



London Borough of Enfield

Report Title	Capital Outturn 2022/23 and 2023/24 Period 3 Capital Monitoring
Report to:	Cabinet
Date of Meeting:	13 th September 2023
Cabinet Member:	Cllr Tim Leaver, Cabinet Member Finance & Property
Executive Director/Director	Fay Hammond, Executive Director Resources Olga Bennet, Director of Finance (Capital)
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Ward(s) affected:	All
Key Decision Number	KD5653
Classification:	Part I Public

Purpose of the Report

1. This report provides an update on 2022/23 General Fund capital expenditure, capital financing applied at year end and commentary on key outcomes delivered from the Council's capital spend. The HRA capital outturn is reported separately.
2. The report also provides a brief overview of the 2023/24 capital programme as at Period 3 (April to June) and development of the Council's 2024/25 Capital strategy.

Recommendations

- I. Cabinet is asked to recommend that Council approves
 - a. The carry forward of £10.2m unspent budgets from 2022/23 to future years, including 2023/24 (Appendix B), of which £2.2m is to be funded by borrowing.

- II. Cabinet is asked to note:
 - a. Total 2022/23 capital expenditure of £213.3m, against original budget of £486.4m and Period 8 (November) forecast of £262.7m.
 - b. Less than half of the 2022/23 capital expenditure was funded by borrowing (£102.5m borrowing out of £213.3m capital expenditure), as detailed in Table 2
 - c. An overall net budget reduction of £78.3m in 2022/23 (Appendix D and E)
 - d. A reduction of £0.7m in the 2023/24 budgets, due to accelerated spend in the 2022/23 (Appendix B).
 - e. The 2023/24 capital programme position at Period 3, as detailed in paragraphs 79-87.
 - f. The overall capital programme is being reviewed as part of the development of the 2024/25 Capital Strategy. This will be presented to October Cabinet.

Background and Options

3. The ongoing challenging wider economic climate of increasing inflation and rising interest rates during 2022/23 meant that a number of programmes were slowed down or in some cases had been paused to allow for the review of underlying business cases and to ensure ongoing value for money.
4. The original 2022/23 capital programme budget was £445.3m. Approved changes to the budget (including carry forward of unspent budget from prior year) increased this to a revised budget of £486.4m.
5. Final capital spend of £213.3m was incurred, which is 43.9% of the revised budget (underspend budget variance of £273.1m). The capital programme

evolved significantly during the year. Forecast outturn at Period 8 (November 2022) was £262.7m. Final spend represents 81.2% of Period 8 forecast outturn.

6. As part of the ongoing review of the affordability of the capital programme, unspent budgets at year end (where funded from borrowing) are only carried forward in exceptional circumstances. The Executive Management Team have provisionally approved the carry forward of £2.2m capital budget funded by borrowing from 2022/23 to 2023/24, subject to Cabinet and Council approval (Appendix C).
7. The most significant variance to both the revised budget and Period 8 (November) forecast outturn relates to Meridian Water. £157m revised budget was approved and the forecast outturn at Period 8 was £63.5m. Actual expenditure at year-end was £35.6m (£121.4m lower than revised budget and £27.9m lower than Period 8 forecast). This is the result of direct intervention taken by the Council in response to escalating inflation, construction costs and interest rate rises. Paragraphs 46-48, provide further details.
8. Companies loan drawdown is £45.4m lower than budgeted. Energetik is in the process of reviewing its business plan prior to entering any new construction contracts. Housing Gateway Ltd (HGL) planned acquisitions have been impacted by increases in interest rates throughout the year, meaning that properties on the market in Enfield were generally not within HGL's hurdle rates. HGL has since reviewed the equity allocated to each property in order to reduce the hurdle rates and therefore increase the number of properties being purchased in light of the Council's rising temporary accommodation costs.
9. The Council has sought to be prudent given the challenging financial climate and has only proceeded with works where there is a financially viable strategic business case. An optimised Meridian Water business case has developed and approved by Cabinet to ensure all risks in the future programme were fully reflected.
10. The revised budget of £486.4m assumed £254.7m of new borrowing (£159.1m General Fund and £72.6m HRA). Actual borrowing for 2022/23 was £102.5m (£74.1m General Fund and £28.3m HRA). This reflects not only reduced capital spend (to budget) but also a stronger focus on the maximisation of non-borrowing capital funding sources to reduce the need to borrow. As part of an ongoing review of capital funding, £1.7m historic unspent capital grant was identified to fund in-year expenditure (that would otherwise have been funded from borrowing) and a further £0.3m identified to release to support revenue budget.
11. Further work to reduce both borrowing anticipated in the 2024/25 ten year capital programme as well as historic borrowing is underway. This will inform the 2024/25 capital strategy update (being presented to October Cabinet), which will present the funding envelope for an affordable and financially sustainable capital programme.

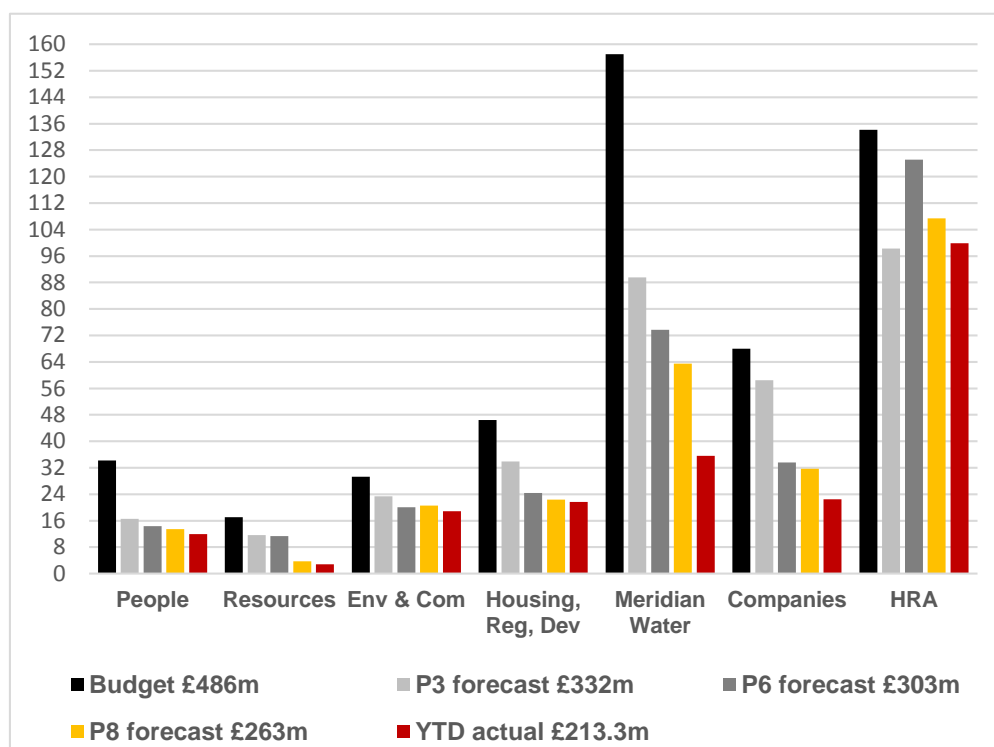
Relevance to the Council plans and Strategies

