

ISLE OF ANGLESEY COUNTY COUNCIL		
REPORT TO:	EXECUTIVE	
DATE:	24 FEBRUARY 2026	
SUBJECT:	BUDGET MONITORING REPORT THIRD QUARTER 2025/26 - CAPITAL	
PORTFOLIO HOLDER (S):	CLLR ROBIN WILLIAMS – DEPUTY LEADER & PORTFOLIO HOLDER - FINANCE, CORPORATE BUSINESS & CUSTOMER EXPERIENCE	
HEAD OF SERVICE / DIRECTOR:	MARC JONES – DIRECTOR OF FUNCTION (RESOURCES) / SECTION 151 OFFICER	
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Local Members:	n/a	
A – Recommendation/s and reason/s		
<ul style="list-style-type: none"> It is recommended that the Executive notes the progress of expenditure and receipts against the capital budget 2025/26 at quarter 3. Approve the additional schemes, amounting to £7.276m, to the capital programme and amendments to funding, as per Appendix C, which will result in a revised capital budget of £66.945m for 2025/26. 		
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 third 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?		
Yes – Executive approved to authorise the adjustments made to the initial capital budget approved by the Council.		
DD – Assessing the potential impact (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, including those directly affected by the decision? Please explain how.	The Council's Corporate Plan and Capital Programme 2025/26 have been subject to a consultation process with Anglesey citizens.
5	Note any potential impact that this decision would have on the groups protected under the Equality Act 2010.	Some of the projects funded by the capital programme do impact on the equalities agenda, e.g. disabled access in schools, disabled facilities grants.
6	If this is a strategic decision, note any potential impact that the decision would have on those experiencing socio-economic disadvantage.	Expenditure on capital projects are designed to improve / maintain the Council's assets and services, which can directly impact on those groups experiencing socio – economic disadvantage.
7	Note any potential impact that this decision would have on opportunities for people to use the Welsh language and on treating the Welsh language no less favourably than the English language.	No impact on the Welsh language.

E - Who did you consult?

What did they say?

1	Chief Executive / Leadership Team (LT) (mandatory)	Report has been reviewed by the LT 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 LT and comments made have been considered.
4	Human Resources (HR)	The Service will have provided input on progress for projects directly under their control.
5	Property	The Service will have provided input on progress for projects directly under their control.
6	Information Communication Technology (ICT)	The Service will have provided input on progress for projects directly under their control.
7	Scrutiny	The position at the end of the quarter was discussed by the Finance Scrutiny Panel at its meeting on 12 February 2026.
8	Local Members	Not applicable
9	Any external bodies / other/s	Not applicable

F - Appendices:

Appendix A - Capital Budget Monitoring Report – Quarter 3 2025/26

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):

- 2025/26 Capital Budget, as approved by the full Council on 6 March 2025
- 2025/26 Treasury Management Strategy Statement, approved by the full Council on 6 March 2025
- 2024/25 Capital Outturn Report, presented to this Committee on 17 July 2025
- 2025/26 Budget Monitoring Report – First Quarter, presented to this Committee on 23 September 2025
- 2025/26 Budget Monitoring Report – Second Quarter, presented to this Committee on 25 November 2025

1. INTRODUCTION

- 1.1 This is the capital budget monitoring report for the third 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 2025, the Council approved a capital programme for non-housing services of £23.7m for 2025/26, and a capital programme of £20.594m for the Housing Revenue Account (HRA). In addition, in July 2025, the Executive approved capital slippage of £2.529m to be brought forward from 2024/25, bringing the capital programme for non-housing services to £25.929m, and £20.894m for the HRA. Since the budget setting process, there have been additional schemes added onto the programme, most of which are grant funded, and some amending of funding, which amounted to £20.122m. This brings the total capital budget for 2025/26 to £66.945m. This is illustrated in the table below:-

Funded By:	Original 2025/26 budget, as approved by full Council £'000	Slippage, as approved in Q4 2024/25 outturn £'000	Additional schemes / amendments since budget setting £'000	TOTAL £'000
Grant	21,960	1,006	16,917	39,883
Supported Borrowing	3,118	696	2,153	5,967
Unsupported Borrowing	12,068	0	(8,386)	3,682
Revenue Contribution	5,488	300	8,106	13,894
Capital Receipts	500	331	(7)	824
Reserves	1,160	181	494	1,835
Loan	0	15	845	860
TOTAL	44,294	2,529	20,122	66,945

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

2. PROGRESS ON EXPENDITURE 2025/26

- 2.1 Below is a summary table of the annual budget of the 2025/26 capital programme and how it is funded, along with the capital expenditure to 31 December 2025:-

