



REPORT TO: POLICY AND RESOURCES COMMITTEE 27 NOVEMBER 2018

SUBJECT: CAPITAL PLAN 2018/19

BY: CORPORATE DIRECTOR (CORPORATE SERVICES)

1. REASON FOR REPORT

- 1.1 To advise Committee of the expenditure to 30 September 2018 under the capital plan for financial year 2018/19 and of the estimates of projected expenditure profiled into quarters.
- 1.2 This report is submitted to committee in terms of Section III (B)5 of the Council's Administrative Scheme relating to monitoring progress of projects in the approved capital plan including any revisions to the price or phasing on a quarterly basis.

2. RECOMMENDATION

2.1 It is recommended that the committee notes:

- (i) expenditure to 30 September 2018 of £8,230,000;**
- (ii) the current projected expenditure of £36,561,000 for 2018/19 profiled into quarters; and**
- (iii) the projected overall expenditure for projects spanning more than one financial year, as set out in APPENDIX 2.**

2.2 It is recommended that the committee approves:

- (i) proposed budget deferments of £8,685,000 arising from slippage and expenditure reprofiling from 2018/19 to 2019/20 and future years as detailed in paragraph 5.9 of the report;**
- (ii) reduction of the programme by £110,000 for the budget saving detailed in paragraph 5.6.2; and**
- (iii) that unscheduled work is undertaken in early course to repair storm damage at harbours.**

3. BACKGROUND

- 3.1 The capital plan for 2018/19 of £54,096,000 was approved by a meeting of Moray Council on 14 February 2018 (paragraph 9 of the Minute refers). Amendments approved by Council and by Policy and Resources Committee since this date have been incorporated to give a current approved capital plan for 2018/19 of £45,072,000. The current projected expenditure is £36,561,000, giving a projected underspend of £8,511,000.
- 3.2 Regular monitoring reports are provided to Policy and Resources Committee or to Council showing expenditure to date for each project and details of capital receipts received. Policy and Resources Committee on 10 May 2016 agreed to amendments to the information provided in response to the Audit Scotland report "Major Capital Investment in Councils" (paragraph 7 of the Minute refers). Accordingly this report includes a separate **APPENDIX 2**, giving details of expenditure on projects which span more than one financial year.

4. CAPITAL PLAN 2018/19

- 4.1 A copy of the capital plan is attached as **APPENDIX 1**, showing actual expenditure to 30 September 2018 of £8,230,000. Capital receipts of £121,000 from sale of assets are identified along with General Capital Grant of £9,672,000 from the Scottish Government. The Council has utilised developer contributions of £148,000 for the purchase of car parking machines and £16,000 for Elgin Transport Strategy. Developer contributions of £223,000 have also been received in this financial year while repayments of contributions to developers of £299,000 have been made.
- 4.2 Expenditure on land and buildings to 30 September totals £3,744,000. The major items of expenditure are £1,838,000 for schools make-do-and-mend projects, £758,000 for the works to provide early learning and childcare facilities at Milnes Primary School, £424,000 for the new Lossiemouth High School and £627,000 for early learning and childcare expansion, mainly at Lady Cathcart centre in Buckie. The early learning and childcare expansion projects are funded by capital grant received from the Scottish Government. Works on the refurbishment of the 4 primary schools at Applegrove, Millbank, St Gerardines and Seafield is complete and shows an underspend of £250,000 due to final actual costs being lower than earlier estimates.
- 4.3 Expenditure on infrastructure assets to 30 September totals £2,890,000. The major items of expenditure are £918,000 on carriageway resurfacing/reconstruction, £285,000 on timber traffic routes, £266,000 on bridges infrastructure, £200,000 on Elgin Transport Strategy and £829,000 for street lighting (including £457,000 on new LED lighting).
- 4.4 Expenditure on vehicles, plant and equipment to 30 September totals £1,596,000. The major items of expenditure are £522,000 on the vehicle replacement programme; £283,000 on the purchase of an electric bus, funded through G-PaTRA and the Green Bus Fund; £148,000 on car parking machines, and £496,000 on the ICT Core Programme.

5. PROJECTED OUTTURN

- 5.1 Budget managers have been requested to update projected estimates of expenditure on capital projects in 2018/19. Projects are graded for confidence of achieving projected expenditure with high confidence rated as green, medium confidence as amber and low confidence as red. A summary of the ratings is given in the table below.

