



NORWICH City Council

Committee name: Cabinet

Committee date: 13/11/2024

Report title: 2024/25 Quarter 2 – budget monitoring report

Portfolio: Councillor Kendrick, cabinet member for an open and modern council

Report from: Interim Chief Finance Officer

Wards: All wards

OPEN PUBLIC ITEM

Purpose

This report sets out the council's overall financial position based on managers' outturn forecasts as at the end of September 2024 (quarter 2). The report covers the council's General Fund and Housing Revenue Account (HRA) resources and includes information in relation to both its revenue and capital position.

Recommendation:

It is recommended that the cabinet:

- 1) Notes the forecast outturn for the both the general fund revenue account is an overspend of £654k and the Housing Revenue Account (HRA) is currently reflecting a forecast underspend of £7.167 million. However there continue to be potential budget pressures across all service areas which are being reviewed on an on-going basis, alongside the exploration of options to mitigate the current outturn forecast position.
- 2) Notes the forecast £0.050m underspend against the general fund and the £0.832m underspend against the HRA capital programmes.
- 3) Notes the carry-forward of unspent 2023/24 capital budgets for utilisation in future years as approved under delegation by the interim chief finance officer.
- 4) Notes the re-profiling of capital budgets as approved under delegation by the interim chief finance officer in consultation with the cabinet member for an open and modern council, resulting in the revised capital programme set out in Appendix 1.
- 5) Approves the proposed virement within the 2024/25 HRA capital programme as set out in Appendix 2.
- 6) Recommends to Council, the removal of £0.078m of General Fund budgets and £0.087m of HRA budgets from the 2024/25 General Fund and HRA capital programmes as set out in Appendix 2.

Policy framework

The council has five corporate priorities, which are:

- An open and modern council
- A prosperous Norwich.
- A fairer Norwich.
- A climate responsive Norwich.
- A future-proof Norwich

This report supports the delivery of all these priorities.

1. General Fund Revenue

- 1.1. Nationally, there have been a number of factors that will potentially impact upon budget management during 2024/25, including the reduction in the rate of inflation, the reductions in the level of the Bank of England base rate and the change in government, including the announcements made as part of the Autumn Budget on 30th October 2024.
- 1.2. Locally, there continue to be pressures arising from demand and supply pressures, whether in relation to the delivery of supplies and services or of staffing capacity. Work continues to understand the impact of both local and national factors on revenue budgets in order to maintain effective control over the budget and to inform the development of the Medium Term Financial Strategy.

Key Drivers

- 1.3. Norwich City Council has healthy levels of reserves as a consequence of past decisions and effective budget management, the investment of which has provided a welcome source of income to help manage some of the service pressures in recent years. Whilst this continues to be the case, interest rates have fallen in the current financial year and the outlook is that there may be further reductions in the Bank of England's base rates during the remainder of the year, which means that the recent experience of earning income significantly in excess of that budgeted is unlikely to be sustainable in the future. That being said, the performance of investments continues to exceed the budget and consequently provides mitigation against some of the pressures elsewhere.
- 1.4. Some of these pressures are familiar, such as inflation and pay awards can be anticipated to one degree or another, but others can require a more flexible and agile response during the financial year. Work is constantly being undertaken between budget managers and Finance to analyse and understand these trends and patterns and will continue throughout the year. The pay award for 2024/25 has recently been agreed nationally but hadn't been agreed before 30th September 2024 and therefore is not reflected within the Quarter 2 outturn forecasts.
- 1.5. To a large extent, the Council's expenditure is made up of staffing and supplies and service costs. The council has to strike a balance between the pressures arising from supply and demand of these factors with the capacity and delivery of services.
- 1.6. The current year has seen a number of these pressures emerge in the first half of the financial year, reflecting some recruitment challenges for key staff as well as contractual pressures reflective of increasing prices above the level of inflation. At the same time, other pressures have arisen because of anticipated demand not

being matched by reality, resulting in budget pressures for example in relation to car-parking income or repairs and maintenance of buildings.

