6)	(11.4)	(9.8)	(9.6)	(5.6)
Debt outstanding at the end of the year	772.3	791.2	809.0	810.4	790.5

5.2 As the table shows, the amount of debt outstanding will increase by 2020/21 and then decrease.

6 Prudential borrowing

- 6.1 In November 2003, Cabinet agreed a framework for the use of prudential borrowing from 2004/05 onwards under the Prudential Code for Capital Finance introduced by the Local Government Act 2003. 'Prudential borrowing' does not attract Government revenue grants towards the loan charges. Instead, the loan repayments and interest charges have to be financed by the County Council from its own resources. Because of the potential impact on the County Council's overall financial position, it is important that the use of prudential borrowing is very closely controlled and monitored.
- 6.2 The framework, as updated by Cabinet in February 2006, includes:
- borrowing for which loan charges are financed by virement from the Executive Member's revenue budget, including invest-to-save schemes that will generate revenue savings or additional revenue income
 - 'bridging' finance that will be repaid by eventual capital receipts, capital grants or contributions, provided that the cost of interest and the statutory minimum revenue provision is met by services in the years that such costs are incurred
 - capital investment by business units
 - temporary borrowing to accommodate shortfalls in general capital resources.
- 6.3 The overall level of the County Council's prudential borrowing since 2004/05, including the proposals in this report, is summarised in the following table.

Table 10 – Prudential borrowing

	Borrowing £000	Repaid to date £000	Future repayments £000	Net total £000
2004/05 actuals to 2009/10	132,643	-29,648	-	102,995
2010/11 actuals	22,294	-7,851	-	14,443
2011/12 actuals	15,628	-27,558	-	-11,930
2012/13 actuals	13,078	-35,548	-	-22,470
2013/14 actuals	18,981	-1,730	-	17,251
2014/15 actuals	14,124	-5,147	-	8,977
2015/16 actuals	19,099	-5,088	-	14,011
2016/17 actuals	16,280	-4,041	-	12,239
2017/18 estimate	38,664	-	-10,199	28,465
2018/19 estimate	46,561	-	-11,415	35,146
2019/20 estimate	45,656	-	-9,957	35,699
2020/21 estimate	31,104	-	-9,624	21,480

Table 10 – Prudential borrowing

	Borrowing £000	Repaid to date £000	Future repayments £000	Net total £000
2021/22 estimate	14,009		-5,576	8,433
Total	428,121	-116,611	46,771	264,739
	311,510			

6.4 The schemes funded by these advances are summarised in Table 11.

Table 11 – Summary of outstanding and planned prudential borrowing advances

	£000
Financed from savings in the revenue budget	198,478
‘Bridging’ loans on specific projects to be repaid from capital receipts and developer contributions	78,619
Capital investment to be financed from future charges to services	34,413
Total	<u>311,510</u>

6.5 The ‘bridging loans’ in advance of capital receipts or developers’ contributions are expected to be fully repaid by 2022/23. In addition to these lump sum repayments, £198.5 million of the prudential borrowing will be repaid from savings in the revenue budget, including the Enhance nursing care homes, waste management infrastructure and structural maintenance of highways.

6.6 The prudential borrowing agreed to date and now proposed is in accordance with the framework for the use of prudential borrowing under the Prudential Code for Capital Finance. The prudential indicators used as part of the process of assessing compliance are included in Appendix 8 of the report on this Agenda on the Revenue Budget.

Adult Services

Ref	Project	Construct- ion Works	Fees	Furniture Equipment Vehicles Grants	Total Cost (excluding sites)	Revenue Effect in Full Year	
						Running Costs	Capital Charges
		£'000	£'000	£'000	£'000	£'000	£'000
2018/19 Schemes							
Schemes Supported from Local Resources							
1	Maintaining Operational Buildings including Residential and Nursing Care	241	40	200	481	-	26
2	Disabled Facilities Grants	-	-	10,694	10,694	-	-
Total Programme		241	40	10,894	11,175	-	26

Capital Programme - 2018/19

Site Position	Contract Start		Remarks	Ref
	Date	Duration		
	Qtr	Months		
All schemes support the Corporate Priority of maximising wellbeing				
N/A	1	12	Continuation of programme for the provision / replacement of furniture and equipment in residential / day care establishments, and to upgrade establishments to contemporary standards.	1
N/A	1	12	Grant paid to district councils to fund adaptations to people's homes	2
+ Projects to be partly funded from external contributions.				