Risk status	RAG	No. of projects	Projected expenditure 2018/19 £000s
High confidence of spend to estimate	G	73	16,934
Medium confidence spend to estimate	A	14	16,977
Low confidence of spend to estimate	R	5	2,650
		92	36,561

- 5.1.1 The following projects are rated as Amber:

Project	Reason for rating	Para ref	£000s
4 Schools Refurb.	Final costs to be agreed	5.3.3	(250)
Lossie High School	Timing of complex project	5.3.5	11,589
EarlyLearning/C'care	Timing of various projects	5.3.6	1,900
Industrial Portfolio	Timing of various projects	5.5.1	274
Moycroft Waste Fac.	Timing of project	5.5.2	674
Recycling Facilities	Timing of project	5.5.4	91
Cloddach Bridge	Timing of project	5.7.5	10
LossieSeatown FRM	Timing of expenditure	5.7.7	190
Flood Allev.Schemes	Potential compensation	5.7.7	228
Portknockie Landslip	Timing and cost of project	5.7.8	1,745
Buckie Harbour Imp.	Funding confirmation	5.7.10	526

- 5.1.2 The following projects are rated as Red:

Project	Reason for rating	Para ref	£000s
Linkwood Primary	Timing of complex project	5.3.4	1,200
Road Safety Barriers	Budget review	5.7.2	158
Drainage Works	Tender pricing & winter weather	5.7.4	760
Elgin Trnsprt Stratgy	Timing of schemes	5.7.6	477
P'gordon FRM	Project feasibility	5.7.7	55

5.2.1 A summary of the projected variances at September 2018 from the current approved capital programme, as detailed in **APPENDIX 1**, is set out below:

Description	Para ref	Underspend (Overspend) £000
Land & Buildings		
Schools Estate	5.3.1	(4)
Schools Fire Safety & Works from Audits	5.3.2	127
Schools for the Future – 4 schools refurbishment	5.3.3	250
Linkwood Primary School	5.3.4	2,658
Lossiemouth High School	5.3.5	(1,014)
Childcare Expansion	5.3.6	1,025
All Public Facilities	5.3.7	4
Complex Housing Needs Residential Facility	5.4.1	(27)
Industrial Portfolio	5.5.1	1,060
Recycling Centres Upgrades	5.5.4	270
Depot Maintenance Upgrades	5.6.2	544
Infrastructure		
Roads resurfacing	5.7.3	(32)
Footways	5.7.3	32
Glenlivet Bridge	5.7.5	145
Elgin Transport Strategy	5.7.6	2,023
Portgordon Flood Risk Mgt	5.7.7	100
Lossie Seatown Flood Risk Mgt	5.7.7	34
Dallas Flood Alleviation Scheme	5.7.7	(24)
Buckie Harbour replace life expired items	5.7.9	201
Burghhead Harbour replace life expired items	5.7.9	5
Plant & Equipment		
Swimming Pool Equipment	5.8.1	38
Vehicle Replacement Programme	5.8.2	1,100
Electric Bus	5.8.2	7
ICT Core Programme	5.8.3	56
MIJB OT stores stock system	5.8.3	(32)
CCTV Replacement	5.8.4	(35)
Total		8,511

5.2.2 A number of the variances identified above and detailed in the following paragraphs are as a result of expenditure being delayed deliberately from 2018/19 to 2019/20 in response to the council's financial position, as requested by the Chief Executive. The effect of this is to reduce the projected cost of loan charges for 2018/19 by £135,000.

5.3 Land and Buildings – Children & Young Peoples Services Committee

5.3.1 **Schools Make Do and Mend Programme** – A budget of £3,312,000 for Make Do and Mend projects is allocated across 5 schools in 2018/19: East End Primary, Cluny Primary, Forres Academy, New Elgin Primary and Andersons Primary, with minor expenditure for Keith Grammar, Speyside

High and Hopeman Primary relating to final costs for prior year projects. Apart from expenditure of £4,000 for final costs relating to building works at Keith Grammar, all Make Do and Mend projects are currently projected to spend to budget.