12. The Council's capital strategy provides the overall framework through which the capital programme is developed and delivered. Planned capital spend is informed by the Council's strategic objectives (as detailed in the Council's Corporate Plan). Council approved the 2022/23 capital strategy on 22nd September 2021.
13. The paragraphs below provide a high-level description of how 2022/23 capital expenditure supported the delivery of the Council's objectives.
14. **Good homes in well-connected neighbourhoods - £161.0m**
15. A substantial portion of portion of the council's capital programme exists to invest in new or better housing for residents, through Meridian Water, Housing Gateway, and the HRA's refurbishment and new home development programme. Meridian water saw reductions in the capital programme as the development strategy has shifted away from direct delivery.
16. **Safe, healthy and confident communities - £30.9m**
17. The capital programme includes annual allocations for investment in streets and roads, but also grant funded works to improve the environment for pedestrians and cyclists. The programme growth for the full year particularly reflects grant funding secured to delivery of the Enfield to Broxbourne Cycle route.
18. **An economy that works for everyone - £21.5m**
19. The capital programme includes provision for development projects which will provide additional jobs and better environments for local businesses. The Montagu Industrial estate budget has been reprofiled, and the council has reduced the scope of works to improve Council offices.

Capital outturn 2022/23 summary.

20. The Council's revised capital budget for 2022/23, including 2021/22 carry forward of unspent budget, was £486.4m. Budget adjustments to Period 8 (November 2022) include £7.9m growth and £47.2m reduction in planned spend. These were reported to Cabinet through the capital budget monitoring cycle. In addition, in February 2023, Council approved the carry forward of £184.4m capital budget from 2022/23 as part of 2023/24 budget setting process (Appendix 2 of KD5502).
21. These budget adjustments resulted in a Period 8 (November) forecast capital outturn of £262.7m.

22. Final capital spend for the year was £213.3m, of which £99.9m relates to the HRA. This represents 49% of budget and 81% of Period 8 (November) forecast outturn (£49.4m variance to Period 8 forecast outturn). Further information is available in the separate HRA report, elsewhere on the agenda.
23. The £49.4m variance between outturn spend and Period 8 forecast consists of Q4 growth in budgets of £2.8m and Q4 reduction in budgets of £41.8m. A further net £10.2m unspent capital budget at outturn is proposed to be added to the 2023/24 capital programme (of which £2.2m is funded from borrowing). Appendices A to C detail all growth, reductions and reprofiling throughout the year.
24. Figure 1 below summarises capital spend by Department. In a change to previous years, unspent capital budget at year end (the difference between final outturn and Period 8 forecast outturn) is only carried forward in exceptional cases or where it is funded from non-borrowing sources. EMT has provisionally approved £2.2m of unspent borrowing funded budgets to be carried forward into 2023/24, subject to Council approval.



Capital programme – key outcomes.

25. Table 1 below provides a summary of spend by department. Appendix C provides a detailed listing by programme, including summary of variance to budget, explanation of reductions, growth and requests for the carry forward of unspent capital budget at outturn. The HRA is referenced for completeness only and is discussed in more detail in the HRA 2022/23 outturn report).

26. Paragraph 27 provides an overview of how capital investment during 2022/23 supported the delivery manifesto pledges and paragraphs 28-52 key outcomes by Department.
27. Capital investment in the following areas supports the delivery of manifesto pledges:
- Free replacement recycling bins to residents was implemented in 2022/23;
 - Progress made on delivering new schools streets, with 10 delivered in 2022/23 taking the total to 24 schools streets across the borough;
 - Works to create 4 new wetlands across the borough started in 2022/23, with further investment planned to create 10 new wetlands in total within the borough;
 - Over 50,000 trees have been planted in forest areas and on urban streets;
 - At the Meridian water site, a new skills academy has opened to train 1,000 people a year, and there will be a new skate park;
 - Progress was made on creating new café and toilet facilities in all major parks with the completion of a new community hub at Firs Farm Park.

Table 1 – Final capital outturn by Department

	budget	outturn	variance	spend %
	£m	£m	£m	%
Education	33.5	11.7	(21.9)	34.9%
Children & Family Services	0.8	0.3	(0.6)	37.5%
People	34.3	12.0	(22.5)	35.0%
Digital Services	17.1	2.8	(14.3)	16.5%
Resources	17.1	2.8	(14.3)	16.5%
Customer & Communications	0.4	0.2	(0.2)	50.0%
Environment & Street scene	26.7	15.3	(11.4)	57.3%
Leisure, Parks & Culture	1.8	3.4	1.7	188.9%
Environment & Communities	29.3	18.9	(10.4)	64.5%
Corporate Property	39.4	15.1	(24.3)	38.3%
Town centre regeneration	4.1	4.3	0.2	104.8%
Housing adaptations	2.9	2.2	(0.7)	75.9%
Housing, Regn, Dev (ex MW)	46.5	21.7	(24.8)	46.7%
Meridian Water	157.0	35.6	(121.4)	22.7%
Energetik	21.7	19.3	(2.4)	88.9%
Housing Gateway Ltd	46.3	3.2	(43.1)	6.9%
Companies	68.0	22.5	(45.5)	32.6%
General Fund	352.2	113.5	(238.7)	32.2%
Housing Revenue Account	134.2	99.9	(34.3)	74.4%
capital expenditure	486.4	213.3	(273.1)	43.9%

People – £12.0m final spend (£34.2m budget)

28. Education (spend £11.7m) - key outcomes include completion of Fern House School, which became operational in February / March 2023, progress delivering new Winchmore 6th form building, extension of Oaktree School and the refurbishment of the Swan Centre.
29. The schools' maintenance programme also delivered a range of building improvements including a new kitchen at Bush Hill Park School, new boiler at Chase Side School, replacement of windows and roofs at Winchmore School, Eldon School, Enfield County Upper, Hadley Wood School, George Spicer School and various other works.
30. Children and Family (spend £0.3m) – key outcomes include delivery of a new youth bus to engage with young people in the socially deprived wards and investment in new servers, equipment, and upgrade of 65 CCTV cameras for Community Safety.

