

## CABINET MEETING –15 JUNE 2021

### EXECUTIVE SUMMARY SHEET – PART I

**Title of Report:**

Capital Programme Outturn 2020/2021 (including Treasury Management)

**Author(s):**

Executive Director of Corporate Services

**Purpose of Report:**

This report details:

- the Capital Programme outturn for 2020/2021; and
- an update on the Treasury Management Borrowing and Investment Strategy outturn position for 2020/2021.

**Description of Decision:**

Cabinet is recommended to:

- note the inclusion of additional schemes or variations to existing schemes for 2020/2021 detailed at Appendix A, as a variation to the Capital Programme;
- note the overall Capital outturn position for 2020/2021; and
- note the Treasury Management Strategy and Prudential Indicators outturn position for 2020/2021.

**Is the decision consistent with the Budget/Policy Framework?** Yes

**If not, Council approval is required to change the Budget/Policy Framework**

**Suggested reason(s) for Decision:**

As included in the Council's constitution, Cabinet is required to exercise control over capital spend and resources and receives quarterly reports to support this. This report notes the inclusion of additional capital schemes approved by Cabinet since the last capital review and confirms the overall Capital outturn for 2020/2021. The report also notes the outturn position in respect of the Treasury Management Strategy and Prudential Indicators.

**Alternative options to be considered and recommended to be rejected:**

No alternative options are proposed.

**Impacts analysed:**

Equality ☒ Privacy ☒ Sustainability ☒ Crime and Disorder ☒

<b>Is the Decision consistent with the Council's co-operative values?</b>	<b>Yes</b>
<b>Is this a "Key Decision" as defined in the Constitution?</b>	<b>Yes</b>
<b>Is it included in the 28 Day Notice of Decisions?</b>	<b>Yes</b>

## **CABINET – 15 JUNE 2021**

### **CAPITAL PROGRAMME OUTTURN 2020/2021 (INCLUDING TREASURY MANAGEMENT)**

#### **Report of the Executive Director of Corporate Services**

#### **1. Purpose of Report**

##### **1.1 This report details:**

- the Capital Programme outturn for 2020/2021; and
- an update on the Treasury Management Borrowing and Investment Strategy outturn position for 2020/2021.

#### **2. Description of Decision:**

##### **2.1 Cabinet is recommended to:**

- approve the inclusion of additional schemes or variations to existing schemes for 2020/2021 detailed at Appendix A, as a variation to the Capital Programme;
- note the overall Capital outturn position for 2020/2021; and
- note the Treasury Management Strategy and Prudential Indicators outturn position for 2020/2021.

#### **3. Introduction**

##### **3.1 The Capital Programme outturn position for 2020/2021 is shown in Section 4.**

##### **3.2 During the year changes are made to the Capital Programme to reflect updates that arise from the normal course of business. These changes include additional capital scheme approvals and funding announced by government and other agencies, as well as the on-going review of the phasing of schemes that span several financial years.**

##### **3.3 Performance in implementing the Treasury Management Strategy is detailed in Section 5 along with confirmation that the Council is operating within its agreed borrowing limits and Key Performance Indicators.**

#### **4. Capital Programme Outturn 2020/2021**

##### **4.1 Since the last capital review was reported to Cabinet in January 2021, and subsequent amendments to schemes approved by Cabinet, there have been changes to the 2020/2021 Capital Programme both in terms of expenditure and resourcing. The report sets out details of the net decrease in spending across all capital schemes of £30.862m, primarily due to reprofiling of expenditure, leading to a final outturn position of £96.620m in 2020/2021.**

#### 4.2 Scheme variations are categorised as follows:

- Reprofiled expenditure of £28.946m between 2020/2021 and future years. The primary reasons for this reprofiling relate to external influences outside of the Council's control, including as a result of impacts from Covid-19, or the realignment of projects to ensure best value is achieved;
- Additional schemes and scheme variations approved since the Capital Programme was last reported leading to a net decrease of £2.843m in 2020/2021; and
- Technical adjustments, which increase the Capital Programme in 2020/2021 by £0.927m.