2. General Fund revenue position

2.1. The outturn forecast for the General Fund is currently showing an overspend of £654k overspend at this point in time, which equates to 2.2% in excess of the net expenditure. The following paragraphs highlight key areas of variance and work being undertaken to further mitigate the budget pressures in the second half of the financial year.

2.2. Corporate Financing

This is a prudent forecast at this point in the financial year, but there is always the possibility that the position could alter, in either a positive or negative direction, during the remainder of the year dependent upon investment performance. Performance is exceeding the budget, in recognition of the continuing benefits derived from the investments of excess cash, whilst simultaneously being able to increase the levels of investment within money market funds that proactively seek investments that are focused upon positive Environmental, Social & Governance (ESG) outcomes. The current outturn forecast is for an over recovery of investment income by £241k.

2.3. Resources

The outturn forecast of £289k overspend reflects both staffing pressures and contractual/supplies and services pressures. As reflected within the Quarter 1 report, there continue to be some posts that have proven challenging to recruit to, resulting in the need for interim appointments. The work undertaken since Quarter 1 will continue throughout the year, with a Vacancy Management Panel about to be established, that will review all recruitment proposals, both as a means of ensuring value for money and as a potential mitigation against the current outturn forecasts. To this end the number of agency staff has been reduced and will continue to be kept under review. Other potential pressures being kept under review are linked to the inflationary factors around postage and translation services, where prices and activity levels are potentially driving costs upwards, whilst the re-procurement of contracts supporting business critical finance systems have exceeded budgetary provisions.

2.4. Communities and Housing

Additional income has been identified in 2024/25, arising from new grants and income streams which hadn't been announced or identified at the time the budget was set. In addition to which further costs have been offset on a one-off basis as a consequence of The Halls being closed for refurbishment. The combination of these factors results in a forecast underspend of £318k.

2.5. Development & City Services

The current outturn forecast is an overspend of £924k. The primary reason for this forecast is in relation to car parking income. The volume and value of income from car parks has increased relative to the same time in 2023/24, however it hasn't increased at the same rate as estimated when the budget was set consequently creating a budget pressure of £724k. A review of the activity levels across car parks and the associated financial implications is underway to support future modelling of income budgets and the monitoring of trends in future. In addition the operating costs of the market vary depending upon the fluctuation of income

streams and the associated operating costs and a combination of adverse circumstances in the current year has created a pressure of £100k. A further total of £100k of smaller pressures are forecast across a range of cost centres.

3. Housing Revenue Account Revenue (HRA)

The HRA is forecasting a significant underspend of £7.167 million which is driven entirely by the removal of the planned revenue contribution to capital costs (RCCO) of £10.063 million, which has been made possible as a result of the new flexibilities applied to the Right To Buy (RTB) retention agreement for a two-year period. The underlying position continues to reflect budget pressures with property maintenance costs, reflecting demand and supply pressures within the property sector both in terms of the volume of activity but also the associated costs, which have been offset, to a degree, by staff vacancies and income recovery.

4. Capital

4.1. General Fund

Table 1 below sets out that the General Fund capital programme is projected to be underspent by £0.050m for the year. Table 1a sets out the major variations against the revised capital budget.

Table 1 – General Fund capital forecast

| Directorate | Budget £'000s | Revised Budget £'000s | Forecast £'000s | Variance £'000s |
|-----------------------------|------------------|-----------------------------|--------------------|--------------------|
| Communities and Housing | 4,995 | 6,063 | 5,996 | (66) |
| Resources | 560 | 542 | 582 | 40 |
| Development & City Services | 28,097 | 16,582 | 16,558 | (24) |
| Total | 33,652 | 23,187 | 23,136 | (50) |

Unspent 2023/24 General Fund capital budgets totalling £5.438m were approved to be carried forward under delegation by the chief finance officer, in consultation with the cabinet member for an open and modern council.

Subsequently, 2024/25 General Fund capital budgets totalling £16.375m have been re-profiled into future years, plus £0.078m of budgets that cabinet are requested to recommend to Council be removed from the five-year capital programme.