- 5.3.2 **School fire safety works** – The anticipated expenditure for fire safety and works from fire audits is now lower than budgeted and is estimated to cost £225,000 from the budget of £352,000, which represents a budget saving of £127,000.
- 5.3.3 **Schools for the Future – 4 schools refurbishment** – Works are complete at all 4 primary schools included within this project, namely Applegrove, Millbank, Seafield and St Gerardines. The total budget for this project is £21.36m. The final account has recently been agreed with the contractor for all schools except Millbank. Final costs were estimated at the end of the last financial year, however current projections indicate that actual final costs will be lower than earlier estimates, with an expected underspend in this financial year of £250,000. This will be part of a saving of £1.41 million over the whole life of the project, as summarised in **APPENDIX 2**.
- 5.3.4 **New Linkwood Primary School in South Elgin** – The project to construct a new primary school in South Elgin has an approved budget of £11.5 million, including budget of £3,858,000 in this financial year. A significant risk for this project is that delivery of the school is reliant upon progress of the wider Elgin South Development. The Section 75 (planning agreement) has been signed and has now been registered. Planning consent was granted for Linkwood Primary School but conditions are yet to be discharged. Discussions took place with Springfield Properties around the construction detail for the temporary access road, this has been updated and the road has been constructed. Maintenance of this road will fall to the Council during construction of the school. An indicative cost for construction of the school should be available shortly. It is likely that due to the 9 month delay the cost will be affected by construction inflation which may increase the figure above the current estimated cost of £12,333,000. The programme will be 75 weeks including mobilisation with an anticipated commencement date of 14 January 2019 and completion date of 19 June 2020. Officers are developing contingency plans should a delay push the completion date beyond the start of the 2020 academic year. Should modular accommodation be required this will increase costs significantly. Currently, the projected spend in 2018/19 is £1,200,000 and is rated as red for confidence of achieving this amount due to the complex nature of this major project. Therefore it is requested that committee approve the deferment of budget of £2,658,000 from 2018/19 into 2019/20.
- 5.3.5 **Lossiemouth High School** – The project to construct a new secondary school in Lossiemouth has an approved budget of £42.3 million, to be funded by Government grant of £26.39 million with Moray Council funding the balance of £15.9 million. The final design has been agreed and the planning application approved on 24 April 2018. The main school building and community facilities are currently programmed to be completed by August 2020, an extended deadline agreed with Scottish Government. The early works package was signed on 27 September 2018 which authorises the first 8 weeks of the build to commence. It is anticipated that the main contract will be ready to sign on 7 December 2018 at which point the early works contract

will be subsumed into the main works contract. Currently the projected spend in 2018/19 is £11,589,000 and is rated as amber for confidence of achieving this amount due to the complex nature of this major project.

5.3.6 Childcare Expansion projects – Grant funding of £2,400,000 was received in August 2018 from the Scottish Government to support the expansion of entitlement of funded early learning and childcare to 1,140 hours from August 2020. When combined with prior year grant funding of £525,000, the 2018/19 budget allocation totals £2,925,000. The Scottish Government has confirmed that, although the grant funding is ring fenced, there is flexibility as to the financial year in which it may be used to fund the approved early years projects. Currently it is anticipated that expenditure of £1,900,000 will be incurred in this financial year although this is rated as amber, as there are a number of separate projects within the budget heading. New provision at Lady Cathcart in Buckie has been completed, while layout proposals have been developed and planning applications made for new nurseries at Cullen and Pilmuir Primary Schools with a programmed start on site by the approved contractor in January 2019. It is requested that Committee approve the deferment of budget of £1,025,000 from 2018/19 to 2019/20.

5.3.7 All Public Facilities – It is planned to expand the fitness room provision at Keith Sports & Community Centre by purchasing additional fitness equipment and reconfiguring a little used viewing area to the swimming pool. The estimated cost of £16,000 will be funded by existing developer contributions of £12,000 with the balance of £4,000 funded from the public facilities budget. It is anticipated that there will be an increase in income of around £7,500 per year as a result of this change.

Overall, within this budget heading, a small underspend of £4,000 is anticipated.

5.4 Land and Buildings – Social Care services

5.4.1 Complex housing needs – The facility in Lhanbryde, which is operational, has incurred expenditure of £27,000 in 2018/19. There is no budget for this expenditure, which has not been approved by Committee. This represents an overspend of £24,000 from the approved budget of £2,558,000, as detailed in **Appendix 2**.

