

ISLE OF ANGLESEY COUNTY COUNCIL	
Report to:	EXECUTIVE
Date:	29 NOVEMBER 2022
Subject:	BUDGET MONITORING REPORT SECOND QUARTER 2022/23 - CAPITAL
Portfolio Holder(s):	COUNCILLOR ROBIN WYN WILLIAMS – PORTFFOLIO HOLDER FINANCE, CORPORATE BUSINESS & CUSTOMER EXPERIENCE
Head of Service / Director:	MARC JONES - DIRECTOR OF FUNCTION (RESOURCES) & SECTION 151 OFFICER (EXT. 2601)
Report Author: E-mail:	JEMMA ROBINSON JemmaRobinson@ynysmon.llyw.cymru
Local Members:	n/a
A –Recommendation/s and reason/s	
It is recommended that the Executive :- <ul style="list-style-type: none"> Note the progress of expenditure and receipts against the capital budget 2022/23 at quarter 2. Approves the increase in budget for Melin Llynnon as per section 4.2. 	
B – What other options did you consider and why did you reject them and/or opt for this option?	
n/a	
C – Why is this a decision for the Executive?	
<ul style="list-style-type: none"> This report sets out the financial performance of the Capital budget for the second quarter of the financial year. Budget monitoring is a designated Executive function. 	
CH – Is this decision consistent with policy approved by the full Council?	
Yes	
D – Is this decision within the budget approved by the Council?	
Setting of the annual Capital Budget.	
DD – Who did you consult? What did they say?	
1	Chief Executive / Senior Leadership Team (SLT) (mandatory) Report has been reviewed by the Senior Leadership Team and comments incorporated into the final report.
2	Finance / Section 151(mandatory) n/a – this is the Section 151 Officer’s report.
3	Legal / Monitoring Officer (mandatory) The Monitoring Officer is part of the Senior Leadership Team and comments made have been considered.
4	Human Resources (HR)
5	Property
6	Information Communication Technology (ICT)
7	Procurement
8	Scrutiny
9	Local Members

E – Impact on our Future Generations(if relevant)		
1	How does this decision impact on our long term needs as an Island	The capital budget funds investments in assets and infrastructure which are required to allow the Council to meet the long term objectives, which are set out in its Corporate Plan and Capital Strategy.
2	Is this a decision which it is envisaged will prevent future costs / dependencies on the Authority. If so, how:-	Some of the individual investments, e.g. flood prevention work, will prevent future costs, whilst others, e.g. ICF projects, will reduce the dependency on the Council to provide more expensive services.
3	Have we been working collaboratively with other organisations to come to this decision, if so, please advise whom:	Funding of the projects has been agreed and planned with other organisations, notably Welsh Government.
4	Have Anglesey citizens played a part in drafting this way forward? Please explain how:-	The Council's Corporate Plan and Capital Programme 2022/23 have been subject to a consultation process with Anglesey citizens.
5	Outline what impact does this decision have on the Equalities agenda and the Welsh language	Some of the projects funded by the capital programme do impact on the equalities agenda, e.g. disabled access in schools, disabled facilities grants. No impact on the Welsh language agenda.
F - Appendices:		
Appendix A - Capital Budget Monitoring Report – Quarter 2 2022/23 Appendix B - Summary of the Capital Projects' Expenditure to date against the Capital Budget and the Projected Expenditure at Year-End Appendix C - Changes to budgets / additional schemes added since budget setting		
FF - Background papers (please contact the author of the Report for any further information):		
<ul style="list-style-type: none"> • 2022/23 Capital Budget, as approved by the full Council on 10 March 2022; • 2022/23 Treasury Management Strategy Statement, approved by the full Council on 10 March 2022; • 2021/22 Capital Outturn Report, presented to this Committee on 28 June 2022; and • 2022/23 Capital Budget Monitoring Quarter 1, presented to this Committee on 27 September 2022. 		

1. INTRODUCTION

- 1.1 This is the Capital Budget monitoring report for the second quarter of the financial year, and allows Members to note the progress of Capital Expenditure and Capital Receipts against the Capital Budget.
- 1.2 In March 2022, the Council approved a Capital Programme for non-housing services of £17.177m for 2022/23, and a Capital Programme of £18.784m for the Housing Revenue Account (HRA). In addition, in June 2022, the Executive approved Capital Slippage of £11.242m to be brought forward from 2021/22, bringing the Capital Programme for non-housing services to £28.419m, and £18.784m for the HRA. Since the budget setting process, there have been additional schemes added onto the programme, most of which are grant funded, which amounted to £8.272m, along with the HRA budget being reduced by £3.750m. This brings the total Capital budget for 2022/23 to £51.725m. This is illustrated in the table below:-

Funded By:	Original 22/23 budget as approved by Full Council £'000	Slippage as approved in Q4 21/22 outturn £'000	HRA reduction £'000	Additional schemes since budget setting £'000	TOTAL £'000
Grant	7,662	4,426		7,165	19,253
Supported Borrowing	3,325	3,816		(73)	7,068
Unsupported Borrowing	11,399	200	(3,750)	(1,107)	6,742
Revenue Contribution	10,099			266	10,365
Capital Receipts	600	251		257	1,108
Reserves	2,876	2,472		1,764	7,112
Loan		77			77
TOTAL	35,961	11,242	(3,750)	8,272	51,725

Please refer to Appendix C for details of changes to budgets / additional schemes added since the budget setting process.

2. PROGRESS ON EXPENDITURE 2022/23

- 2.1 Below is a summary table of the Capital expenditure to 30 September 2022, the profiled budget to 30 September 2022 and the proposed funding of the Capital Programme for 2022/23:-

Service	Annual Budget £'000	Profiled Budget £'000	Actual Expenditure £'000	Committed Expenditure £'000	Total Expenditure £'000	Profiled Budget Spend %	Annual Budget Spent %
Housing General Fund	1,497	191	203	0	203	106	14
Housing HRA	15,034	4,013	3,650	365	4,015	100	27
Lifelong Learning	15,715	5,997	5,621	502	6,123	102	39
Economic and Regeneration	6,427	2,898	2,510	667	3,177	110	49
Highways	7,473	2,921	2,739	217	2,956	101	40
Waste Management	451	51	54	0	54	106	12
Property	1,731	240	198	1	199	83	11
Transformation	711	426	414	21	435	102	61
Planning	1,050	200	48	143	191	96	18
Adult Services	1,636	116	94	18	112	97	7
Total	51,725	17,053	15,531	1,934	17,465	102	34
Funded By:							
Capital Grant	19,253						
Capital Receipts	1,108						
Supported Borrowing	7,068						
Unsupported Borrowing	6,742						
Revenue Contribution	10,365						
Reserves	7,112						
Loan	77						
Total Funding	51,725						

- 2.2** The profiled budget spent to the end of the first quarter for the general fund is 103%, however, only 37% of the annual budget has been spent to date. The reason for this is that a number of the capital schemes are weighted towards the latter part of the financial year. Some capital schemes are underway, with the majority of the profiled budget for quarter 2 being spent, schemes such as the Canolfan Addysg y Bont roofing works, capital works to Education buildings, the Sustainable Communities for Learning programme, Penrhos Phase 2 and the Llangefni Gateway schemes. Some capital schemes have yet to commence, or the majority of their budget is profiled in the next quarter or towards the latter part of the financial year, such as the Disabled Facilities Grant, Free School Meals grant, the Môn Coastal Gateway scheme and the Melin Llynonn scheme. These schemes and their profiles can be seen in Appendix B. There are a number of Capital Grants schemes in 2022/23 and an update on these is provided in Section 3.1 of this report.
- 2.3** The HRA has spent 100% of its profiled budget and 27% of the annual budget. It is currently estimated that the budget will not be spent in its entirety come the end of the financial year. For further information on the HRA capital expenditure and projected spend, please refer to the HRA quarter 2 budget monitoring report, presented to this Committee on 29 November 2022.

3. FUNDING

3.1 Capital Grants

3.1.1 There are a number of Capital Grant schemes in the Capital Programme for 2022/23, most of which are underway and progressing, with a brief update on the schemes provided below:-

- **Sustainable Communities for Learning** - the new Ysgol Corn Hir is progressing well on site, with Phase 1 and 2 Structures and Roof complete. Internal finishes and installation of fixed furniture, toilet fittings and M&E second fix progressing well. Rear play yard and MUGA games area have been finished with tarmac. External landscaping works are progressing. New Foundation Phase Unit at Ysgol y Graig – land purchase has been completed. Project has commenced on site with the creation of the construction site access and the commencement of the site strip for the archaeology investigations.
- **Holyhead Townscape Transformation (Phase II Townscape Heritage Initiative (THI))** – Levelling Up Fund related development work continues apace in anticipation of a final decision by UK Government by December 2022. Tender documents for the viewing platform to the north east tower at the Caer Gybi Roman Fort and the extension, remodelling and retrofit of the Swift Square Public Conveniences were issued as anticipated in August, and a successful contractor appointed in September, with works to commence in October and be completed by March 2023.
- **The Holy Island Landscape Partnership** – the Landscape Partnership has secured funding from the National Lottery Heritage Fund (NLHF) to deliver a range of projects which focus on the natural environment of Holy Island. Progress on projects which are jointly funded through the ERDF include:-
 - Conserving our Heritage – measured surveys of all structures within the project have been undertaken and two tender submissions for Tŵr Elin, Ffynnon y Wrach and the South Stack Lookout have been received. All works expected to be completed by December.