Adult Services

Ref	Project	Construct- ion Works	Fees	Furniture Equipment Vehicles	Total Cost (excluding sites)	Revenue Effect in Full Year	
						Running Costs	Capital Charges
		£'000	£'000	£'000	£'000	£'000	£'000
	2019/20 Schemes						
	Schemes Supported from Local Resources						
3	Maintaining Operational Buildings including Residential and Nursing Care	241	40	200	481	-	26
	Total Programme	241	40	200	481	-	26

Capital Programme - 2019/20

Site Position	Contract Start		Remarks	Ref
	Date	Duration		
	Qtr	Months		
N/A	1	12	<p>All schemes support the Corporate Priority of maximising wellbeing</p> <p>Continuation of programme for the provision / replacement of furniture and equipment in residential / day care establishments, and to upgrade establishments to contemporary standards.</p> <p>+ Projects to be partly funded from external contributions.</p>	3

Adult Services

Ref	Project	Construct- ion Works	Fees	Furniture Equipment Vehicles	Total Cost (excluding sites)	Revenue Effect in Full Year	
						Running Costs	Capital Charges
		£'000	£'000	£'000	£'000	£'000	£'000
	2020/21 Schemes						
	Schemes Supported from Local Resources						
4	Maintaining Operational Buildings including Residential and Nursing Care	241	40	200	481	-	26
	Total Programme	241	40	200	481	-	26

Capital Programme - 2020/21

Site Position	Contract Start		Remarks	Ref
	Date	Duration		
	Qtr	Months		
N/A	1	12	Continuation of programme for the provision / replacement of furniture and equipment in residential / day care establishments, and to upgrade establishments to contemporary standards.	4
			+ Projects to be partly funded from external contributions.	

Children's Services

Ref	Project	Construct- ion Works	Fees	Furniture Equipment Vehicles	Total Cost	Revenue Effect in Full Year	
						Running Costs	Capital Charges
		£'000	£'000	£'000	£'000	£'000	£'000
	2018/19 Schemes						
	Children's Social Care						
1	Children's Homes	1,067	176	-	1,243	-	25
2	Foster Carers	86	14	-	100	-	-
3	Adaptation Equipment	-	-	250	250	-	25
	Primary School Improvements						
4	Bursledon Junior, West End	339	56	-	395	-	8
5	Castle Hill Primary, Basingstoke	3,013	497	-	3,510	-	70
6	Church Crookham Junior, Fleet	1,288	212	-	1,500	-	30
7	Kings Copse Primary, Hedge End	1,717	283	-	2,000	-	40
8	Northern Junior, Portchester	343	57	-	400	-	8
9	Petersgate Infant, Clanfield	1,471	243	-	1,714	-	34
10	Whitchurch CE Primary, Basingstoke	1,777	293	-	2,070	-	41
	New Primary School Provision						
11	Barton Farm Primary, Winchester	8,219	1,356	-	9,575	-	-
12	Boorley Park Primary, Botley	4,932	814	-	5,746	-	-
	Secondary School Improvements						
	New Secondary School Provision						
13	Deer Park School, Hedge End	18,438	3,042	-	21,480	-	-
14	Special School Improvements	1,942	320	-	2,262	-	45
	New Special School Provision						
15	Chineham Park, Basingstoke	11,588	1,912	-	13,500	-	0

Capital Programme - 2018/19

Site Position	Contract Start		Remarks	Ref
	Date	Duration		
	Qtr	Months		
			All schemes support the Corporate Priority of maximising wellbeing and the Children and Young People's Plan	
Owned	Various	Various	Improvements to Children's Homes.	1
N/A	Various	Various	Improvements to foster carers' homes where necessary.	2
N/A	Various	Various	Access improvement equipment for homes.	3
Owned	2	12	1 classroom expansion	4
Owned	2	12	expansion to two form entry	5
Owned	2	12	expansion to six form entry	6
Owned	2	12	expansion to 1.5 form entry	7
Owned	2	12	2 classroom extension	8
Owned	2	12	expansion to three form entry	9
Owned	2	6	expansion to 2.5 form entry	10
Neg.	2	12	New two form entry primary school to meet housing demand.	11
Neg.	2	12	New two form entry primary school to meet housing demand.	12
Owned	2	24	New seven form entry secondary school	13
Owned	Various	Various	Rebuild and refurbishment of special schools.	14
Owned	2	24	New 125 place special school	15
			# controlled on an accrued expenditure basis	