5.5 Land & Buildings – Economic Development & Infrastructure Services

5.5.1 Industrial Estates – Industrial Estates projects include purchase of new sites, provision of serviced sites, new units and refurbishment of existing units. The budget of £15,000 for preliminary investigation works will not now proceed because of the current financial position of the Council. It is requested that committee approve the deferment of budget of £15,000 from 2018/19 to 2019/20. The acquisition and servicing of land in Forres budgeted at £1,110,000 is now likely to proceed in 2019/20, with only design works scheduled for 2018/19, estimated to cost in the region of £100,000. Therefore it is requested that Committee approve the deferment of budget of £1,010,000 from 2018/19 to 2019/20. Works to complete serviced sites at March Road Buckie, budgeted at £150,000, are expected to cost £120,000, which represents a budget saving of £30,000. The budget of £5,000 for sites in Speyside will not proceed due the current financial position of the Council,

therefore it is requested that Committee approve the deferment of budget of £5,000 from 2018/19 to 2019/20. The budget of £150,000 for refurbishment of units at various locations in Moray is rated as amber for confidence of achieving this spend due to the uncertainty of the exact timing of the works.

5.5.2 Integrated Waste Facility Moycroft– This project is to redevelop and consolidate waste facilities at Moycroft in Elgin and has an approved budget of £3,532,000 over a number of years. Contract works are currently out to tender and it is anticipated that works on-site will now start in January 2019 with anticipated expenditure of £674,000 in this financial year, as budgeted.

5.5.3 NESS Energy – The interauthority agreement with Aberdeen City Council and Aberdeenshire Council relating to the NESS energy from waste project is projected to spend to the budget of £514,000. This expenditure includes the Council's share of the cost of acquisition of the site of the proposed facility.

5.5.4 Upgrade Facilities at Recycling Centres – This project to upgrade facilities at Gollachy Buckie and Waterford Forres has been partly deferred as a result of the current financial position of the Council and is anticipated to incur expenditure of £91,000 from the current budget of £361,000. It is requested that committee approve the deferment of budget of £270,000 from 2018/19 to 2019/20.

5.6 Land & Buildings – Policy & Resources Committee

5.6.1 Legionella and Fire Risk Assessment – Assessments have taken place, and works resulting from these assessments are planned to be on budget.

5.6.2 Depot Upgrades – Works on Depot Maintenance projects arising from condition surveys, which includes works at Ashgrove Depot Elgin, Dufftown Richmond Depot and Waterford Road Forres Depot have been partly deferred to assist with the financial position of the Council. Expenditure of £66,000 is anticipated in this financial year from the budget of £610,000, relating mainly to the re-roofing and reconfiguration of Ashgrove portacabins and also preliminary fees for the works at other depots. Full refurbishment of the Ashgrove portacabins is not now viable due to the confirmation of asbestos in the cladding, resulting in a budget saving of £110,000. Therefore it is requested that committee approve the reduction of the budget by £110,000 and the deferment of the remaining budget of £434,000 from 2018/19 to 2019/20 to progress the projects at Richmond Depot and Waterford Depot.

5.6.3 Energy Efficiency projects – This budget is planned to be fully utilised in 2018/19. Projects identified are installation of urinal controls throughout the school estate and the installation of utility sub-meters at 5 locations which are predicted to generate recurring savings of £9,000 per year.

5.7 Infrastructure

5.7.1 The majority of infrastructure projects are estimated to be on time and on budget during 2018/19.

- 5.7.2 **Road Safety Barrier Provision** – This project is on hold pending a review by the Traffic section and budget arrangements for 2019/20, therefore the budget of £158,000 is rated as red to indicate a low confidence of achieving the projected spend in this financial year.
- 5.7.3 **Carriageway resurfacing/surface dressing and Footways** – Carriageway resurfacing is projected to spend £32,000 above the budget allocation of £2,042,000 but this is offset by footways projecting to spend £32,000 below the budget allocation of £300,000.
- 5.7.4 **Drainage & Other Works** – This budget includes an allocation of £300,000 for landslip remedial works at South Lodge on the A940. Final design costs of the proposed works are awaited, however it is the intention to carry out the works during 2018/19. Planned works within this budget heading can also be affected by winter weather, therefore this budget is rated as red in terms of achieving the projected expenditure of £760,000.
- 5.7.5 **Bridges – strengthening and replacement** – Due to the onset of winter weather conditions, the project on the B9136 Glenlivet Bridge budgeted at £150,000 has now been deferred to 2019/20 with only preliminary expenditure of £5,000 anticipated in 2018/19. Therefore it is requested that Committee approve the deferment of budget of £145,000 from 2018/19 to 2019/20. The project at Cloddach Bridge, budgeted at £10,000, is rated as amber as progress is on hold pending a review of the bridges 10-year plan.
- 5.7.6 **Elgin Transport Strategy** – The Elgin Transport Strategy report was approved by Council on 9 August 2017. Expenditure of £200,000 has been incurred to date. £62,000 relates to refreshing the traffic model data for Elgin (Moray Council on 14 February 2018 refers). £138,000 relates to works carried out at South Street/Hay Street Junction part-funded by the use of developer contributions of £16,000, with the balance funded by the Council. At this stage of the year the timings of schemes are uncertain because of scheme interdependencies and scheme funding, therefore this project is marked as red for certainty of achieving projected spend. It is requested that committee approve the deferment of budget of £2,023,000 and also of related funding of £2,023,000 from 2018/19 to future years.
- 5.7.7 **Flood Alleviation Schemes** – The initial study works for the Flood Risk Management project for Portgordon is near completion with the solution likely to be a drainage-only solution that will reduce the frequency of flooding at Portgordon. Full details of this proposal will be reported to a future meeting of Economic Development and Infrastructure Committee. The project is estimated to incur expenditure of £55,000 in 2018/19 but is rated as red for confidence of achieving this projected figure.