Service	Annual Budget £'000	Actual Expenditure £'000	Committed Expenditure £'000	Total Expenditure £'000	Annual Budget Spent %
Housing - General Fund	1,099	559	344	903	82
Housing - HRA	24,871	15,704	0	15,704	63
Lifelong Learning	3,905	1,704	271	1,975	51
Economic and Regeneration	14,963	7,395	804	8,199	55
Highways	9,193	4,175	754	4,929	54
Waste Management	1,462	145	438	583	40
Property	8,650	2,982	167	3,149	36
Transformation	815	221	255	476	58
Adult Services	1,987	754	1	755	38
Total	66,945	33,639	3,034	36,673	55
Funded By:					
Capital Grant	39,883				
Capital Receipts	824				
Supported Borrowing	5,967				
Unsupported Borrowing	3,682				
Revenue Contribution	13,894				
Reserves	1,835				
Loan	860				
Total Funding	66,945				

- 2.2 50% of the General Fund 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. The majority of capital schemes are underway, with others yet to commence, however, their budget is expected to be utilised next quarter or towards the latter part of the financial year (Enable grant, childcare units and the Low Carbon Heat grants). All capital schemes and their associated spend can be seen in Appendix B. There are several capital grants schemes in 2025/26, and an update on these is provided in Section 3.1 of this report.
- 2.3 The HRA has spent 63% of the annual budget. For further information on the HRA capital expenditure and projected spend, please refer to the HRA quarter 3 budget monitoring report, presented to this Committee on 24 February 2026.

3. FUNDING

3.1 Capital Grants

3.1.1 There are several Capital Grant schemes in the Capital Programme for 2025/26, most of which are underway and progressing, with a brief update on the schemes provided below:-

- **Holyhead : Culture & Heritage Driven Transformation project (including Townscape Heritage Initiative THI Phase II and UK Government funding)** – This project is making significant progress, with several key developments nearing completion:-
 - Empire Complex: The Play Centre reopened to the public in quarter 2, and the facility is proving very popular. All elements of Holyhead Town Council's projects are now complete.
 - 9 Stanley Street: The project is complete, with the ground floor retail space operational and tenants secured for the residential space above.
 - Central Buildings: The project has experienced further slippage, with completion of the building now expected in mid-March 2026. Tenants have been notified of the delays. Overall, the programme is 4 months behind schedule due to unforeseen works.
 - Former HSBC Building: Work was delayed due to issues with utility services and, overall, the programme of works is 8 months behind schedule, which has also led to increased costs. Work is scheduled to be completed in May 2026, and tenants have been kept informed.
 - 2-4 Market Street: The ground floor has been completed, with the tenant now trading successfully.
 - St Cybi's: St Cybi's reopened to the public in quarter 3, allowing access before Christmas. Both St Cybi's and Eglwys y Bedd will be handed back to the Church at the end of January. A local charity will be moving into Eglwys y Bedd to operate the social enterprise.
 - Ucheldre Centre: Work is still ongoing, with the project expected to be completed by the end of March 2026. The Centre has remained operational and open to the public whilst all the works have been undertaken.
 - Townscape Heritage Initiative (THI): The works on the 3 properties receiving grant funding under the THI are progressing well. Works on shop fronts is underway, with one now complete. Most projects are due to be completed in quarter 4, although some elements will run over into quarter 1 of 2026/27.

- Maritime Museum – Work has started on the rock removal beside the museum. This is expected to be complete by mid-February, with the remaining elements to be completed by the end of March 2026.
- Additional Funding: Delivery partners have sought more funding to cover rising costs. The LUF element of the overall programme remains on budget and the majority of projects are expected to be completed by March 2026. HSBC will run over into quarter 1 of 2026/27, as will some of the THI projects.
- The final Levelling Up Fund (LUF) payment from UK Government was received in September, bringing the total funding received to date to £17.047m. There will be a requirement to report to the UK Government on progress in quarter 4.
- **Small Scale Flood Relief Grants Work** - 8 schemes have been approved for 2025/26 (three construction schemes and five design schemes). Urgent supporting works have been undertaken at Porth Diana, and the main works are out to tender, to be undertaken in quarter 4. Caerneddi and Lôn Trearddur remain with land agents, with consideration being given to entering under notice at Lôn Trearddur. The remainder 5 schemes are design only, for improved safety and access at the grillages. Works to be implemented in another financial year. These designs are nearing completion. Full spend on all schemes remains anticipated, subject to land access or notice.
- **Active Travel (AT)** - £2.909m of Welsh Government (WG) grant has been secured to increase levels of active travel, improve health & well-being, improve air quality, reduce carbon emissions, connect communities and improve active travel access to employment, education and key services, destinations and public transport:-
 - £0.500m is for core works covering a number of scheme proposals, broken down to pre-scheme development, minor works and monitoring and evaluation activities.
 - £2.409m in relation to Malltraeth to Newborough - Phase 2.

Progress in quarter 3 includes substantial works being delivered on-site for the Main Scheme, Malltraeth – Newborough, with positive progress in accordance with the programme of works. The Phase 1 to deliver the access works for the Pwll Traeth Bach restoration works has also been completed (Phase 2 to be delivered in 2026/27 with other source of funding due to ecological time constraints). Development work (studies / design) continuing at Benllech, Llanfairpwll, Amlwch and Gaerwen, with design works for minor works (capital) progressing in-house for delivery during the financial year. It is anticipated that there will be an overall underspend of c.£391k (on the overall AT Programme) due predominantly to the fact that the main scheme is forecasted for a lower spend in comparison to the amount of grant funding secured at the beginning of the year. The Council is in the process of agreeing a Variation Order with Transport for Wales (TfW), whom are facilitating the Grant on behalf of WG.

- **Ultra Low Emission Vehicle (ULEV) Transformation Fund (2025/26)** - £0.166m has been awarded to promote electric vehicle charging infrastructure projects, in alignment with WG's EV Charging Strategy. This funding is to facilitate the continuation of delivery of fast charge sites at 4 different sites across the Island. Progress in quarter 3 includes completing the tender documents, contract and translation of relevant documentation and launched the tender at end of October 2025. At end of quarter 3, the Council was in the process of scoring submitted applications at 'Invitation to Participate' Stage. Quotation requests reviewed and in process of being accepted with Scottish Power Energy Networks (SPEN) at 4 sites, with enabling works completed at 1 site. It is anticipated that the grant funding will be spent in full.

- **Bus Infrastructure Improvements** - £0.208m has been awarded to undertake detailed design of bus stop improvements at shortlisted locations, which may include re-allocating road space. To undertake construction of one bus stop improvement scheme and install RTI (Real Time Information) at rural bus stops. Progress in quarter 3 includes completion of the topographical surveys and outline designs for the pre-agreed sites. Engagement activities also undertaken with relevant Town / Community Councils. Preferred site selected for construction and discussions ongoing with the Council's term maintenance contractor. Discussions are still ongoing with TfW and Journeo with regards to rolling out QR Codes that can access RTI – the risk on delivering by end of March is seen as moderate. Therefore, the Council has escalated with WG and a Change Request will be submitted early in quarter to substitute for an alternative activity. Currently, the aim is to spend the entire budget on the caveat that WG will agree to the Change Request.
- **Plas Arthur (Shared Prosperity Fund - SPF)** - £0.350m grant funding has been secured to contribute to a wider project at Plas Arthur. The deadline for spending the allocation has been extended until July 2026, and will be utilised in full by the deadline in relation to the design of the new development and construction / building costs.
- **Low Carbon Heat Grant (4 grants)** – Funding has been awarded across four separate grants to the value of £15.7m. All four now have a completion date of financial year 2025/26. WG Energy Service is providing grant funding that covers 90% of the costs and the Council is providing match funding for the remaining 10% from existing capital budgets. The works relate to the installation of air source heat pumps and building energy efficiency works at 27 sites.

Six sites have been completed and commissioned to date, with several more expected to be commissioned in the coming weeks, subject to electricity meter upgrades by the relevant utility providers.

Additional funding totalling £0.565m was successfully secured in quarter 3 across all projects. This funding will be allocated to further fabric improvements - primarily the replacement of windows and doors at several schools. The funding was awarded via Sell2Wales, rather than as an extension to our existing contract with the ReFit contractor. There remains a risk that some sites may not be commissioned by the end of March due to factors outside our control, particularly delays by the DNO (District Network Operator - SPEN) in upgrading electricity supplies. We will be assessing and communicating these risks to WG Energy Service (WGES) over the coming weeks to support forward planning and determine the most appropriate approach to managing any potential underspend. It is likely that funds can be carried forward into 2026/27, but formal arrangements will need to be confirmed.

- **Additional Learning Needs (ALN) grant (2025/26)** - £0.476m of grant funding has been awarded by WG in 2025/26 to support learners with ALN. The aim of the grant is to optimise learning environments for disabled children and young people, and those with additional learning needs, to increase accessibility, promote inclusive practice, support learning and pupil wellbeing. This will support the objectives of ALNET (ALN & Education Tribunal) and ALN reform, to create a unified bilingual system for supporting children and young people from 0 to 25 with ALN, and the delivery of the Curriculum for Wales in school settings. With the projects that are currently in the programme for delivery under this grant, full spend is expected.
- **Community Focused Schools (CFS) grant (2025/26)** - £0.209m has been awarded 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. Full expenditure of the allocated budget is expected. Works will commence during January, with the project scheduled for completion before the end of the financial year.

- **Play Spaces capital funding** - £0.111m of grant funding has been awarded to respond to shortfalls identified within the Local Authority's Play Sufficiency Assessment 2025, in line with the All Wales Play Opportunities Grant capital funding for play spaces and playgrounds 2025-26 guidance for local authorities. The funding allows the flexibility to purchase large scale items to improve the quality of play spaces, refurbish playgrounds and, also, to support the creation of inclusive and accessible play spaces. Full expenditure is expected.
- **Transforming Towns Programme for Amlwch Marine Terminal Project** - £0.920m of grant funding has been awarded to support the refurbishment of Amlwch Marine Terminal building and bring it back into use, including construction costs and professional fees. The first claim for quarter 3 was submitted, drawing down £0.248m. A Project Manager has been appointed to deliver both developments. Funding of £0.351m, running to June 2028, was previously secured from the Nuclear Restoration Service to support both elements of the project and the first claim has been submitted, drawing down £58k. Ambition North Wales has agreed to funding from the Growth Deal to support both the Industrial Units and Marine Terminal, and an Offer Letter for £7m is expected in quarter 4, as well as a Joint Venture Agreement with WG for £1.5m for the Industrial Units. Full designs for both the Units and the Terminal have been produced and engagement with occupiers of the Marine Terminal is underway. The Port User Group has been consulted and feedback was positive.
- **Transforming Towns Programme (TTP) for Ynys Môn Placemaking Grant** - £0.294m of grant funding has been awarded to support the regeneration of Amlwch, Llangefni and Beaumaris, and green infrastructure improvements to Dingle Green, which contribute to the WG's TTP. Additional funding from the TTP has been secured, taking advantage of a regional underspend in quarter 3. The latest grant award is now £0.952m, running to March 2027 and covering 14 separate property projects across Llangefni, Amlwch, Beaumaris and Holyhead. £0.651m is profiled to be spent by the end of quarter 4, with £0.210m being claimed to the end of quarter 3. Whilst there is a lot of work to complete in quarter 4, the grant for 2025/26 should be drawn down in full.
- Social care funding has been awarded from the Regional Partnership Board from several different funding streams, as follows:-
 - **Integrated Care Fund (ICF)** - £0.118m was claimed through the ICF in prior years, and through displaced funding, for the projects to slip into 2025/26 to be completed. It is currently envisaged that the remaining funds will be spent in full this financial year, which will be used as a contribution to schemes that sit within the HRA budget.
 - **Integration and rebalancing capital fund (IRCF)**
 - Canolfan Glanhwfa (£0.777m) – The funding is being used to transform a historic chapel / building close to the centre of Llangefni into Anglesey's first dementia centre. The chapel space has been completed. Structural work has commenced at the rear of the building to build the lift shaft. The funding will be utilised in full.

3.2 Capital Receipts

3.2.1 The capital receipts for this year to date and the budgeted capital receipts are:-

	Budget 2025/26 £'000	Received to 31 December 2025 £'000	Projection to 31 March 2026 £'000
Council Fund:			
Smallholdings	0	0	0
General	155	70	70
Industrial	238	0	0
Schools	554	0	157
HRA	123	0	123
Total	1,070	70	350

3.2.2 The projected capital receipts as at 31 March 2026 is £0.350m, with £0.070m being received as at 31 December 2025 (20%). The projection significantly differs from the budget due to a number of reasons. In one instance, a sale has fallen through, there has been limited interest in another asset and some, simply due to timescales, will not complete the sales in this financial year. The projected figure has, therefore, been updated to reflect this.

3.2.3 Although the projected capital receipts are £0.350m, there are £2.966m of capital receipts available to fund the capital programme, as £2.616m of capital receipts were brought forward from 2024/25, which are currently held in the capital receipts 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, HRA capital receipts, as well as funding earmarked for slippage schemes from previous year.

4. PROJECTED ACTUAL EXPENDITURE 2025/26

4.1 Below is a table with projected Expenditure at 31 March 2026 and the revised funding:-

Service	Annual Budget £'000	Projected Expenditure £'000	Projected (Under) / Over Expenditure £'000	Variance %
Housing General Fund	1,099	1,099	0	0
Housing HRA	24,871	24,007	(864)	(3)
Lifelong Learning	3,905	2,948	(957)	(25)
Economic and Regeneration	14,963	10,866	(4,097)	(27)
Highways	9,193	8,439	(754)	(8)
Waste Management	1,462	646	(816)	(56)
Property	8,650	7,081	(1,569)	(18)
Transformation	815	660	(155)	(19)
Adult Services	1,987	1,350	(637)	(32)
Total	66,945	57,096	(9,849)	(15)
Funded By:	Annual Budget £'000	Projected Funding £'000	Variance £'000	Variance %
Capital Grant	39,883	34,372	(5,511)	(14)
Capital Receipts	824	446	(378)	(46)
Supported Borrowing	5,967	4,581	(1,386)	(23)
Unsupported Borrowing	3,682	2,125	(1,557)	(42)
Revenue Contribution	13,894	13,651	(243)	(2)
Reserves	1,835	1,076	(759)	(41)
Loan	860	845	(15)	(2)
Total Funding	66,945	57,096	(9,849)	(15)

4.2 As can be seen from Table 4.1 (above), the forecast underspend on the capital programme for 2025/26 is £9.849m, with this being potential slippage into the 2026/27 capital programme. The funding for this slippage will also slip into 2026/27 and will be factored in when producing the Treasury Management Strategy Statement, Capital Strategy and Capital Programme for 2026/27.

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

Lifelong Learning

The disabled access to education building capital budget is predicting an underspend due to WG's ALN Grant being used to fund works to enable Disabled Access in Education Buildings for 2025/26. It is requested at this stage that any underspend is carried over to fund works in 2026/27 and beyond. An underspend is now also predicted in the education buildings capital budget. This is a consequence of the increase to the budget of £0.572m from the Capital Repairs and Maintenance Grant Award 2025/26 and a further uplift to this award of £0.381m in December 2025. There is a conscious decision not to try to push the spend out hurriedly and, rather, to displace it against committed expenditure and carry over to a measured 2026/27 programme.

Economic and Regeneration

Significant underspend is expected and this is as a consequence of grant funding being awarded that spans a number of financial years – the grant funding will be carried forward and no funding will be lost as a result.

Highways

The vehicles and gritters budget is predicted to underspend by approximately £0.125m. This is considering commitments already made and further orders planned. The match funding for flood relief scheme (£0.239m) will not be utilised this financial year. There has been a conscious decision to not make a capital bid for drainage schemes for 2026/27 and, instead, utilise the current match funding that is available. Also, as noted in section 3.1.1 of this report, the active travel budget is predicting an underspend (£0.391m).

Waste Management

Focusing on the priority items this financial year will result in an underspend on the budget, as reported in the previously quarter.

Property

The Upgrade of Public Conveniences scheme budget will not be spent in full; in recent years, this budget has been used to provide match funding for WG's Brilliant Basics grant programme, which funds 80% of eligible costs. There is no Brilliant Basics Programme in 2025/26, but the Council is hopeful that the programme will run in future years and that the underspent budget will be available to support Brilliant Basics and other grant applications. It is not considered prudent to commit this budget to wholly Council funded projects this year, when there is the prospect of using it to deliver 80% grant funded projects in future. If it becomes apparent that future grant opportunities are unlikely / unviable, then the service will fund upgrades directly from this budget without a grant contribution.

The budget allocated to the improvement works at Plas Arthur will not be spent in full this financial year. There is £0.350m of SPF funding secured to contribute to these works (see paragraph 3.1.1 above), and this funding will be prioritised and utilised before the extended deadline, with the underspend to be carried forward to 2026/27 to continue the works. The budget for Menai Bridge library will not be undertaken in 2025/26 due to other more pressing priorities.

Transformation

Significant investment has been made in upgrading IT assets in schools using WG funding (HWB). It will be necessary for the Council to fund the replacement of these assets when they reach the end of their useful lives. Funds are allocated, when available, to build up a reserve to fund the significant expenditure, over £2m, which will be necessary in 2027/28. £0.150m has been allocated to fund the replacement cost of IT devices and infrastructure in schools and, although no expenditure is planned, this funding will be secured for the future by transferring to an earmarked reserve.

Adult services

There is an underspend projected across the refurbishment of care homes within the capital programme. The entirety of underspend at this stage is requested to be carried forward to next financial year (2026/27), to either continue with the original intended works or to continue with fire door works across social services care homes.

- 4.3** The Capital Finance Requirement (CFR) forecasted as at 31 March 2026 is £158.377m, which is the underlying need for the Authority to borrow to be able to fund its Capital Programme. The external borrowing currently stands at £121.710m, meaning the Authority, essentially, needs to borrow £36.667m 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 2025/26 Treasury Management Strategy Statement (Appendix 11).

5. FUTURE YEARS

- 5.1** The Capital Strategy recommended that the 2025/26 Capital Programme funding will be limited to the total of the general capital grant and supported borrowing (as determined by WG) and estimated value of any capital receipts that will be received. It is expected that the 2026/27 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 Council Plan 2022–2027, and any schemes which can generate future revenue savings or generate additional income.

The proposed capital budget will be presented to this Committee on 24 February 2026, with the final budget presented to full Council for approval on 5 March 2026. The Capital Strategy for 2026 to 2031 was presented to this Committee on 27 January 2026, and will be presented to the full Council on 5 March 2026.

6. CONCLUSION

- 6.1** The results at the end of quarter 3, and the associated projected expenditure, show that the majority of projects are on target to be completed within budget. While some schemes are expected to underspend at this stage, it must be noted that the budgets are committed and required, and slippage to 2026/27 is requested for these schemes to complete next financial year. The Council is also expecting to receive £0.350m of capital receipts in 2025/26 to contribute towards the funding of the Capital Programme.

Summary of the capital projects' expenditure to date against the capital budget and the projected expenditure at year-end

Service	Annual Budget (£)	Actual Expenditure (£)	Committed Expenditure (£)	Total Expenditure (£)	Annual Budget Spent (%)	Projected Expenditure (£)	Projected Under / Over (£)	Variance (%)
Housing General Fund								
Disabled Facilities Grants	870,000	525,787	344,213	870,000	100	870,000	0	0
Enable Grant	198,030	33,026	0	33,026	17	198,030	0	0
Affordable Housing	30,650	0	0	0	0	30,650	0	0
TOTAL	1,098,680	558,813	344,213	903,026	82	1,098,680	0	0
Housing HRA								
Central Heating Contract	200,000	89,190	0	89,190	45	104,000	(96,000)	(48)
Planned Maintenance Contract	3,000,000	1,233,082	0	1,233,082	41	1,300,000	(1,700,000)	(57)
Energy Performance Improvement	3,300,000	2,320,944	0	2,320,944	70	3,300,000	0	0
Environmental Works	500,000	98,488	0	98,488	20	300,000	(200,000)	(40)
Acquisition of Existing Properties and Development of new properties	10,737,814	5,531,712	0	5,531,712	52	10,449,902	(287,912)	(3)
Public Sector Adaptations	500,000	325,215	0	325,215	65	500,000	0	0
Fire Risk	500,000	212,523	0	212,523	43	500,000	0	0
Fleet	650,000	293,186	0	293,186	45	687,873	37,873	6
WHQS	5,483,000	5,599,429	0	5,599,429	102	6,865,000	1,382,000	25
TOTAL	24,870,814	15,703,771	0	15,703,771	63	24,006,775	(864,039)	(3)
Lifelong Learning								
Disabled Access in Education Building	134,763	52,138	0	52,138	39	58,300	(76,463)	(57)
Refurbish Education Building	1,781,112	625,648	3,225	628,873	35	1,007,246	(773,866)	(43)
School Safety	63,294	0	0	0	0	0	(63,294)	(100)
Refurbishment of Secondary School Toilets	345,000	259,984	595	260,579	76	302,100	(42,900)	(12)
Childcare Capital Grants Scheme	450,311	159,958	68,492	228,450	51	450,311	0	0
Play Spaces	110,824	84,872	0	84,872	77	110,824	0	0
ALN 2025/26	476,154	386,131	2,496	388,627	82	476,154	0	0
CFS 2025/26	208,800	18,337	191,522	209,860	101	208,800	0	0
Llanfechell Childcare Unit	90,165	50,247	2,811	53,058	59	90,165	0	0
Llangoed Childcare Unit	46,336	25,833	549	26,382	57	46,336	0	0
Valley Childcare Unit	25,721	17,043	0	17,043	66	25,721	0	0
St Mary's Building works	20,419	20,419	0	20,419	100	20,419	0	0
Commencement of Band B Programme	152,000	2,937	1,686	4,623	3	152,000	0	0
TOTAL	3,904,899	1,703,548	271,376	1,974,924	51	2,948,376	(956,523)	(24)

APPENDIX C

Service	Annual Budget (£)	Actual Expenditure (£)	Committed Expenditure (£)	Total Expenditure (£)	Annual Budget Spent (%)	Projected Expenditure (£)	Projected Under / Over (£)	Variance (%)
Economic and Regeneration								
Holyhead Leisure Centre - Fitness Equipment	140,000	116,920	0	116,920	84	140,000	0	0
Plas Arthur Leisure Centre - Fence	122,275	122,275	0	122,275	100	122,275	(0)	(0)
Plas Arthur Leisure Centre - Flooring	56,487	56,487	0	56,487	100	56,487	0	0
CCTV - David Hughes and Amlwch Leisure Centres	50,000	7,273	9,535	16,808	34	50,000	0	0
Holyhead Regeneration (THI Phase II)	1,800,000	679,050	754,236	1,433,285	80	1,800,000	0	0
Economic Development & Environmental Wellbeing	322,543	0	0	0	0	322,543	0	0
Porth y Wrach Slipway – Enforcement Cameras	30,000	0	0	0	0	30,000	0	0
Newry Community Centre	51,287	0	0	0	0	51,287	0	0
Maritime Infrastructure	177,514	0	0	0	0	177,514	0	0
Visitor Infrastructure	605,464	548,069	7,395	555,464	92	605,464	0	0
Crown Site Redevelopment	935,700	104,605	0	104,605	11	120,000	(815,700)	(87)
Tregarnedd Plot 2 Units	21,465	500	20,965	21,465	100	21,465	0	0
Amlwch Industrial Units GD (Growth Deal)	253,387	241,187	12,200	253,387	100	253,387	0	0
Library Van	24,680	24,680	0	24,680	100	24,680	0	0
Transforming Towns - Amlwch Marine Terminal	920,000	270,453	0	270,453	29	440,000	(480,000)	(52)
Transforming Towns - Place Making Grant	951,900	160,241	0	160,241	17	650,900	(301,000)	(32)
Levelling Up Fund	8,500,455	5,063,635	0	5,063,635	60	6,000,000	(2,500,455)	(29)
TOTAL	14,963,157	7,395,375	804,330	8,199,705	55	10,866,002	(4,097,155)	(27)
Highways								
Vehicles	306,511	294,350	0	294,350	96	294,350	(12,161)	(4)
Gritters	467,108	354,250	0	354,250	76	354,250	(112,858)	(24)
AONB Vehicle	44,746	44,746	0	44,746	100	44,746	0	0
Highways Resurfacing	3,853,026	2,490,378	0	2,490,378	65	3,853,026	0	0
Flood Relief Schemes (Match Funding)	238,584	0	0	0	0	0	(238,584)	(100)
Invest to Save - Vehicles	5,068	0	0	0	0	5,068	0	0
Small scale grants work	609,443	39,041	4,000	43,041	7	609,443	0	0
Active Travel	2,908,979	741,960	647,650	1,389,610	48	2,517,979	(391,000)	(13)
Road Safety Capital	165,750	79,578	0	79,578	48	165,750	0	0
Bus Infrastructure	208,000	25,762	30,409	56,171	27	208,000	0	0
ULEV	166,600	55,308	52,924	108,232	65	166,600	0	0
Electric Vehicle Charging Infrastructure	219,577	49,588	18,807	68,395	31	219,577	0	0
TOTAL	9,193,392	4,174,960	753,790	4,928,750	54	8,438,789	(754,603)	(8)

Service	Annual Budget (£)	Actual Expenditure	Committed Expenditure	Total Expenditure	Annual Budget	Projected Expenditure	Projected Under / Over (£)	Variance (%)
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APPENDIX C

		(£)	(£)	(£)	Spent (%)	(£)	(£)	(£)
Waste Management								
Waste Projects	1,445,000	144,829	438,288	583,117	40	629,117	(815,883)	(56)
Recycling Equipment	17,333	0	0	0	0	17,333	0	0
TOTAL	1,462,333	144,829	438,288	583,117	40	646,450	(815,883)	(56)
Property								
Refurbish Existing Assets	222,946	32,341	0	32,341	15	52,228	(170,718)	(77)
Refurbishment and Repairs - Council Offices	283,724	1,006	0	1,006	0	6,360	(277,364)	(98)
Refurbishment and Repairs - Amlwch Leisure Centre	80,000	5,163	0	5,163	6	6,360	(73,640)	(92)
Refurbishment and Repairs - David Hughes Leisure Centre	46,000	0	0	0	0	18,020	(27,980)	(61)
Refurbishment and Repairs - Plas Arthur Leisure Centre	850,000		167,000	167,000	20	167,000	(683,000)	(80)
Refurbishment and Repairs - Menai Bridge Library	17,000	0	0	0	0	0	(17,000)	(100)
Solar Car Ports	844,711	385,469	0	385,469	46	844,711	0	0
Invest To Save Property	15,596	0	0	0	0	0	(15,596)	(100)
Low Carbon Heat Grant - Council Offices	23,900	0	0	0	0	0	(23,900)	(100)
Low Carbon Heat Grant - 231	734,350	86,453	0	86,453	12	734,350	0	0
Low Carbon Heat Grant - 249	1,358,609	575,167	0	575,167	42	1,358,609	0	0
Low Carbon Heat Grant - 250	2,821,918	1,461,729	0	1,461,729	52	2,821,918	0	0
Low Carbon Heat Grant - 251	1,071,273	435,038	0	435,038	41	1,071,273	0	0
Upgrade Public Conveniences	279,574	0	0	0	0	0	(279,574)	(100)
TOTAL	8,649,601	2,982,366	167,000	3,149,366	36	7,080,829	(1,568,772)	(18)
Transformation								
ICT	598,085	180,091	234,725	414,816	69	598,085	0	0
Hwb IT	155,000	0	0	0	0	0	(155,000)	(100)
Increasing bandwidth in schools	62,000	41,051	20,172	61,223	99	62,000	0	0
TOTAL	815,085	221,142	254,897	476,039	58	660,085	(155,000)	(19)
Adult Services								
Canolfan Glanhwfa	599,644	367,710	0	367,710	61	599,644	0	0
ICF	118,275	3,093	770	3,863	3	118,275	0	0
Refurbishment and Repairs - Brwynog	69,000	30,098	0	30,098	44	57,240	(11,760)	(17)
Refurbishment and Repairs - Garreglwyd	514,000	137,524	0	137,524	27	159,000	(355,000)	(69)
Refurbishment and Repairs - Haulfre	81,000	1,200	0	1,200	1	81,000	0	0
Refurbishment and Repairs - Plas Crigyll	171,139	171,139	0	171,139	100	171,139	0	0
Refurbishment and Repairs - Plas Mona	83,520	37,583	0	37,583	45	63,600	(19,920)	(24)
Refurbishment and Repairs - Hen Reithordy	35,000	0	0	0	0	0	(35,000)	(100)
Refurbishment and Repairs - Gors Felen	315,000	5,705	0	5,705	2	100,000	(215,000)	(68)
TOTAL	1,986,578	754,052	770	754,822	38	1,349,898	(636,680)	(32)
TOTAL	66,944,539	33,638,855	3,034,664	36,673,520	55	57,095,884	(9,848,655)	(15)

Changes to budgets / additional schemes added since budget setting

Amendments / schemes added in Q3

Scheme	Budget £	FUNDING							
		General Capital Grant Reserve £	Capital Receipts Reserve £	Capital Reserve £	Supported borrowing £	Unsupported borrowing £	Revenue Contribution £	Loan £	
Solar Car Ports	844,711								844,711
Active Travel Grant 2025/26	2,908,979	2,908,979							
Bus Infrastructure Grant 2025/26	208,000	208,000							
Road Safety Capital Grant 2025/26	165,750	165,750							
ULEV	166,600	166,600							
Community Focused Schools (CFS)	208,800	208,800							
Additional Learning Needs (ALN)	476,154	476,154							
Enable Grant 2025/26	198,030	198,030							
Capital Repairs & Maintenance	571,384	571,384							
Play Spaces Grant 2025/26	110,824	110,824							
Small Scale Grants	518,027	518,027							
Llanfechell Childcare Unit	90,165	90,165							
Llangoed Childcare Unit	46,336	46,336							
Plas Arthur Fence	122,275	109,350				12,925			
THI Phase 2	205,000	205,000							
CCTV – David Hughes and Amlwch	50,000	50,000							
Plas Arthur SPF	350,000	350,000							
Funding	0	(112,625)	112,625						
Electric Vehicle and EV Charging Infrastructure	53,764	53,764							
Childcare Capital grants scheme	380,000	380,000							
Transforming Towns - Amlwch Marine Terminal	920,000	920,000							
Transforming Towns - Placemaking Grant 2025/26	293,740	293,740							
St Marys Building works	20,419	20,419							
Holyhead Fitness Equipment	140,000				140,000				
Visitor Infrastructure Grant	182,578	182,578							
Highways LGBI (Local Govt Borrowing Initiative)	2,153,026					2,153,026			
Council Offices	158,724				158,724				
Schools Capital	379,346	380,923			(1,577)				
Tregarnedd Plot 2 Units	21,465	21,465							
Amlwch Industrial Units GD (Growth Deal)	253,387	253,387							
Visitor Infrastructure	178,933	178,933							
Library Van	24,680	24,680							
THI Phase 2	1,520,000	1,520,000							
Vehicle - AONB	44,746				44,746				
Telephony	(31,776)				(31,776)				
Schools bandwidth	62,000				62,000				
Crown Site redevelopment	935,700	935,700							
Low Carbon Heat Grant variation	565,380	565,380							
Holyhead Leisure Centre floor	(3,003)				(3,003)				
IVC (in-vessel composting)	(7,791)				(7,791)				
Transforming Towns - Placemaking Grant 2025/26	658,160	658,160							
HRA - Q3 amendment	350,000	(432,637)						782,627	
HRA - Q2 amendment	1,492,000	2,182,291						(690,291)	
HRA – Q1 amendment	2,134,814	2,506,892						(7,695,571)	7,323,493
TOTAL	20,121,327	16,916,449	112,625	(7,791)	382,039	2,153,026	(8,385,862)	8,106,130	844,711