Children's Services

Ref	Project	Construction Works	Fees	Furniture Equipment Vehicles	Total Cost	Revenue Effect in Full Year	
						Running Costs	Capital Charges
		£'000	£'000	£'000	£'000	£'000	£'000
	2018/19 Schemes (continued)						
16	Other Improvement Projects	1,717	283	-	2,000	-	40
17	Purchase of modular classrooms	1,852	148	-	2,000	-	67
18	Health and Safety	343	57	-	400	-	8
19	Schools Devolved Capital	3,350	-	-	3,350	-	67
20	Access Improvements in Schools #	429	71	-	500	-	10
21	Furniture and Equipment #	-	-	250	250	-	25
22	Contingency	5,685	938	-	6,623	-	132
	Total Programme	69,595	10,773	500	80,868	-	675

Capital Programme - 2018/19

Site Position	Contract Start		Remarks	Ref
	Date	Duration		
	<i>Qtr</i>	<i>Months</i>		
			All schemes support the Corporate Priority of maximising wellbeing and the Children and Young People's Plan	
	Various	Various	Various projects to meet identified needs.	16
	Various	Various	Various projects to be identified.	17
	Various	Various	Improvements to address health and safety issues.	18
	Various	Various	Allocations to schools through devolved formula capital.	19
	Various	Various	Improvements to school's buildings to improve accessibility.	20
	Various	Various	Provision of furniture and equipment for capital schemes.	21
	Various	Various	Provision for cost of increases arising from inflation.	22
			# controlled on an accrued expenditure basis	

Children's Services

Ref	Project	Construct- ion Works	Fees	Furniture Equipment Vehicles	Total Cost	Revenue Effect in Full Year	
						Running Costs	Capital Charges
		£'000	£'000	£'000	£'000	£'000	£'000
	2019/20 Schemes						
	Children's Social Care						
23	Foster Carers	86	14	-	100	-	0
24	Adaptation Equipment	0	-	250	250	-	25
	Primary School Improvements						
25	Bordon Infant & Junior, East Hants	2,953	487	-	3,440	-	69
26	Colden Common Primary, Winchester	1,545	255	-	1,800	-	36
27	Four Marks CE Primary, Alton	1,777	293	-	2,070	-	41
	New Primary School Provision						
28	Cornerstone CE (aided) Primary, Whiteley	10,987	1,813	-	12,800	-	-
29	Chestnut Avenue Primary, Eastleigh	5,322	878	-	6,200	-	-
	Secondary School Improvements						
30	Calthorpe Park, Fleet	7,880	1,300	-	9,180	-	184
31	Henry Beaufort, Winchester	3,605	595	-	4,200	-	84
32	Wyvern Secondary, Fair Oak	1,888	312	-	2,200	-	-
33	Special School Improvements	1,942	320	-	2,262	-	45
34	Other Improvement Projects	1,717	283	-	2,000	-	40
35	Purchase of modular classrooms	1,852	148	-	2,000	-	67
36	Health and Safety	343	57	-	400	-	8
37	Schools Devolved Capital	3,350	-	-	3,350	-	67
38	Access Improvements in Schools #	429	71	-	500	-	10
39	Furniture and Equipment #	-	-	250	250	-	25

Capital Programme - 2019/20

Site Position	Contract Start		Remarks	Ref
	Date	Duration		
	Qtr	Months		
			All schemes support the Corporate Priority of maximising wellbeing and the Children and Young People's Plan	
N/A	Various	Various	Improvements to foster carers' homes where necessary.	23
N/A	Various	Various	Access improvement equipment for homes.	24
Owned	2	12	expansion to three form entry	25
Owned	2	12	expansion to two form entry	26
Owned	2	12	expansion to two form entry	27
Neg.	2	12	New three form entry primary school to meet housing demand.	28
Neg.	2	12	New 1.5 form entry primary school to meet housing demand.	29
Neg.	2	12	expansion to twelve form entry	30
Neg.	2	12	expansion to seven form entry	31
Neg.	2	12	STP & classroom re-modelling	32
Owned	Various	Various	Rebuild and refurbishment of special schools.	33
Owned	Various	Various	Various improvements to meet identified needs.	34
N/A	Various	Various	Various projects to be identified.	35
Owned	Various	Various	Improvements to address health and safety issues.	36
N/A	Various	Various	Allocations to schools through devolved formula capital.	37
N/A	Various	Various	Improvements to school's buildings to improve accessibility.	38
N/A	Various	Various	Provision of furniture and equipment for capital schemes.	39
			# controlled on an accrued expenditure basis	