The initial study works for the Flood Risk Management project at Lossiemouth Seatown is near completion and the findings support a flood protection scheme for this area. Full details of the proposals for this area will be reported to a future meeting of Economic Development and Infrastructure Services Committee. The project is anticipated to spend £190,000 but this estimate is currently rated as amber.

Final costs for Dallas flood alleviation scheme of £24,000 have been incurred, When added to the overspend of £39,000 reported to this committee on 28

June 2018, this results in a total overspend of £63,000 from the original budget of £300,000. The overspend is due to additional material processing required on site because of the quantity of large stones found during embankment works and land compensation costs higher than anticipated.

Potential land compensation payments remain as the principal outstanding issue for the flood alleviation schemes in Newmill, Elgin, and Forres (River Findhorn & Pilmuir). Approved capital budget is held in current and future years for potential payments and the total projected expenditure for each scheme remains within the original budget allocations.

5.7.8 Portknockie Landslip – This project will shortly go out to tender, with the possibility of works starting on site early in 2019, however the timing and final costs of this project are not yet fixed, therefore this project is rated as amber in terms of the certainty of achieving the projected spend of £1,745,000 in this financial year.

5.7.9 Harbours – Life expired items and upgrades – There is a rolling programme of works to replace life expired items and upgrade facilities at harbours in Moray. Following completion of the tendering process, the current estimated cost for works at Buckie Harbour is £500,000. There is potential for costs to rise due to the nature of work and environment. A small underspend of £5,000 is currently estimated for works at Burghead Harbour.

On 27 October a number of the harbours in Moray sustained storm damage due to wave action. Due to the conditions in a marine environment, damage to structures can increase in severity very quickly, increasing the scope of work and associated cost required to repair them. To reduce the risk of escalating repair costs it is proposed that work is undertaken to repair this damage as early as possible. The funding required to pay for this work will be taken from the existing allocation for harbours works in the capital plan. The cost of this work is not yet known but will be reported to a future meeting of this committee.

5.7.10 Buckie Harbour Improvements – The project to provide ice plant facilities and fuel tank facilities at Buckie is rated as amber, with spend being dependent on the successful application for external funding, which is currently in progress. If successful the expenditure must be incurred within the current financial year. At this stage it is unknown when any award will be confirmed and if there is potential for the deadline to be extended beyond March 2019.

5.8 Vehicles, Plant & Equipment

5.8.1 Swimming pool equipment – expenditure on replacement equipment, budgeted at £50,000, has been halted for the rest of this financial year as a result of the current financial position of the Council, with the projected expenditure now anticipated at £12,000.

5.8.2 Vehicle & Plant Replacement Programme - Due to the timing of orders from departments across the Council, it is possible to reduce the expenditure in this financial year to £1,939,000, which represents an underspend of £1,100,000 from the budget of £3,039,000. Therefore it is requested that committee approve the deferment of budget of £1,100,000 from 2018/19 to

2019/20. The purchase of the electric bus incurred expenditure of £283,000, resulting in a small budget underspend of £7,000. It is expected that the Council will receive grant funding from the Hi-Trans Green Bus Fund for the full cost of the vehicle.

5.8.3 **ICT Programme** – ICT projects, budgeted at a total of £1,210,000, are projected to spend £1,154,000. Currently, the Digital Public Services budget is projected to spend £61,000 from the budget allocation of £86,000. Plans to spend the remaining £25,000 may be deferred to 2018/19, this will be confirmed in the next monitoring report. The Schools ICT strategy is anticipated to spend £258,000, this represents a saving of £31,000 due to a reduction in the number of interactive teaching boards required.