Resources – £2.8m final spend (£17.1m budget)

31. Customer Platform Replacement – the new platform was introduced during 2021/22, and during 2022/23 work continued to introduce new journeys for customers as we move more of customer interactions to self-service. This also included changing scripting and processes of these to make them quicker and more efficient. The programme continues into 2023/24.
32. Homelessness System – the new system was introduced, which provides a single product for dealing with homelessness, tracking customers and providing statutory reporting.
33. Applicant Tracking System – the new system was introduced which replaced the previous end of life system, which enables all Council recruitment to go through an end to end process including automation of journeys and interaction with applicants and managers on line.
34. Asset Management System – the new Corporate Asset Management system went live with the Minimum Viable Product, to replace the previous end of life system. This provides a single application to hold Council's assets such as property and supporting documentation. The programme continues into 2023/24 to populate the system with more information and change business process.
35. End User Computing – the work commenced on the programme to replace the council's laptops, tablets and smart phones which were last replaced in 2018. This programme will continue into 2023/24
36. Unified Communications – work commenced on the programme to review and replace the customer communication channels starting with telephony. This will continue into 2023/24, focussing on the customer contact software which will become end of life.

Environment & Communities – £18.9m final spend (£29.3m budget)

37. Customer & Communications (spend £0.2m) – key outcomes include the provision of new customer and community spaces within libraries and refurbishment works at Enfield Town Library.
38. Environment & Street Scene (spend £15.3m) – key outcomes include delivery of 15.75km of planned carriageway, renewal and resurfacing works, the renewal of 4.5km of footways, improvement of over 14,500 minor highway defective areas across the highway network and ongoing investment in the Bridge Improvement Programme.
39. The Council has also introduced a scheme for the free replacement of wheeled bins. Flood alleviation works continue at various sites as does investment in Journeys & Places.
40. The Journeys & Places programme is predominantly grant funded. Key outcomes include major improvements to the Cycleway 1 corridor and investment in quieter neighbourhoods (Fox Lane and Bowes). Within the School Streets programme, a series of additional School Street designs were completed, and three new projects made live, with a further five projects progressed to go live in the summer of 2023. The residential cycle hangar programme was also expanded with a further ten units delivered.
41. The Enfield Town to Broxbourne project has completed the design and engagement process, with construction commencing on the on-road elements. The Council also continued to invest in the replacement of fleet vehicles which have reached end of life as well as investing in the installation of electrical vehicle infrastructure.
42. Leisure, Parks & Culture (spend £3.4m). Key outcomes include the planting of 1,000 trees across the borough and completion of works for Tanners End Park and Broomfield Park tennis courts. Works were also completed on Edmonton Cemetery Mausoleum and Burial Chamber providing capacity for 544 burial spaces and 144 crematorium places. Outturn spend includes £0.9m spend on playground and parks infrastructure and highways trees replacement, originally budgeted within Environment & Street Scene.

Housing, Regeneration & Development – £21.7m final spend (£46.5m budget)

43. Corporate property (spend £15.1m) – key outcomes include delivery of the new Children & Families Hub at Thomas Hardy House and grant funded investment in decarbonisation works across the civic estate. The Electric Quarter project completed works on Ponders End library and residual snagging works were completed at Genotin Road offices. Montagu Industrial Estate development continues (via a joint venture partnership with Henry Boot Ltd).
44. Town Centre Regeneration (spend £4.3m) – key outcomes include delivery of new Angel Yard office workspace and completion of Dugdale Centre

ground floor refurbishment works – including refurbishment of the internal performance space (including moveable and expandable tiered seating), an enlarged café and expanded museum collection.

45. Housing Adaptations (spend £2.2m) – the Council received 259 enquiries for adaptations to private homes to allow residents to continue living in them safely and retain their independence. Of these 150 home adaptations were completed.

Meridian Water – £35.6m final spend (£157.0m budget)

46. In recognition of the challenging construction industry market conditions and the need to reduce the Council's exposure to financial risk it was appropriate to revise the Meridian Water capital budget from £157m to £72.7m in Q2 and £63.5m in Period 8 (November 2022)

47. The main reasons for the budget revisions, as approved by Cabinet as part of the period 8 Capital monitoring report are:

- a. £73.4m HIF budget was reprofiled to future years as a result of high construction inflation costs and the prolonged government review of HIF grant programmes which delayed commencement of infrastructure works. The programme was restructured to pause HIF rail and this budget was allocated to SIW.
- b. £11.5m underspend in the Meridian Four project due to a review of the project and a decision not to progress with budgeted works due to the unprecedented market conditions. Alternative delivery options are being considered.
- c. £9.8m underspend in scheme-wide costs, notably interest (£5.2m), management, staff, and recharges (£2.9m) and contingency (£1.5m).
- d. £8.9m underspend in Meridian One (payments for HRA homes) due to delays with construction.
- e. £2.7m Meridian Two land development payments to Vistry Partnerships delayed due to the Development Agreement not being unconditional as of end of March 2023, as a result of funding pressures resulting in a delay to the start of the Strategic Infrastructure Works (SIW) .
- f. Other items such as £1.3m Cadent land swap (completed shortly after end of March 2023. The funds were in an escrow account prior to March 2023, therefore had left our accounts), £2.6m clearance of waste mound (postponed to 2023/24), £1.7m Phase 2 development (delays due to market conditions mentioned above).

48. Key spend areas include.

- a. £10.5m related to Meridian One i.e., Land swap/purchase £1.2m, £8.5m HRA payments, circa £1m sundry expense
- b. £15.9m on scheme-wide activity – Includes £6.6m of capitalised interest costs
- c. £8.4m on activities related to HIF – HIF funding is toward strategic infrastructure works (SIW). Spend was lower than planned due to delays in funding decision.

Companies – £22.6m final spend (£68.0m budget)

49. Energetik (Loan drawdown £19.3m):
50. Key outcomes include continued work on the Meridian Water energy centre build and plant installation (completion date 30th September 2023), installation of phase 1 network to Meridian Water, design of Meridian Water western extension and application for planning permission, procurement of contractor for Meridian Water western extension phase 2, build start for Meridian Water northern extension (sections A1 and A2), retrofit and connection of 20 dwellings to the heat network at Ponders End. S106 contribution of £240k was also made for energy related works. These costs are accounted for within the HRA.
51. Housing Gateway Limited (HGL) (Grant drawdown - £3.2m):
52. HGL purchased 37 properties funded from a combination of the Rough Sleeping Accommodation Programme (RSAP) and Department of Health grant. 100 properties were forecast to be purchased during 2022/23, however due to the severe increase in interest rates, property purchases were paused and as a result no new loans were drawn down.

Capital spend - financing.

53. Capital financing applied in 2022/23 is summarised in Table 2, followed by individual tables providing additional information on each source of financing.

Table 2 – Capital financing applied at outturn.