Children's Services

Ref	Project	Construct- ion Works	Fees	Furniture Equipment Vehicles	Total Cost	Revenue Effect in Full Year	
						Running Costs	Capital Charges
		£'000	£'000	£'000	£'000	£'000	£'000
	2020/21 Schemes						
	Children's Social Care						
41	Foster Carers	86	14	-	100	-	0
42	Adaptation Equipment	0	-	250	250	-	25
	Primary School Improvements						
43	Four Lanes Infant & Junior, Basingstoke	4,292	708	-	5,000	-	100
44	Hamble Primary, Hamble	1,717	283	-	2,000	-	40
45	Morelands Primary, Havant	1,717	283	-	2,000	-	40
46	Overton Primary, Basingstoke	1,717	283	-	2,000	-	40
47	Rownham St Johns CE Primary	473	78	-	551	-	11
48	Sun Hill Infant & Junior, Winchester	3,433	567	-	4,000	-	80
	New Primary School Provision						
49	Hazelton Farm, Horndean	4,155	685	-	4,840	-	-
50	Manydown Primary, Basingstoke	6,721	1,109	-	7,830	-	-
51	Welborne Primary, Fareham	6,721	1,109	-	7,830	-	-
52	Special School Improvements	1,942	320	-	2,262	-	45
53	Other Improvement Projects	1,717	283	-	2,000	-	40
54	Purchase of modular classrooms	1,852	148	-	2,000	-	67
55	Health and Safety	343	57	-	400	-	8
56	Schools Devolved Capital	3,350	-	-	3,350	-	67
57	Access Improvements in Schools #	429	71	-	500	-	10
58	Furniture and Equipment #	-	-	250	250	-	25

Capital Programme - 2020/21

Site Position	Contract Start		Remarks	Ref
	Date	Duration		
	Qtr	Months		
			All schemes support the Corporate Priority of maximising wellbeing and the Children and Young People's Plan	
N/A	Various	Various	Improvements to foster carers' homes where necessary.	41
N/A	Various	Various	Access improvement equipment for homes.	42
Owned	2	12	expansion to four form entry	43
Owned	2	12	expansion to 1.5 form entry	44
Owned	2	12	expansion to two form entry	45
Owned	2	12	expansion to 2.5 form entry	46
Owned	2	10	expansion to 1.5 form entry	47
Owned	2	12	expansion to three form entry	48
Owned	2	12	New one form entry primary school to meet housing demand.	49
Owned	2	12	New two form entry primary school to meet housing demand.	50
Owned	2	12	New two form entry primary school to meet housing demand.	51
Owned	Various	Various	Rebuild and refurbishment of special schools.	52
Owned	Various	Various	Various projects to meet identified needs.	53
N/A	Various	Various	Various projects to be identified.	54
Owned	Various	Various	Improvements to address health and safety issues.	55
N/A	Various	Various	Allocations to schools through devolved formula capital.	56
N/A	Various	Various	Improvements to school buildings to improve accessibility	57
N/A	Various	Various	Provision of furniture and equipment for capital schemes.	58
				-
				-
			# controlled on an accrued expenditure basis	

Economy, Transport and Environment

Ref	Project	Construct- ion Works	Fees	Furniture Equipment Vehicles	Total Cost (excluding sites)	Revenue Effect in Full Year	
						Running Costs	Capital Charges
		£'000	£'000	£'000	£'000	£'000	£'000
2018/19 Schemes							
Schemes Supported from Local Resources							
1	Structural Maintenance of Non Principal Roads #	10,641	1,182	-	11,823	-	591
2	Flood and Coastal Defence Management	88	18	-	106	-	2
Total Programme Supported by Local Resources		10,729	1,200	-	11,929	-	593
Schemes Supported by the Government and Other External Bodies							
3	M27 Junction 9 & R1 Roundabout, Whiteley, Fareham +	14,817	4,939	-	19,756	-	988
4	Stubbington Bypass +	25,500	8,500	-	34,000	-	1,700
5	Whitehill Bordon, A325 Integration Phase 1 - Gateways +	862	288	-	1,150	-	58
6	A33/Thornhill Way Junction Improvement, Basingstoke +	945	315	-	1,260	-	63
7	A30 Thornycroft Roundabout Improvements, Basingstoke +	6,690	2,230	-	8,920	-	446
8	Bus Rapid Transport Phase 1B +	5,272	1,758	-	7,030	-	352
9	Redbridge Lane Roundabout (Bakers Drove), Nursling *	1,875	625	-	2,500	-	125
10	Romsey Town Centre Improvements Phase 3 - Market Place +	1,198	399	-	1,597	-	80
11	Popley Area Improvements, Basingstoke *	195	65	-	260	-	13
12	A3090 Winchester Road/ Halterworth Lane, Romsey *	430	144	-	574	-	29
13	Access to Aldershot Railway Station +	251	84	-	335	-	17

