

Cabinet - 3 February 2011

Item 2 (b) Capital Investment Strategy 2011/12 to 2014/15: Resolutions

That Cabinet:

1. Welcomes and endorses the Capital Investment Strategy set out in the report, and endorses the approach of setting a firm three year programme with an indicative fourth year given the financial uncertainties around longer term planning.
2. Welcomes the total capital investment in Lancashire of £442.2m which will be delivered through the capital investment strategy over the next four years. This will deliver key priorities which supports the growth of Lancashire's economy in particular through maintaining and improving transport infrastructure and the delivery of the County Council's economic framework.
3. Agrees to maintain the policy of passporting resources allocated for schools and transport to those services.
4. Authorises the County Treasurer to make any final adjustments to the programme in relation to the phasing of expenditure prior to the programme being submitted to County Council.
5. Recommends the strategy set out in the report which will bring additional capital investment of £218.498m over the next four years to Lancashire. The strategy and its annexes is recommended to the County Council on 17 February 2011, as adjusted in Annex 1 to these resolutions to reflect the final Local Government Finance Settlement.
6. Instructs the County Treasurer to identify means of ensuring that the forecast resource gap in relation to the indicative 2014/15 programme can be bridged.
7. Agrees to the level of over programming within the firm programme being set at a maximum of £12.7m, on the basis that this is kept under review with a view to being reduced over the life of the programme in order to maintain affordability.
8. Notes the commitments from earlier years schemes flowing in to the 2011/12 to 2014/15 programme which will invest a total of £223.7m.
9. Recommends to County Council the Minimum Revenue Provision Statement set out in the report.

Annex 1

Proposals for Additional Investment in the 2011/12 - 2014/15 Capital Investment Strategy

	Committed				Indicative 2014/15 £m
	2011/12 £m	2012/13 £m	2013/14 £m	Total £m	
Transport Block					
Maintenance of Assets (Highways Maintenance)	25.748	29.794	25.650	81.192	25.650
Improving Safety on our Streets	2.500	4.100	4.100	10.700	0.500
Public Transport Infrastructure Schemes	2.900	5.400	2.900	11.200	6.000
Major Schemes					
Blackpool to Fleetwood Tramway	2.965	2.000	2.000	6.965	2.000
Heysham M6 Link	2.200	4.044	5.153	11.397	4.228
Broughton By-Pass	0.800	1.600	9.011	11.411	7.209
Priorities Arising from the LTP Implementation Programme	2.130	1.850	1.850	5.830	1.850
Total Transport Programme	39.243	48.788	50.664	138.695	47.437

	Committed				Indicative 2014/15 £m
	2011/12 £m	2012/13 £m	2013/14 £m	Total £m	
Economic Development Initiatives	3.000	3.000	3.000	9.000	3.000
Strategic Partnership Service Improvement Plans	7.655			7.655	
Other Schemes					
Tower Wood Centre Improvements	1.000	0.700		1.700	
Investment to Secure the Future Of Household Waste Recycling Centres	2.750			2.750	
Libraries Regenerate - Further Phase					1.000
2014/15 Core Programme of Repairs and Renewals					7.100
Total	53.648	52.488	53.664	159.800	58.537
Funding					
LTP	28.197	28.649	28.846	85.692	30.845
Additional Maintenance Commitment 10/11 Budget	5.000	5.000		10.000	
Additional Maintenance Commitment 11/12 Budget	2.136	6.367		8.503	
Contributions - Buckshaw Railway Station	2.900			2.900	
Contributions - Broughton By Pass	0.200	0.300	5.000	5.500	4.000
Invest to Save resources	7.655			7.655	
Earmarked Capital Receipt	0.250			0.250	
Invest to Save Prudential Borrowing	2.500			2.500	
Resources Released from Waste Infrastructure	8.713	21.287		30.000	
Internal Loan Arrangements (Vehicles etc)				-	5.000
New Capital Receipts				-	2.100
Total Funding Available	57.551	61.603	33.846	153.000	41.945
Over Programming	-3.903	-9.115	19.818	6.800	16.592