	General Fund £m	Meridian Water £m	Companies £m	HRA £m	Total £m
Capital grants	22.2	8.6	3.5	29.1	63.4
S106	0.8	0.1	0.0	0.2	1.1
CIL	2.0	0.0	0.0	0.0	2.0
Revenue reserve	0.8	0.0	0.0	0.0	0.8
Capital receipts	0.0	1.5	0.0	12.8	14.3
Right to Buy receipts	0.0	0.0	0.0	12.8	12.8
Major Repairs Reserve	0.0	0.0	0.0	5.7	5.7
Earmarked Reserves	0.0	0.0	0.0	5.9	5.9
Capital Reserves	0.0	0.0	0.0	4.9	4.9
Non-borrowing	25.7	10.1	3.5	71.5	110.9
Borrowing	29.7	25.5	19.0	28.3	102.5
capital financing	55.4	35.6	22.5	99.9	213.3
% borrowing	54%	72%	84%	28%	48%

Borrowing - £102.5m outturn (£254.7m budget)

	budget £m	actual £m	variance £m
Resources	17.1	2.8	(14.3)
People	0.8	0.3	(0.6)
Environment & Communities	18.3	11.0	(7.3)
Housing, Regen. & Devt.	38.9	15.7	(23.2)
Meridian Water	52.6	25.5	(27.1)
Companies	65.4	19.0	(46.4)
HRA	61.6	28.3	(33.3)
	254.7	102.5	(152.2)

54. In-year borrowing has reduced from £254.7m budget to £102.5m (a variance of £152.2m). This does not mean that £152.2m of borrowing has been permanently removed from the capital programme - £68.4m of borrowing has already been reprofiled into 2023/24 (approved by Council as part of budget setting) and EMT has provisionally approved the carry forward of a further £2.2m of borrowing into 2023/24.
55. In response to the financial risk from increasing interest rates, the Council has sought to restrict the use of new borrowing to where no alternative funding sources are available.
56. To mitigate the impact of increasing interest rates, all programmes funded by borrowing in the 2023/24 programme and future years are being reviewed and will inform the development of an affordable 2024/25 capital strategy, to be reported to Cabinet in October.

Capital grants - £63.4m outturn (£172.9m budget)

	budget	actual	variance
	£m	£m	£m
People	33.5	11.7	(21.8)
Environment & Communities	1.2	2.1	0.9
Housing, Regen. & Devt.	11.4	8.4	(3.0)
Meridian Water	104.4	8.6	(95.8)
Companies	2.3	3.5	1.2
HRA	20.2	29.1	8.9
	172.9	63.4	(109.5)

57. Meridian Water: £8.6m of Housing Infrastructure Fund (HIF) funding was claimed in arrears to fund HIF related spend of £8.6m during the year.
58. People: £11.7m of Department for Education capital grant was utilised during the year. Unspent capital grant is earmarked for future use within the schools' capital programme.
59. Environment & Communities: A review of unspent grant at year end, resulted in additional grant utilisation at year end. This exercise identified £0.8m additional capital grant funding that was to capital spend on flood alleviation works, further reducing the Council's overall borrowing requirement.
60. Housing, Regeneration & Development: Additional £0.7m Disabled Facilities Grant and £0.2m UK Shared Prosperity Fund grant (applied to Dugdale Centre capital spend), compared to the budget was applied at year end. Journeys & Places grant funding used was reduced by (£4.0m). This reflects the alignment of indicative grant funding at budget setting, with actual grant allocations received.
61. Companies: Housing Gateway Ltd (HGL) secured an additional £0.9m Rough Sleepers Accommodation Programme (RSAP) grant funding to fund the acquisition of homes. The RSAP programme concluded 31 March 2023. A further £0.3m Adult Social Care grant funding was applied to fund HGL adaptations to a property for a vulnerable family. Energetik spend utilised £0.3m of historic GLA heat network grant funding.
62. A full listing of capital grants and third-party contributions applied as funding is detailed in Appendix E.

S106 contributions - £1.1m outturn (£0.4m budget)

	budget	actual	variance
	£m	£m	£m
Environment & Communities	0.1	0.3	0.2
HRD	0.0	0.4	0.4
Meridian Water	0.0	0.1	0.1

Companies	0.2	0.0	(0.2)
HRA	0.0	0.2	0.2
	0.4	1.1	0.7

63. Environment & Communities: £0.3m additional s106 utilisation for flood alleviation schemes
64. Housing, Regeneration & Development: £0.4m s106 utilisation at year end, including £0.2m for the Dugdale Centre and £0.2m for Journeys & Places projects.
65. Meridian Water: utilisation of £0.1m Building Blocs s106 contribution.
66. Companies & HRA: £0.2m s106 contribution funded spend was originally budgeted within Energetik. Actual spend was incurred within the HRA.
67. All s106 utilisation was approved by the Strategic Planning Board.

Community Infrastructure Levy (CIL) - £2.0m outturn (£1.8m budget)

	budget	actual	variance
	£m	£m	£m
Housing, Regen, Development	1.8	2.0	0.2
	1.8	2.0	0.2

68. Housing, Regeneration & Development: £1.0m CIL budgeted for Journeys & Places is now planned to be utilised in 2023/24. £0.8m CIL was originally budgeted for the Dugdale Centre. This was increased to £2.0m because of increased final spend (details in separate Dugdale report). This represent an overspend, the detail of which will be presented as part of a separate officer Key Decision report.

Revenue reserves - £0.8m outturn (£0.5m budget)

	budget	actual	variance
	£m	£m	£m
Environment & Communities	0.4	0.3	(0.2)
HRD	0.0	0.5	0.5
	0.5	0.8	0.3

69. Environment & Communities: Budget assumed £0.3m revenue funding for vehicle replacement and £0.1m for alley gating. Actual revenue funding applied consisted of £0.1m funding from the On-Street Residential ChargePoint scheme, £0.55m revenue contribution for the installation of electric vehicle charging points and £0.1m from the North London Waste Authorities, a rebate for waste replacement bins.
70. Housing, Regeneration & Development: £0.5m use of insurance receipts for the Civic Centre refurbishment after fire damage.

Capital receipts – £27.1m outturn (£26.4m budget)

	budget	actual	variance
	£m	£m	£m
Environment & Communities	0.3	0.0	(0.3)
HRD	3.6	0.0	(3.6)
Meridian Water	0.0	1.5	1.5
HRA	22.4	25.6	3.2
	26.4	27.1	0.8

71. Environment & Communities: £0.3m capital receipts were originally assumed from soil deposits to fund works at Sloeman’s Farm cemetery. £1.5m capital receipts are now planned for use during 2023/24 – 2026/27.
72. Housing, Regeneration & Development: £3.6m capital receipts were originally assumed for the Montagu joint venture project. These are now expected in later years. The current 10 year programme assumes Montagu will be mostly funded from capital receipts, with £10.0m borrowing. The underlying Business case is currently being reviewed and the budget requirement will be updated as part of the development of the 2024/25 capital strategy.
73. HRA use of capital receipts (including Right to Buy receipts) is broadly in line with budgeted assumptions. Further details included in the separate HRA 2022/23 outturn report.

HRA earmarked reserves – £16.5m outturn (£29.7m budget)

	budget	actual	variance
	£m	£m	£m
HRA	29.7	16.5	(13.1)
	29.7	16.5	(13.1)

74. Further details included in the separate HRA 2022/23 outturn report.

Forward look - General Fund capital funds available at 31 March 2023

75. Looking ahead, with the focus on maximising use of non-borrowing capital funding sources, table 3 summarises capital grants, capital receipts, s106 contributions and CIL funding available to fund future years’ capital spend. These balances relate to the General fund only and exclude HRA capital funding.

76. **Table 3 –General fund capital funds at 31 March 2023 - £81.7m**

	planned activities	£m
Capital grants		
Disabled Facilities Grant	Disabled adaptation in private homes	5.7
Better Care fund	Mental Health Hub approved	2.7
Department of Health	ringfenced funding - capital projects to be scoped	1.0
Department for Education	Balance sheet review and refreshed Children’s capital strategy Sep 23	56.3
Meridian Water	community chest	0.9
GLA	HRA – under review seek to utilise 23/24	0.1
Various	Small other ringfenced grant earmarked to 23/24 schemes	0.2
Capital receipts	Balance sheet review, review of FCR and strategy to generate future capital receipts	2.6
Strategic CIL	Workstream to maximise utilisation	5.1
Section 106 contributions	Workstream to maximise utilisation	7.0
		81.7

77. All balances are being further validated and evaluated to ensure they are used effectively. This is part of ongoing work by the Finance department to reduce in-year borrowing, by applying historic unspent grant (where eligible and in accordance with grant conditions) instead.

78. Separate workstreams are also underway to generate additional capital receipts to support the 2024/25 capital strategy. Updated forecasts of future s106 contributions and CIL receipts are also being generated, to support future funding strategies.

79. General Fund capital receipts of £2.6m is under review. The capital strategy under development will propose that capital receipts are no longer used to fund revenue transformation spend under the Flexible Use of Capital receipts policy other than to generate future capital receipts. The realisation of future capital receipts (from future asset disposals) is key to delivering an affordable ten-year capital programme. There is continued focus on robust capital forecasting measures, including forecasting planned disposals under the Asset Exploitation Strategy.

Period 3 2023/24 capital budget monitoring

80. The challenging economic climate of high levels of inflation (particularly construction) and increasing interest rates continues. The most recent interest rate rise increased the base rate to 5.25%, with forecasts suggesting rates could remain high for at least the next 2 years.
81. In February 2023, Council approved a capital budget of £379.6m for 2023/24. Since then, as part of in year budget monitoring and development of an affordable and financially sustainable 2024/25 Capital Strategy (approval October Cabinet), the entire programme is being reviewed.
82. The review is focused on all programmes funded by borrowing and will result in the re-sizing or pausing of projects as appropriate, to be presented to Cabinet for approval. In addition, the business cases underpinning all relevant projects are being refreshed and in some cases projects will be removed from the budgeted Capital Programme and classed as Pipeline Projects. A Pipeline project will be added back to the approved programme pending the completion of this review. This is to ensure projects are still affordable and deliver value for money in the current economic climate and there is reasonable certainty of the scale and timing of planned spend. This approach will also better ensure that borrowing estimates in the 10 year capital programme (and resulting annual revenue debt financing costs) are more robust.
83. The impact of increasing interest rates on debt financing costs is contributing to pressures on the Council's annual revenue budget. The 2024/25 capital strategy will seek to reduce borrowing (both historic and planned) where possible to help manage this risk.
84. At Period 3 (30 June 2023) the Council had spent £25.0m of its 2023/24 approved capital budget, including £17.6m on the Housing Revenue Account (HRA). Spend includes £10.8m on acquiring new homes in the Borough, £3.1m on housing development projects, £1.3m on building safety and compliance and £1.4m on bringing homes up to a decent standard. A further £1.1m was invested in the schools' capital programme for new windows on schools across the borough. Work also started on a new kitchen at Bush Hill Park School.
85. The first twenty social housing units at Meridian Water are nearing completion and consist of one, two and three-bedroom homes. They are expected to be ready for occupancy this financial year.
86. Finance has met with budget holders to review spend to date and to compile more accurate forecasts for 2023/24 outturn. These will be reviewed and reported in Period 5 of the capital budget monitoring cycle, which will be presented to October Cabinet, alongside the 2024/25 Capital Strategy report.
87. In February 2023, the Council approved an ongoing £28.6m debt financing revenue budget, consisting of £19.7m Minimum Revenue Provision (MRP)

and £8.9m interest costs, with an estimated additional £2.3m to be financed by capital financing smoothing reserves. This was based on historic borrowing taken out in previous years and an estimate of new borrowing required for 2023/24. Interest on new borrowing at budget setting was assumed to be 5%.

88. Interest rates have continued to rise since budget setting. The 2024/25 capital strategy will seek to develop a plan to manage interest rate risk within its revised 10 year capital plan. It is also likely that the new capital strategy will also result in a revised forecast for debt financing costs in 2023/24. Finance is working with Enfield's treasury advisers, Arlingclose, to develop a new Treasury Model for the Council. This will further assist with development of the Council's capital strategy.

Financial Implications

89. This document reports the 2022/23 capital outturn and the first quarter monitoring (period 3) for the 2023/24 financial year. There are no direct financial implications of noting this position.
90. Cabinet is also asked to recommend to Council the approval of the carry forward of £10.2m unspent budgets from 2022/23 to future years, including 2023/24 (Appendix B), of which £2.2m is to be funded by borrowing. The will be an ongoing revenue cost relating to interest and Minimum Revenue Provision to repay this borrowing.

Legal Implications

91. The Council must set the budget (of which the Capital Programme is part of) in accordance with the provisions of the Local Government Finance Act 1992 and approval of a balanced budget each year is a statutory responsibility of the Council.
92. Sections 25 to 29 of the Local Government Act 2003 impose duties on the Council in relation to how it sets and monitors its budget. These provisions require the Council to make prudent allowance for the risk and uncertainties in its budget and regularly monitor its finances during the year. The legislation leaves discretion to the Council about the allowances to be made and action to be taken.
93. Where a service is provided pursuant to a statutory duty, it would not be lawful to fail to discharge it properly or abandon it, and where there is discretion as to how it is to be discharged, that discretion should be exercised reasonably

Equalities Implications

94. Not relevant to this report.

HR and Workforce Implications

95. Not relevant to this report.

Environmental and Climate Change Implications

96. Not relevant to this report.

Public Health implications

97. Through investment in capital building and maintenance, the Council influences the built environment within Enfield significantly. The built environment in turn influences how residents interact with their environment; for example, during active travel or accessing facilities. Ensuring that our capital buildings are maintained, fit for purpose, and wellbeing considerations are taken in terms of their use, how they promote residents' wellbeing is key to contributing positively towards the public's health. Additionally, ensuring that all buildings have minimal environmental impact also contributes towards enhancing resident's wellbeing.

Property Implications

98. All property implications have been considered where relevant in the report. There are no direct property implications arising from this report.

Safeguarding Implications

99. Not relevant to this report.

Crime and Disorder Implications

100. Not relevant to this report.

Conclusions

101. The Council's final capital spend for 2022/23 was £213.3m. This is £273.1m less than budget and reflects the Council's prudent approach to capital spend given current financial conditions.

102. Looking ahead, in response to ongoing financial risks around interest rates and inflationary cost pressures, the Council is developing an affordable and financially sustainable capital strategy for 2023/24 to 2032/33.

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Appendices

Further detailed analysis of the Capital Outturn position is included in the Appendices to this report:

Appendix A	Capital programme outturn 2022/23
Appendix B	Outturn net budget carried forward to 2023/24
Appendix C	Capital outturn and funding by corporate objective
Appendix D	Full year growth to 2022/23 revised budget
Appendix E	Full year reductions to revised budget
Appendix F	Capital grants and contributions utilised in 2022/23

Appendix A – Capital programme outturn 2022/23

Appendix A – Capital programme outturn 2022/23	budget	actual	variance	Of which budget carried forward to 2023/24 funded by borrowing	Of which budget carried forward to 2023/24 funded by other sources (grants, S106, CIL etc)	Of which (remainder) budget changes not carried forward to 2023/24	variance
	£m	£m	£m	£m	£m	£m	£m
Digital Services	17.1	2.8	(14.3)	(13.3)	0.0	(0.9)	(14.3)
Resources	17.1	2.8	(14.3)	(13.3)	0.0	(0.9)	(14.3)
Schools programme	33.5	11.7	(21.9)	0.0	(19.7)	(2.1)	(21.9)
Extensions to Foster Carers' Homes	0.4	0.0	(0.4)	0.0	0.0	(0.4)	(0.4)
Contribution to Property (Vulnerable Family)	0.2	0.0	(0.2)	0.0	0.0	(0.2)	(0.2)
Community Safety	0.3	0.3	0.0	0.0	0.0	0.0	0.0
People	34.4	12.0	(22.4)	0.0	(19.7)	(2.7)	(22.4)
Libraries	0.1	0.0	(0.0)	0.0	(0.0)	0.0	0.0
Community Hubs	0.3	0.2	(0.1)	0.0	0.0	(0.1)	(0.1)
Alley Gating	0.1	0.0	(0.1)	0.0	0.0	(0.1)	(0.1)
Workshops for External Commercialisation	0.3	0.0	(0.3)	0.0	0.0	(0.3)	(0.3)
Journeys & Places	10.5	5.3	(5.2)	0.0	(1.4)	(3.9)	(5.2)
Traffic & Transportation	0.9	0.5	(0.4)	0.0	0.0	(0.5)	(0.5)
Vehicle Replacement Programme	5.5	2.0	(3.4)	(1.1)	0.0	(2.3)	(3.4)
Changes to Waste & Recycling Collections	0.0	0.1	0.1	0.0	0.0	0.1	0.1
Growth of Trade Waste Service	0.5	0.0	(0.5)	0.0	0.0	(0.5)	(0.5)
Highways & Street Scene	8.9	7.4	(1.6)	0.0	0.0	(1.6)	(1.6)

Appendix A – Capital programme outturn 2022/23

Appendix A – Capital programme outturn 2022/23	budget	actual	variance	Of which budget carried forward to 2023/24 funded by borrowing	Of which budget carried forward to 2023/24 funded by other sources (grants, S106, CIL etc)	Of which (remainder) budget changes not carried forward to 2023/24	variance
	£m	£m	£m	£m	£m	£m	£m
Edmonton Cemetery	0.6	0.4	(0.2)	0.0	0.0	(0.2)	(0.2)
Southgate Cemetery	0.0	0.1	0.1	0.0	0.0	0.1	0.1
Tottenham Park Cemetery	0.5	0.0	(0.5)	0.0	0.0	(0.5)	(0.5)
Sloemans Farm	0.2	0.2	0.0	0.0	0.0	0.0	0.0
Flood Alleviation	0.6	1.7	1.2	0.0	(0.3)	1.4	1.2
Parks, Playgrounds & Verges	0.3	1.0	0.7	0.0	0.0	0.7	0.7
Environment & Communities	29.2	18.9	(10.3)	(1.1)	(1.7)	(7.6)	(10.3)
Build the Change	14.4	7.9	(6.5)	(6.9)	0.0	0.5	(6.5)
Corporate Condition Programme	5.4	2.8	(2.6)	(0.5)	0.0	(2.2)	(2.6)
Corporate Property Investment Programme	3.6	0.3	(3.3)	(0.2)	0.0	(3.1)	(3.3)
Electric Quarter	1.5	0.7	(0.8)	(0.5)	0.0	(0.3)	(0.8)
Energy Decarbonisation (RE:FIT)	1.3	1.3	0.0	0.0	0.0	0.0	(0.0)
Genotin Road (Metaswitch)	(0.8)	0.5	1.3	0.0	0.0	1.3	1.3
Land Investment	7.5	0.8	(6.7)	0.0	0.0	(6.7)	(6.7)
Montagu Industrial Estate	6.5	0.8	(5.7)	(5.7)	0.0	0.0	(5.7)
Town Centre Regeneration	2.6	2.0	(0.6)	(0.4)	0.0	(0.3)	(0.6)
Dugdale Centre	1.5	2.3	0.8	0.0	0.0	0.8	0.8
Forty Hall	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Housing Adaptations & Assistance (DFG)	2.4	2.2	(0.2)	0.0	(0.5)	0.3	(0.2)

Appendix A – Capital programme outturn 2022/23

Appendix A – Capital programme outturn 2022/23	budget	actual	variance	Of which budget carried forward to 2023/24 funded by borrowing	Of which budget carried forward to 2023/24 funded by other sources (grants, S106, CIL etc)	Of which (remainder) budget changes not carried forward to 2023/24	variance
Vacant Property Review	0.5	0.0	(0.5)	0.0	0.0	(0.5)	(0.5)
Housing, Regeneration & Development	46.4	21.7	(24.7)	(14.1)	(0.5)	(10.1)	(24.7)
Meridian Water non-HIF	75.3	27.2	(48.1)	(12.2)	0.0	(35.8)	(48.0)
Meridian Water HIF	81.7	8.4	(73.4)	0.0	(67.7)	(5.7)	(73.4)
Meridian Water	157.0	35.6	(121.4)	(12.2)	(67.7)	(41.5)	(121.4)
Energetik	21.7	19.3	(2.3)	(2.1)	0.0	(0.2)	(2.3)
Housing Gateway Ltd	46.3	3.2	(43.1)	(34.2)	0.0	(8.9)	(43.1)
Companies	68.0	22.5	(45.4)	(36.4)	0.0	(9.1)	(45.4)
General Fund	352.1	113.4	(238.7)	(77.1)	(89.6)	(72.0)	(238.6)
Housing Revenue Account	134.2	99.9	(34.3)	(26.8)	(7.7)	0.2	(34.3)
capital programme	486.3	213.3	(273.0)	(103.9)	(97.3)	(71.7)	(273.0)

Appendix B – Outturn net budget carried forward to 2023/24 (subject to Council approval)

	Budget carried forward funded from borrowing	Budget carried forward funded from grants, s106, etc	Accelerated spend budget brought forward	total
	£m	£m	£m	£m
Journeys & Places	(0.1)	(0.2)		(0.3)
Highways & Street Scene		(0.2)		(0.2)
Flood Alleviation		(0.3)		(0.3)
Parks, Playgrounds & Verges		(0.0)		(0.0)
Environment & Communities	(0.1)	(0.7)	0.0	(0.8)
Build the Change			0.5	0.5
Corporate Property Investment Programme	(0.2)	0.0	0.0	(0.2)
Electric Quarter	(0.5)	0.0	0.0	(0.5)
Town Centre Regeneration	(0.3)			(0.3)
Housing Adaptations & Assistance (DFG)			0.2	0.2
Housing, Regeneration & Development	(1.0)	0.0	0.7	(0.3)
Meridian Water non-HIF	(1.2)		0.0	(1.2)
Meridian Water	(1.2)	0.0	0.0	(1.2)
Energetik		(0.1)	0.0	(0.1)
Companies	0.0	(0.1)	0.0	(0.1)
General Fund	(2.3)	(0.8)	0.7	(2.4)
Housing Revenue Account	0.0	(7.7)	0.0	(7.7)
	(2.3)	(8.6)	0.7	(10.2)

Appendix C – Capital programme and funding by corporate objective

Appendix C – capital programme and funding by corporate objective		
corporate objective	capital programme	actual
		£m
An economy that works for everyone	Digital Services	2.8
An economy that works for everyone	Corporate Condition Programme	2.8
An economy that works for everyone	Build the Change	7.9
An economy that works for everyone	Montagu Industrial Estate	0.8
An economy that works for everyone	Town Centre Regeneration	2.0
An economy that works for everyone	Corporate Property Investment Programme	0.3
An economy that works for everyone	Electric Quarter	0.7
An economy that works for everyone	Energy Decarbonisation (RE:FIT)	1.3
An economy that works for everyone	Genotin Road (Metaswitch)	0.5
An economy that works for everyone	Dugdale Coffee Shop	2.3
		21.5
Clean & Green places	Journeys & Places	5.3
Clean & Green places	Flood Alleviation	1.7
Clean & Green places	Parks, Playgrounds & Verges	1.0
Clean & Green places	Alley Gating	0.0

grants	s106 / CIL	capital receipts	reserves	borrowing	total financing
£m	£m	£m	£m	£m	£m
				2.8	2.8
				2.8	2.8
				7.9	7.9
				0.8	0.8
0.5				1.5	2.0
				0.3	0.3
				0.7	0.7
1.3					1.3
				0.5	0.5
0.2	2.2				2.3
1.9	2.2	0.0	0.0	17.4	21.5
4.2	0.2			0.8	5.3
1.5	0.3			0.0	1.7
0.3	0.3			0.3	1.0
					0.0

Appendix C – capital programme and funding by corporate objective		
corporate objective	capital programme	actual
		£m
Clean & Green places	Changes to Waste & Recycling Collections	0.1
Clean & Green places	Growth of Trade Waste Service	0.0
		8.1
Thriving Children & Young People	Schools programme	11.7
Thriving Children & Young People	Extensions to Foster Carers' Homes	0.0
Thriving Children & Young People	Contribution to Property (Vulnerable Family)	0.0
Thriving Children & Young People	Community Safety	0.3
		12.0
Strong, Healthy & Safe Communities	Libraries	0.0
Strong, Healthy & Safe Communities	Community Hubs	0.2
Strong, Healthy & Safe Communities	Workshops for External Commercialisation	0.0
Strong, Healthy & Safe Communities	Traffic & Transportation	0.5
Strong, Healthy & Safe Communities	Vehicle Replacement Programme	2.0
Strong, Healthy & Safe Communities	Highways & Street Scene	7.4
Strong, Healthy & Safe Communities	Edmonton Cemetery	0.4
Strong, Healthy & Safe Communities	Southgate Cemetery	0.1
Strong, Healthy & Safe Communities	Tottenham Park Cemetery	0.0

grants	s106 / CIL	capital receipts	reserves	borrowing	total financing
£m	£m	£m	£m	£m	£m
			0.1		0.1
					0.0
6.0	0.8	0.0	0.1	1.1	8.1
11.7					11.7
				0.0	0.0
				0.0	0.0
				0.3	0.3
11.7	0.0	0.0	0.0	0.3	12.0
	0.0				0.0
				0.2	0.2
				0.0	0.0
0.5					0.5
				2.0	2.0
0.2				7.1	7.4
				0.4	0.4
				0.1	0.1
				0.0	0.0

Appendix C – capital programme and funding by corporate objective		
corporate objective	capital programme	actual
		£m
Strong, Healthy & Safe Communities	Sloemans Farm	0.2
		10.8
More & Better Homes	Land Investment	0.8
More & Better Homes	Housing Adaptations & Assistance (DFG)	2.2
More & Better Homes	Vacant Property Review	0.0
More & Better Homes	Meridian Water non-HIF	27.2
More & Better Homes	Meridian Water HIF	8.4
More & Better Homes	Energetik	19.3
More & Better Homes	Housing Gateway Ltd	3.2
More & Better Homes	Housing Revenue Account	99.9
		161.0
	capital programme	213.3

grants	s106 / CIL	capital receipts	reserves	borrowing	total financing
£m	£m	£m	£m	£m	£m
				0.2	0.2
0.7	0.0	0.0	0.0	10.1	10.8
				0.8	0.8
2.2					2.2
				0.0	0.0
0.2	0.1	1.5		25.5	27.2
8.4					8.4
0.3				19.0	19.3
3.2					3.2
29.1	0.2	25.6	16.5	28.3	99.9
43.4	0.3	27.1	16.5	73.6	161.0
63.8	3.4	27.1	16.7	102.4	213.3

Appendix D – 2022/23 Full year growth to revised budget

Dept	Programme	£m	funding source	Description
People	Schools programme	0.5	DfE grant	Various schools projects as per Children's capital strategy
HRD	Genotin Road	1.3	borrowing	KD4567/KD5464 - correction to programme
HRD	Strategic property acquisition	0.9	borrowing	KD5271 – acquisition of property adjacent to council land
HRD	Enfield to Broxbourne Cycle	2.2	National Highways	KD5424 - New project
HRD	Journeys & Places	1.1	TfL	Bowes, Fox QN, new schemes TfL grant
HRD	DFG housing adaptations	0.3	DFG	DFG confirmation – increase budget
E&C	Digital infrastructure	0.2	National Highways	KD5456 – ducting and fibre network
E&C	TfL Traffic & Transportation	0.4	TfL	TfL confirmation of in-year grant
E&C	Watercourses	0.7	Grant / s106	Grant / s106 confirmed
E&C	Flood alleviation	0.4	Grant / s106	Grant / s106 confirmed
E&C	Waste & Recycling collections	0.1	NWLA rebate	KD4810 – funded NWLA (was originally capital receipt)
HRD	Dugdale Centre	0.8	CIL, UKSPF, s106	Outturn – Programme overspend funded by CIL
E&C	Highways & Street Scene	0.2	TfL	Outturn – Bourne Carriageway TfL funded works
E&C	Electric vehicle charging infrastructure	0.2	Revenue	Outturn - On- Street parking scheme funded works
Companies	Housing Gateway Ltd	0.3	DoH grant	Outturn - HGL property adaptation
Companies	Housing Gateway Ltd	1.0	RSAP grant	Outturn - RSAP grant funded homes acquisition
HRA	Development Programme	0.2	S106 contribution	Outturn – transferred from Energetik
	programme growth	10.8		

Appendix E – Full year reductions to 2022/23 revised budget

Department	Programme	£m	funding source	Description
People	Schools programme	(1.3)	DfE grant	removal of completed projects
People	Ext to foster carers' homes	(0.3)	Borrowing	removal of unspent budget
HRD	Land investment	(7.5)	Borrowing	removal of unspent budget
HRD	Vacant property review	(0.4)	Borrowing	removal of unspent budget
HRD	Town centre regeneration	(0.2)	Borrowing	removal of unspent budget
HRD	Build the Change	(6.9)	Borrowing	removal of unspent budget
HRD	Corporate condition prog	(1.5)	Borrowing	removal of unspent budget
HRD	Corporate prop investment	(3.1)	Borrowing	removal of unspent budget
HRD	Electric Quarter	(0.2)	Borrowing	reduced spend pending revised business case
E&C	Alley gating	(0.1)	Revenue	now revenue budget and reduced in scope
E&C	Journeys & Places	(6.9)	TfL grant	removal of indicative budget allocation
E&C	J&P - Angel Edmonton	(0.3)	Borrowing	EMT review - removal of indicative budget
E&C	Traffic & Transportation	(0.9)	TfL grant	removal of indicative budget allocation
E&C	Vehicle replacement prog	(2.2)	borrowing	programme is being re-evaluated
E&C	Edmonton Cemetery	(0.1)	borrowing	removal of unspent budget
E&C	Southgate Cemetery	(0.0)	borrowing	removal of unspent budget
E&C	Tottenham Park Cemetery	(0.5)	borrowing	scheme on hold
E&C	Parks, Playgrounds & Verges	(0.2)	borrowing	removal of unspent budget

Appendix E – Full year reductions to 2022/23 revised budget

Department	Programme	£m	funding source	Description
Meridian W	Meridian Water	(14.9)	borrowing	Reduced consultancy and staff spend, Meridian Four RIBA stage 3 and 4 works no longer progressing
Resources	Digital services	(0.9)	borrowing	Outturn - programme is being re-evaluated
People	Schools programme	(1.3)	DfE grant	Outturn - removal of contingency and capital budgets
People	Vulnerable families - property	(0.2)	borrowing	Outturn - removal of unspent budget
E&C	Highways & Street Scene	(0.4)	borrowing	Outturn - removal of unspent budget - bridges
E&C	Parks, Playgrounds & Verges	(0.1)	borrowing	Outturn - removal of unspent budget
E&C	Community hubs	(0.1)	borrowing	Outturn - removal of unspent budget
E&C	Vehicle workshops	(0.3)	borrowing	Outturn - removal of unspent budget
E&C	Vehicle replacement prog	(0.2)	borrowing	Outturn - programme is being re-evaluated
HRD	Corporate condition prog	(0.7)	borrowing	Outturn - removal of unspent budget
HRD	Corporate prop investment	(0.1)	borrowing	Outturn - removal of unspent budget
HRD	Electric Quarter	(0.1)	borrowing	Outturn - removal of unspent budget
HRD	Town centre regeneration	(0.1)	borrowing	Outturn - removal of unspent budget
HRD	Land investment	(0.1)	borrowing	Outturn - removal of unspent budget
HRD	Vacant property review	(0.2)	borrowing	Outturn - removal of unspent budget
Meridian W	Meridian Water	(21.0)	borrowing	Outturn – revised budget approved for 23/24
Meridian W	Meridian Water HIF	(5.7)	HIF grant	Outturn - HIF grant will be claimed in arrears
Companies	Housing Gateway Ltd	(10.2)	borrowing	Outturn - programme is being re-evaluated

Appendix E – Full year reductions to 2022/23 revised budget

Department	Programme	£m	funding source	Description
Companies	Energetik	(0.2)	S106 contribution	Outturn – transferred to HRA
	programme reductions	(89.1)		

Appendix F – capital grants and contributions utilised in 2022/23

Grant description	£m	capital programme funded from grant
DfE Basic Need grant	3.6	supply of new school places
DfE School Condition Allocation grant	4.7	school maintenance programme
DfE Higher educational needs grant	3.3	SEND school provision
School contribution to capital	0.2	school maintenance programme
People	11.7	
Environment Agency	0.3	Flood alleviation programme
Forestry Commission	0.5	Flood alleviation programme
National Heritage - green recovery	0.4	Flood alleviation programme
Third party contributions	0.1	Flood alleviation programme
GLA	0.1	Flood alleviation programme
Transport for London	0.6	Traffic & Transportation
Forestry Commission	0.0	pocket tree planting
Various contributions	0.0	parks and open spaces
Environment & Communities	2.1	
Better Care Fund allocations to DFG	2.0	housing adaptations
DFG equity repayments	0.2	housing adaptations
GLA Good Growth Fund	0.6	Town Centre Regeneration
Salix decarbonisation grant	1.3	Corporate estates
Transport for London	3.3	Journeys & Places
National Highways	0.8	Journeys & Places
UK Shared Prosperity Fund	0.2	Dugdale centre
Housing, regeneration & development	8.4	
Housing Infrastructure Fund	8.4	Meridian Water HIF
GLA Meridian Water London Regeneration	0.2	Meridian Water HIF
Meridian Water	8.6	

Appendix F – capital grants and contributions utilised in 2022/23

Grant description	£m	capital programme funded from grant
Department of Health	0.3	Housing Gateway Ltd home adaptation
Rough Sleepers' Accommodation Programme (RSAP)	2.9	Housing Gateway Ltd property acquisitions
GLA Heat Networks grant	0.3	Energetik
Companies	3.5	
GLA Building Council Homes for Londoners (BCHL)	22.8	HRA
BEIS National Net Zero Retrofit	0.7	HRA
BEIS - Wave 1 SHDF funding grant	0.1	HRA
HCA and Ladderswood	0.7	HRA
HFL grant	4.9	HRA
Housing Revenue Account	29.1	
Capital grants applied	63.4	