Capital Programme - 2018/19

Site Position	Contract Start		Remarks	Ref
	Date	Duration		
	Qtr	Months		
The following schemes all reflect the Corporate Priorities				
N/A	1	12	Structural maintenance to improve road conditions.	1
N/A	-	-	Provision for works and strategies for coastal sites and flood defence including match funding for joint funded schemes with external bodies.	2
N/A	3	18	Junction improvements. Capacity improvements.	3
N/A	1	24	New road construction.	4
N/A	1	6	Improvement of connectivity between the east and west of the town.	5
N/A	3	4	Junction improvements and capacity enhancements.	6
N/A	4	12	Full signalisation and widening of roundabout to improve capacity and accessibility.	7
N/A	2	20	Dedicated busway	8
N/A	2	9	Junction improvements	9
N/A	1	4	Improvements to the public realm.	10
N/A	1	2	Improvements around Abbey Road and Shakespeare Road.	11
N/A	3	4	Junction improvements	12
N/A	2	3	Accessibility improvements	13
# Projects controlled on an accrued expenditure basis + Projects partly funded from external contributions * Projects externally funded				

Economy, Transport and Environment

Ref	Project	Construct- ion Works	Fees	Furniture Equipment Vehicles	Total Cost (excluding sites)	Revenue Effect in Full Year	
						Running Costs	Capital Charges
		£'000	£'000	£'000	£'000	£'000	£'000
	2018/19 Schemes (continued)						
14	Over Wallop Village - Traffic Management, Phase 2 *	249	83	-	332	-	17
15	Romsey Road/Clifton Terrace, Winchester - Pedestrian Crossing *	361	120	-	481	-	24
16	Horndean Access Improvements *	337	113	-	450	-	23
17	Bishops Waltham Village Access Improvements *	203	68	-	271	-	14
18	Whitchurch Access & Traffic Management *	291	97	-	388	-	19
19	Anstey Road, Alton Improvements *	225	75	-	300	-	15
20	Hook to Dilly Lane, Hartley Wintney Cycle Route *	334	111	-	445	-	22
21	Four Marks Traffic Improvements *	487	163	-	650	-	33
22	Town Mill, Andover Improvements +	637	213	-	850	-	43
23	Hayling Island (South Side) Accessibility Improvements *	351	117	-	468	-	23
24	Andover Railway Station *	244	81	-	325	-	16
25	Roman Way/Viking Way/Smanell Road Traffic Calming, Andover *	225	75	-	300	-	15
26	A27 Barnes Lane Junction, Fareham *	487	163	-	650	-	33
27	Jermyns Lane to Braishfield, Romsey *	262	88	-	350	-	18
28	Kings School, Winchester *	225	75	-	300	-	15
29	Schemes Costing Less than £250,000 +	1,666	556	-	2,222	-	113
30	Safety Schemes #	1,125	375	-	1,500	-	75
31	Minor Improvements (part #) +	563	187	-	750	-	38

Capital Programme - 2018/19

Site Position	Contract Start		Remarks	Ref
	Date	Duration		
	Qtr	Months		
			The following schemes all reflect the Corporate Priorities	
N/A	1	3	Traffic calming and reclassification of road.	14
N/A	1	3	A new puffin crossing, footways improvements, revised junction.	15
N/A	3	3	Pedestrian/cycle & accessibility improvements, traffic management	16
N/A	4	6	Accessibility improvements.	17
N/A	4	3	Accessibility improvements.	18
N/A	2	3	Junction and accessibility improvements	19
N/A	3	4	New cycle route and conversion of footway	20
N/A	3	6	Improvements to key junctions onto A31.	21
N/A	3	6	Moving entrance to Town Mills, cyclist/pedestrian accessibility improvements.	22
N/A	3	3	Pedestrian, cycling and accessibility improvements.	23
N/A	4	3	Accessibility and environmental improvements.	24
N/A	3	3	Accessibility improvements.	25
N/A	4	6	Junction improvements.	26
N/A	2	3	New footway	27
N/A	2	3	Accessibility improvements	28
N/A				29
N/A	1	12	Casualty reduction programme.	30
N/A	1	12	Improvement schemes costing less than £50,000 each.	31
			# Projects controlled on an accrued expenditure basis + Projects partly funded from external contributions * Projects externally funded	

Economy, Transport and Environment

Ref	Project	Construct- ion Works	Fees	Furniture Equipment Vehicles	Total Cost (excluding sites)	Revenue Effect in Full Year	
						Running Costs	Capital Charges
		£'000	£'000	£'000	£'000	£'000	£'000
	2018/19 Schemes (continued)						
32	Community Transport	-	-	365	365	-	4
33	Flood Alleviation - Buckskin, Basingstoke	5,179	1,061	-	6,240	-	100
34	Flood Alleviation - Romsey	3,752	768	-	4,520	-	72
35	Structural Maintenance of Roads and Bridges #	25,382	2,820	-	28,202	-	1,410
	Total Programme Supported by the Government and other bodies	100,624	26,752	365	127,741	1,238	6,013
	Total Programme				139,670	1,238	6,606