- **Hwb In-Schools Infrastructure Grant Scheme** – with all installation activities for Waves 1-4 complete, this year's activity will focus on the procurement and installation of interactive whiteboards. An order for 193 screens has been placed and will be distributed amongst schools according to a survey of the state of their existing audio-visual provision. The condition survey has now been completed and, once received, the report will be used as the basis for allocating screens. Some school leaders have questioned the requirement that the school must fund the installation through its own budget but, given the significant contribution made by the grant, the consensus is that this is a worthwhile investment.
- **Tourism Gateway** – the Breakwater Country Park visitor centre: the main contractor has been appointed and works commenced on site early July. Completion of the work on the new visitor centre is now expected in December 2022. The interpretation will then be installed, with all works expected to be completed by mid January 2023. Works on the toilets and kiosks have now been completed. Deliverability by the deadline is currently expected and will be constantly reviewed, and any changes will be reported to Visit Wales.
- **Penrhos Phase 2 project** - the aim of this scheme is to construct seven new business units on the Penrhos Industrial Estate. Works are currently ongoing. Steel frame, cladding and installation of Photovoltaic (PV) panels have been undertaken. Glazing to be installed imminently, with mechanical and electrical works to commence shortly. Expectation that these units will be available in spring 2023.
- **Penrhos Phase 3 project** – £3.1m funding secured from ERDF. The intention is to construct 6 business units on final parcel of land in Council ownership. The procurement process will commence in October 2022, with intention that units will be ready late summer 2023.
- **Llangefni Gateway Project** - the Llangefni Gateway Site (Tregarnedd Industrial Park) is an area in Llangefni which will eventually have 7 plots developed.
 - **Gateway Units (ERDF)** – works have now been completed on the units and have been handed over to Property. Marketing of the units to be undertaken during quarter 3 with the anticipation of occupation by tenants by end of 2022.
 - **Gateway Joint Venture** – the aim of the Gateway Joint Venture is to undertake enabling works on the remaining plots of the Tregarnedd Business Park (Gateway Site). Archaeological and ecological works have been completed and further issues arising. Number of plots to be available to sell will be 3, rather than 6, due to archaeological constraints. Final preparatory works underway to enable final plots to be ready for marketing.
- **Holyhead and Amlwch Drainage schemes** - these studies are currently ongoing. In Holyhead, the hydraulic modelling is complete and the long list of options are being considered. In Amlwch, the river surveys have been completed. Both these studies continued in quarter 2, and will continue throughout this financial year.
- **Small Scale Grants Work** - 11 construction schemes and 4 scheme designs have been approved for 2022/23. However, two of these schemes have now been removed from the programme, one proved subsequently not to be required due to changes by the landowner (Pant Lodge). The other scheme removed, following further investigation, had proven to be too complex to be completed within this financial year. It will be resubmitted for consideration next financial year (Home Farm). Four schemes have now been completed, with the remaining being programmed for completion by year end.

- **Red Wharf Bay** - following the failure of this scheme to get approval (due to the excessive cost estimates), the Full Business Case has now been completed and Welsh Government have officially confirmed that this scheme will not progress.
- **Llanfair PG, Menai Bridge and Valley Full Business Case (FBC) and Valley Construction** - work on Llanfair PG business case has stalled, among issues with the consultant's contract and legal advice is being sought. The Valley construction scheme is now complete. Further site investigations and drainage surveys have been completed on the Menai Bridge scheme. Following the completion of the surveys, the hydraulic modelling is now ongoing.
- **Mill Lane - Structure & Natural Flood Management (NFM)** – the innovative mechanical self-cleansing grillage (currently the only one in Wales) has been commissioned. The machine's operation continues to be closely monitored to assess its performance and effectiveness, with some early learning already having taken place. Some adaptations, including the installation of CCTV monitoring, are now assisting with the assessment of the performance of the scheme. The negotiations are still continuing with the landowner on the NFM aspect, albeit slowly. It may be that only the design element will be completed within this financial year, with the construction element resubmitted for next financial year.
- **Dwyran Ordinary Watercourse Natural Flood Management (NFM)** – the snagging issues have been dealt with and the telemetry to allow monitoring of the effectiveness is now in place.
- **Active Travel** - £0.538m of Welsh Government (WG) Grant has been secured to promote and increase levels of active travel, improve health & well-being, reduce carbon emissions and improve active travel for employment, education and key services, destinations and public transport. £0.500m is for core works covering a number of scheme proposals, and £0.038m has been awarded for Llanfairpwll & Menai Bridge (main artery improvements). Progress in Quarter 2 includes:-
 - The Isle of Anglesey County Council (IoACC) Active Travel Network Map (ATNM) was approved by WG in August 2022 (part of the first tranche of Local Authorities to secure approval on the revised map);
 - Pre-Scheme Development Activities are progressing at Lôn Graig / Refail Llanfairpwll, Benllech and for the corridor between Pont Marquis-Newborough;
 - Site Visits and initial drafting of designs for the Minor Works (critical fail routes in Llangefni and Amlwch and formal crossing at Valley);
 - WeITAG Stage 1 completed with other WG funding for the section at Llanfairpwll & Menai Bridge which will enable activities to be incurred as part of the £0.038m funding;
 - Monitoring and Evaluation activities include: drafting of IoACC Active Travel logo, procurement of user counters, audit training, secured consultation licence for 12 months and updating corporate webpages.
- **Resilient Roads Fund** – the Council has been successful in obtaining funding under this grant to undertake a Stage 3 Welsh Transport Appraisal Guidance (WeITAG) study into what resilience measures could be implemented on the B5109 road to Beaumaris. This road has a history of closures in times of adverse weather, and increased storminess associated with climate change will only worsen the situation. During quarter 2, the Council undertook a competitive tender process for the undertaking of the WeITAG stage 3 report. Atkins Ltd have been appointed as the Consultant, with the commission commencing in quarter 3, with a view of completing before the end of the financial year. Full budget expenditure is currently envisaged.

