

Meeting of the City Council

14 December 2016

Report title	Capital budget quarter two monitoring 2016/17	
Referring body	Cabinet, 30 November 2016	
Councillor to present report	Councillor Andrew Johnson	
Wards affected	All	
Cabinet Member with lead responsibility	Councillor Andrew Johnson Resources	
Accountable director	Keith Ireland, Managing Director	
Originating service	Strategic Finance	
Accountable employee(s)	Mark Taylor Tel Email	Director of Finance 01902 554410 Mark.Taylor@wolverhampton.gov.uk
Report to be/has been considered by	Strategic Executive Board Cabinet Confident Capable Council Scrutiny Panel	15 November 2016 30 November 2016 15 March 2017

Recommendation(s) for action or decision:

The Council is recommended to:

1. Approve to undertake borrowing of £30.0 million and pay a capital grant of the equivalent amount to the West Midlands Combined Authority – Land Remediation Fund. This borrowing is required until the powers of the West Midlands Combined Authority (CA) are revised to enable them to borrow for non-transport related purposes. The CA will in return pay a revenue grant to the Council to cover the borrowing costs of interest and minimum revenue provision.
2. Approve the additional General Fund resources of £3.4 million identified for;
 - i. nine new projects totalling £1.9 million.
 - ii. i54 Western Extension, a new project, of £1.5 million.

1.0 Purpose

- 1.1 To provide Council with an update on the 2016/17 financial performance of the General Fund and Housing Revenue Account capital programmes and the revised forecast for 2016/17 as at quarter two of 2016/17.
- 1.2 To recommend revisions to the current approved General Fund capital programme covering the period 2016/17 to 2020/21.

2.0 Background

- 2.1 On 30 November 2016 Cabinet considered a report on 'Capital budget quarter two monitoring 2016/17'. The report can be accessed online on the Council's website by clicking onto the following the link:

http://wolverhampton.moderngov.co.uk/documents/s33506/Item%205%20-%20Q2%201617%20Cabinet_Final.pdf

- 2.2 Cabinet recommended to Full Council that it:

1. Approves to undertake borrowing of £30.0 million and pay a capital grant of the equivalent amount to the West Midlands Combined Authority – Land Remediation Fund. This borrowing is required until the powers of the West Midlands Combined Authority (CA) are revised to enable them to borrow for non-transport related purposes. The CA will in return pay a revenue grant to the Council to cover the borrowing costs of interest and minimum revenue provision.
2. Approves the additional General Fund resources of £3.4 million identified for;
 - i. nine new projects totalling £1.9 million.
 - ii. i54 Western Extension, a new project, of £1.5 million subject to Cabinet approving the exempt report of the same name also on the agenda.

- 2.3 The exempt report 'i54 Western Extension Update' mentioned in the above paragraph was subsequently approved by Cabinet on 30 November 2016.

3.0 Financial, legal, equalities, environmental, human resources and corporate landlord implications

- 3.1 The implications are detailed in the Cabinet report of 30 November 2016.

4.0 Schedule of background papers

- 4.1 30 November 2016 Cabinet report – Capital budget quarter two monitoring 2016/17
- 4.2 30 November 2016 Cabinet report – i54 Western Extension Update