Capital Programme - 2018/19

Site Position	Contract Start		Remarks	Ref
	Date	Duration		
	Qtr	Months		
			The following schemes all reflect the Corporate Priorities	
N/A	1	12	Vehicle replacements for Community Transport Schemes	32
N/A	1	12	Flood alleviation measures at Buckskin, Basingstoke	33
N/A	1	7	Flood alleviation measures, Romsey	34
N/A	1	12	Structural maintenance to improve road conditions and structural maintenance and strengthening of bridges.	35
			# Projects controlled on an accrued expenditure basis + Projects partly funded from external contributions * Projects externally funded	

Economy, Transport and Environment

Ref	Project	Construct- ion Works	Fees	Furniture Equipment Vehicles	Total Cost (excluding sites)	Revenue Effect in Full Year	
						Running Costs	Capital Charges
		£'000	£'000	£'000	£'000	£'000	£'000
2019/20 Schemes							
Schemes Supported from Local Resources							
36	Structural Maintenance of Non Principal Roads #	10,641	1,182	-	11,823	-	591
37	Flood and Coastal Defence Management	88	18	-	106	-	2
Total Programme Supported by Local Resources		10,729	1,200	-	11,929	-	593
Schemes Supported by the Government and Other External Bodies							
38	Whitehill Bordon - Sleaford Lights Junction *	750	250	-	1,000	-	50
39	Farnborough Corridor Improvements *	6,525	2,175	-	8,700	-	435
40	Botley Bypass Phase1	4,500	1,500	-	6,000	-	300
41	Whitehill Bordon, A325 Integration - Phase2 +	2,137	713	-	2,850	-	143
42	A30 Corridor Roundabout Improvements, Basingstoke +	14,121	4,707	-	18,828	-	941
43	High Street, West End Accessibility Improvements *	187	63	-	250	-	13
44	Schemes Costing Less than £250,000 *	236	79	-	315	-	16
45	Safety Schemes #	1,125	375	-	1,500	-	75
46	Minor Improvements (part #) +	563	187	-	750	-	38
47	Structural Maintenance of Roads and Bridges #	25,382	2,820	-	28,202	-	1,410
Total Programme Supported by the Government and other bodies		55,527	12,868	-	68,395	563	3,421
Total Programme					80,324	563	4,014

Capital Programme - 2019/20

Site Position	Contract Start		Remarks	Ref
	Date	Duration		
	Qtr	Months		
The following schemes all reflect the Corporate Priorities				
N/A	1	12	Structural maintenance to improve road conditions.	36
N/A	-	-	Provision for works and strategies for coastal sites and flood defence including match funding for joint funded schemes with	37
N/A	1	6	Junction improvements.	38
N/A	3	24	Junction and capacity improvements along the whole corridor.	39
N/A	4	24	New road construction.	40
N/A	1	18	Improvement of connectivity between the east and west of the town.	41
N/A	3	24	Roundabout improvements	42
N/A	2	3	Pedestrian accessibility improvements	43
N/A				44
N/A	1	12	Casualty reduction programme.	45
N/A	1	12	Improvement schemes costing less than £50,000 each.	46
N/A	1	12	Structural maintenance to improve road conditions and structural maintenance and strengthening of bridges.	47
# Projects controlled on an accrued expenditure basis + Projects partly funded from external contributions * Projects externally funded				

Economy, Transport and Environment

Ref	Project	Construct- ion Works	Fees	Furniture Equipment Vehicles	Total Cost (excluding sites)	Revenue Effect in Full Year	
						Running Costs	Capital Charges
		£'000	£'000	£'000	£'000	£'000	£'000
2020/21 Schemes							
Schemes Supported from Local Resources							
48	Structural Maintenance of Non Principal Roads #	10,641	1,182	-	11,823	-	591
49	Flood and Coastal Defence Management	88	18	-	106	-	2
Total Programme Supported by Local Resources		10,729	1,200	-	11,929	-	593
Schemes Supported by the Government and Other External Bodies							
50	Walworth RAB/A3093/A3057, Andover	637	213	-	850	-	43
51	Sustainable Eastern Access, Andover	525	175	-	700	-	35
52	London Road/Eastern Avenue, Andover	229	77	-	306	-	15
53	London Road/The Middleway, Andover	241	80	-	321	-	16
54	Safety Schemes #	1,125	375	-	1,500	-	75
55	Minor Improvements (part #) +	563	187	-	750	-	38
56	Structural Maintenance of Roads and Bridges (part #)	25,382	2,820	-	28,202	-	1,410
Total Programme Supported by the Government and other bodies		28,703	3,926	-	32,629	62	1,632
Total Programme					44,558	62	2,225

