

**Calderdale MBC**

**Wards Affected      All**

**Cabinet                      14th November 2022**



## **CAPITAL PROGRAMME MONITORING – 2022/23 to 2024/25**

### **Report of the Head of Finance**

#### **1. Purpose of the report**

- 1.1 To provide details of the forecast Capital Programme for the period 2022/23 to 2024/25.
- 1.2 To provide an update on the delivery of schemes in the Capital Programme.

#### **2. Need for a decision**

- 2.1 Cabinet approval is required to increase the overall Capital Programme to £212.885 million as summarised in Appendix 1 of this report, to allow for the latest funding approved in relation to Highways, West Yorkshire Plus Transport Fund (WY+TF) and Schools.

#### **3. Recommendation**

It is recommended that Cabinet:

- 3.1 Approve the Capital Programme of £212.885 million detailed in Appendix 1 of the report.
- 3.2 Refer the report to the Strategy and Performance Scrutiny Board for consideration.

## **4. Background and/or details**

### **4.1 Background**

- 4.1.1 The Council has an ambitious and wide-ranging programme that includes several schemes designed to support the Council's key priorities. One of the main challenges for the Council will be to deliver the various schemes within agreed timescales and budgets. This is becoming particularly challenging with the significant price inflation that we are currently seeing in materials and wages on projects. This contract price inflation has the potential to impact on the council's ability to deliver schemes within approved budgets. Some projects were approved some time ago and could not have forecast the cost pressures that we are now seeing. This will need to be monitored closely and responded to as needed.
- 4.1.2 The availability of both internal and external resources has the potential to impact on the delivery of schemes, particularly where internal staff are required to support a significant number of both revenue and capital programmes of work. It also remains to be seen how the Covid 19 pandemic may continue to impact on the Council's programmes. Schemes within the Capital Programme also require approval by Government and the West Yorkshire Combined Authority (WYCA).
- 4.1.3 The Capital Programme includes an initial forecast of £82.975m for the current financial year. However, it is common for capital expenditure to be deferred from one year to the next as detailed above. It is also worth noting that specific schemes require extensive public consultation prior to the commencement of the procurement, design, and construction phases.
- 4.1.4 During a financial year the overall capital budget can change for a variety of reasons, including the approval of additional external funding. Most of the external funding for the Council's schemes is provided by Government to fund highways schemes, or the WYCA to fund the WY+TF. The expenditure and funding of WY+TF schemes is only included in the Capital Programme as it is agreed by WYCA, and it is likely that overall programme funding will increase as schemes progress through the West Yorkshire Combined Authority Assurance Process.
- 4.1.5 Although discussions have taken place at this stage of the year with scheme sponsors and managers with the responsibility for the delivery of schemes, the 3rd Overall Capital Monitor to be presented to Cabinet in January 2023 will provide a further update on capital expenditure and funding.

### **4.2 Capital Expenditure**

- 4.2.1 It is currently anticipated that the Council's Capital Programme will be £212.885m for the period 2022/23 to 2024/25.
- 4.2.2 A summary of the current forecasts of expenditure and available funding is contained in Appendix 1 of this report, and the forecast spend on the various schemes for the period 2022/23 to 2024/25 is contained in Appendix 2 together with a scheme update in relation to the schemes funded by WY+TF and Transforming Cities Fund grant.

### 4.3 Capital Financing

4.3.1 There are several factors that can impact on the funding available for the Capital Programme. Although funding is largely approved in advance by external bodies including government, and often for specific purposes, there are occasions when additional funding becomes available to support existing capital schemes.

4.3.2 At this point in the financial year it is anticipated that the Capital Programme will be funded as detailed below:-

• Grant Funding	£176.564m	(83%)
• Revenue and Reserves	£0.290m	(0.1%)
• Prudential Borrowing	£34.660m	(16.3%)
• Pooled Resources	£1.371m	(0.6%)

#### Grants

4.3.3 The main sources of funding available to fund the overall programme is grant. There are several schemes in the Capital Programme that will be funded directly by government funding, approved by Department for Education, Transport and the Department for Levelling Up, Housing and Communities. Further schemes will also be funded by grants awarded to the WYCA to be distributed between the 5 West Yorkshire Councils.

#### 4.3.4 Revenue and Reserves

A relatively small number of schemes will be funded by revenue and reserves.