#### 4.3 Appendix A sets out the detail of the changes to expenditure and resources for 2020/2021.

#### 4.4 The 2020/2021 Capital Programme delivery has been impacted by the Covid-19 pandemic and the associated national lockdowns and localised restrictions. Several projects have managed to maintain positive progress such as the new SSTC3 road linking the Northern Spire to the City centre following proactive measures implemented. However, not surprisingly, there has been an impact on programme timelines on a number of schemes within the Capital Programme as a result of contractor and supply chain availability, Council staffing resource, delays to Government funding announcements and further consideration to the required outcomes from schemes given the longer term impacts of the pandemic.

#### 4.5 The Third Capital Review 2020/2021 report to Cabinet 12<sup>th</sup> January 2021 advised that at that time there had been no material cost impact to the Capital Programme as a consequence of the Covid-19 pandemic, that could not be contained within current approved project budgets. However, during the final quarter of the financial year there have been notable increases in some material prices – primarily steel and timber - across the construction sector following demand and supply imbalances. As yet there is no confirmation that these increases will be unaffordable against current approved project budgets, but this will be monitored and reported to Cabinet as necessary, following receipt of tender prices.

### 5. **Review of the Prudential Indicators and Treasury Management Strategy for 2021/2022**

#### 5.1 The Prudential Indicators for 2020/2021 were approved by the Council on the 4<sup>th</sup> March 2020 and have been regularly reviewed to ensure that:

- the Council remained within its Authorised Limit for External Debt;
- treasury management decisions are taken in accordance with the Treasury Management Code of Practice and existing Council Treasury Management Policy and Strategy Statement; and
- the Capital expenditure control framework operated locally is consistent with, and supportive of, local strategic planning, local asset management planning, and proper option appraisal.

- 5.2 Internal monitoring procedures track performance daily against the various prudential indicators agreed by the Council. Throughout 2020/2021 the Council operated within its Authorised Borrowing Limit, which is a statutory limit determined under Section 3 (1) of the Local Government Act 2003 and there are no areas of concern or any issues which require any review of the indicators originally approved.

### **Borrowing Strategy – 2020/2021**

- 5.3 The Council's strategy for 2020/2021 was to adopt a pragmatic approach in identifying the low points in the interest rate cycle at which to borrow to secure benefit for the Council. A benchmark interest rate of 4.25% for long-term borrowing was set in the Treasury Management Policy and Strategy Statement for 2020/2021 reflecting the views prevalent at the time.
- 5.4 There was considerable volatility in the financial markets during 2020/2021. 50-year Public Works Loan Board (PWLB) interest rates for maturity loans started the financial year in April 2020 at 2.54% before gradually rising to a peak of 2.91% in mid-November 2020. On 26<sup>th</sup> November 2020 a 1% rate cut was implemented, reversing the 1% increase in rates introduced by Government in 2019, which resulted in rates falling, bottoming out at 1.52% during December 2020 before steadily rising to end the financial year at 2.19%.
- 5.5 Due to high levels of volatility in the financial markets and with borrowing rates forecast to remain low over the short to medium-term, no new borrowing has been undertaken during 2020/2021. The Treasury Management team in conjunction with the Council's treasury management advisors continue to closely monitor PWLB rates to assess the value of possible further new borrowing in line with capital programme requirements.
- 5.6 The Borrowing Strategy for 2020/2021 made provision for debt rescheduling but due to the proactive approach taken by the Council in previous years, and because of the very low underlying rate of the Council's long-term debt, no opportunities arose to refinance long-term loans at favourable interest rates. The Treasury Management team will continue to monitor market conditions and secure early redemption if appropriate opportunities should arise in the future.

### **Investment Strategy – 2020/2021**

- 5.8 The primary aim of the Investment Strategy is the security of Council funds, then having regard to liquidity, i.e. the availability of cash to meet the Council's liabilities, and finally to secure a reasonable rate of return on its investments.
- 5.9 The Monetary Policy Committee, in responses to the pandemic in March 2020, cut the Bank of England Base Rate to 0.10%, and this historically low rate has remained since. Market analysts are currently forecasting that the Base Rate will not rise before June 2023 but remains under constant review.
- 5.10 During 2020/2021 the Council achieved a rate of return on its investments of 0.45% compared with the 7-day London Interbank Bid (LIBID) rate of -0.07%. Whilst returns available in the market remain historically low, the performance achieved is above the benchmark rate, whilst adhering to the prudent policy agreed by the Council.

## **6. Reasons for Decision**

- 6.1 As included in the Council's constitution, Cabinet is required to exercise control over capital spend and resources and receives quarterly reports to support this. This report notes the inclusion of additional capital schemes approved by Cabinet since the last review and confirms the overall capital outturn for 2020/2021.

Cabinet is also requested to note the Treasury Management Strategy and Prudential Indicators outturn position for 2020/2021.

## **7. Alternative Options**

- 7.1 No alternative options are proposed.

## **8. Impact Analysis**

Impact assessments will be undertaken by Directorates to ensure programmes are delivered within budget.

## **9. List of Appendices**

**Appendix A** – Variations to the 2020/2021 Capital Programme to those previously reported

## **10. Background Papers**

Sunderland City Council Capital Programme 2021/2022 to 2024/2025.  
Third Capital Review 2020/2021.

## Appendix A

### Variations to the 2020/2021 Capital Programme to those previously reported

Portfolio / Project	Latest Revised 2020/2021 Budget (Budget Book) £'000	Reprofiling of 2020/2021 Expenditure £'000	Additional Schemes and Variations to Existing Projects 2020/2021 £'000	Technical Adjustments 2020/2021 £'000	Outturn 2020/2021 £'000	Comment
<b>Deputy Leader</b>						
Northern Spire (SSTC Ph2 - New Wear Crossing)	3,746	0	(2,817)	0	929	Following completion of the underdeck paintwork and finalisation of land compensation claims, there is a cost saving against the Northern Spire project of £2.817m.
Scheme Feasibility and Design	3,650	(1,538)	0	0	2,112	Funding has been provided to deliver feasibility and design works for strategically important projects which support the economic regeneration of across the City in line with the City Plan. Whilst these works are progressing, the timing of the delivery of these early stage works has been reviewed and realigned to reflect the updated City Plan, latest delivery masterplans and also emerging funding opportunities. Therefore, £1.538m is to be reprofiled into 2021/2022 for future planned scheme development works.
Replacement Crematorium	1,500	(1,483)	0	0	17	The original proposal was to replace the current crematorium with a new facility on the existing site. However, it has since been confirmed that this is not feasible resulting in the need to identify a new site. The amended delivery strategy of the scheme will result in a reprofiling of £1.483m from 2020/2021 into future years.
SSTC Phase 3 Road	22,942	(1,422)	0	0	21,520	Works to deliver the new road from the Northern Spire Bridge to the city centre are progressing well and the road is scheduled to be opened by Autumn 2021 as planned. However, £1.422m is required to be reprofiled from 2020/2021 into 2021/2022 and 2022/2023 to align with the latest project programme and financial milestones.

Portfolio / Project	Latest Revised 2020/2021 Budget (Budget Book) £'000	Reprofiling of 2020/2021 Expenditure £'000	Additional Schemes and Variations to Existing Projects 2020/2021 £'000	Technical Adjustments 2020/2021 £'000	Outturn 2020/2021 £'000	Comment
Bridges Maintenance Programme	2,484	(1,233)	0	0	1,251	Following a review of the schedule of bridge maintenance works, £1.252m is to be reprofiled from 2020/2021 to 2021/2022. This is partly due to impact from Covid-19, but also due to an extension of the scope of the works to include for additional concrete repair works and further technical consultation with contractors. The rephased works are to the A182 bridges, A1231 bridge (phase 2 works) and Stockton Road bridge.
LED Street Lighting Phase 2	1,459	(1,197)	0	0	262	The Deed of Variation for the next phase of LED street lighting is nearing conclusion between the Council and Connect Roads. Further efficiency savings have been identified around variable light levels of previously installed units and the de-illumination and LED conversion of signs and bollards. These works are included in the new Deed of Variation and will require additional funding of £0.4m which has been secured from Salix. Due to the additional time required to develop and execute the revised Deed of Variation, £1.197m is to be reprofiled from 2020/2021 to 2021/2022. Installation is scheduled to be complete by Autumn 2021.
Highways Maintenance Programme	5,726	1,013	0	0	6,739	Since the start of 2021, the Highways Operations team have been able to accelerate their programme of Highways Maintenance works, primarily due to delays on other Capital projects such as the Garden Place paving as part of the Investment Corridors project releasing resources which have been used to deliver Highways Maintenance works. This has resulted in acceleration of £1.013m from 2021/2022 into 2020/2021.



Portfolio / Project	Latest Revised 2020/2021 Budget (Budget Book) £'000	Reprofiling of 2020/2021 Expenditure £'000	Additional Schemes and Variations to Existing Projects 2020/2021 £'000	Technical Adjustments 2020/2021 £'000	Outturn 2020/2021 £'000	Comment
Provision for Economic Development Grants	1,317	(1,175)	0	0	142	Economic Development expenditure grant is paid upon beneficiaries meeting the specified grant conditions. The Covid-19 pandemic has had an impact on businesses investing during this period, with only £0.142m of funding drawn down in 2020/2021 for claims meeting grant conditions. There is an expectation that significant support to businesses will be needed to unlock investment as we move into recovery, with the 2020/2021 balance of £1.175m to be reprofiled into 2021/2022.
Roker Park Lodge	750	(745)	0	0	5	The project has been delayed due to ongoing consideration of design, wider services impact (including relocation of the onsite depot and maintenance resources) and conservation issues. Early stage design and feasibility will be carried out in 2021/2022, but the main works will take place in 2022/2023 with completion scheduled early 2023/2024. The balance of the £0.745m budget will therefore be reprofiled into those future years.
Herrington Country Park	650	(645)	0	0	5	Works have been delayed to 2021/2022 to allow additional design time and further consideration of the requirements. Works are now planned to commence in 2021/2022 and anticipated to be complete Summer 2022, resulting in £0.445m to be reprofiled from 2020/2021 into 2021/2022 and £0.200m into 2022/2023.
Environmental Services Vehicles and Equipment	1,851	(562)	0	0	1,289	The timing of vehicle replacements is continuously reviewed to ensure vehicles and equipment are only replaced when needed i.e. seeking maximum economic life from the fleet whilst taking in to account maintenance costs. This, alongside consideration of lead in times for delivery, has resulted in £0.562m of the budget to be reprofiled from 2020/2021 into 2021/2022.

Portfolio / Project	Latest Revised 2020/2021 Budget (Budget Book) £'000	Reprofiling of 2020/2021 Expenditure £'000	Additional Schemes and Variations to Existing Projects 2020/2021 £'000	Technical Adjustments 2020/2021 £'000	Outturn 2020/2021 £'000	Comment
Redevelopment of Parsons Depot including Electrical Vehicle Infrastructure	990	(493)	0	0	497	Following a review of the full tender requirements for the main works by Cabinet on 8th December 2020, the redevelopment programme timelines for Parsons depot have been reviewed. Construction on site is now scheduled to commence Summer 2021, with the first main phase of works scheduled to complete Summer 2022, and for phase 2 demolition works by the end of 2022. This has resulted in reprofiling of £0.493m from 2020/2021 in to 2022/2023.
Investment Corridors	750	(487)	0	0	263	Investment corridors' projects are linked to private sector investment and aligned to other works within the city centre, some of which have been on hold pending confirmation of external funding. Works to the Garden Place paving have progressed but are not expected to complete until August 2021. Accordingly, programme and spend profiles are subject to change, and £0.487m is to be reprofiled into 2021/2022 to fund delivery of further works in that year.
Refuse Collection Vehicle Replacement Programme	0	179	245	0	424	European Regional Development Fund funding of £0.118m has been secured towards the purchase of an electric-powered refuse collection vehicle that will support the Council reducing carbon emissions, as well as being more cost effective. To support this, £0.127m from the sale of old vehicles has also been provided to support the additional cost of this vehicle, as well as acceleration of £0.179m budget from 2023/2024 to facilitate this purchase at the end of the 2020/2021 financial year.
Integrated Transport	1,649	(398)	(23)	0	1,228	Following further delays due to the impact from Covid-19, works to various local integrated transport schemes, including A182 / Gillas Lane, have resulted in reprofiling of £0.398m from 2020/2021. A review of programme timelines for all planned Integrated Transport works in 2021/2022 will require this £0.398m to be profiled into 2022/2023.

Portfolio / Project	Latest Revised 2020/2021 Budget (Budget Book) £'000	Reprofiling of 2020/2021 Expenditure £'000	Additional Schemes and Variations to Existing Projects 2020/2021 £'000	Technical Adjustments 2020/2021 £'000	Outturn 2020/2021 £'000	Comment
Coastal Defence - Strategic Frontage 3 (SF3)	975	(417)	0	0	558	The maintenance and repair work to Stonehill Wall which forms part of the sea defence structures were recently completed, and at a lower than estimated cost. As a result of this cost saving, and also to fund finalisation of work into 2021/2022 and support planned phase 3 improvement works, £0.417m is to be reprofiled from 2020/2021; however, a review of programme timelines for all planned SF3 works in 2021/2022 will require this £0.417m to be profiled into 2023/2024.
Riverside Animation	425	(393)	0	0	32	Planned works to the riverside animation are on hold until the Crown Estates enter into a lease with the Council to allow a sub-lease to be put in place with the University. The budget of £0.393m will therefore be reprofiled from 2020/2021 to 2021/2022 to deliver these works in that year.
Vaux Phase 1 (Beam)	300	374	0	0	674	In the period since practical completion of the Beam (8th May 2019) over 60% of the building has been let. The remaining budget held in 2021/22, is to fund further building fit out requirements and external works. The Beam is well placed to meet organisations needs as specific requirements post Covid-19 are reviewed. In the period, building fit-out works have continued and work to support additional site wide infrastructure has been undertaken, resulting in acceleration of £0.374m budget from 2021/2022.
Sunderland Eye Infirmary (ex Farringdon Row Phase 1)	1,288	(354)	0	0	934	As a consequence of finalising the tenant's requirements, the facility is now to be located on the Vaux site. This has necessitated further site assessments to be undertaken which are now complete. However, this has resulted in a requirement to reprofile £0.354m from 2020/2021 into 2021/2022. The eye infirmary remains on target for completion by 2024.

Portfolio / Project	Latest Revised 2020/2021 Budget (Budget Book) £'000	Reprofiling of 2020/2021 Expenditure £'000	Additional Schemes and Variations to Existing Projects 2020/2021 £'000	Technical Adjustments 2020/2021 £'000	Outturn 2020/2021 £'000	Comment
Landscaping & Grounds Improvements	427	(346)	0	0	81	The Council has re-assessed the suitability of schemes to be delivered within the Landscaping and Ground Improvements project. Following spend of £0.081m in 2020/2021, this has resulted in reprofiling of £0.346m from 2020/2021 into 2021/2022 for further improvements to be delivered within that year.
Replacement Household Waste and Recycling Centre	1,333	(343)	0	0	990	The Highways Operations Team commenced the main infrastructure works on the replacement household waste recycling centre at Pallion in November 2020. Whilst the new facility remains scheduled to be open for October 2021, a delay to these main works will result in a forecast reprofile of £0.343m from 2020/2021 in to 2021/2022. In addition, following a review of potential locations for the micro-site and other operational building requirements, it is now planned to deliver this micro facility as part of other proposed works at the earliest opportunity in the near future. This will result in a saving against this current project, which will be confirmed in a future report when outturn cost is known.
Port Enterprise Zone	3,249	(274)	0	0	2,975	The Port Enterprise Zone infrastructure works comprise four works packages; rail improvements, dock road realignment and upgrade, East Shore land remediation and Trinity (formerly Hendon Sidings) land remediation. The rail, road and east shore elements are now complete. However, there was a requirement to undertake additional design, survey and associated works to Trinity resulting in £0.274m to be reprofiled from 2020/2021 to support completion of those works in 2021/2022.
Other Projects	13,305	(1,031)	(107)	0	12,167	Minor Variations (<£0.200m) to several projects.
<b>Total Deputy Leader</b>	<b>70,766</b>	<b>(12,970)</b>	<b>(2,702)</b>	<b>0</b>	<b>55,094</b>	
<b>Cabinet Secretary</b>						
Software Licenses	0	0	0	927	927	Intangible Assets fully funded from Directorate resources – spend and funding of £0.927m transferred from Revenue to the Capital Programme.

Portfolio / Project	Latest Revised 2020/2021 Budget (Budget Book) £'000	Reprofiling of 2020/2021 Expenditure £'000	Additional Schemes and Variations to Existing Projects 2020/2021 £'000	Technical Adjustments 2020/2021 £'000	Outturn 2020/2021 £'000	Comment
Smart Cities Project	870	803	0	0	1,673	This Smart City project is progressing at pace with delivery of the necessary fibre and 5G network infrastructure within the city, resulting in £0.803m budget to be accelerated from 2021/2022 to meet spend in 2020/2021. The first private 5G network has been procured for Sunderland to prove last mile delivery for an autonomous 40 tonne truck and allow remote teleoperations alongside the preparatory work for the procurement of a 5G Neutral Host Joint Venture partner which is now underway. In addition, the free ultra-fast wi-fi network has been expanded so more residents and visitors to the city can benefit from high speed digital connectivity.
Planned Property Capital Maintenance	2,473	(778)	0	0	1,695	The schedule of planned property capital works has been impacted by the pandemic. The plan of works has continued to be reviewed in line with Council needs and priorities resulting in £0.778m budget to be reprofiled from 2020/2021 into 2021/2022.
Refresh of ICT Core Infrastructure	1,034	(600)	0	0	434	The rationalisation and refresh of the Council's ICT estate has progressed during 2020/2021, however, due to the changing technical landscape, capacity to deploy and adoption of new technologies, £0.600m is to be reprofiled in to 2021/2022 to finalise the Office 365 roll out and the SAP Upgrade.
Re-procurement of AutoCAD licences	0	600	(258)	0	342	The re-procurement of AutoCAD licences is now complete. These were planned to be procured in 2021/2022, but the Council sought to secure significant discounts on offer and therefore progressed with the purchase in March 2021. This resulted in acceleration of £0.342m into 2020/2021, and a saving of £0.258m against the approved £0.600m budget.
ICT Infrastructure	322	(194)	0	0	128	The lack of availability of end user devices within the marketplace and also achieving best value pricing solutions for the Council, reduced the planned spend in-year resulting in £0.194m to be reprofiled from 2020/2021 into 2021/2022.

Portfolio / Project	Latest Revised 2020/2021 Budget (Budget Book) £'000	Reprofiling of 2020/2021 Expenditure £'000	Additional Schemes and Variations to Existing Projects 2020/2021 £'000	Technical Adjustments 2020/2021 £'000	Outturn 2020/2021 £'000	Comment
Other Projects	1,370	(354)	(27)	0	989	Minor variations (<£0.120m) to several projects.
<b>Total Cabinet Secretary</b>	<b>6,069</b>	<b>(523)</b>	<b>(285)</b>	<b>927</b>	<b>6,188</b>	
<b>Children, Learning &amp; Skills</b>						
SSGA - School extensions to St Pauls & Benedict Biscop	1,597	(673)	0	0	924	Both school extensions started on site in November 2021, which was later than anticipated. In addition, winter temperatures resulted in key works being suspended (i.e. concrete floor slab pours and brickwork installations). There is £0.498m to be reprofiled from 2020/2021 into 2021/2022. Both schemes are anticipated to be completed by the end of June 2021.
Willow Wood Primary School - new build	3,398	(435)	0	0	2,963	The main works contract and mechanical and electrical packages are currently two weeks behind programme, resulting in a forecast reprofile of £0.435m from 2020/2021 into 2021/2022. The main contractor is seeking to minimise this delay over the course of the next 5 months on site, and there is no current impact on planned opening of school for September 2021.
Newbottle Primary Academy Extension & ASD Unit	613	(204)	0	0	409	There has been some delay to the start of the highways works resulting in £0.204m to be reprofiled from 2020/2021 into 2021/2022. The works are scheduled to be complete Summer 2023 as originally planned.
Schools Devolved Capital	828	(547)	0	0	281	Funding and the delivery of the associated capital schemes is devolved to maintained schools. Following spend of £0.281m in 2020/2021, £0.547m is to be reprofiled into 2021/2022.

Portfolio / Project	Latest Revised 2020/2021 Budget (Budget Book) £'000	Reprofiling of 2020/2021 Expenditure £'000	Additional Schemes and Variations to Existing Projects 2020/2021 £'000	Technical Adjustments 2020/2021 £'000	Outturn 2020/2021 £'000	Comment
School's Asset Management Unallocated	692	(720)	28	0	0	The unallocated school's asset management budget is held for unforeseen winter and other emergencies e.g. heating failure, storm damage. The 2020/2021 winter has not been extreme lessening the expected amount of winter emergency work, resulting in £0.712m to be reprofiled for use into 2021/2022.
Other Projects	6,919	6	(77)	0	6,848	Minor variations (<£0.120m) to several projects.
<b>Total Children, Learning &amp; Skills</b>	<b>14,047</b>	<b>(2,573)</b>	<b>(49)</b>	<b>0</b>	<b>11,425</b>	
<b>Dynamic City</b>						
Strategic Acquisitions and Developments	19,326	(8,073)	0	0	11,253	Funding is provided to acquire real estate investments to support strategic economic regeneration and the City Plan. However, as negotiations progress, the timeline for some of the proposals has been reviewed, requiring £8.073m to be reprofiled from 2020/2021 into 2021/2022.
Cork Street Day Centre	1,362	(951)	0	0	411	The Day Centre is part of a wider project that will deliver purpose-built bungalows for people with physical disabilities, the latter, as part of Housing Delivery and Investment Plan. The main contractor commenced work on site Autumn 2020 and works are expected to be completed Autumn 2021. The project has been reprofiled in line with the programme timelines with £0.951m from this year in to 2021/2022.
Riverside Sunderland Infrastructure	908	(858)	0	0	50	Works have been reprofiled to align with the delivery of adjoining development sites such as Riverside Sunderland Multi-Storey Car Park project, Vaux Housing and the delivery of the High-Level Bridge works. This has resulted in £0.858m to be reprofiled from 2020/2021 into 2021/2022.

Portfolio / Project	Latest Revised 2020/2021 Budget (Budget Book) £'000	Reprofiling of 2020/2021 Expenditure £'000	Additional Schemes and Variations to Existing Projects 2020/2021 £'000	Technical Adjustments 2020/2021 £'000	Outturn 2020/2021 £'000	Comment
Affordable Housing Provision	634	(658)	38	0	14	Part of the Affordable Housing Provision is to provide road infrastructure in relation to the Cork Street Bungalow development which is part of the Housing Delivery and Investment Plan. The works for the required new road will commence when the bungalows are complete next year. There has also been a delay to planned land purchases. The project has been reprofiled in line with the programme timelines of £0.658m from 2020/2021 in to 2021/2022. In addition, there is a further £0.038m S106 funding to support this provision.
Crowtree Square Retail Unit	400	(395)	0	0	5	The plans for the Crowtree site have been revised following the submission, and the approval of, the Future High Street Funds (FHSF) grant funding bid. The utilisation of the budget for the prior planned retail unit will be considered against impact on the high street from Covid-19 to support regeneration plans for that area. The profiled balance of budget in 2020/2021 of £0.395m will therefore be reprofiled into future years.
Commercial Road Development	307	(303)	0	0	4	The initial enabling works to land next to Commercial Road are complete. However, the £0.303m balance of budget will be reprofiled into 2021/2022 to support the wider development works on this site to enable the creation of local jobs within the local and wider area and the physical and economic regeneration of the Commercial Road corridor providing a modern gateway to the City.
Other Projects	7,805	(949)	175	0	7,031	Minor fully funded variations (<£0.160m) to several projects.
<b>Total Dynamic City</b>	<b>30,742</b>	<b>(12,187)</b>	<b>213</b>	<b>0</b>	<b>18,768</b>	



Portfolio / Project	Latest Revised 2020/2021 Budget (Budget Book) £'000	Reprofiling of 2020/2021 Expenditure £'000	Additional Schemes and Variations to Existing Projects 2020/2021 £'000	Technical Adjustments 2020/2021 £'000	Outturn 2020/2021 £'000	Comment
<b>Healthy City</b>						
Day Centre Transformation & Improvement	500	(496)	0	0	4	Costed options for the planned new day centre, to meet the needs of people with complex disabilities and behaviours, have been developed and designed, with the aim of identifying a preferred model by Summer 2021. £0.496m is to be reprofiled from 2020/2021 into 2021/2022 to align with current project timescales. The day centre is scheduled to be open by Autumn 2022.
Emergency Accommodation	104	(104)	0	0	0	This project was approved to deliver self-contained apartments as temporary accommodation for young people aged 18-21 who have come through the leaving care system or are homeless. Negotiations continue with Registered Providers to identify and redevelop a property, resulting in the £0.104m budget for this to be reprofiled into 2021/2022.
Other Projects	4,047	(120)	(20)	0	3,907	Minor variations (<£0.100m) to several projects.
<b>Total Healthy City</b>	<b>4,651</b>	<b>(720)</b>	<b>(20)</b>	<b>0</b>	<b>3,911</b>	
<b>Vibrant City</b>						
Culture House	0	542	0	0	542	Funding of £0.542m has been accelerated from 2022/2023 to procure the project design team, develop the scheme concept design and for site enabling.
Neighbourhood Renewal	314	(310)	0	0	4	Neighbourhood Renewal schemes are determined and approved by Area Committees, with approximately £1m approved to date across the 5 areas. The profile of planned spend following latest approvals requires £0.310m to be reprofiled from 2020/2021 into 2022/2023.

Portfolio / Project	Latest Revised 2020/2021 Budget (Budget Book) £'000	Reprofiling of 2020/2021 Expenditure £'000	Additional Schemes and Variations to Existing Projects 2020/2021 £'000	Technical Adjustments 2020/2021 £'000	Outturn 2020/2021 £'000	Comment
Sunderland Museum and Winter Gardens Redevelopment	200	(200)	0	0	0	The National Heritage Lottery Fund (NHLF) closed their funding stream for new applications in 2020/2021 due to Covid-19. It was therefore pragmatic to not progress with the procurement of the masterplan until the fund reopened. The NHLF funding stream has reopened with slightly amended criteria and an Expression Of Interest will be submitted in due course, and the procurement of the masterplan will commence to align to this, resulting in £0.200m to be reprofiled from 2020/2021 into 2021/2022.
Other Projects	693	(5)	0	0	688	Minor variation.
<b>Total Vibrant City</b>	<b>1,207</b>	<b>27</b>	<b>0</b>	<b>0</b>	<b>1,234</b>	
<b>TOTAL CAPITAL PROGRAMME</b>	<b>127,482</b>	<b>(28,946)</b>	<b>(2,843)</b>	<b>927</b>	<b>96,620</b>	
<b>Reprofiling to 2021/2022</b>		<b>(24,511)</b>				
<b>Reprofiling to 2022/2023 and Beyond</b>		<b>(4,435)</b>				