- **Ultra Low Emission Vehicle Transformation Fund** – agreement was secured with Welsh Government to increase budget allocation and time-extension until July 2022. Project is now completed – all charging points installed and were commissioned in July 2022.
- **Local Transport Fund** – infrastructure enhancements - £0.750m was awarded in 2021/22 to facilitate Infrastructure Enhancements on Anglesey to support bus network delivery work (North Wales Metro) on behalf of Transport for Wales. Time extension has been secured and agreement obtained from Welsh Government to claim the grant in full. In quarter 2, factory acceptance test completed on all products (in addition to vesting certificates received in quarter 1), civil works for the e-ink solar sites have been completed, awaiting revised programme for the remaining civil installation works and the software contents for the Totems are being developed.
- **Local Transport Fund** - £630k has been awarded for 2022/23 in relation to bus infrastructure enhancements which relate to re-developing the bus stop environment at key bus interchange sites (i.e. new bus shelters / introducing public realm improvements etc.). During quarter 2, all design works have been completed and are in the process of obtaining approvals from the relevant Town Councils. Designs issued to main contractor to price the capital works and to agree work programme.
- **Low Carbon Heat Grants** – the Council has been awarded Welsh Government funding in relation to Public Sector Low Carbon grants (for Moelfre Primary School (£0.091m) and the Council Offices (£1.033m)) in order to support in the delivering of supplying and installing heat pumps. 90% expenditure was achieved on both grant awards, and agreement from WG was obtained to carry forward the remainder of the grant award to financial year 2022/23 for completion in quarter 2 2022/23. Works in Moelfre Primary School are now complete. Planning permission has only recently been granted for the works to continue in the Council Offices. The contractors are due to return to site, with completion now estimated in quarter 3.
- **Amlwch 3G pitch** - £0.075m grant funding has been secured towards the delivery of the Amlwch 3G pitch, with the remainder of the budget being funded from the leisure improvements capital reserve. The project is now complete.
- **Môn Coastal Gateway** – works in quarter 2 included surveys and research work on certain aspects, looking at what will be possible on the four different sites, ensuring the situation of access to electricity and to the main drains etc. has been going on over the summer months. The work has gone out to tender and tenders are expected to come back early November 2022. The full budget is expected to be spent this financial year, in line with the grant conditions.
- **Community Focused Schools (CFS) grant** - £0.476m of grant funding has been awarded by Welsh Government (WG) to support small and medium scale practical projects to open schools outside the traditional hours, specifically to safely adapt and effectively open schools outside traditional hours, to enable community use of the existing facilities. There has been no expenditure to date on the scheme, however, the service has been engaging with schools to gather their ideas about the use of the grant funding. The challenge the service is facing is being able to deliver the completed work by year end, as per the grant conditions. This is due to capacity to deliver, exacerbated by recent staffing changes. The service is confident they can commit the funding in full by year end, and have written to WG to request flexibility on completing the works by year end. WG's response is yet to be received.

- **Additional Learning Needs (ALN) grant** - £0.476m of grant funding has been awarded by Welsh Government (WG) to support learners with ALN. The aim of the grant is to optimise pre-16 learning environments for those with ALN and increase accessibility to promote inclusive practice, support learning and pupil wellbeing. This will support the implementation of the ALN and Education Tribunal Act Wales 2018 and Curriculum for Wales. There has been no expenditure to date on the scheme, and the challenge the service is facing is being able to deliver the completed work by year end, as per the grant conditions. This is due to capacity to deliver, exacerbated by recent staffing changes. Furthermore, there are significant lead in times and also the nature of the works means that they must be completed during the school holidays where there are no pupils on school site, leaving very limited opportunity. The service is confident they can commit the funding by year end, and have written to WG to request flexibility on completing the works by year end. WG's response is yet to be received.

3.2 Capital Receipts

3.2.1 The Capital Receipts for this year to date and the budgeted Capital Receipts are:-

	Budget 2022/23 £'000	Received to 30-Sep-22 £'000	Projection to 31-Mar-23 £'000
Council Fund:			
Smallholdings	0	0	0
General	0	60	60
Industrial	0	0	0
Schools	672	146	714
Total	672	206	774

3.2.2 The projected Capital Receipts at 31 March 2023 is £0.774m, with £0.206m being received at 30 September 2022 (27%).

3.2.3 Although the projected Capital Receipts is £0.774m, there is £3.155m of Capital Receipts available to fund the Capital Programme as £2.381m of Capital Receipts were brought forward from 2021/22 in the Capital Receipt Reserve. Not all of this figure will be available to fund the general fund capital programme, as there will be funding earmarked to fund the Sustainable Communities for Learning programme, as part of the Isle of Anglesey County Council's match funding, as well as Leisure earmarked reserve to fund leisure improvements.

4. PROJECTED ACTUAL EXPENDITURE 2022/23

4.1 Below is a table with projected Expenditure at 31 March 2023 and the revised funding:-

Service	Annual Budget £'000	Projected Expenditure £'000	Projected (Under) / Over Expenditure £'000	Variance %
Housing General Fund	1,497	1,037	(460)	(31)
Housing HRA	15,034	12,085	(2,949)	(20)
Lifelong Learning	15,715	15,715	0	0
Economic and Regeneration	6,427	6,114	(313)	(5)
Highways	7,473	6,363	(1,110)	(15)
Waste Management	451	171	(280)	(62)
Property	1,731	1,353	(378)	(22)
Transformation	711	629	(82)	(12)
Planning	1,050	1,050	0	0
Adult Services	1,636	1,636	0	0
Total	51,725	46,153	(5,572)	(11)
Funded By:	Annual Budget £'000	Projected Funding £'000	Variance £'000	Variance %
Capital Grant	19,253	18,331	(922)	(5)
Capital Receipts	1,108	830	(278)	(25)
Supported Borrowing	7,068	6,240	(828)	(12)
Unsupported Borrowing	6,742	6,742	0	0
Revenue Contribution	10,365	7,602	(2,763)	(27)
Reserves	7,112	6,331	(781)	(11)
Loan	77	77	0	0
Total Funding	51,725	46,153	(5,572)	(11)

4.2 As can be seen from Table 4.1 (above), the forecast underspend on the Capital Programme for 2022/23 is £5.572m, with this being potential slippage into the 2023/24 Capital Programme. The funding for this slippage will also slip into 2023/24 and will be factored in when producing the Treasury Management Strategy Statement, Capital Strategy and Capital Programme for 2023/24.

The main contributor to the forecast underspend is within HRA, where there is a forecast to have quite a significant underspend, as explained in the HRA quarter 2 budget monitoring report.

The significant underspend forecast in the general fund capital programme is summarised below:-

Economic & Regeneration

The Maritime Infrastructure and Visitor Infrastructure schemes are going to slip into the next financial year. Regarding the Maritime Infrastructure scheme - the work in Amlwch is being prioritised and, while background work has begun and consultants have been appointed, the full budget is still required and the majority of the work will take place next financial year. There has been no expenditure to date on the Visitor Infrastructure scheme, with some expenditure anticipated in quarter 3 and 4, however, with discussions underway with the Highways department regarding the works required, the scheme will not be completed this financial year and the slippage is already anticipated.

Waste Management

The budget for the Recycling Equipment will not be spent in its entirety and an underspend is now anticipated. This is due to the lead times of certain plant / machinery which, following procurement enquiries, will not be delivered before year end. The budget is committed in full and will require slippage into the next financial year.

Property

The Upgrade of Public Conveniences scheme budget will not be spent in full, and it is estimated at this stage that only £40k will be spent this financial year. The service is in the process of developing a toilet improvement plan which will give a better idea of the capital requirements in the next financial years. It is also envisaged that further grant funding for capital works to public conveniences may be forthcoming in the next financial year, and part of this budget could again be used as match funding if the opportunity arises.

Education buildings – disabled access

At the end of quarter 1, there was an underspend forecast for disabled adaptations in education buildings. This budget is now expected to be spent in full as part of wider works happening with additional grant funding from Welsh Government (ALN Grant as described in section 3.1.1 above).

Highways schemes

The underspend forecast in the Highways schemes are in relation to various flood schemes, mainly due to projects straddling two financial years and some overlapping into financial year 2023/24 for completion.

Funding will also slip into the next financial year, as described above, and no funding will be lost.

Melin Llynnon – increased costs

The project was tendered through SelltoWales. The tender price received was higher than had been anticipated when the budget was set and, as such, an increase in budget of £82k is requested. The increase in budget is expected to be funded through grant funding, however, at the time of writing this report, the confirmation has not been received (although the service is confident it will be approved). In the event of the grant not being approved, the increase in budget will be funded through unsupported borrowing, with the rental income being sufficient to cover the repayments.

- 4.3** The Capital Finance Requirement forecasted at 31 March 2023 is £146.854m, which is the underlying need for the Authority to borrow to be able to fund its Capital Programme. The external borrowing currently stands at £124.155m, meaning the Authority essentially needs to borrow £22.699m to fund the current Capital Programme. If this borrowing is undertaken externally, the Authority will still be within its authorised borrowing limits, as per the 2022/23 Treasury Management Strategy Statement (Appendix 11).

5. FUTURE YEARS

- 5.1** The Capital Strategy recommended that the 2022/23 Capital Programme funding will be limited to the total of the general capital grant and supported borrowing (as determined by Welsh Government) and estimated value of any capital receipts that will be received. It is expected that the 2023/24 Capital Programme will follow the same principles, with the General Capital Grant and Supported Borrowing used to fund the annual replacement of Vehicles, Investment in ICT, refurbishing existing assets and an annual allocation to meet the cost of statutory Disabled Facilities Grants. There will also be funding available for the resurfacing of roads and capital projects that attract external grants, and these will be evaluated on a case by case basis.

Once the above projects have been funded, any surplus funding available will be used to fund new capital schemes, with priority given to projects which contribute to the Council's objectives, as set out in the 2022 – 2027 draft corporate plan, and any schemes which can generate future revenue savings or generate additional income.

6. CONCLUSION

6.1 The results at the end of quarter 2, and the associated projected expenditure, shows that the majority of projects are on target to be completed within budget. The Melin Llynnon scheme foresees increased costs at this stage and, as such, has requested approval of additional funding to enable the full scheme to be completed. The Council has secured many different external grants and work is progressing well, or expected to, on most of these schemes. The Council is also expecting to receive £0.774m of Capital Receipts in 2022/23 to contribute towards the funding of the Capital Programme.

APPENDIX B

Summary of the Capital Projects' Expenditure to date against the Capital Budget and the Projected Expenditure at Year-End

Service	Annual Budget (£)	Profiled Budget (£)	Actual Expenditure (£)	Committed Expenditure (£)	Total Expenditure (£)	Variance to profile (£)	Profiled Budget Spent (%)	Annual Budget Spent (%)	Projected Expenditure (£)	Projected Under / Over (£)	Variance (%)
Housing General Fund											
Disabled Facilities Grants	845,226	60,000	55,427	0	55,427	(4,573)	92	7	845,226	0	0
Residential Site for Gypsies and Travellers	490,841	31,217	31,217	0	31,217	(0)	100	6	31,217	(459,624)	(94)
Compulsory Purchase Scheme	130,000	100,000	116,325	0	116,325	16,325	116	89	130,000	0	0
Affordable Housing	30,650	0	0	0	0	0	0	0	30,650	0	0
TOTAL	1,496,717	191,217	202,970	0	202,970	11,753	106	14	1,037,093	(459,624)	(31)
Housing HRA											
Central Heating Contract	800,000	549,387	441,477	0	441,477	(107,910)	80	55	800,000	0	0
Housing Maintenance Unit Vehicles	27,383	27,383	27,383	0	27,383	0	100	100	27,383	0	0
Planned Maintenance Contract	3,955,000	612,474	493,623	154,581	648,204	35,730	106	16	2,500,000	(1,455,000)	(37)
Energy Performance Improvement	1,000,000	62,178	52,178	0	52,178	(10,000)	84	5	250,000	(750,000)	(75)
Environmental Works	870,667	62,676	80,304	390	80,694	18,018	129	9	500,000	(370,667)	(43)
Acquisition of Existing Properties and Development of new properties	5,479,000	2,100,000	2,063,585	66,383	2,129,968	29,968	101	39	6,006,131	527,131	10
Public Sector Adaptations	400,000	143,050	83,362	117,392	200,754	57,704	140	50	400,000	0	0
Fire Risk	600,000	7,737	3,090	26,255	29,345	21,608	379	5	600,000	0	0
Contaminated Land	1,950	1,925	975	0	975	(950)	51	50	1,950	0	0
WHQS	1,900,000	446,548	403,896	0	403,896	(42,652)	90	21	1,000,000	(900,000)	(47)
TOTAL	15,034,000	4,013,358	3,649,873	365,001	4,014,874	1,516	100	27	12,085,464	(2,948,536)	(20)
Lifelong Learning											
Disabled Access in Education Buildings	144,512	0	0	0	0	(0)	0	0	144,512	0	0
Refurbish Education Buildings	2,847,218	1,300,000	1,353,102	61,057	1,414,159	114,159	109	50	2,847,218	0	0
School Safety	136,792	10,000	8,643	0	8,643	(1,357)	86	6	136,792	0	0
Canolfan Addysg y Bont - Roof	2,490,852	1,300,000	1,295,498	2,636	1,298,134	(1,866)	100	52	2,490,852	0	0
Canolfan Addysg y Bont - Classroom	90,000	90,000	0	90,000	90,000	0	100	100	90,000	0	0
Resurfacing Play Area	18,756	5,000	5,310	0	5,310	310	106	28	18,756	0	0
Flying Start Capital Grant	50,000	2,000	1,886	525	2,411	411	121	5	50,000	0	0
Free School Meals Grant	1,379,380	185,000	182,418	0	182,418	(2,582)	99	13	1,379,380	0	0
External Canopies	371,000	200,000	44,375	173,875	218,250	18,250	109	59	371,000	0	0
Community Focused Schools Grant	475,530	0	0	0	0	(0)	0	0	475,530	0	0
Additional Learning Needs Grant	475,530	0	0	0	0	(0)	0	0	475,530	0	0
Increasing Capacity for Childcare Grant (PM costs and grant scheme)	42,907	25,000	25,145	225	25,370	370	101	59	42,907	0	0
Completion of Band A Programme	4,973,892	2,600,000	2,443,349	158,826	2,602,175	2,175	100	52	4,973,892	0	0
Commencement of Band B Programme	2,218,342	280,000	261,537	15,142	276,679	(3,322)	99	12	2,218,342	0	0
TOTAL	15,714,711	5,997,000	5,621,263	502,286	6,123,548	126,548	102	39	15,714,711	0	0

APPENDIX B

Service	Annual Budget (£)	Profiled Budget (£)	Actual Expenditure (£)	Committed Expenditure (£)	Total Expenditure (£)	Variance to profile (£)	Profiled Budget Spent (%)	Annual Budget Spent (%)	Projected Expenditure (£)	Projected Under / Over (£)	Variance (%)
Economic and Regeneration											
Leisure Improvements	125,612	0	0	0	0	(0)	0	0	125,612	0	0
Amlwch Fitness Suite	13,845	7,500	7,506	0	7,506	6	100	54	13,845	0	0
David Hughes Fitness Suite	118,000	118,000	99,991	19,644	119,635	1,635	101	101	121,000	3,000	3
Amlwch 3G Pitch	138,110	138,110	117,443	20,667	138,110	0	100	100	138,110	0	0
Tourism Gateway	50,000	15,000	0	18,439	18,439	3,439	123	37	50,000	0	0
Breakwater Park	525,000	100,000	60,479	75,601	136,080	36,080	136	26	525,000	0	0
Penrhos Phase 2	2,279,410	1,000,000	934,472	235,246	1,169,718	169,718	117	51	2,279,410	0	0
Penrhos Phase 3	600,000	300,000	134,080	154,800	288,880	(11,120)	96	48	600,000	0	0
Economic Development & Environmental Wellbeing	109,600	0	0	0	0	(0)	0	0	109,600	0	0
Porth Wrach Slipway – Enforcement Cameras	30,000	0	0	0	0	(0)	0	0	30,000	0	0
Newry Community Centre	200,000	120,000	88,068	37,790	125,858	5,858	105	63	200,000	0	0
Gateway Units (ERDF)	1,067,908	1,000,000	1,013,681	22,818	1,036,499	36,499	104	97	1,067,908	0	0
Gateway Site JV	261,069	60,000	38,561	23,875	62,436	2,436	104	24	261,069	0	0
Maritime Infrastructure	200,000	20,000	0	51,455	51,455	31,455	257	26	20,000	(180,000)	(90)
Visitor Infrastructure	200,000	0	0	0	0	(0)	0	0	60,000	(140,000)	(70)
Melin Llynnon	185,000	10,000	5,975	6,175	12,150	2,150	0	7	185,000	0	0
Transforming Towns Covid Grant	10,064	0	0	0	0	(0)	0	0	10,064	0	0
Môn Coastal Gateway	310,000	2,000	1,450	460	1,910	(90)	96	1	310,000	0	0
Amlwch Port Grant	3,836	7,850	7,850	0	7,850	0	100	205	7,850	4,014	105
TOTAL	6,427,454	2,898,461	2,509,556	666,970	3,176,526	278,066	110	49	6,114,468	(312,986)	(5)
Highways											
Upgrade Pay and Display Machines in Car Parks	4,533	5,500	0	5,469	5,469	(32)	99	121	5,500	967	21
Vehicles	573,745	145,000	7,938	135,979	143,917	(1,083)	99	25	573,745	0	0
Highways Resurfacing	2,000,000	1,200,000	1,210,826	0	1,210,826	10,826	101	61	2,000,000	0	0
Llansadwrn Flood Alleviation	32,291	0	0	0	0	(0)	0	0	0	(32,291)	(100)
Holyhead & Amlwch Drainage Studies	65,420	15,000	13,678	0	13,678	(1,322)	91	21	65,420	0	0
Red Wharf Bay Flood Scheme	23,933	1,000	1,295	0	1,295	295	130	5	10,000	(13,933)	(58)
Llanfair Flood Scheme	397,649	250	256	0	256	6	103	0	15,000	(382,649)	(96)
FBC Menai Flood Scheme	167,271	30,000	30,627	0	30,627	627	102	18	53,000	(114,271)	(68)
FBC Valley Flood Scheme	41,349	10,000	11,200	0	11,200	1,200	112	27	15,000	(26,349)	(64)
Valley Construction	472,841	400,000	376,016	13,476	389,492	(10,508)	97	82	472,841	0	0
Flood Relief Schemes (Match Funding)	135,800	0	0	0	0	(0)	0	0	0	(135,800)	(100)
Traeth Coch (Match Funding)	235,000	0	0	0	0	(0)	0	0	0	(235,000)	(100)
Mill Lane Structure	42,258	30,000	29,065	0	29,065	(935)	97	69	42,258	0	0
Dwyran Ordinary Watercourse NFM	21,528	11,000	11,786	0	11,786	786	107	55	21,528	0	0
Mill Lane - NFM	241,640	0	0	0	0	(0)	0	0	70,000	(171,640)	(71)
Invest to Save - Vehicles	5,068	0	0	0	0	(0)	0	0	5,068	0	0
Small scale grants work	539,288	70,000	66,949	0	66,949	(3,051)	96	12	539,288	0	0
Active Travel	537,500	100,000	91,092	10,250	101,342	1,342	101	19	537,500	0	0
Resilient Roads Fund	230,000	10,000	15,729	0	15,729	5,729	157	7	230,000	0	0
Local Transport Fund - Infrastructure enhancements	672,878	672,878	672,878	0	672,878	0	100	100	672,878	0	0
Local Transport Fund - Bus Infrastructure enhancements	630,000	10,000	8,927	0	8,927	(1,073)	89	1	630,000	0	0
Vehicle Transformation Fund - Electric Vehicle Charge Points	127,797	110,000	128,010	0	128,010	18,010	116	100	128,010	213	0
Electric Vehicle Charging Infrastructure	275,527	100,000	62,674	52,229	114,903	14,903	115	42	275,527	0	0
TOTAL	7,473,315	2,920,629	2,738,946	217,403	2,956,349	35,720	101	40	6,362,562	(1,110,753)	(15)
Waste Management											
Roller Packer	28,750	28,750	28,750	0	28,750	0	100	100	28,750	0	0
Circular Economy Funding (265)	5,836	2,400	2,400	0	2,400	0	100	41	5,836	0	0
IVC Works	36,620	20,000	23,025	0	23,025	3,025	115	63	36,620	0	0
Recycling Equipment	380,000	0	0	0	0	(0)	0	0	100,000	(280,000)	(74)
TOTAL	451,206	51,150	54,175	0	54,175	3,025	106	12	171,206	(280,000)	(62)

APPENDIX B

Service	Annual Budget (£)	Profiled Budget (£)	Actual Expenditure (£)	Committed Expenditure (£)	Total Expenditure (£)	Variance to profile (£)	Profiled Budget Spent (%)	Annual Budget Spent (%)	Projected Expenditure (£)	Projected Under / Over (£)	Variance (%)
Property											
Refurbish Existing Assets	1,022,297	200,000	161,746	0	161,746	(38,254)	81	16	1,022,297	0	0
Invest To Save Property	77,068	0	0	0	0	(0)	0	0	77,068	0	0
Low Carbon Heat Grant - Council Offices	120,563	0	0	0	0	(0)	0	0	120,563	0	0
Low Carbon Heat Grant - Moelfre Primary School	9,125	0	0	0	0	(0)	0	0	9,125	0	0
Smallholding Refurbishments	83,677	40,000	36,553	950	37,503	(2,497)	94	45	83,677	0	0
Upgrade Public Conveniences	418,000	0	0	0	0	(0)	0	0	40,000	(378,000)	(90)
TOTAL	1,730,730	240,000	198,299	950	199,249	(40,751)	83	12	1,352,730	(378,000)	(22)
Transformation											
ICT- Core Infrastructure	200,000	160,000	155,744	16,885	172,629	12,629	108	86	200,000	0	0
ICT - Desktop Refresh	250,000	240,000	239,400	0	239,400	(600)	100	96	250,000	0	0
ICT - Anglesey Connected (AC) to PSBA transition	72,708	5,000	0	4,550	4,550	(450)	91	6	25,000	(47,708)	(66)
ICT - Upgrade meeting rooms	50,000	1,000	945	0	945	(55)	0	2	15,000	(35,000)	(70)
Hwb IT	138,514	20,000	18,091	0	18,091	(1,909)	0	13	138,514	0	0
TOTAL	711,222	426,000	414,180	21,435	435,615	9,615	102	61	628,514	(82,708)	(12)
Planning											
Holyhead Landscape Partnership	100,000	0	0	0	0	(0)	0	0	100,000	0	0
Holyhead Regeneration (THI Phase II)	950,000	200,000	47,966	143,262	191,228	(8,772)	96	20	950,000	0	0
TOTAL	1,050,000	200,000	47,966	143,262	191,228	(8,772)	96	18	1,050,000	0	0
Adult Services											
ICF	1,457,411	70,000	48,035	17,627	65,662	(4,338)	94	5	1,457,411	0	0
Bryn Hwfa Community Hub	13,155	0	0	0	0	(0)	0	0	13,155	0	0
Plas Crigyll Refurbishment	45,535	45,535	45,535	0	45,535	(0)	0	100	45,535	0	0
Plas Mona Refurbishment	120,000	0	0	0	0	(0)	0	0	120,000	0	0
TOTAL	1,636,101	115,535	93,569	17,627	111,197	(4,339)	96	7	1,636,101	0	0
TOTAL	51,725,456	17,053,350	15,530,796	1,934,934	17,465,730	412,380	102	34	46,152,849	(5,572,608)	(11)

APPENDIX C

Changes to budgets / additional schemes added since budget setting

Scheme	Budget £	FUNDING					
		Grant £	Revenue Contribution £	Capital Receipts Reserve £	Capital Reserve £	Supported borrowing £	Unsupported borrowing £
Flying Start	50,000	50,000					
Active Travel	537,500	537,500					
Resilient Roads	230,000	230,000					
Small Scale Schemes	399,287	353,959				45,328	
Flood match pot	(49,500)					(49,500)	
Roller Packer	28,750				28,750		
IVC Capital Works	36,620			36,620			
Amlwch 3G	75,000	75,000					
Canolfan Addysg Y Bont Roof	1,500,000				1,500,000		
David Hughes Fitness overspend	18,000				18,000		
Penrhos Phase 3	600,000	600,000					
Compulsory Purchase	130,000			130,000			
Breakwater Park	525,000	525,000					
Penrhos Phase 2	580,520	580,520					
Môn Coastal Gateway	248,000	248,000					
Hwb IT	138,514	138,514					
Newry Community Centre	200,000				200,000		
Landscape Partnership	(90,000)	(90,000)					
Mill Lane Structure	15,000	12,750			2,250		
Holyhead & Amlwch Flood	50,542	50,542					
Bus Infrastructure	630,000	630,000					
Community Focused Schools	475,530	475,530					
Additional Learning Needs	475,530	475,530					
Menai Bridge FBC	45,376	45,376					
Free School Meals	832,177	832,177					
Addysg y Bont - Classroom	90,000			90,000			
Melin Llynon	82,000	82,000					
Valley Construction	98,885	84,052			14,833		
AONB Green Recovery	(237,774)	(237,774)					
Childcare capital scheme	(45,331)	(45,331)					
THI Phase II	525,000	525,000					
Visitor Gateway	(170,000)	(170,000)					
Gateway ERDF	196,073	196,073					
Band B Graig	(2,611,658)	(1,214,578)				(654,080)	(743,000)
Band A Corn Hir	1,205,892	1,569,495					(363,603)
ICF	1,457,411	605,845	266,001			585,565	
TOTAL	8,272,344	7,165,180	266,001	256,620	1,763,833	(72,687)	(1,106,603)