Capital Programme - 2020/21

Site Position	Contract Start		Remarks	Ref
	Date	Duration		
	Qtr	Months		
The following schemes all reflect the Corporate Priorities				
N/A	1	12	Structural maintenance to improve road conditions.	48
N/A	-	-	Provision for works and strategies for coastal sites and flood defence including match funding for joint funded schemes with	49
N/A	2	6	Roundabout signalisation and pedestrian/cycle improvements	50
N/A	3	6	Sustainable access improvements to Andover town centre.	51
N/A	1	6	Junction improvements, signalisation, bus priority measures.	52
N/A	1	6	Safety improvements.	53
N/A	1	12	Casualty reduction programme.	54
N/A	1	12	Improvement schemes costing less than £50,000 each.	55
N/A	1	12	Structural maintenance to improve road conditions and structural maintenance and strengthening of bridges.	56
# Projects controlled on an accrued expenditure basis + Projects partly funded from external contributions * Projects externally funded				

Policy and Resources

Ref	Project	Construct- ion Works	Fees	Furniture Equipment Vehicles Grants	Total Cost (excluding sites)	Revenue Effect in Full Year	
						Running Costs	Capital Charges
		£'000	£'000	£'000	£'000	£'000	£'000
	2018/19 Schemes						
	Schemes Supported from Local Resources						
	Culture, Communities and Business Services						
1	Office Accommodation Schemes	350	58	-	408	-	8
2	Vehicles for Hampshire Transport Management #	-	-	3,000	3,000	-	300
3	Hampshire Transport Management Vehicle Workshop	515	85	-	600	-	12
4	Community Buildings and Village Halls	-	-	125	125	-	-
5	CCBS Minor Works	328	-	-	328	-	7
	Corporate Services						
6	Contingency	185	-	-	185	-	3
	Total Programme Supported by Local Resources	1,378	143	3,125	4,646	-	330

Capital Programme - 2018/19

Site Position	Contract Start		Remarks	Ref
	Date	Duration		
	Qtr	Months		
			The following schemes all reflect the current Corporate Priorities	
N/A	-	-	Various schemes throughout the County	1
N/A	-	-	Continuing programme of replacing vehicles	2
N/A	-	-	Refurbishment of Petersfield HTM vehicle workshop	3
Owned	1	12	Grants and contributions towards the development of community buildings and village halls.	4
N/A	1	12	Provision of minor works across the department including Library and Countryside services	5
N/A	-	-		6
			# controlled on an accrued expenditure basis	

Policy and Resources

Ref	Project	Construct- ion Works	Fees	Furniture Equipment Vehicles Grants	Total Cost (excluding sites)	Revenue Effect in Full Year	
						Running Costs	Capital Charges
		£'000	£'000	£'000	£'000	£'000	£'000
	2018/19 Schemes (continued)						
	Schemes Supported by the Government						
	Schools Condition Allocation (SCA)						
7	Alderwood School, Aldershot	800	132		932	-	19
8	Applemore School, Dibden Purliu	900	148		1,048	-	21
9	Westgate School, Winchester	900	148		1,048	-	21
10	Schools Condition Allocation (costing less than £250,000)	12,453	2,055	-	14,508	-	290
	Total Schemes Supported by the Government	15,052	2,484	-	17,536	-	351
	Total Excluding Land				22,182	-	681
	Advance and Advantageous Land Purchases				646	-	-
	Total Programme				22,828	-	681

Capital Programme - 2018/19

Site Position	Contract Start		Remarks	Ref
	Date	Duration		
	Qtr	Months		
			The following schemes all reflect the current Corporate Priorities	
Owned	1	9	ROSLA block thermal upgrading, roof recovering and recladding	7
Owned	1	8	ROSLA block thermal upgrading, roof recovering and recladding	8
Owned	1	9	SCOLA recladding and window replacement	9
Owned	-	-	Major improvements to school buildings	10

Policy and Resources

Ref	Project	Construct- ion Works	Fees	Furniture Equipment Vehicles Grants	Total Cost (excluding sites)	Revenue Effect in Full Year	
						Running Costs	Capital Charges
		£'000	£'000	£'000	£'000	£'000	£'000
	2019/20 Schemes						
	Schemes Supported from Local Resources						
	Culture, Communities and Business Services						
11	Office Accommodation Schemes	350	58	-	408	-	8
12	Vehicles for Hampshire Transport Management #	-	-	3,000	3,000	-	300
13	Community Buildings and Village Halls	-	-	125	125	-	-
14	CCBS Minor Works	328	-	-	328	-	7
15	Contingency	185	-	-	185	-	3
	Total Programme Supported by Local Resources	863	58	3,125	4,046	-	318
	Schemes Supported by the Government						
16	Schools Condition Allocation	15,052	2,484	-	17,536	-	351
	Total Schemes Supported by the Government	15,052	2,484	-	17,536	-	351
	Total Excluding Land				21,582		669
	Advance and Advantageous Land Purchases				646		
	Total Programme				22,228		669

Capital Programme - 2019/20

Site Position	Contract Start		Remarks	Ref
	Date	Duration		
	Qtr	Months		
			The following schemes all reflect the current Corporate Priorities	
N/A	-	-	Various schemes throughout the County	11
N/A	-	-	Continuing programme of replacing vehicles	12
Owned	1	12	Grants and contributions towards the development of community buildings and village halls.	13
N/A	1	12	Provision of minor works across the department including Library and Countryside services	14
N/A	-	-		15
Owned	-	-	Major improvements to school buildings	16
			# controlled on an accrued expenditure basis	

Policy and Resources

Ref	Project	Construct- ion Works	Fees	Furniture Equipment Vehicles Grants	Total Cost (excluding sites)	Revenue Effect in Full Year	
						Running Costs	Capital Charges
		£'000	£'000	£'000	£'000	£'000	£'000
	2020/21 Schemes						
	Schemes Supported from Local Resources						
	Culture, Communities and Business Services						
17	Office Accommodation Schemes	350	58	-	408	-	8
18	Vehicles for Hampshire Transport Management #	-	-	3,000	3,000	-	300
19	Community Buildings and Village Halls	-	-	125	125	-	-
20	CCBS Minor Works	328	-	-	328	-	7
21	Contingency	185	-	-	185	-	3
	Total Programme Supported by Local Resources	863	58	3,125	4,046	-	318
	Schemes Supported by the Government						
22	Schools Condition Allocation	15,052	2,484	-	17,536	-	351
	Total Schemes Supported by the Government	15,052	2,484	-	17,536	-	351
	Total Excluding Land				21,582		669
	Advance and Advantageous Land Purchases				646		
	Total Programme				22,228		669

Capital Programme - 2020/21

Site Position	Contract Start		Remarks	Ref
	Date	Duration		
	Qtr	Months		
			The following schemes all reflect the current Corporate Priorities	
N/A	-	-	Various schemes throughout the County	17
N/A	-	-	Continuing programme of replacing vehicles	18
Owned	1	12	Grants and contributions towards the development of community buildings and village halls.	19
N/A	1	12	Provision of minor works across the department including Library and Countryside services	20
N/A	-	-		21
Owned	-	-	Major improvements to school buildings	22
			# controlled on an accrued expenditure basis	

Dept	Title	Capital investment priorities Scheme Summary	Total Gross Cost £'000	Funding Available £'000	Net Funding Required £'000
CCBS	Basingstoke Canal	Essential infrastructure works to ensure that the canal remains in good working order and the County Council meets its obligations as part owner of the canal	1,500		1,500
CCBS	Repairs and Maintenance	Extending the planned repairs programme to 2019/20 and 2020/21 to reduce the day to day revenue demand over the medium to long term. Without a suitable programme of planned repairs the backlog liability will continue to grow putting continuity of service delivery at risk.	3,000		3,000
CCBS	Winchester Leisure Centre	Potential County Council contribution to a new Winchester Leisure Centre would support the development of a Hampshire wide Institute of Sport and regional sporting facilities	1,000		1,000
ETE	Structures - Holmsley Bridge	The bridge carries the A35 over the C10 in the New Forest. If the work doesn't go ahead weight restrictions will be needed, ultimately followed by closure. Total scheme cost estimated at £5.5m of which £2m is already held within the Structural Maintenance & Bridges capital programme.	5,500	(2,000)	3,500
ETE	Structures – Redbridge Causeway	Major structural works are required to the Causeway that have been the subject of failed bids to DfT and Solent LEP in the past. Phase 1 works now need to be completed, some funding has been set aside from past allocations.	8,000	(3,800)	4,200
ETE	Highways - Traffic Management infrastructure	Replacement of life-expired traffic management assets. This would reduce the impact of these life-expired assets on the revenue budget, the likelihood of a complete failure (requiring unplanned replacement work) and congestion/avoidable delay arising through sub-standard performance due to unreliability and/or component failure	2,580		2,580
			21,580	(5,800)	15,780