In addition, Council approved the addition to the General Fund capital programme of £0.201m to enable utilisation of the third year Shared Prosperity Fund grant from the Department of Levelling Up, Homes and Communities (DLUHC – now MHCLG) to deliver against the government's Community and Place intervention and additional funding of £0.017m received from the Department of Transport to enable the use of additional funds for Lakenham Way highway and footway upgrades project.

Table 1a – General Fund capital programme – key issues

| Summary issues | Detailed | £000 |
|--------------------------------------|---|-------|
| Towns Fund Making space at the Halls | The forecast reflects the unused contingency and will be reviewed again at quarter 3. | (184) |
| Towns Fund Hay Hill | The forecast reflects unknown charges at the beginning of the project. | 145 |

| | | |
|-----------------|--|-------------|
| Other variances | | (11) |
| Total | | (50) |

There remains a potential budget risk relating to on-going negotiations around the cost of project, but these will not be reflected within the outturn forecast until the likelihood of the risk materialising becomes clearer.

4.2. General fund strategic property remediation fund

As part of the 2024/25 general fund capital programme, a budget of £1.530m was approved for the remediation of property. In order to ensure that expenditure against individual projects is accurately monitored, technical virements have been approved by the Chief Finance Officer, to create smaller project specific budgets as shown in table 1b below.

Table 1b – Strategic property remediation fund

| | |
|---|------------------|
| Approved capital programme 2024/25 (£) | 1,530,000 |
| St Giles House edge protection | (41,819) |
| St Johns Maddermarket wall | (54,153) |
| Churchman house cupola repairs | (200,790) |
| Rose Lane MSCP edge protection | (33,256) |
| St Giles MSCP edge protection | (46,825) |
| Castle project (contribution to Bigod stairs) | (50,000) |
| Guildhall – Mansafe system | (16,563) |
| 35 St Georges – heating upgrade | (13,365) |
| Guildhall long term external repairs | (329,135) |
| St Andrews MSCP structural repair works | (192,900) |
| Balance | 551,194 |

4.3. Housing Revenue Account (HRA) – capital forecast

Table 2 sets out below that overall the HRA capital programme is projected to be underspent by £0.832m for the year. Table 2a sets out the major variations against the revised capital budget.

Table 2 – HRA – capital forecast position

| Directorate | Budget £'000s | Revised Budget £'000s | Forecast £'000s | Variance £'000s |
|-----------------------------|------------------|-----------------------------|--------------------|--------------------|
| Communities and Housing | 26,607 | 25,039 | 24,692 | (348) |
| Development & City Services | 17,100 | 5,944 | 5,459 | (484) |
| Total | 43,707 | 30,983 | 30,151 | (832) |

Unspent 2023/24 HRA capital budgets totalling £5.841m were approved to be carried forward under delegation by the chief finance officer, in consultation with the cabinet member for an open and modern council.

Subsequently, 2024/25 HRA budgets totalling £18.478m have been re-profiled into future years, plus £0.087m of HRA budgets that cabinet are requested to recommend to Council be removed from the five-year capital programme.

Cabinet are requested to recommend to Council the virements of £0.988m of HRA capital budget from the electrical upgrade budget to support the additional demand in HRA whole house improvement upgrades, and £0.400m from the HRA windows upgrades budget and £0.250m from the HRA structural upgrades budget to support additional costs of HRA re-roofing upgrades.

Table 2a – HRA capital programme – key issues

| Summary issues | Detailed | £000 |
|--|--|--------------|
| Upgrades – Solar thermal/photovoltaic | The forecast reflects PV systems being added to new roofs and renewable heating installations currently planned. This will be reviewed again at quarter 3. | (164) |
| Upgrades – Door access controls | The forecast is based on the current year's programmed works. | (140) |
| Threescore Phase 3 | The reduced forecast is due to the construction programme being brought forward in 2023/24 so less expenditure in the current year. | (489) |
| Other variances | | (39) |
| Total | | (832) |

5. Consultation

There has been no specific consultation on this report.

Implications

5.1. Financial and resources

Any decision to reduce or increase resources or alternatively increase income must be made within the context of the council's stated priorities, as set out in its Corporate Plan 2024-29 and budget.

5.2. Legal

In considering its financial and non-financial performance, the Cabinet is supporting the Council fulfil its duties under s.151 of the Local Government Act 1972 to ensure there are arrangements in place for the proper administration of its financial affairs, and under s.3 of the Local Government Act 1999 to make arrangements to secure continuous improvement in the way its functions are exercised, having regard to a combination of economy, efficiency and effectiveness.

Statutory considerations

| Consideration | Details of any implications and proposed measures to address: |
|------------------------------------|--|
| Equality and Diversity | This report does not have direct implications for equality and diversity; it reports on the financial progress made in delivering agreed services and programmes, the equality implications of which will have been considered as part of service planning or other decision-making processes. |
| Health, Social and Economic Impact | This report does not have direct health, social or economic implications; it provides an update on the financial progress made in delivering agreed services and programmes, the implications of which will have been considered elsewhere. |
| Crime and Disorder | This report does not have direct implications for crime and disorder; it provides an update on the financial progress made in delivering agreed services and programmes, the implications of which will have been considered elsewhere. |
| Children and Adults Safeguarding | This report does not have direct safeguarding implications; it provides an update on the financial progress made in delivering agreed services and programmes, the implications of which will have been considered elsewhere. |
| Environmental Impact | This report does not have direct environmental implications; it provides an update on the financial progress made in delivering agreed services and programmes, the implications of which will have been considered elsewhere. |

6. Risk management

| Risk | Consequence | Controls required |
|---|--|--|
| The council does not understand or manage its resources appropriately. Budget overspend. | A potential overspending position or failure to deliver the outcomes intended from the resources allocated. Unexpected need to draw on reserves | Management actions where an overspend is indicated. Where underspends are apparent decisions on resource re-allocation or transfers to reserves as appropriate. |

7. Other options considered

As the report is primarily for information no other options have been considered.

8. Reasons for the decision/recommendation

It is important for the Cabinet to understand the council's financial performance and to highlight corrective actions where significant variances are apparent.

Background papers: None

Appendices:

Appendix 1 – Revised Capital Programme

Appendix 2 – Revised HRA Capital Programme

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Appendix 1

Revised Capital Programme

| GF Capital Programme | 2024/25 £'000 | 2025/26 £'000 | 2026/27 £'000 | 2027/28 £'000 | 2028/29 £'000 | 5-Year Total |
|---|------------------|------------------|------------------|------------------|------------------|-----------------|
| Rside Leisure repl plant/equip | 34 | 142 | 7 | 73 | 0 | 256 |
| Riverside Leisure Centre solar panels | 895 | 0 | 0 | 0 | 0 | 895 |
| TF make space at the halls | 3,245 | 0 | 65 | 0 | 0 | 3,310 |
| Community Centre energy efficiency measures | 60 | 340 | 0 | 0 | 0 | 400 |
| BEIS Sustainable warmth grant GF | 40 | 0 | 0 | 0 | 0 | 40 |
| UK Shared Prosperity Fund | 211 | 0 | 0 | 0 | 0 | 211 |
| Empty Homes Grant | 35 | 0 | 0 | 0 | 0 | 35 |
| Disabled Facilities Grant | 1,542 | 1,500 | 1,550 | 1,600 | 1,700 | 7,892 |
| GF – Communities and Housing Total | 6,062 | 1,982 | 1,622 | 1,673 | 1,700 | 13,039 |
| IT Investment Fund | 75 | 75 | 75 | 75 | 75 | 375 |
| Mobile Handsets Refresh 2022-27 | 45 | 45 | 40 | 0 | 0 | 130 |
| IT hardware upgrade rolling programme | 200 | 200 | 200 | 200 | 200 | 1,000 |
| Wide Area Network Refresh (WAN) 2023/24 | 22 | 0 | 0 | 0 | 0 | 22 |
| ERP system – payroll | 200 | 0 | 0 | 0 | 0 | 200 |
| Revenues & Benefits Programme Improvements | 0 | 40 | 0 | 0 | 0 | 40 |
| GF – Resources Total | 542 | 360 | 315 | 275 | 275 | 1,767 |
| Park Play Equipment Refurbishment | 861 | 300 | 300 | 0 | 0 | 1,461 |
| NCS Ltd establishment costs | 1,289 | 110 | 100 | 100 | 0 | 1,599 |
| GNGB Comm Accss Imp-20 Acre Wd | 8 | 0 | 0 | 0 | 0 | 8 |
| Eaton Park pavilion | 0 | 306 | 0 | 0 | 0 | 306 |
| Parks signage | 53 | 0 | 0 | 0 | 0 | 53 |
| Park toilet refurb Wen Hei Eat | 177 | 0 | 0 | 0 | 0 | 177 |
| GNGB Football Pitch Imps | 4 | 0 | 0 | 0 | 0 | 4 |
| S106 Wensum Park Play Area | 12 | 0 | 0 | 0 | 0 | 12 |
| Parking in Parks (phase 2) | 0 | 38 | 0 | 0 | 0 | 38 |
| Neighbourhood Priorities Fund | 50 | 0 | 0 | 0 | 0 | 50 |
| Regulatory Services Digitisation Project | 680 | 0 | 0 | 0 | 0 | 680 |
| Hay Hill Public Realm TF | 616 | 0 | 0 | 0 | 0 | 616 |
| Castle Gardens | 2 | 393 | 0 | 0 | 0 | 395 |
| St Stephens Twrs Public Realm | 57 | 0 | 0 | 0 | 0 | 57 |
| Cycle Wayfinding | 37 | 0 | 0 | 0 | 0 | 37 |
| CIL Contribution Strategic | 747 | 2,067 | 792 | 823 | 1,366 | 5,795 |
| S106 Bowthorpe Clover HI Acs | 80 | 0 | 0 | 0 | 0 | 80 |
| Lakenham Way highway and footway upgrades | 20 | 175 | 0 | 0 | 0 | 195 |
| Thorpe Hamlet traffic calming scheme | 4 | 0 | 0 | 0 | 0 | 4 |
| King Street traffic enforcement cameras | 126 | 0 | 0 | 0 | 0 | 126 |
| Exacom planning obligations system | 0 | 66 | 0 | 0 | 0 | 66 |
| Riverside Walk access improvement | 53 | 112 | 0 | 0 | 0 | 165 |
| Ketts Heights repairs/habitat | 30 | 0 | 0 | 0 | 0 | 30 |

| GF Capital Programme | 2024/25 £'000 | 2025/26 £'000 | 2026/27 £'000 | 2027/28 £'000 | 2028/29 £'000 | 5-Year Total |
|---|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|-------------------------|
| GNGB Marrt'sWy/HellsdnStnGrn | 25 | 152 | 0 | 0 | 0 | 177 |
| Transforming Cities Fund Contr | 3 | 11 | 0 | 0 | 0 | 14 |
| Strategic Property Remediation Fund | 20 | 978 | 0 | 0 | 0 | 998 |
| St Giles House Edge Protection | 42 | 0 | 0 | 0 | 0 | 42 |
| Rose Lane Edge Protection | 33 | 0 | 0 | 0 | 0 | 33 |
| Castle Project (contributions Bigod Stairs) | 50 | 0 | 0 | 0 | 0 | 50 |
| Guildhall - Man safe System | 17 | 0 | 0 | 0 | 0 | 17 |
| 35 St Georges - heating upgrade | 13 | 0 | 0 | 0 | 0 | 13 |
| Guildhall Long Term External Repairs | 275 | 54 | 0 | 0 | 0 | 329 |
| St Andrews MSCP Structural Repair works | 100 | 93 | 0 | 0 | 0 | 193 |
| St Giles MSCP Edge Protection | 47 | 0 | 0 | 0 | 0 | 47 |
| Property Services IT | 202 | 0 | 0 | 0 | 0 | 202 |
| St Andrews Hall | 2,678 | 498 | 0 | 0 | 0 | 3,176 |
| District lighting replacement programme | 305 | 0 | 0 | 0 | 0 | 305 |
| TF- Digital hub | 4,037 | 0 | 0 | 0 | 0 | 4,037 |
| Churchman House Cupola repairs | 356 | 0 | 0 | 0 | 0 | 356 |
| TF Compul Purch order rev fund | 2,970 | 0 | 0 | 0 | 0 | 2,970 |
| TF - Programme management | 15 | 0 | 0 | 0 | 0 | 15 |
| City Hall switchboard commissioning | 29 | 0 | 0 | 0 | 0 | 29 |
| Earlham Cem railings replcmnt | 220 | 0 | 0 | 0 | 0 | 220 |
| Sloughbottom Park works | 50 | 8,373 | 0 | 0 | 0 | 8,423 |
| StJohn Maddrmt retaining wall | 100 | 0 | 0 | 0 | 0 | 100 |
| NCC Water Hygiene Contract | 51 | 0 | 0 | 0 | 0 | 51 |
| Development pipeline projects | 38 | 0 | 0 | 0 | 0 | 38 |
| Norwich Preservation Trust Loan | 0 | 1,000 | 0 | 0 | 0 | 1,000 |
| Lion Homes Loan Facility | 0 | 6,000 | 1,000 | 0 | 0 | 7,000 |
| GF - Development & City Services Total | 16,582 | 20,726 | 2,192 | 923 | 1,366 | 41,789 |
| GF - Total Capital Programme | 23,186 | 23,068 | 4,129 | 2,871 | 3,341 | 56,595 |

| HRA Capital Programme | 2024/25 £'000 | 2025/26 £'000 | 2026/27 £'000 | 2027/28 £'000 | 2028/29 £'000 | 5-Year Total |
|--|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|-------------------------|
| HRA upgrades - Property Services fees | 691 | 691 | 691 | 691 | 691 | 3,455 |
| HRA upgrades - Electrical | 1,700 | 2,000 | 2,000 | 2,000 | 2,000 | 9,700 |
| HRA upgrades - Whole House Improvements | 1,988 | 1,000 | 1,000 | 1,000 | 1,000 | 5,988 |
| HRA upgrades - Kitchens | 1,430 | 1,652 | 2,363 | 2,162 | 2,163 | 9,770 |
| HRA upgrades - Bathrooms | 1,586 | 1,502 | 1,403 | 1,552 | 1,553 | 7,596 |
| HRA upgrades - Heating/Boilers Communal | 650 | 1,350 | 1,000 | 1,000 | 1,000 | 5,000 |
| HRA upgrades - Heating/Boilers Domestic | 1,025 | 600 | 400 | 200 | 200 | 2,425 |
| HRA upgrades - Thermal Comfort | 251 | 200 | 200 | 200 | 200 | 1,051 |
| HRA upgrades - Solar Therml/Photovoltaic | 1,164 | 500 | 500 | 500 | 500 | 3,164 |
| HRA upgrades - Windows | 100 | 2,000 | 2,000 | 2,000 | 2,000 | 8,100 |
| HRA upgrades - Doors | 2,500 | 5,500 | 4,000 | 4,000 | 4,000 | 20,000 |
| HRA upgrades - Door Access Controls | 800 | 703 | 622 | 726 | 727 | 3,578 |
| HRA upgrades - Estate Aesthetics | 436 | 200 | 200 | 200 | 200 | 1,236 |

| HRA Capital Programme | 2024/25 £'000 | 2025/26 £'000 | 2026/27 £'000 | 2027/28 £'000 | 2028/29 £'000 | 5-Year Total |
|--|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|-------------------------|
| HRA upgrades - HRA Shops | 20 | 100 | 100 | 100 | 100 | 420 |
| HRA upgrades - Sheltered Hsg Comm Facs | 218 | 37 | 38 | 37 | 38 | 368 |
| HRA upgrades - Re-Roofing | 1,650 | 1,500 | 1,500 | 1,500 | 1,500 | 7,650 |
| HRA upgrades - Structural | 250 | 500 | 500 | 500 | 500 | 2,250 |
| HRA upgrades - Lift Upgrades | 203 | 500 | 500 | 500 | 500 | 2,203 |
| HRA upgrades - Water Hygiene Upgrades | 50 | 50 | 50 | 50 | 50 | 250 |
| HRA upgrades - Disabled Adaptations | 2,300 | 2,300 | 2,300 | 2,300 | 2,300 | 11,500 |
| HRA Upgrades - Tower Blocks | 125 | 4,125 | 5,125 | 3,125 | 3,125 | 15,625 |
| HRA upgrades - Community Alarm | 150 | 0 | 0 | 0 | 0 | 150 |
| HRA upgrades - Renewable Heating | 800 | 1,000 | 1,200 | 1,400 | 1,400 | 5,800 |
| HRA - Energy efficiency measures | 3,102 | 2,098 | 0 | 0 | 0 | 5,200 |
| HRA upgrades - Stock Condition Survey | 350 | 100 | 100 | 100 | 100 | 750 |
| HRA upgrades - Compliance Upgrades | 1,500 | 0 | 0 | 0 | 0 | 1,500 |
| HRA - Community Services Total | 25,039 | 30,208 | 27,792 | 25,843 | 25,847 | 134,729 |
| Development pipeline projects | 70 | 70 | 70 | 70 | 70 | 350 |
| New Build Opportunities | 500 | 500 | 500 | 500 | 500 | 2,500 |
| Capital Grants Housing Asscns | 2,478 | 1,000 | 1,000 | 1,000 | 1,000 | 6,478 |
| Threescore Acquisition | 1,131 | 0 | 0 | 0 | 0 | 1,131 |
| HRA CP 20/21 Mile X Depot Site | 318 | 10,722 | 12,711 | 11,071 | 6,560 | 41,382 |
| Threescore phase 3 | 1,270 | 0 | 0 | 0 | 0 | 1,270 |
| LANB Argyle Street | 177 | 3,437 | 0 | 0 | 0 | 3,614 |
| HRA - Development & City Services Total | 5,944 | 15,729 | 14,281 | 12,641 | 8,130 | 56,725 |
| HRA - Total Capital Programme | 30,983 | 45,937 | 43,073 | 38,484 | 33,977 | 191,454 |
| Total Capital Programme | 54,169 | 69,005 | 46,202 | 41,355 | 37,318 | 248,049 |

Appendix 2

Budgets proposed to be recommended to Council for removal from the GF capital programme

| Capital Project | Current Budget | Proposed Removal | Revised Budget | Comment |
|---|----------------|------------------|----------------|--|
| Wide Area Network Refresh (WAN) 2023/24 | 100 | (78) | 22 | 2023/24 budget carry forward was not required in full. |
| Total | 100 | (78) | 22 | |

Budgets proposed to be recommended to Council for removal from the HRA capital programme

| Capital Project | Current Budget | Proposed Removal | Revised Budget | Comment |
|-------------------------------|----------------|------------------|----------------|---|
| Development pipeline projects | 157 | (87) | 70 | 2023/24 budget carry forward is now not required. |
| Total | 157 | (87) | 70 | |

Virements

Approval is sought for the following proposed virement within the HRA capital programme:

| Capital Project | Current Budget | Proposed Virement | Revised Budget | Comment |
|---|----------------|-------------------|----------------|---|
| HRA upgrades – Electrical | 2,688 | (988) | 1,700 | Surplus funding in electrical budget to be utilised to satisfy increased demand for whole house improvements. |
| HRA upgrades - Whole House Improvements | 1,000 | 988 | 1,988 | |
| HRA upgrades - Windows | 500 | (400) | 100 | Additional costs of roof upgrade works to be funded from surplus window and structural upgrade budgets. |
| HRA upgrades - Re-Roofing | 1,000 | 650 | 1,650 | |
| HRA upgrades - Structural | 500 | (250) | 250 | |
| Total | 7,600 | (1,348) | 4,952 | |