There is unbudgeted expenditure of £32,000 for final implementation costs of the Moray Integration Joint Board Occupational Therapy stock system.

5.8.4 **CCTV System** – This project shows an overspend in 2018/19 of £35,000, giving total expenditure over a number of years of £91,000. The total budget for this project, across several years, was £60,000, resulting in a final overall overspend of £31,000, due to a requirement for the purchase of additional equipment to operate the entire system wirelessly across all CCTV locations in Moray. Annual revenue budget savings of £30,000 are now being achieved.

5.9 **Proposed budget deferrals to 2019/20** – This report includes details of projects which have slipped or been deferred and therefore it is proposed to defer budget from 2018/19 to 2019/20 to reflect this fact.

A summary of the proposed budget deferrals from 2018/19 to 2019/20 is listed below:

	Para ref	£000s
New Linkwood Primary School	5.3.4	2,658
Early Learning & Childcare Expansion	5.3.6	1,025
Industrial Estates Portfolio	5.5.1	1,030
Recycling Facilities	5.5.4	270
Depot Upgrades	5.6.2	434
Bridges – Glenlivet	5.7.5	145
Elgin Transport Strategy	5.7.6	2,023
Vehicle Replacement Programme	5.8.2	1,100
Total		8,685

6. **RISK AND EMERGING ISSUES**

6.1 Budget managers have been requested to identify any specific areas of risk for the projects in the Capital Plan for which they are responsible.

6.2 The main risk for the vehicle replacement programme is manufacturers failing to deliver to agreed timescales. This can impact on revenue by increasing repairs costs for vehicles due to be replaced.

- 6.3 Land compensation claims remain a risk for the major flood alleviation scheme at Forres.
- 6.4 Projects such as the new build Linkwood Primary School can be subject to risks which are outwith the direct control of the Council.
- 6.5 Poor weather conditions can impact project timescales, as identified for Roads Drainage works and harbours renovation works. Unplanned costs can be occasioned by bad weather events. The overall risk of expenditure to the council has been minimised by planned prompt response in the case of recent weather damage at the harbours.
- 6.6 Lack of staff resources and staff turnover can impact on project timescales.
- 6.7 Other emerging work priorities can impact on scheduled works.
- 6.8 No other project risks have been specifically identified by budget managers.
- 6.9 There is a potential risk to grant funding of the new Lossiemouth High School should the project not complete on time.
- 6.10 Some projects have been deferred in response to the council's financial situation. There is a risk that contract inflation might increase the eventual cost of these projects and a risk that any deferment of projects relating to asset condition might result in element failure.

7. SUMMARY OF IMPLICATIONS

(a) Corporate Plan and 10 Year Plan (Local Outcomes Improvement Plan (LOIP))

Effective budget management is an essential component of delivery of Council priorities on a sustainable basis.

The capital plan is one of the vehicles through which the council's priorities can be delivered. The approved capital plan for 2018/19 and the outline ten year plan incorporates measures designed to address the Moray 2026 priorities of achievement and attainment by children and young people, adults leading safer lives and sustainable economic development.

(b) Policy and Legal

There are no policy or legal implications arising directly from this report.

(c) Financial Implications

The financial implications are highlighted within the report and Appendices 1 and 2 to the report.

(d) Risk Implications

Budget managers are aware of their responsibilities for managing budget allocations and approval for variance will be sought from committee in line with the financial regulations. Risks specific to items within the capital plan are highlighted in paragraph 6 of the report.

(e) Staffing Implications

There are no staffing implications arising directly from this report.

(f) Property Implications

There are no property implications arising directly from this report.

(g) Equalities/Socio Economic Impact

There are no equalities issues arising from this report.

(h) Consultations

All capital budget managers have been consulted in the development of estimated actuals as part of the preparation of this report. All Heads of Service and CMT have been consulted and any comments incorporated in the report.

8. CONCLUSION

8.1 Capital expenditure in the first half of the year amounts to £8,230,000 to the end of September 2018.

8.2 Capital expenditure is currently projected to be £8,511,000 lower than the approved capital plan for 2018/19 of £45,072,000.

8.3 Part of the decrease in projected expenditure is due to deliberate deferral of expenditure which is projected to achieve budget savings in 2018/19 of £135,000.

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Ref: