

# HAMPSHIRE COUNTY COUNCIL

## Decision Report

<b>Decision Maker</b>	Cabinet
<b>Date:</b>	6 February 2024
<b>Decision Maker</b>	County Council
<b>Date:</b>	22 February 2024
<b>Title:</b>	Capital Programme 2024/25 to 2026/27
<b>Report From:</b>	Deputy Chief Executive and Director of Corporate Operations

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### Section A: Purpose of this Report

1. The purpose of this report is to collate the service capital programmes prepared by Executive Members and to present for approval the proposed capital programme for 2024/25 and the provisional programmes for the subsequent two financial years. The report also provides summary financial information relating to schemes started in previous financial years that remain in progress. Later sections of the report cover capital financing and revenue implications of the programme.

### Section B: Recommendation(s)

#### It is recommended that Cabinet:

2. Recommends to County Council that the capital programme for 2024/25 and the provisional programmes for 2025/26 and 2026/27 as set out in Appendix 1 be approved, including the identified carry forward of resources.
3. Recommends to County Council that the revised capital programme cash limits for 2023/24 be approved.
4. Recommends to County Council that the scheme value for the Bishopstoke Road scheme within the Universal Services capital programme be increased from £5.3m to £8.1m to be funded by S106 contributions, DfT LTP Integrated Transport Block grant and Concessionary Fares budget.

5. Approves the increase in scheme value for the Crookhorn College SCOLA recladding scheme from £2m to £3.3m to be funded from the reallocation of SCA grant funding and approves the transfer of this project from the 2024/25 programme to the 2023/24 programme.
6. Approves the increase in scheme value for the Henry Beaufort School SCOLA recladding scheme from £2.1m to £3.1m to be funded from the reallocation of SCA grant funding and approves the transfer of this project from the 2024/25 programme to the 2023/24 programme.
7. Notes that the locally resourced capital programme has been prepared in line with the changed treatment of capital guidelines from 2025/26 onwards as agreed in December 2023.

## **RECOMMENDATIONS TO COUNTY COUNCIL**

### **County Council is recommended to approve:**

- a) The capital programme for 2024/25 and the provisional programmes for 2025/26 and 2026/27 as set out in Appendix 1, including the identified carry forward of resources, noting that the locally resourced capital programme has been prepared in line with the changed treatment of capital guidelines from 2025/26 onwards as agreed by Cabinet in December 2023.
- b) The revised capital programme cash limits for 2023/24.
- c) An increase in the scheme value for the Bishopstoke Road scheme within the Universal Services capital programme from £5.3m to £8.1m to be funded by S106 contributions, DfT LTP Integrated Transport Block grant and Concessionary Fares budget.

## **Section C: Executive Summary**

8. This report sets out for approval the proposed capital programme for 2024/25 and the provisional programmes for 2025/26 and 2026/27. The report collates the service capital programmes prepared by Executive Members based upon an assessment of the prioritisation of schemes to deliver new and improved assets.
9. The capital programme has been prepared within the financial constraints of the capital cash limit guidelines, the revenue budget and the MTFS. The

MTFS is closely linked to the ‘*Serving Hampshire – Strategic Plan 2021 – 2025*’, which was reviewed at County Council on 28 September 2023.

10. The proposed **three-year programme** comprises schemes totalling **£880.6m**. When added to the revised capital programme for 2023/24 (£308m) and outstanding expenditure on schemes started in prior years (£289.4m) this results in total planned expenditure of £1.48bn. The programme is summarised by directorate in Section H alongside forecasts for the planned timing of capital expenditure, with detailed capital programme proposals in Appendix 1.
11. The financial challenges facing the County Council – and the wider local government sector – have been well publicised. The background to this position is well documented, with the County Council declaring publicly in 2018 that if something didn’t fundamentally change in the system for local government finance that it would not be sustainable in the longer term. This position has been exacerbated in recent years and does not just impact the revenue budget. Capital schemes have been impacted by the challenging economic environment (e.g. inflationary pressures) and pressures on available local and external resources to fund schemes. Furthermore, capital schemes have ongoing revenue budget impacts in terms of financing, operating and maintaining assets that must be well understood in assessing the affordability of proposals.
12. The County Council has maintained its capital programme in recent years, doing so by making use of external sources to fund a significant proportion of expenditure, supplemented by the use of capital receipts and the County Council’s own revenue resources. Given the challenging financial position the County Council faces, any revenue contributions to capital schemes must balance recognition of the importance of capital investment with the need to review and challenge all revenue based expenditure as part of the overall MTFS. In order to allow the County Council time to continue to consider the evolving MTFS position, the capital cash limit guidelines approved by Cabinet in December 2023 allocated the annual funding of £13.669m from these revenue based contributions to directorates for 2024/25 only, with the amounts for 2025/26 and 2026/27 to be held centrally pending further review.
13. The capital programmes proposed by Executive Members can be financed from within the resources available to the County Council, including the planned use of prudential borrowing. Prudential Indicators included within the Capital and Investment Strategy (an appendix to the revenue budget report) support the assessment that the programme is prudent, sustainable and affordable.
14. The proposed 3-year programme includes:
  - £173m to safeguard the long-term viability of the Older Adult care estate

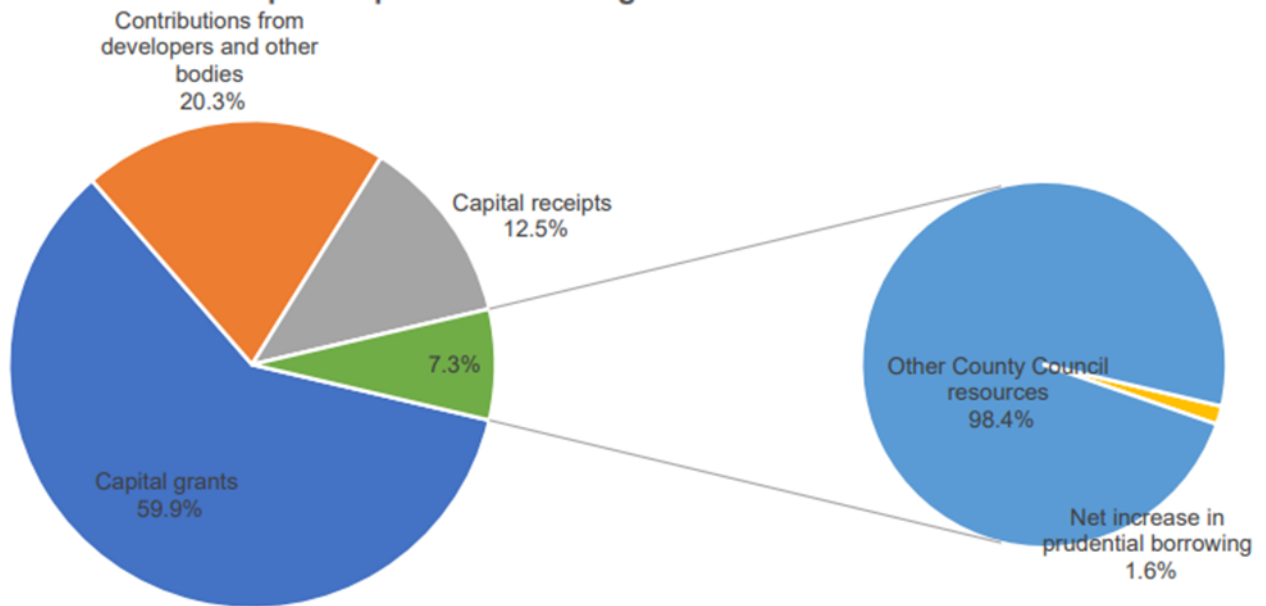
- £192m investment in new and extended school buildings to provide school places for children in Hampshire
  - £163m for structural maintenance and improvement of roads and bridges
  - £73m of Integrated Transport Plan schemes including £43m of schemes mainly concerned with walking and/or cycling improvements
  - £76m to address condition-based enhancements to the schools estate.
15. In addition, there are other significant schemes that were approved in previous years that will continue in 2024/25 and beyond.
16. The report also identifies three schemes where Cabinet and County Council are requested to approve revisions to the 2023/24 capital programme. Other variations have been approved by Executive Members and Directors in accordance with financial regulations thresholds.
17. The capital programme provides a significant boost to the local economy through jobs and the purchase of construction materials. This is a very significant investment in the infrastructure of Hampshire. Furthermore, it presents opportunities for the County Council to contribute towards its climate change targets of being carbon neutral and resilient to the impacts of a 2°C temperature rise by 2050.

#### **Section D: Contextual information**

18. Capital investment is an integral part of the delivery of public services. It involves expenditure on assets that will have an impact on service delivery not just in the short term but also over the medium and longer term. Investment in existing assets and the delivery of new ones must be well aligned with the County Council's overall priorities, need and affordability. This includes not just consideration of the availability of the initial capital funding but also the longer-term revenue impacts of capital investment decisions.
19. This report should therefore be considered alongside the Medium Term Financial Strategy (MTFS), the Revenue Budget and Precept report and the Capital and Investment Strategy, as well as the overarching strategic plan: *Serving Hampshire's Residents – Strategic Plan 2021 – 2025*, which was reviewed at County Council on 28 September 2023.
20. The County Council has maintained its capital programme throughout the period of austerity, doing so by making use of external sources to fund a significant proportion of expenditure, supplemented by the use of capital receipts and the County Council's own revenue resources.

21. Actual capital expenditure varies from year to year due to the nature of the delivery of capital schemes but has averaged around £205m per annum over the past 5 years, equating to over £1bn in aggregate. This is a significant investment in assets to support and enable the provision of local services while also delivering benefits to the local economy.
22. The breakdown of funding of actual capital expenditure for the 2022/23 financial year is shown in the graph below. In this period c.80% of expenditure was funded from external sources, or approximately £153m of the £191m total spend.

### Breakdown of capital expenditure funding 2022/23



23. Where expenditure is funded from local resources, this impacts the revenue budget in one of three ways:
1. A reduction in existing reserves
  2. Increased capital financing costs (e.g. interest and MRP) as a result of prudential borrowing
  3. The need for direct contributions to schemes from the revenue budget
24. The County Council has maintained planned revenue contributions to capital as part of its revenue budget throughout the period of austerity, recognising the need for continued capital expenditure in areas such as essential health and safety improvement works across the County Council's built estate and the investment in highways. As such, the current MTFS includes an annual revenue contribution to capital of £13.6m throughout the forecast period.

25. Given the challenging financial position the County Council faces, any revenue contributions to capital schemes must balance recognition of the importance of capital investment with the need to review and challenge all revenue based expenditure as part of the overall MTFS. In order to allow the County Council time to continue to consider the evolving MTFS position, the capital cash limit guidelines approved by Cabinet in December 2023 allocated the funding from these revenue based contributions to directorates for 2024/25 only, with the amounts for 2025/26 and 2026/27 to be held centrally pending further review.
26. The capital cash limit guidelines have been used by Executive Members to prepare detailed proposals for a programme of schemes funded by:
- Government capital grants
  - Contributions from developers and other external bodies
  - The use of the County Council's own resources including capital receipts, reserves, revenue contributions and prudential borrowing.
27. The programmes submitted for approval by Executive Members are summarised in this report, with more detail in the papers presented to the individual Executive Member Decision Days during January 2024.
28. It is worth noting that inflationary pressures, broader market conditions and general economic uncertainty continue to present challenges to the delivery of the capital programme. It will be important to continue to closely monitor this position, making use of local knowledge and the early engagement of contractors to secure value for money and the capacity to deliver the schemes within the programme.
29. The County Council will also continue to mitigate risk when considering which schemes to put forward (for example through reduced dependence on 'capped' grant funding) although the impact of inflation is now 'baked in' to prices that are now 30-40% higher since 2019 across many parts of the construction sector. Similarly, a condition and risk-based approach will be taken where appropriate to prioritise needs within funding allocations.

## **Section E: Government supported programme**

30. The capital programme is supported by Government grants for schools, highways, transport and disabled facilities. Information on the assumptions around these grants for the proposed programme are included in Table 1.

### **Table 1 – Government capital grants**

<b>Funding</b>	<b>Latest position</b>	<b>2024/25 £'000</b>	<b>2025/26 £'000</b>	<b>2026/27 £'000</b>
<b><u>Adults' Health and Care</u></b>				
DLUHC – Disabled Facilities Grant	Allocations for 24/25 and beyond not yet announced. For planning purposes assumed the original 23/24 allocations are maintained.	14,252*	14,252*	14,252*
<b><u>Children's Services</u></b>				
DfE – Basic Need	Allocations for 23/24 and 24/25 did not allocate any capital funding for Hampshire. The 2025/26 allocation was favourable, however, there is potential for zero or low capital allocation in 2026/27 and 2027/28	0	22,200	0*
DfE – Devolved Formula Capital	Allocations to date only confirmed for 2023/24	3,338*	3,388*	3,388*
<b><u>Universal Services</u></b>				
DfE – School Condition Allocation (SCA)	No announcements on allocations yet, however further changes to allocation formula anticipated from 2024/25. Unclear impact therefore currently assumes previous allocations remain.	23,164*	23,164*	23,164*
DfT – Integrated Transport and Structural Maintenance	Three year settlement confirmed in 22/23. No indication from DfT about funding beyond 24/25 so assumed for planning purposes to remain constant.	38,831	38,831*	38,831*
DfT – Network North Fund	Allocation for 2024/25 confirmed, remaining years assumed at 11 <sup>th</sup> of remaining approved fund for Hampshire.	4,225	13,760*	13,760*

*\* Assumed amounts as funding allocations not yet confirmed*

31. In addition, the County Council has and will continue to bid, where appropriate, for specific government funding through competitive bidding processes.
32. At the time of writing, the County Council is awaiting a decision on £2.5m of Active Travel Fund bids. In addition, the third and final round of Levelling Up Fund is expected to be announced which will be in the region of £1bn nationally. If awarded, any grant funding will be added to the Universal Services capital programme.
33. The Government's Network North document sets out a plan for improving the country's transport and there is potential for a future round of funding for improvements to the Major Road Network where Hampshire could consider submitting a bid.

## **Section F: Capital cash limit guidelines**

34. The County Council supplements the capital funding provided by government with that received from developers and other external bodies as well as the use of the County Council's own local resources. These local resources can include capital receipts, the use of reserves, direct contributions from the revenue budget, and prudential borrowing.
35. In December 2023, Cabinet approved provisional capital cash limit guidelines for 2024/25 to 2026/27 to allow Executive Members to prepare detailed capital programmes for submission as part of the budget setting process. Adding the other funding sources available to the County Council results in the updated capital cash limit guidelines as shown in Table 2.

**Table 2 – Capital cash limit guidelines**

	<b>2024/25</b>	<b>2025/26</b>	<b>2026/27</b>	<b>Total</b>
	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>
<u>Adults' Health and Care</u>				
Original guideline (revenue contribution)	481	0	0	<b>481</b>
Prudential borrowing	173,000	0	0	<b>173,000</b>
Government grants	14,252	14,252	14,252	<b>42,756</b>
<b>Total AHC</b>	<b>187,733</b>	<b>14,252</b>	<b>14,252</b>	<b>216,237</b>
<u>Children's Services</u>				
Original guideline (revenue contribution)	100	0	0	<b>100</b>



Capital receipts	1,300	0	500	<b>1,800</b>
Contribution from revenue/reserves	5,357	1,000	0	<b>6,357</b>
Other contributions including Developers	45,180	45,800	25,370	<b>116,350</b>
Government grants	69,119	33,538	15,338	<b>117,995</b>
<b>Total Children's Services</b>	<b>121,056</b>	<b>80,338</b>	<b>41,208</b>	<b>242,602</b>

#### Hampshire 2050\*

Original guideline (revenue contribution)	646	0	0	<b>646</b>
Capital Guideline Carry forwards	12,344	0	1,776	<b>14,120</b>
Contribution from revenue/reserves	35,000	100	0	<b>35,100</b>
Prudential borrowing	15,000	0	0	<b>15,000</b>
<b>Total Hampshire 2050</b>	<b>62,990</b>	<b>100</b>	<b>1,776</b>	<b>64,866</b>

#### Universal Services

Original guideline (revenue contribution)	12,442	0	0	<b>12,442</b>
Original guideline (prudential borrowing)	10,200	3,400	3,400	<b>17,000</b>
Capital Guideline Carry forwards	(1,537)	1,500	0	<b>(37)</b>
Capital receipts	366	0	0	<b>366</b>
Contribution from revenue/reserves	11,723	7,500	0	<b>19,223</b>
Other contributions including Developers	20,457	6,850	2,850	<b>30,157</b>
Government grants	83,896	88,333	78,217	<b>250,446</b>
<b>Total Universal Services</b>	<b>137,547</b>	<b>107,583</b>	<b>84,467</b>	<b>329,597</b>

#### Centrally held

Original guideline (revenue contribution)	0	13,669	13,669	<b>27,338</b>
<b>Total centrally held</b>	<b>0</b>	<b>13,669</b>	<b>13,669</b>	<b>27,338</b>

<b>Overall Total</b>	<b>509,326</b>	<b>215,942</b>	<b>155,372</b>	<b>880,640</b>
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\* includes £0.646m set aside for advanced and advantageous land purchases

36. The cash limit guidelines reflect the Cabinet decision in December 2023 to centrally retain the revenue budget funded contribution to capital in 2025/26 and 2026/27, allowing the County Council time to continue to consider the evolving MTFs position.

### **Section G: Revisions to the 2023/24 programme**

37. There are a number of revisions to the capital programme for 2023/24 requiring the approval of Cabinet and/or County Council. A number of further revisions have been made in line with financial regulations thresholds by Executive Members and Directors since the capital programme was approved. As these have had appropriate approval they are not individually

listed in this section of the report, however the changes are reflected in the revised capital programme shown in Table 4.


<b>Table 3</b>		
<b>Scheme</b>	<b>Funding</b>	<b>Change</b>
<u>Universal Services</u>		
Bishopstoke Road	S106, DfT LTP integrated transport block grant, concessionary fares budget	Increase from £5.3m to £8.1m
Crookhorn College SCOLA recladding	School Condition Allocation grant (SCA)	Increase from £2m to £3.3m
Henry Beaufort School SCOLA recladding	School Condition Allocation grant (SCA)	Increase from £2.1m to £3.1m

38. The **Bishopstoke Road** scheme proposes to implement bus priority measures. Planning, environmental, and geotechnical issues have been identified that are essential to resolve for scheme delivery. The additional engineering work and processes have increased the forecast costs by £2.8m. In addition, the change in timescales for delivery to enable this additional work means the scheme is no longer eligible to use funding from the DfT Transforming Cities Fund. The whole scheme will now be funded by a mixture of S106 contributions, DfT LTP Integrated Transport Block grant and a contribution from the Concessionary Fares budget. The DfT Transforming Cities Fund originally allocated to this scheme has been applied to other eligible projects.
39. Two SCOLA recladding projects (**Crookhorn College** and **Henry Beaufort School**) have been brought forward to the 2023/24 programme ahead of work starting on site in summer 2024. Both schemes have been impacted by inflation since they were first added to the programme, while the clarification of the scope of work to incorporate climate change adaptation has also increased expected costs.
40. There are no further draws from the **capital inflation risk reserve** since the report to Cabinet in December 2023, leaving a remaining reserve balance of £3.151m.

## **Section H: Proposed three year capital programme**

41. Executive Members have submitted three-year capital programmes for approval based upon the prioritisation of the delivery of new and improved assets. These programmes have been prepared within the financial constraints set out in the capital cash limit guidelines and the wider revenue budget and MTFs.
42. The proposed **three year capital programme for 2024/25 to 2026/27 comprises schemes totalling £880.6m**. When considered alongside a revised programme for 2023/24 of £308m and expenditure yet to be incurred on schemes stated prior to 2023/24 of £289.4m, this equates to **planned capital expenditure in aggregate of £1.478bn**.
43. A summary of the proposed programme is shown in Table 4. This includes the revisions to the 2023/24 programme set out in Section G above.

**Table 4 – proposed capital programme**

Prior years starts*		Revised 2023/24	2024/25	2025/26	2026/27	Total
£'000		£'000	£'000	£'000	£'000	£'000
20,260	Adults' Health & Care	49,154	187,733	14,252	14,252	<b>285,651</b>
15,282	Children's Services	47,332	121,056	80,338	41,208	<b>305,206</b>
2,997	Hampshire 2050	4,445	62,990	100	1,776	<b>72,308</b>
250,837	Universal Services	207,077	137,547	107,583	84,467	<b>787,511</b>
0	Centrally held	0	0	13,669	13,669	<b>27,338</b>
<b>289,376</b>	<b>Total</b>	<b>307,998</b>	<b>509,326</b>	<b>215,942</b>	<b>155,372</b>	<b>1,478,014</b>
						

\* schemes started in prior years that have not yet completed

**Table 5 – forecast timing of capital expenditure for items in Table 4**

	2023/24	2024/25	2025/26	2026/27	Future years	Total
	£'000	£'000	£'000	£'000	£'000	£'000
Expenditure	247,672	331,401	319,049	349,924	229,968	1,478,014

44. The proposed 3 year programme includes:

- £173m to safeguard the long-term viability of the Older Adult care estate
- £192m investment in new and extended school buildings to provide school places for children in Hampshire
- £163m for structural maintenance and improvement of roads and bridges
- £73m of Integrated Transport Plan schemes including £43m of schemes mainly concerned with walking and/or cycling improvements
- £76m to address condition-based enhancements to the schools estate.

45. The capital programme includes a number of schemes where Executive Members propose the carry forward of resources from 2023/24 to future years of the capital programme, as set out in Table 6 with more detail in Appendix 2.

**Table 6 – proposed carry forwards**

	2023/24	2024/25	2025/26	2026/27
	£'000	£'000	£'000	£'000
Adults' Health and Care				
Children's Services	(2,100)	1,600		500
Hampshire 2050	(12,344)	12,344		
Universal Services	(4,320)	4,320		
Centrally held				
<b>Overall Total</b>	<b>(18,764)</b>	<b>18,264</b>	<b>0</b>	<b>500</b>

46. Key themes from each directorate programme are set out below, with full details of schemes in Appendices 1 and additional commentary within the [capital programme reports](#) of each Executive Member.

## Adults' Health and Care

47. The proposed programme for Adults' Health and Care includes a new capital scheme to safeguard the long-term viability of the **Older Adult care estate** of £173m, as outlined in the HCC Care Service and Capital Strategy agreed by Cabinet in July 2023. It should be noted that these proposals are still subject to public consultation and the £173m is an indicative value of the overall programme of work. The funding for this work will come from prudential borrowing.
48. The programme also includes assumed annual allocations of £14.252m for the **Disabled Facilities Grant**, which is paid out to relevant district councils to award grants for eligible changes to a person's home.
49. In addition, work continues on schemes started in previous years, including the transformation of **Adult Learning Disability Services** and investment in extending the development of **Older Persons and Younger Adults Extra-Care Housing**.

## Children's Services

50. The proposed programme for Children's Services continues the exciting investment by the County Council for children in Hampshire that will not only help to raise educational standards but also create many additional local employment opportunities. The focus of the programme continues to be on **school places**, with approximately £199m of the total proposed investment programme of **£239m over the next three years** for new school places.
51. During the period 2013 to 2023 the County Council will have delivered 14,677 new school places with **projects contained within the 2024/25 to 2026/27 programme totalling a further 5,312 places** giving a total of 19,989 new school places by September 2027.
52. There are over 43,000 new dwellings planned for Hampshire between 2022 and 2029 for which most of the school pupil yield impact will fall outside the period of this report. Therefore, only a small number of the pupils that will be generated from those dwellings are accounted for in the places referred to above with the majority forming part of future programmes.
53. The proposed programme maintains a balanced position between income and expenditure over the proposed three-year programme. Despite the ongoing primary, secondary and Special Educational Needs and Disabilities (SEND) pressures, indications are that a balanced position will be maintained over the five-year period beyond the scope of this report. Further work is

being undertaken with potential funders with the aim to keep calls on the County Council's resources to a minimum.

## **Hampshire 2050**

54. The proposed Hampshire 2050 capital programme includes £0.646m of locally resourced capital funding in 2024/25 for advance and advantageous land purchase. This is in addition to the proposed carry forward of £12.344m unspent allocations from previous years for strategic and advantageous land purchase. The 2024/25 programme also includes a technical accounting re-classification relating to potential loans to the Manydown development programme which were previously covered by the Treasury Management Strategy approved by the County Council and are now to be accounted for as part of the capital programme in accordance with best practice.

## **Universal Services**

55. The proposed **Highways and Transport** capital programme of £251.6m over 3 years includes expenditure on structural maintenance (extending the life of an existing asset through planned maintenance and the bridges and structures programme), integrated transport and the purchase of vehicles by Hampshire Transport Management. It includes two years of funding of £7.5m for additional investment for highways reactive maintenance approved in the July 2023 outturn report.
56. The proposed **Property Services** capital programme of £78.7m over 3 years is predominantly the delivery of school schemes funded through the Schools Condition Allocation grant (SCA).
57. The proposed **Recreation** capital programme of £4.9m is all allocated to 2024/25 and is largely the delivery of capital priorities agreed in 2022 (planned improvements to the County Farms estate, Countryside bridges and rights of way, and the Basingstoke Canal programme) and schemes funded from the cost of change reserve (Calshot Futures and Hampshire Outdoor Centres Transformation).
58. The proposed **Waste and Environmental Services** capital programme includes £0.1m of new capital funding for **flood risk and coastal defence**. A programme with an estimated total value of £24.9m was however approved in previous years and continues to be in design and delivery.
59. In late October 2023 the Government released their *Simple Recycling* response. As a result of a significant change in position from that set out in the Environment Act 2021 there is expected to be a review of existing plans

for recycling schemes by **waste** collection authorities, meaning infrastructure plans need to be paused until the review is complete.

## Section I: Capital financing

60. Planned sources of funding have been identified for all items within the proposed and prior year capital programmes. As capital schemes are often delivered over more than one year, the timing of capital cash flows will often vary from the 'starts' year for schemes in the programme. Table 5 in Section H sets out the forecast timing of capital expenditure. The forecast sources of funding to match the forecast capital payments are set out in Table 7.

61. A noteworthy change from previous years is the large increase in prudential borrowing not funded by offsetting repayments from capital (e.g. future developer contributions). This is the result of the new capital scheme to safeguard the long-term viability of the Older Adult care estate of £173m.

**Table 7 – capital financing**

	<b>2023/24</b>	<b>2024/25</b>	<b>2025/26</b>	<b>2026/27</b>	<b>Future</b>
	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>
Prudential borrowing	19,305	28,514	56,467	139,966	103,143
less repayments from capital	(6,422)	(21,418)	(8,929)	(23,072)	(58,731)
Capital grants	130,818	159,513	141,216	132,853	94,731
Contributions from other bodies*	61,944	75,174	83,857	53,647	47,437
Capital receipts	465	19,316	810	24,030	6,982
Revenue contributions to capital	17,847	14,677	14,322	14,380	30,705
Use of the capital reserve	21,984	53,925	30,206	8,120	5,701
Use of revenue reserves	1,731	1,700	1,100	0	0
<b>Total planned use of resources</b>	<b>247,672</b>	<b>331,401</b>	<b>319,049</b>	<b>349,924</b>	<b>229,968</b>

\* including developers

## Section J: Prudential borrowing

62. Prudential borrowing is one of the ways in which the County Council may fund its capital programme. This may take the form of borrowing from external sources, but also applies to 'internal borrowing', which is the temporary use of cash balances to fund capital expenditure as part of the County Council's Treasury Management Strategy (an appendix to the revenue budget report).

63. Funding schemes through prudential borrowing increases the Capital Financing Requirement and results in ongoing charges to the revenue budget

through the Minimum Revenue Provision (MRP) and any interest costs incurred.

64. Table 8 provides details of outstanding and planned prudential borrowing advances under the framework for prudential borrowing agreed by Cabinet in February 2006. MRP will be charged to the revenue budget over time and will reduce the CFR. For further details, see the Capital and Investment Strategy (an appendix to the revenue budget report).

**Table 8 – Outstanding and planned prudential borrowing\***

	<b>£'000</b>
CFR for unsupported prudential borrowing at 31/3/23	163,800
Forecast additional prudential borrowing 2023/24 to 2026/27	244,252
<b>Outstanding and planned prudential borrowing</b>	<b>408,052</b>

To be financed by:

Minimum Revenue Provision charges to the revenue budget	289,480
Capital receipts, developer contributions and other one-off contributions	118,572

*\* Note that the outstanding and planned prudential borrowing does not factor in 'supported' borrowing of £439m which will all be repaid from MRP*

**Section K: Capital reserve**

65. The capital reserve holds approved local resources until they are required to fund capital payments as schemes progress. The County Council's approach is to apply grants and other contributions where appropriate before using its own resources. Table 9 shows expected movements in this reserve.

**Table 9 – Capital reserve**

	<b>2023/24</b>	<b>2024/25</b>	<b>2025/26</b>	<b>2026/27</b>
	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>
Opening balance	172,441	122,246	57,660	24,057
Application to schemes	(21,984)	(53,925)	(30,206)	(8,120)
Application of capital receipts	(465)	(19,316)	(810)	(24,030)
Other net movements	(27,746)	8,655	(2,587)	20,761
<b>Closing balance</b>	<b>122,246</b>	<b>57,660</b>	<b>24,057</b>	<b>12,668</b>



66. The closing balance at the end of 2026/27 relies upon approximately £45m of capital receipts being received in the period covered in the table.
67. The revenue implications of the new programme are shown in Table 10.

**Table 10 – Revenue effects**

	<b>Running costs</b>	<b>Capital charges</b>	<b>Total</b>
	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>
2024/25 starts	350	9,321	9,671
2025/26 starts	350	4,535	4,885
2026/27 starts	350	3,267	3,617
<b>Total</b>	<b>1,050</b>	<b>17,123</b>	<b>18,173</b>

68. Running costs represent annual revenue growth allocation of £0.35m added to the Structural Maintenance budget to support maintenance of new / improved highways assets as a result of the capital programme.
69. Capital charges represent annual depreciation and are therefore an accounting estimate for the cost of using assets to deliver schemes. In local government, however, statutory provisions mean that depreciation cannot be charged to the General Fund.
70. It is instead therefore the Minimum Revenue Provision (MRP) charges and any interest costs on external debt (or interest foregone on investment balances through the use of internal borrowing) that impact the revenue budget.

## **Section L: Consultation and Equalities**

71. Consultation on the budget is undertaken every two years when the County Council considers savings to help balance the budget. All savings proposals put forward by the County Council have an Equality Impact Assessment published as part of the formal decision making papers and for some proposals stage 2 consultations are undertaken before a final decision is made by the relevant Executive Member.

72. Equalities impact assessments will be considered when individual project appraisals are developed for the schemes included in the approved capital programme.

### **Section M: Climate Change Impact Assessment**

73. Hampshire County Council utilises two decision-making tools to assess the carbon emissions and resilience impacts of its projects and decisions. These tools provide a clear, robust, and transparent way of assessing how projects, policies and initiatives contribute towards the County Council's climate change targets of being carbon neutral and resilient to the impacts of a 2°C temperature rise by 2050. This process ensures that climate change considerations are built into everything the Authority does.

74. This report collates the overall capital programme for approval. All relevant developments within the capital programme are subject to individual assessments and climate change impacts will therefore be assessed through project appraisals as part of the approval to spend process for individual programmes and projects. Where appropriate, capital schemes are planned with adaptation to climate change in mind, such as the inclusion of passive cooling, solar shading, sustainable urban drainage and rainwater harvesting systems in building projects. This will take account of technical feasibility and what is deliverable within budget constraints.

### **Section N: Conclusions**

75. Executive Members have proposed capital programmes for the next three years in line with the Strategic Plan, MTFs and County Council priorities. The County Council's own local resources have been supplemented with contributions from developers and other external bodies alongside the use of central government grants to fund the schemes within the proposed programme. In total, the proposed capital programme for 2024/25 and the provisional programmes for 2025/26 and 2026/27 total £880.6m.

**REQUIRED CORPORATE AND LEGAL INFORMATION:**

**Links to the Strategic Plan**

<b>Hampshire maintains strong and sustainable economic growth and prosperity:</b>	Yes
<b>People in Hampshire live safe, healthy and independent lives:</b>	Yes
<b>People in Hampshire enjoy a rich and diverse environment:</b>	Yes
<b>People in Hampshire enjoy being part of strong, inclusive communities:</b>	Yes

**Other Significant Links**

<b>Links to previous Member decisions:</b>	
<u>Title</u>	<u>Date</u>
<a href="#">Financial update and budget setting and provisional cash limits for 2024/25 (Cabinet)</a>	12 December 2023
<a href="#">Adults' Health and Care capital programme</a>	16 January 2024
<a href="#">Children's Services capital programme</a>	19 January 2024
<a href="#">Hampshire 2050 revenue and capital budget report</a>	22 January 2024
<a href="#">Universal Services capital programme</a>	17 January 2024
<b>Direct links to specific legislation or Government Directives</b>	
<u>Title</u>	<u>Date</u>

**Section 100 D - Local Government Act 1972 - background documents**

The following documents discuss facts or matters on which this report, or an important part of it, is based and have been relied upon to a material extent in the preparation of this report. (NB: the list excludes published works and any documents which disclose exempt or confidential information as defined in the Act.)

<u>Document</u>	<u>Location</u>
None	

## **EQUALITIES IMPACT ASSESSMENT:**

### **1. Equality Duty**

The County Council has a duty under Section 149 of the Equality Act 2010 ('the Act') to have due regard in the exercise of its functions to the need to:

- Eliminate discrimination, harassment and victimisation and any other conduct prohibited by or under the Act with regard to the protected characteristics as set out in section 4 of the Act (age, disability, gender reassignment, marriage and civil partnership, pregnancy and maternity, race, religion or belief, sex and sexual orientation);
- Advance equality of opportunity between persons who share a relevant protected characteristic within section 149(7) of the Act (age, disability, gender reassignment, pregnancy and maternity, race, religion or belief, sex and sexual orientation) and those who do not share it;
- Foster good relations between persons who share a relevant protected characteristic within section 149(7) of the Act (see above) and persons who do not share it.

Due regard in this context involves having due regard in particular to:

- The need to remove or minimise disadvantages suffered by persons sharing a relevant protected characteristic that are connected to that characteristic;
- Take steps to meet the needs of persons sharing a relevant protected characteristic that are different from the needs of persons who do not share it;
- Encourage persons sharing a relevant protected characteristic to participate in public life or in any other activity in which participation by such persons is disproportionately low.

### **2. Equalities Impact Assessment:**

Equality objectives are not considered to be adversely impacted by the proposals in this report but the County Council's budget and the services that it provides are delivered in a way that ensures that any impact on equalities issues are fully taken into account. Equalities impact assessments will be considered when individual project appraisals are developed for the schemes included in the approved capital programme.







## Children's Services

## Capital Programme - 2024/25

Ref	Project	Construct- ion Works	Fees	Furniture Equipment Vehicles	Total Cost (excluding sites)	Revenue Effect in Full Year		Site Position	Contract Start Date	Duration	Remarks	Ref
						Running Costs	Capital Charges					
		£'000	£'000	£'000	£'000	£'000	£'000		Qtr	Months		
<b>2024/25 Schemes</b>												
<b>Children's Social Care</b>												
1	Foster Carers	216	34	-	250	-	-	N/A	Various	Various	Improvements to foster carers' homes where necessary.	1
2	Adaptation Equipment	-	-	250	250	-	25	N/A	Various	Various	Access improvement equipment for homes.	2
3	Early Year/Childcare Sufficiency	3,802	627	-	4,429	-	89	N/A	Various	Various	New nursery provision	3
<b>Primary School Improvements</b>												
4	Sarisbury Junior, Fareham	172	28	-	200	-	4	Owned	2	3	School improvements.	4
5	Stoneham Park Primary, Eastleigh	386	64	-	450	-	-	Owned	2	3	School improvements.	5
<b>New Primary School Provision</b>												
6	Aldershot Urban Extension 2nd Primary School, Aldershot	10,730	1,770	-	12,500	-	-	Owned	2	12	New 2fe primary school to meet housing demand.	6
7	West of Waterlooville 2nd Primary School, Havant	9,785	1,615	-	11,400	-	-	Owned	2	12	New 1.5fe primary school to meet housing demand.	7
8	Hounsome Fields Primary School, Basingstoke	12,489	2,061	-	14,550	-	-	Owned	Various	Various	New 2fe primary school to meet housing demand.	8
<b>Secondary School Improvements</b>												
9	The Hurst School, Tadley	834	138	-	972	-	19	Owned	2	12	School improvements	9
<b>Secondary School Expansions</b>												
10	Alderwood School, Aldershot	11,588	1,912	-	13,500	-	270	Owned	2	12	Expansion to 8fe	10
11	Oakmoor Academy, Bordon	7,940	1,310	-	9,250	-	-	Owned	2	12	Expansion to 8fe	11
<b>Special School Improvements</b>												
12	Hollywater School, Bordon	172	28	-	200	-	4	Owned	2	3	School improvements.	12
13	Samuel Cody School, Farnborough	687	113	-	800	-	16	Owned	2	3	School improvements.	13
14	Shepherds Down School, Winchester	741	59	-	800	-	27	Owned	2	3	New modular provision.	14



Children's Services

Capital Programme - 2024/25

	<b>New Special School Provision</b>												
16	New SEMH School, Eastleigh	15,365	2,535	-	17,900	-	-	Owned	2	15	New 90-125 place SEMH/ASD school.	16	
17	New SLD School, Whiteley	18,541	3,059	-	21,600	-	-	Owned	2	15	New 90-125 place complex needs school.	17	
18	<b>School Suitability Programme</b>	1,717	283	-	2,000		40	Owned	Various	Various	Various projects to meet identified needs.	18	
19	Purchase of modular classrooms	1,852	148	-	2,000	-	67	Owned	Various	Various	Various projects to be identified.	19	
20	Health and Safety	343	57	-	400	-	8	Owned	Various	Various	Improvements to address health and safety issues.	20	
21	Schools Devolved Capital	3,338	-	-	3,338	-	67	N/A	Various	Various	Allocations to schools through devolved formula capital.	21	
22	Access Improvements in Schools #	429	71	-	500	-	10	N/A	Various	Various	Improvements to school's buildings to improve accessibility.	22	
23	Furniture and Equipment #	-	-	250	250	-	25	N/A	Various	Various	Provision of furniture and equipment for capital schemes.	23	
24	Contingency	2,161	356	-	2,517	-	50	N/A	Various	Various		24	
	<b>Total Programme Supported by the Government and other bodies</b>	104,146	16,410	500	121,056	-	741						
	<b>Total Programme</b>				121,056	-	741						
											# Projects controlled on an accrued expenditure basis + Projects partly funded from external contributions * Projects externally funded		

## Children's Services

Capital Programme - 2025/26

Ref	Project	Construct- ion Works	Fees	Furniture Equipment Vehicles	Total Cost (excluding sites)	Revenue Effect in Full Year		Site Position	Contract Start		Remarks	Ref	
						Running Costs	Capital Charges		Date	Duration			
						£'000	£'000		Qtr	Months			
	<b>2025/26 Schemes</b>												
	<b>Children's Social Care</b>												
1	Foster Carers	215	35	-	250	-	-	N/A	Various	Various	Improvements to foster carers' homes where necessary.	1	
2	Adaptation Equipment	-	-	250	250	-	25	N/A	Various	Various	Access improvement equipment for homes.	2	
	<b>New Primary School Provision</b>												
3	Hartland Village Primary School, Fleet	10,472	1,728	-	12,200	-	-	Owned		2	12	New 2fe primary school to meet housing demand.	3
	<b>New Secondary School Provision</b>												
4	Whiteley Secondary School, Winchester	36,652	6,048	-	42,700	-	-	Owned		2	24	New 6fe secondary school to meet housing demand	4
	<b>Special School Improvements</b>												
5	Special School Improvements	858	142	-	1,000	-	20	Owned	Various	Various	Rebuild and refurbishment of special schools.	-	
	<b>High Needs Provision Grant</b>												
6	High Needs Provision Grant	8,584	1,416	-	10,000	-	200	Owned	Various	Various	Rebuild and refurbishment of special schools.	-	
	<b>School Suitability Programme</b>												
7	School Suitability Programme	1,717	283	-	2,000	-	40	Owned	Various	Various	Various improvements to meet identified needs.	6	
7	Purchase of modular classrooms	1,852	148	-	2,000	-	67	Owned	Various	Various	Various projects to be identified.	7	
8	Health and Safety	343	57	-	400	-	8	Owned	Various	Various	Improvements to address health and safety issues.	-	
9	Schools Devolved Capital	3,338	-	-	3,338	-	67	N/A	Various	Various	Allocations to schools through devolved formula capital.	9	
10	Access Improvements in Schools #	429	71	-	500	-	10	N/A	Various	Various	Improvements to school's buildings to improve accessibility.	10	
11	Furniture and Equipment #	-	-	250	250	-	25	N/A	Various	Various	Provision of furniture and equipment for capital schemes.	11	
12	Contingency	4,678	772	-	5,450	-	109	N/A	Various	Various		12	
	<b>Total Programme Supported by the Government and other bodies</b>	69,138	10,700	500	80,338	-	571						
	<b>Total Programme</b>				80,338	-	571						
											# Projects controlled on an accrued expenditure basis + Projects partly funded from external contributions * Projects externally funded		

Children's Services

Capital Programme - 2026/27

Ref	Project	Construct- ion Works	Fees	Furniture Equipment Vehicles	Total Cost (excluding sites)	Revenue Effect in Full Year		Site Position	Contract Start		Remarks	Ref
						Running Costs	Capital Charges		Date	Duration		
						£'000	£'000		Qtr	Months		
	<b>2026/27 Schemes</b>											
	<b>Children's Social Care</b>											
1	Foster Carers	215	35	-	250	-	-	N/A	Various	Various	Improvements to foster carers' homes where necessary.	-
2	Adaptation Equipment	-	-	250	250	-	25	N/A	Various	Various	Access improvement equipment for homes.	-
	<b>Primary School Improvements</b>											
3	Boorley Park Primary School, Eastleigh	4,292	708	-	5,000	-	-	Owned	2	12	Expansion to 3fe	-
	<b>New Primary School Provision</b>											
4	Manydown Primary School, Basingstoke	11,073	1,827	-	12,900	-	-	Owned	2	12	New 2fe primary school to meet housing demand.	-
5	Welborne Primary School, Fareham	11,073	1,827	-	12,900	-	-	Owned	2	12	New 2fe primary school to meet housing demand.	-
	<b>Special School Improvements</b>											
6	Purchase of modular classrooms	858	142	-	1,000	-	20	Owned	Various	Various	Rebuild and refurbishment of special schools.	-
7	Health and Safety	1,852	148	-	2,000	-	67	N/A	Various	Various	Various projects to be identified.	-
8	Schools Devolved Capital	343	57	-	400	-	8	Owned	Various	Various	Improvements to address health and safety issues.	-
9	Access Improvements in Schools #	3,338	-	-	3,338	-	67	N/A	Various	Various	Allocations to schools through devolved formula capital.	-
10	Furniture and Equipment #	429	71	-	500	-	10	N/A	Various	Various	Improvements to school buildings to improve accessibility	-
11	Contingency	-	-	250	250	-	25	N/A	Various	Various	Provision of furniture and equipment for capital schemes.	-
12		2,077	343	-	2,420	-	48	N/A	Various	Various		-
	<b>Total Programme Supported by the Government and other bodies</b>	35,550	5,158	500	41,208	-	270					
	<b>Total Programme</b>				41,208	-	270					
											# Projects controlled on an accrued expenditure basis + Projects partly funded from external contributions * Projects externally funded	

**Hampshire 2050**

**Capital Programme - 2024/25**

Ref	Project	Construct- ion Works	Fees	Furniture Equipment Vehicles	Total Cost (excluding sites)	Revenue Effect in Full Year		Site Position	Contract Start		Remarks
						Running Costs	Capital Charges		Date	Duration	
						£'000	£'000		£'000	£'000	
1	2024/25 Schemes Schemes Supported from Local Resources Advance and Advantageous Land Purchases #				2,990	-	-	N/A			Includes carry forward of accumulated balance from prior years £2.344m  Strategic land purchase of up to £10m funded by prudential borrowing (Cabinet 15/10/19). This 'pot' is to support opportunist acquisitions and to ensure that we can act in an agile manner should an opportunity arise.  Re-classification of potential loans to Manydown development programme previously covered by Treasury Management Strategy approved by County Council  # Projects controlled on an accrued expenditure basis
2	Strategic Land Purchases #			10,000	-	-	N/A				
3	Manydown Service Loans #				50,000	-	-	N/A			
	<b>Total Programme Supported by Local Resources</b>	-	-	-	62,990	-	-				
	<b>Total Programme</b>				62,990	-	-				

**Hampshire 2050**

**Capital Programme - 2025/26**

Ref	Project	Construct- ion Works	Fees	Furniture Equipment Vehicles	Total Cost (excluding sites)	Revenue Effect in Full Year		Site Position	Contract Start		Remarks
						Running Costs	Capital Charges		Date	Duration	
						£'000	£'000		£'000	£'000	
	2025/26 Schemes Schemes Supported from Local Resources Revolving Energy Fund	-	-	-	100	-	-	N/A			Fund for investment in community energy projects with primary objective of helping to meet County Council's climate change target and enabling the County Council to provide leadership and support to communities
	<b>Total Programme Supported by Local Resources</b>	-	-	-	100	-	-				
	<b>Total Programme</b>				100	-	-				

Hampshire 2050

Capital Programme - 2026/27

Ref	Project	Construct- ion Works	Fees	Furniture Equipment Vehicles	Total Cost (excluding sites)	Revenue Effect in Full Year		Site Position	Contract Start		Remarks
						Running Costs	Capital Charges		Date	Duration	
						£'000	£'000		£'000	£'000	
	<b>2026/27 Schemes</b>										
	<b>Schemes Supported from Local Resources</b>										
3	Advance and Advantageous Land Purchases #				1,776	-	-	N/A			Relates to repayment of Advance and Advantageous Land Purchases funding from forecast Botley capital receipts re Botley Fields land acquisitions
	<b>Total Programme Supported by Local Resources</b>	-	-	-	1,776	-	-				# Projects controlled on an accrued expenditure basis
	<b>Total Programme</b>				1,776	-	-				



Universal Services

Capital Programme - 2024/25

Ref	Project	Construct- ion Works	Fees	Furniture Equipment Vehicles	Total Cost (excluding sites)	Revenue Effect in Full Year		Site Position	Contract Start		Remarks
						Running Costs	Capital Charges		Date	Duration	
						£'000	£'000		Qtr	Months	
	<b>2024/25 Schemes (continued)</b>										
	<b>Highways and Transport</b>										
14	Havant Station Footbridge*	7,500	2,500	-	10,000	-	400	N/A	4	12	Replacement of existing bridge
15	Manydown to Basingstoke TC Cycle Route*	7,845	2,615	-	10,460	-	418	N/A	2	18	Cycling improvements
16	A30 SW Corridor Basingstoke Cycle Route & Bus Priority*	6,150	2,050	-	8,200	-	328	N/A	4	18	Cycling and bus improvements
17	Fleet Town Access Plan (priority scheme)+	2,850	950	-	3,800	-	152	N/A	4	12	Active travel improvements
18	Andover Town Centre Placemaking*	1,911	637	-	2,548	-	102	N/A	4	16	Multimodal placemaking improvements
19	Pullens Lane, Petersfield Improvements+	975	325	-	1,300	-	52	N/A	4	6	Placemaking improvements and traffic management measures
20	Whitehill Bordon - Sleaford Lights Junction - A325/B3004*	750	250	-	1,000	-	40	N/A	4	12	Junction improvements
21	Bus Priority: Selected Vehicle Detection (County-wide)	600	200	-	800	-	32	N/A	1	12	Bus priority measures
22	Andover Eastern Access improvements*	450	150	-	600	-	24	N/A	4	9	Pedestrian & cycle improvements, public realm enhancements
23	Improved Access to Swanwick Station*	450	150	-	600	-	24	N/A	4	12	Pedestrian and cycle improvements
24	Minley Road Multimodal*	398	132	-	530	-	21	N/A	4	6	Pedestrian and cycle improvements
25	Basing View to Basingstoke Placemaking*	338	112	-	450	-	18	N/A	4	6	Pedestrian improvements
26	NE Hook Footpath*	338	112	-	450	-	18	N/A	4	3	Provision of missing footpath link
27	Romsey to Timsbury cycle route*	338	112	-	450	-	18	N/A	4	12	Cycle improvements
28	Portsmouth Road Toucan Crossing - Liphook*	270	90	-	360	-	14	N/A	4	3	Pedestrian and cycle improvements
29	Anstey Road/Anstey Mill Lane Pedestrian Crossing*	225	75	-	300	-	12	N/A	4	4	Pedestrian improvements
30	Liphook Cycling & Pedestrian Improvements Ph 1*	188	63	-	251	-	10	N/A	4	4	Pedestrian and cycle improvements
31	Allbrook Hill active travel improvements*	188	62	-	250	-	10	N/A	4	6	Pedestrian improvements
32	Bus Real Time Information (County-wide)	188	62	-	250	-	10	N/A	4	12	Bus stop improvements
33	Boorley Green Placemaking*	113	37	-	150	-	6	N/A	4	4	Pedestrian and cycle improvements
34	Kingsclere Road Crossing, Basingstoke*	113	37	-	150	-	6	N/A	4	6	Pedestrian and cycle improvements
35	Schemes Costing Less than £250,000+	1,125	375	-	1,500	-	60	N/A	1	12	Local Improvements sub-programme
36	Safety Schemes and Traffic Management #	1,125	375	-	1,500	-	60	N/A	1	12	Casualty Reduction Programme & Traffic Management
37	Minor Improvements+	225	75	-	300	-	12	N/A	1	12	Improvement schemes costing less than £100,000 each.
38	Structural Maintenance of Roads and Bridges #	33,946	3,772	-	37,718	-	1,509	N/A	1	12	Structural maintenance to improve road conditions and structural maintenance and strengthening of bridges

Universal Services

Capital Programme - 2024/25

Ref	Project	Construct- ion Works	Fees	Furniture Equipment Vehicles	Total Cost (excluding sites)	Revenue Effect in Full Year		Site Position	Contract Start		Remarks
						Running Costs	Capital Charges		Date	Duration	
						£'000	£'000		£'000	£'000	
<b>2024/25 Schemes (continued)</b>											
<b><u>Property Services - Schools Condition Allocation (SCA)</u></b>											
39	Hart Plain Infant, Waterlooville*	1,202	198	-	1,400	-	28	Owned	2	9	SCOLA recladding
40	Schools Energy/Carbon Efficiency Revolving Fund*	858	142	-	1,000	-	20	Owned	1	12	Revolving fund for use by schools for energy efficiency projects e.g. LED lighting replacement
41	The Butts Primary, Alton*	1,202	198	-	1,400	-	28	Owned	2	9	SCOLA recladding (Includes £600k funding from Children's Services developer contributions)
42	Schools Condition Allocation (schemes costing less than £500,000)*	15,183	2,505	-	17,688	-	354	Owned	-	-	Major improvements to school buildings
<b>Total Programme Supported by the Government and other bodies</b>		87,041	18,364	-	105,405	350	3,786				
<b>Total Programme</b>					137,547	350	5,102				# Projects controlled on an accrued expenditure basis + Projects partly funded from external contributions * Projects externally funded



Ref	Project	Construct- ion Works £'000	Fees £'000	Furniture Equipment Vehicles £'000	Total Cost (excluding sites) £'000	Revenue Effect in Full Year		Site Position	Contract Start		Remarks
						Running Costs £'000	Capital Charges £'000		Date	Duration	
									Qtr	Months	
<b>2025/26 Schemes</b>											
<b>Schemes Supported from Local Resources</b>											
<b>Highways and Transport</b>											
43	Structural Maintenance of Non Principal Roads #	6,750	750	-	7,500	-	300	N/A	1	12	Structural maintenance to improve road conditions.
44	Vehicles for Hampshire Transport Managent #	-	-	3,400	3,400	-	340	N/A	-	-	Continuing programme of replacing vehicles
<b>Property Services</b>											
45	Corporate Estate Schemes	1,288	212	-	1,500	-	30	Owned	1	12	Planned improvements across the Corporate Estate to address backlog of condition based maintenance and ensure safety, compliance and business continuity for essential buildings
<b>Total Programme Supported by Local Resources</b>		<b>8,038</b>	<b>962</b>	<b>3,400</b>	<b>12,400</b>	<b>-</b>	<b>670</b>				
<b>Schemes Supported by the Government and Other External Bodies</b>											
<b>Highways and Transport</b>											
46	Gosport Town Centre to Ferry Cycle Route*	5,250	1,750	-	7,000	-	280	N/A	4	12	Cycle improvements
47	Cart and Horses junction improvements+	4,125	1,375	-	5,500	-	220	N/A	4	12	Junction improvement
48	Petersfield Rd/Park Rd Nth, Havant Active Travel Phase 2*	2,025	675	-	2,700	-	108	N/A	4	12	Pedestrian and cycle improvements
49	Hamble Lane Multimodal+	1,875	625	-	2,500	-	100	N/A	4	12	Multimodal improvements
50	West End High Street Placemaking*	750	250	-	1,000	-	40	N/A	4	6	Placemaking and active travel improvements
51	Four Marks Five Lane junction drainage enhancements*	188	63	-	250	-	10	N/A	4	4	Drainage Improvements
52	Schemes Costing Less than £250,000+	1,125	375	-	1,500	-	60	N/A	1	12	Local Improvements sub-programme
53	Safety Schemes and Traffic Management #	1,125	375	-	1,500	-	60	N/A	1	12	Casualty Reduction Programme & Traffic Management
54	Minor Improvements+	225	75	-	300	-	12	N/A	1	12	Improvement schemes costing less than £100,000 each.
55	Structural Maintenance of Roads and Bridges #	42,528	4,725	-	47,253	-	1,890	N/A	1	12	Structural maintenance to improve road conditions and structural maintenance and strengthening of bridges
<b>Property Services - Schools Condition Allocation (SCA)</b>											
56	Hamble School, Southampton*	2,575	425	-	3,000	-	60	Owned	-	-	SCOLA recladding
57	Warblington School, Havant*	2,575	425	-	3,000	-	60	Owned	-	-	SCOLA recladding
58	Schools Condition Allocation (schemes costing less than £500,000)*	16,893	2,787	-	19,680	-	394	Owned	-	-	Major improvements to school buildings
<b>Total Programme Supported by the Government and other bodies</b>		<b>81,258</b>	<b>13,925</b>	<b>-</b>	<b>95,183</b>	<b>350</b>	<b>3,294</b>				
<b>Total Programme</b>					<b>107,583</b>	<b>350</b>	<b>3,964</b>				+ Projects partly funded from external contributions

Ref	Project	Construct- ion Works	Fees	Furniture Equipment Vehicles	Total Cost (excluding sites)	Revenue Effect in Full Year		Site Position	Contract Start		Remarks
						Running Costs	Capital Charges		Date	Duration	
						£'000	£'000		Qtr	Months	
<b>2026/27 Schemes</b>											
<b>Schemes Supported from Local Resources</b>											
<u>Highways and Transport</u>											
59	Vehicles for Hampshire Transport Management #	-	-	3,400	3,400	-	340	N/A	-	-	Continuing programme of replacing vehicles
<b>Total Programme Supported by Local Resources</b>		-	-	3,400	3,400	-	340				
<b>Schemes Supported by the Government and Other External Bodies</b>											
<u>Highways and Transport</u>											
60	Twyford Road, Eastleigh Active Travel+	750	250	-	1,000	-	40	N/A	4	12	Pedestrian and cycle improvements
61	Stoneham Park, Eastleigh Placemaking*	188	63	-	250	-	10	N/A	4	4	Placemaking and active travel improvements
62	Schemes Costing Less than £250,000+	1,125	375	-	1,500	-	60	N/A	1	12	Local Improvements sub-programme
63	Safety Schemes and Traffic Management #	1,125	375	-	1,500	-	60	N/A	1	12	Casualty Reduction Programme & Traffic Management
64	Minor Improvements+	225	75	-	300	-	12	N/A	1	12	Improvement schemes costing less than £100,000 each.
65	Structural Maintenance of Roads and Bridges #	42,528	4,725	-	47,253	-	1,890	N/A	1	12	Structural maintenance to improve road conditions and structural maintenance and strengthening of bridges
<u>Property Services - Schools Condition Allocation (SCA)</u>											
66	Baycroft School, Fareham*	2,146	354	-	2,500	-	50	Owned	-	-	SCOLA recladding and building refurbishment
67	Henry Cort Community College, Fareham*	2,146	354	-	2,500	-	50	Owned	-	-	SCOLA recladding
68	Marchwood Infant School, Southampton*	944	156	-	1,100	-	22	Owned	-	-	Recladding and building upgrade
69	Samuel Cody School, Farnborough*	2,575	425	-	3,000	-	60	Owned	-	-	SCOLA recladding
70	Testbourne Community School, Whitchurch*	1,717	283	-	2,000	-	40	Owned	-	-	SCOLA recladding
71	Schools Condition Allocation (schemes costing less than £500,000)*	15,591	2,573	-	18,164	-	363	Owned	-	-	Major improvements to school buildings
<b>Total Programme Supported by the Government and other bodies</b>		71,060	10,007	-	81,067	350	2,657				
<b>Total Programme</b>					84,467	350	2,997				# Projects controlled on an accrued expenditure basis + Projects partly funded from external contributions

## Appendix 2

### Carry Forwards detail by Directorate

	2023/24	2024/25	2025/26	2026/27
	£'000	£'000	£'000	£'000
<b>Adults' Health and Care</b>	0	0	0	0
<b>Children's Services</b>				
Early Years/Childcare Sufficiency	(1,600)	1,600		
Social Care Projects	(500)			500
	(2,100)	1,600		500
<b>Hampshire 2050</b>				
Strategic Land	(10,000)	10,000		
Advance & Advantageous Land	(2,344)	2,344		
	(12,344)	12,344	0	0
<b>Universal Services</b>				
Energy Performance Programme (EPP)	(261)	261		
Facilities Management	(233)	233		
Office Accommodation Capital Projects	(226)	226		
Schools Condition Allocation (building improvements)	(500)	500		
Calshot Futures (Interim Works)	(1,000)	1,000		
Hampshire Outdoor Centres Transformation Programme	(2,100)	2,100		
	(4,320)	4,320	0	0
<b>Centrally held</b>	0	0	0	0
<b>Overall Total</b>	<b>(18,764)</b>	<b>18,264</b>	<b>0</b>	<b>500</b>