#### Prudential Borrowing

4.3.5 It was anticipated in the previous Capital Monitor that prudential borrowing of £34.109m would be required to fund schemes in the Capital Programme during the next 3 years. Minor changes in funding attached to various capital schemes and the decision by Council on 28<sup>th</sup> September 2022 to increase the overall capital budget for the Mixenden Hub capital scheme, has increased overall forecast prudential borrowing to £34.660m for the period 2022/23 to 2024/25 as detailed in Appendix 1 of the report.

4.3.6 A significant proportion of prudential borrowing costs are funded centrally from revenue incorporated into the Councils overall revenue budget. However, prudential borrowing for schemes is also approved on the basis that the costs will be offset by savings delivered within the revenue budgets of scheme sponsors. Schemes anticipated to deliver revenue savings and/or generate capital receipts to fund the Council's capital Programme include the Provision of Extra Care Units, Asset Review Programme and Workforce Office Accommodation Strategy.

Although the Street Lighting LED Upgrade scheme has largely been completed, this is a further example of a scheme funded by prudential

borrowing that continues to deliver a significant reduction in energy costs met by the revenue budget.

## **Pooled Resources**

It is anticipated that £1.371m will be required during the period, either set aside from the revenue budget and earmarked specifically to fund capital expenditure or capital receipts generated by the sale of assets.

### **4.4 Scheme Updates**

- 4.4.1 Appendix 2 of this report contains details of specific schemes in the Capital programme together with comments in relation to the major schemes in the Capital Programme. The 3rd Overall Capital Monitor will be presented to Cabinet in January 2023.

### **5. Options considered**

- 5.1 None.

### **6. Financial Implications**

- 6.1 As detailed in Appendix 1 of this report, it is anticipated that capital expenditure of £212.885m will be incurred in the next 3 years and funded by a combination of grants, reserves, prudential borrowing, and pooled resources. As commented upon in the report, a number of schemes in the Capital Programme will be funded by grants including Future High Street (Halifax & Elland), Brighouse and Todmorden Investment Plans, WY+TF and Transforming Cities schemes.

Although indicative funding has been approved for schemes in the Capital Programme, specific schemes will still be subject to final approval by Government and the WYCA. Schemes may also require extensive consultation and procurement exercises to be completed prior to the commencement of work.

- 6.2 The Capital Monitor details the forecast of £82.975m for the current financial year. However, it is anticipated that a further review of the most significant schemes funded grant and included in the 3<sup>rd</sup> and final Capital Monitor reported to be reported to Cabinet in January 2023, may provide a significantly variation in the forecast for the current financial year for the reasons detailed in the report.
- 6.3 Based on the available capital funding detailed in the report, it is forecast that the minimum level of pooled resources required to fund the programme during the next 3 financial years is £1.371m, as detailed in Appendix 1 of the report. At this point in the financial year capital receipts from the sale of assets of £4.221 are forecast to be available during the period as detailed in Appendix 3 of the report. It is perhaps worth noting that capital receipts from the sale of assets may be subject to several factors including market forces, planning, consultation and decision making.

## Overall Capital Programme

- 6.4 There are a number of factors that may impact on the ability of the Council to deliver existing schemes within agreed resources and timescales. Contract price inflation and the increased cost of materials are already increasing the cost of schemes. This has the potential to impact on the ability of the Council to deliver schemes funded by grant and other funding streams including prudential borrowing.
- 6.5 Cabinet agreed on 10<sup>th</sup> October 2022 to recommend to Council that the funding required to deliver the Social Care Case Management System Transformation is incorporated into Capital Programme. Approval of the scheme will increase the prudential borrowing required to implement the scheme in the next 3 years and this will be incorporated into the next Capital Monitor.

It is also anticipated that further reports will also be brought to Cabinet in the next few years for consideration and seek approval for further capital investment in relation to the following:-

- IT infrastructure
- IT System Development & Upgrade
- Parking Equipment
- Transport Fleet
- Corporate Estate
- Schools

- 6.6 Although pooled resources including capital receipts are already anticipated to support the Capital Programme during the period, it is worth noting that capital receipts received by the Council prior to the current year have been fully utilised and therefore the Capital Programme is reliant on the capital receipts detailed in Appendix 3 of the report.

Although further external funding may be approved to deliver schemes, it is likely that further prudential borrowing may be required in the next 12 months to implement existing and new capital schemes.

- 6.7 Current and new capital schemes funded by prudential borrowing will be subject to the increased cost of borrowing that will impact on the Council's revenue budget at a time when the Council is seeking significant reductions in revenue expenditure.
- 6.8 Consideration needs to be given to the capital investment that may be required in the next few years. Schemes are currently incorporated into the Capital Programme following approval by Cabinet and/or Council as per the constitution. To ensure schemes are appropriately planned into the programme and a strategic view is taken, a new process is suggested.

The creation of an officer led Capital Programme gateway process that would consider bids for funding at a specific point in the financial year, not more than twice in a 12 month period (unless there is a statutory responsibility) in order to allow for schemes to be prioritised in accordance

with the Council's objectives and available funding. Once they have progressed through this process they would continue along the current approval process.

## **7. Legal Implications**

- 7.1 Schemes are approved into the Capital Programme by Council following consideration by Cabinet based on several factors including the Council's Corporate Priorities, and available resources.

## **8. Human Resources (HR) and Organisation Development (OD) Implications**

- 8.1 The HR and OD implications are considered prior to a scheme being approved into the Capital Programme.

## **9. Environmental, Health and Economic Implications**

- 9.1 The environmental, health and economic impact of schemes are considered as part of the appraisal processes prior to consideration by Cabinet and/or approval by Council.

## **10. Consultation**

- 10.1 The capital monitor is completed in consultation with scheme managers and/or senior colleagues.

## **11. Equality and Diversity**

- 11.1 All issues surrounding equality and diversity are considered as part of the appraisal process and prior to consideration by Cabinet and/or Council.

## **12. Summary and Recommendations**

- 12.1 The report details the current forecast of capital expenditure and potential funding for the 3-year period 2022/23 to 2024/25.

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## CAPITAL EXPENDITURE AND FINANCING SUMMARY 2022/23 TO 2024/25

## APPENDIX 1

<b>AVAILABILITY OF RESOURCES</b>				
<b>Forecast Expenditure</b>	<b>2022/23</b>	<b>2023/24</b>	<b>2024/25</b>	<b>Total</b>
	<b>£000's</b>	<b>£000's</b>	<b>£000's</b>	<b>£000's</b>
Adult Services & Wellbeing	3,876	6,096	3,283	13,255
Children and Young People	6,698	10,003	15,691	32,392
Regeneration and Strategy	71,016	75,907	18,780	165,703
Public Services	1,385	150	0	1,535
<b>TOTAL</b>	<b>82,975</b>	<b>92,156</b>	<b>37,754</b>	<b>212,885</b>
<b>Forecast Financing</b>	<b>2022/23</b>	<b>2023/24</b>	<b>2024/25</b>	<b>Total</b>
	<b>£000's</b>	<b>£000's</b>	<b>£000's</b>	<b>£000's</b>
Grants and Contributions	72,018	67,272	37,274	176,564
Revenue and Reserves	104	186	0	290
Prudential Borrowing	9,612	24,568	480	34,660
Pooled Resources	1,241	130	0	1,371
<b>TOTAL</b>	<b>82,975</b>	<b>92,156</b>	<b>37,754</b>	<b>212,885</b>

## CURRENT APPROVED CAPITAL PROGRAMME AND FUNDING ANALYSIS 2022/23 TO 2024/25

## Adult Services &amp; Wellbeing Directorate – Forecast expenditure £13.255m

SCHEME BUDGET, SPEND AND FORECAST ANALYSIS

	REMAINING FORECAST			FUNDED BY					
	Total Scheme Forecast	Forecast 2022/23	Forecast 2023/24	Forecast 2024/25	Total Scheme Funding	Total Grant Funding	Revenue and Reserves	Prudential Borrowing	Pooled Resources
	£000's	£000's	£000's	£000's	£000's	£000's	£000's	£000's	£000's
<b>Adult Services &amp; Wellbeing</b>									
Expenditure									
Provision of Extra Care Units	478	478	0	0	478	478	0	0	0
Ferney Lee	398	398	0	0	398	398	0	0	0
Disabled Facilities Grant	12,379	3,000	6,096	3,283	12,379	12,379	0	0	0
<b>TOTAL</b>	<b>13,255</b>	<b>3,876</b>	<b>6,096</b>	<b>3,283</b>	<b>13,255</b>	<b>13,255</b>	<b>0</b>	<b>0</b>	<b>0</b>

The capital budget for the current year will be funded by government grant. The most significant capital budget in the current year of £3m is available to deliver health and safety and other improvements in homes for residents. The funding available includes funding carried forward from previous financial years. Funding of £3.283m contained in the 2023/24 (part) and 2024/25 are indicative funding allocations that will be subject to approval by government.



## Children & Young People Directorate – Forecast expenditure £32.392m

### SCHEME BUDGET, SPEND AND FORECAST ANALYSIS

#### Children and Young People

	Total Scheme Forecast £000's	REMAINING FORECAST			Total Scheme Funding £000's	FUNDED BY			
		Forecast 2022/23 £000's	Forecast 2023/24 £000's	Forecast 2024/25 £000's		Total Grant Funding £000's	Revenue and Reserves £000's	Prudential Borrowing £000's	Pooled Resources £000's
Expenditure									
Basic Need Main Scheme Funding Allocation	23,432	2,598	5,143	15,691	23,432	23,432	0	0	0
Basic Need High Needs/Send Funding Allocation	5,216	2,336	2,880	0	5,216	5,216	0	0	0
Capital Maintenance Funding Allocation	2,424	444	1,980	0	2,424	2,336	88	0	0
Children's Centre Refurbishment	340	340	0	0	340	0	0	340	0
Increasing Local Residential Placement for Children	980	980	0	0	980	0	0	980	0
<b>TOTAL</b>	<b>32,392</b>	<b>6,698</b>	<b>10,003</b>	<b>15,691</b>	<b>32,392</b>	<b>30,984</b>	<b>88</b>	<b>1,320</b>	<b>0</b>

A significant proportion of the schemes detailed above will be funded by grant approved by the Department for Education (DfE). Of this, £28.648m (£23.432m + £5.216m) is available to deliver Basic Need Main Scheme and High Needs schemes and the additional places required in schools. Capital Maintenance funding of £2.424m is available to deliver improvements to the fabric of schools.

The schemes scheduled to be completed in the next few years are detailed below:-

- Brooksbank High 11 - 16 Expansion
- North Halifax 11 – 16 Expansion
- Highbury Primary Special Modular Expansion
- Ravenscliffe/Spring Hall Classroom Expansion
- Rastrick High ASD Resource Unit
- New SEN Through School Feasibility Study
- Ash Green Fire Damage Refurbishment
- Woodhouse Full Roof Replacement

At the present time Basic Need, High Needs and Capital Maintenance funding of £18m is available in total for new schemes to meet the demand for providing additional school places throughout the Borough and address essential building condition issues across the school estate.

## Regeneration & Strategy Directorate – Forecast expenditure £165.703m

### SCHEME BUDGET, SPEND AND FORECAST ANALYSIS

	Total Scheme Forecast	REMAINING FORECAST			Total Scheme Funding	FUNDED BY			
		Forecast 2022/23	Forecast 2023/24	Forecast 2024/25		Total Grant Funding	Revenue and Reserves	Prudential Borrowing	Pooled Resources
	£000's	£000's	£000's	£000's	£000's	£000's	£000's	£000's	£000's
<b><u>Regeneration &amp; Strategy</u></b>									
Expenditure									
Beech Hill Redevelopment – Phase 2	1,650	1,650	0	0	1,650	1,255	0	384	11
Green Homes Grant Scheme Phase 1	174	174	0	0	174	174	0	0	0
Green Homes Grant Scheme Phase 2	226	226	0	0	226	226	0	0	0
Green Homes Grant Scheme Phase 3	4,403	4,403	0	0	4,403	4,403	0	0	0
Climate Emergency Measures	175	175	0	0	175	0	0	175	0
Public Sector Decarbonisation Scheme - Phase 1	938	938	0	0	938	588	0	350	0
Public Sector Decarbonisation Scheme - Phase 3	2,076	2,076	0	0	2,076	1,726	0	350	0
Corporate Estate - Asset Review Programme	661	61	600	0	661	0	0	661	0
Corporate Estate – Asset Management	969	969	0	0	969	200	0	769	0
Office Accommodation Strategy	2,193	942	1,251	0	2,193	14	0	2,179	0
Investment in the Corporate Estate	2,588	400	1,708	480	2,588	0	0	2,588	0
Todmorden Town Centre	210	185	25	0	210	0	0	0	210
Mixenden Hub	2,781	500	2,281	0	2,781	0	0	2,176	605
New Halifax Leisure Facility Design	199	199	0	0	199	0	0	0	199
New Halifax Leisure Facility	31,313	3,000	28,313	0	31,313	14,229	0	17,084	0
Ambitions For Our Towns	266	266	0	0	266	0	0	0	266
EV Charging Infrastructure	33	33	0	0	33	0	0	33	0
Brighouse Towns Fund	39	39	0	0	39	39	0	0	0
Future High Street – Halifax	11,113	4,424	6,689	0	11,113	11,113	0	0	0
Future High Street – Elland	6,311	1,630	4,681	0	6,311	6,311	0	0	0

Brighouse Town Investment Plan	19,100	2,283	8,461	8,356	19,100	19,100	0	0	0
Todmorden Town Investment Plan	17,500	7,760	7,489	2,251	17,500	17,500	0	0	0
City Region Sustainable Transport Settlement	23,079	7,693	7,693	7,693	23,079	23,079	0	0	0
LTP Integrated Transport Programme	1,275	1,275	0	0	1,275	1,275	0	0	0
LTP highways Maintenance Block Allocation Programme	413	413	0	0	413	413	0	0	0
West Yorkshire+ Transport Fund	22,214	22,214	0	0	22,214	22,214	0	0	0
Transforming Cities Fund	2,877	2,877	0	0	2,877	2,877	0	0	0
Active Travel Tranche 3	545	445	100	0	545	545	0	0	0
Flood Risk Reduction	536	100	436	0	536	536	0	0	0
Parking Strategy (Phase 1 + 2)	179	0	179	0	179	0	98	81	0
Street Lighting LED Project	2,518	1,000	1,518	0	2,518	0	0	2,518	0
Modernisation of Ainley Depot	1,936	1,936	0	0	1,936	0	0	1,936	0
Clifton Enterprise Zone	4,483	0	4,483	0	4,483	4,483	0	0	0
Retentions and Completed Schemes	730	730	0	0	730	25	104	521	80
<b>TOTAL</b>	<b>165,703</b>	<b>71,016</b>	<b>75,907</b>	<b>18,780</b>	<b>165,703</b>	<b>132,325</b>	<b>202</b>	<b>31,805</b>	<b>1,371</b>

A significant proportion of the Council's capital schemes totalling £165.703m is available to deliver regeneration projects throughout the Borough. They will be supported and/or delivered by staff within Major Projects, Corporate Asset & Facilities Management and Strategic Infrastructure. The schemes will be funded by Government grants totalling £132m, awarded directly to the Council and/or approved by the West Yorkshire Combined Authority via the WYCA Assurance Process.

**Comments in relation to the schemes funded by grant are set out below:-**

### **Green Homes Phase 1 to 3**

Capital funding of £8m has been secured from government to fund low carbon energy saving works to low income households between 2019-2023. The focus of the scheme is to tackle cold, uninsulated attic rooms in the old, draughty and expensive to heat stone terraced homes we have all across the borough.

A small grant has also been made available to Together Housing to contribute towards energy improvement works on 60 of its homes including loft, cavity wall, underfloor insulation and solar panels.

The final Phase of the scheme is expected to be completed by March 2023 and forecast to deliver improvements to a further 581 homes.

### **Decarbonisation Phase 1 and 3**

The Council was awarded a government grant of £2.852m from the Public Sector Decarbonisation Phase 1 Fund to allow Ground and/or Air Source heats pumps to be installed at Bankfield Museum, Brighouse Library, Spring Hall, Todmorden Market, Manor Heath and Halifax Town Hall.

The relevant works have been completed and the buildings are operating on the new technology.

The Council was awarded a further £1.726m in government grant from Phase 3 of the fund to install new technology in the Todmorden Sports Centre. Work is currently being progressed to install Heat Pump, Micro Filtrating and Roof Top PV panels. It is anticipated that the scheme will be completed in the current financial year.

### **Mixenden Hub**

- The Council has been working to deliver a sustainable long-term development at the Mixenden Hub site for a significant period.
- Following the withdrawal of the GP surgery from the scheme in January 2022, a replacement tenant of the North Halifax Primary Care Network was agreed.
- Cabinet approved the new tenant and anticipated delivery cost of the scheme of £3.4m in August 2022.
- Tenders returned by the due date of 21/10/2022 are currently being evaluated.

### **Future High Street**

#### **Halifax**

- The Council secured £11.7m in grant funding for Halifax in December 2020
- In January 2022 Ridge were appointed as the professional consultant team.
- The Halifax FHSF bid sought funding for a package of works to:

- support the revitalisation of key historic buildings, sustaining their future purpose
- develop connectivity through the town linking assets in an inventive, accessible way
- create a new event space and improved public realm.
- Interventions include improvements within the Borough Market, Victoria Theatre, Georges Square and creation of a Town Centre Trail.
- All areas are progressing well, cognisant of the constraints of delivering within the allocated budget and tight completion of March 2024

## **Elland**

- The Council secured £6.3m in grant funding for Elland in December 2020.
- The Elland FHSF works include:
  - Pedestrianisation of the core Southgate area to make it feel safer, look more attractive and encourage new business and increased footfall from all sections of the local community.
  - Reconfiguring road layouts, to reduce the width of carriageways and introduce new and widened pavements.
  - Enhancements to the Market Square.
  - Refurbishment is also being undertaken of a local community asset building (Cartwheel Club). This will bring the building back into use as a multifunctional hub for the communities and residents of Elland.
- All scopes are progressing well, all designs will have completed RIBA stage 3 in the near future and the planning application for the changes required will be submitted in November 2022.

## **Town Investment Plans**

### **Brighouse**

- DLUHC have approved summary business case documentation submitted in the summer, releasing the remaining funds (total £19.1m) for delivery of:

- Significant public realm improvements across the town centre, aiming to improve pedestrian and cycling connections and increase visitor numbers & spend
  - A new modern market building
  - An "Industry 4.0 Hub", to be delivered in partnership with Calderdale College, to provide modern AI and VR facilities for local micro and small manufacturing businesses
- Towns Fund requires completion of construction by March 2026. All projects currently at RIBA 2 (concept design)

### **Todmorden**

- Business case summary documentation submitted to DLUHC in late summer 2022. Approval expected in the next few weeks to release the balance in funding up to the maximum grant of £17.5m.
  - The Town Deal is comprised of 8 projects, 5 of which will be delivered by VCS organisations in Todmorden. The 3 Council delivered projects are:-
    - Refurbishment of Todmorden Town Hall
    - Provision of new public realm and flexible market in the centre of Todmorden
    - Active Travel interventions to increase walking and cycling take up

### **LTP Integrated Transport and Highway Maintenance Block Allocation Programmes – Carry Forward of £1.688m (£1.275m + £413k)**

The LTP Block allocation residual funding has now been spent completing the delivery of the 2021/22 Carriageways and Structures programmes.

In relation to the Integrated Transport Funding the £1.275m is still being held as 'matched' funding for projects being delivered in 2022/23 and beyond. Part of this is held for works on Mytholmroyd Footbridge which is now on site and forecast to be completed by March 23.

## **City Region Sustainable Transport Settlement (CRSTS) Fund**

Previously, Calderdale (in common with the other WY authorities) received highway funding through a variety of Department for Transport funded sources. However, following the approval of a Mayoral Combined Authority (MCA) the majority of funding is contained within into a single fund – CRSTS. Comments in relation to the three main areas are as follows:-

### **Safer Roads Programme**

Progress on delivering the Safer Roads programme is being impacted by the ability of the service to recruit appropriately qualified personnel. Other staff currently in post are also required to support the delivery or provide technical expertise to the wider programmes of WYCA works.

This is likely to continue until additional resources can be sourced both in the short and long term.

### **Network Management Renewals & Enhancements**

This programme is being delivered by the Council's partnership with Leeds CC UTMC unit and progress continues.

### **Network & Asset Maintenance**

The inaugural meeting with WYCA and the Council took place on 1<sup>st</sup> September 2022 and both parties set out their expectations in terms of quality and deliverability of the programme. It was acknowledged that some of the WYCA criteria could potentially lead to increased revenue maintenance costs in the future and how this may need further consideration within the Council. One example of this being that WYCA expectations are that future schemes with Cycle routes would require a physical segregated barrier rather than what has historically been a 'painted line'. The relevant issues are still being discussed.

Work is now progressing on the delivery of the programme utilising both the West Yorkshire Framework Consortium of contractors and the council's own Minor Works framework contractors. However, it is worth noting that inflation is impacting on both labour and material costs obtained via the relevant frameworks. In the longer term the Council will have to review capital programmes that can be delivered within the relevant funding. In terms of the current programme the following schemes have been completed:-

- Annual Surface Dressing programme 22/23
- Halifax resurfacing – Staups Lane, Hill View Gardens, The Hough and Skircoat Moor Road
- Brighouse resurfacing has seen completion of works at Birkby Lane and Victoria Avenue and works are on site at Birds Royd Lane which is a significant site.

For the purposes of this report it has been assumed that a similar level of funding will be awarded in 2023/24 and 2024/25.

### Clifton Enterprise Zone

- LUF round 2 bid submitted for £19m. Decision due Autumn 2022.
- Compulsory Purchase Orders have been prepared and ready to submit once funding confirmed.
- Local Partnerships have been appointed to support the production of a delivery strategy for the Enterprise Zone
- Early soft market testing will begin in the next few weeks with developers to gauge appetite and key challenges to delivery
- Spine road through the site considered key in relieving traffic pressures caused by Garden Villages – contingency planning underway to consider & mitigate impact of LUF not being awarded.

### West Yorkshire Plus Transport Programme

As detailed in the table below, the Council's indicative funding allocation is £207m and the Council's funding approval is currently £66.382m. The latest forecast allows for expenditure of £22.214m in the current year and this is included in the Council's Capital Programme. The overall funding approved for the Council's schemes will change significantly in the next few years as schemes progress through the various stages of the West Yorkshire Combined Authority Assurance Process.

<u>SEP Priority</u>	<u>Project Title</u>	<u>Indicative Funding</u>	<u>Funding Agreement</u>	<u>Previous Years' Spend</u>	<u>Current 2022/23 PIMS Forecasts</u>
		£	£	£	£
<b><u>DELIVERED BY MAJOR PROJECTS</u></b>					
Priority 4b - West Yorkshire +Transport Fund	A629 Phase 1B -Elland Wood Bottom to Jubilee Road	28,119,000	28,119,000	12,560,416	15,131,120
Priority 4b - West Yorkshire +Transport Fund	A629 Phase 2 -Eastern Gateway & Station Access Improvements	47,840,000	5,844,000	4,532,555	1,361,527



Priority 4b - West Yorkshire +Transport Fund	Halifax Station Gateway	10,600,000	2,165,000	1,585,105	299,659
Priority 4b - West Yorkshire +Transport Fund	A629 Phase 4 - Ainley Top	25,920,000	7,085,000	2,038,631	1,171,952
Priority 4b - West Yorkshire +Transport Fund	A641 Bradford to Huddersfield Corridor	75,540,000	10,857,441	2,088,707	1,606,452
<b><u>DELIVERED BY</u></b>					
<b><u>TRANSPORTATION</u></b>					
Priority 4b - West Yorkshire +Transport Fund	Calder Valley Line - Elland Station Access Package	2,640,000	700,153	687,909	12,244
Priority 4b - West Yorkshire +Transport Fund	A58/A672 Corridor Improvement Programme	4,947,000	4,947,000	1,253,939	798,021
Priority 4b - West Yorkshire +Transport Fund	A646/A6033 Corridor Improvement Programme	3,988,000	3,988,000	1,096,450	933,437
Priority 4b - West Yorkshire +Transport Fund	North East Calderdale Transformational Project	400,000	400,000	394,947	5,053
Priority 4b - West Yorkshire +Transport Fund	A629 North Calderdale	6,100,000	1,810,000	548,131	490,354
Priority 4b - West Yorkshire +Transport Fund	West Yorkshire Integrated Urban Traffic Management Control (UTMC)	466,458	466,458	62,744	403,714
		<b>206,560,458</b>	<b>66,382,052</b>	<b>26,849,534</b>	<b>22,213,534</b>

### Corridor Improvement Programme –A58 - A672 Corridor

The A58/A672 project covers an area from Rishworth to King Cross in Halifax, including Sowerby Bridge and Ripponden. The remaining design work has recently been completed. The demolition of the Sowerby Bridge Market is also complete following completion of perquisite surveys (asbestos, service disconnections, drainage, CCTV). The site now requires visitations from Highway Engineers to review the differing levels required to create the public open space and the site will remain secure until construction commences.

## Corridor Improvement Programme - Calderdale - A646 - A6033

Work in the Todmorden area to accommodate improved pedestrian facilities, junction improvements and improvements to paving and bus stop facilities has been completed and has received positive feedback from residents and local stakeholders

2022/23 sees the continuation of projects being delivered and developed under this programme heading with -

The A629 Phase 1B project along Elland Wood Bottom to Salterhebble is the most advanced of the projects within the Major Projects remit. Construction of the west abutment of the new canal bridge has been progressed, as have the wing walls, on the eastern bank of the A629. Progress has been made on the new canal bridge and Stainland Road offline area. Pile cropping on the east abutment of the new canal bridge has been completed, along with ground improvement piling and integrity testing of all piles is currently in the process of being completed, with the temporary works for new canal bridge complete and the former Punchbowl Inn also demolished. Currently the new retaining walls are under construction and work progresses on the new road.

Several other projects under the WY+TF programme umbrella continue to progress through the various WYCA Assurance Process and are either at Outline or Full Business Case stages with Funding Agreements now in place to progress the projects.

Work also continues with the transformation of the Halifax Bus Station site which is a WYCA led project.

## Transforming Cities Fund

As detailed in the table below, the Council's indicative funding allocation is £46.530m and the Council's funding approval is £10.233m. The latest estimate allows for expenditure of £2.877m in the current year and this is included in the Council's Capital Programme. The overall funding approved for the Council's schemes will change significantly in the next few years as schemes progress through the various stages of the West Yorkshire Combined Authority Assurance Process.

<u>SEP Priority</u>	<u>Project Title</u>	<u>Indicative Funding</u>	<u>Funding Agreement</u>	<u>Previous Years' Spend</u>	<u>Current 2022/23 PIMS Forecasts</u>
<b><u>DELIVERED BY MAJOR PROJECTS</u></b>					
Transforming Cities Fund	Brighouse Cycling & Walking Improvements	125,316	125,316	117,293	18,284

Transforming Cities Fund	Halifax Station Gateway	22,500,000	5,371,000	3,338,929	1,693,040
<b>DELIVERED BY TRANSPORTATION</b>					
Transforming Cities Fund	Elland Station Access Package	5,276,350	930,000	367,991	239,203
Transforming Cities Fund	West Halifax Bus Improvements/Park Ward Streets 4 People	7,991,158	1,827,000	607,852	467,898
Transforming Cities Fund	North Halifax Cycling & Walking Improvements	10,637,330	1,980,000	605,069	458,460
		<b>46,530,154</b>	<b>10,233,316</b>	<b>5,037,133</b>	<b>2,876,886</b>

**Improved Streets for People** – The Council has now appointed a consultant to progress the North and West Halifax projects through the WYCA Assurance Process. Approval of the Full Business Case will release the next tranche of funding for delivery in these areas.

In order to complete the Full Business Case the Council will continue to engage with stakeholders.

## Public Services Directorate – Forecast expenditure £1.535m

### SCHEME BUDGET, SPEND AND FORECAST ANALYSIS

#### Public Services

#### Expenditure

Play Area Improvements

ICT Infrastructure Replacement and Upgrade Programme

TOTAL

Total Scheme Forecast £000's	REMAINING FORECAST			Total Scheme Funding £000's	FUNDED BY			
	Forecast 2022/23 £000's	Forecast 2023/24 £000's	Forecast 2024/25 £000's		Total Grant Funding £000's	Revenue and Reserves £000's	Prudential Borrowing £000's	Pooled Resources £000's
360	210	150	0	360	0	0	360	0
1,175	1,175	0	0	1,175	0	0	1,175	0
1,535	1,385	150	0	1,535	0	0	1,535	0

The capital budget of £1.535m available for the next two years includes funding of £1.175m to complete the ICT Replacement and Upgrade programme. A significant proportion of the overall IT programme has already been completed in relation to Windows 7, Cisco Phone and Oracle upgrades, and the remaining Core Network update will be completed during the next 12 months.

## **APPENDIX 3**

### **Potential capital receipts from the sale of assets in the financial year 2022/23 and 2023/24**

#### **2022/23 – 2.305m**

Bailiff Bridge Library  
Belmont Street, Sowerby Bridge  
Brewery Street, Todmorden  
Carlton Mill  
Elland Cemetery Lodge  
Elland Road/Bank Street, Brighouse  
Forest Cottage Land  
Greetland Library  
Hipperholme Library  
Kingsley Place-Parkinson Lane Car Park, Halifax  
Lockhill Mills  
Mixenden Park Land  
Northgate Car Park, Elland  
South Lodge, Centre Vale Park  
Victoria Road, Todmorden  
Whitwell Green Road

#### **2023/24 – 1.916m**

Albion Street, Brighouse  
Clay House depot  
Cow Green Car Park, Former  
Denfield Lane  
Elland Municipal Offices, Southgate, Elland  
Glenholme

Halifax Road, Opposite 329, Todmorden  
Horley Green Road  
Mulcture Hall Road  
Land to rear of St Andrew's Caretaker's Bungalow