

Appendix B2

A - Proposed swap to CIL	Reasoning
Public Conveniences	This project is currently funded from capital fund approved by legacy council. BCP Council has recently approved the use of £0.3m CIL as funding for public conveniences on the seafront - utilising CIL for the improvement of assets available for community use. It is proposed this legacy approved capital fund allocation is similarly swapped from capital fund to CIL.
Bourne Community Hub	This is a £0.5m approved project to facilitate wider community use of the Bourne Community Hub. This project already benefits from £0.3m of CIL funding. It is proposed that remaining £0.2m reserve allocation (approved by legacy council) is swapped for CIL. This will mean the community project is fully funded from CIL.
Poole Park	£2.3m programme of investment 2020/21 to 2022/23 in improving green flag awarded Poole Park. This project utilises £1.8m Heritage Lottery Fund grant, £0.2m s106 contributions and £0.3m BCP local contribution (currently funded from capital fund). It is proposed that the use of £0.3m capital fund is swapped for CIL - investing CIL in the improvement of public open greenspaces well used by the local community
Christchurch Legacy Play areas	This is a capital project inherited from legacy council for 30 play areas in the Christchurch area (which are to be handed over to parish council). The capital budget approved includes commuted sums to be paid over to the parish council for maintenance of these play areas (£5k per playground over 5 years)
Upton Country Park - Discovery project	This is £0.2m capital fund allocation as BCP local contribution towards ambitious new £1.6m Welcome Centre project at Upton Country Park. The project is funded predominantly from the Heritage Fund (Government Grant) and is expected to result in significantly improved visitor footfall and enhanced visitor experience
Highcliffe Castle and Tea Rooms	This is BCP local contribution towards major refurbishment of heritage asset - with a view to increasing visitor footfall and wedding hire. The rest of the project is funded from external capital grants
Poole Museum HLF Round One Bid	The capital programme includes considerable investment in the historic 'old town' area of Poole - including the Heritage Action Zone, Poole Museum and Scaplen's Court projects. These projects all benefit from significant government grant funding as well as the use of CIL and s106 contributions. The £50k capital reserve allocation is funding approved by legacy council for Poole Museum. It is proposed that this is now swapped for CIL
Christchurch Priory - Heritage Triangle	BCP has statutory landlord responsibilities for the maintenance of walls around land leased from the Priory. These walls are essential to the 'Heritage Triangle' priory area in Christchurch. Investment will ensure protection of this heritage asset and ensure / further promote visitor footfall
Corporate Estate - heritage assets	Building enhancements to heritage assets including Alum Chine Cloisters, Regent Centre
General infrastructure - asset investment	
Additional Community Infrastructure Levy utilisation	

Current BCP reserve allocations			
2020/21	2021/22	2022/23	Total
£'000	£'000	£'000	£'000
27	388	0	415
0	200	0	200
142	133	0	275
12	187	0	200
0	147	5	152
0	132	0	132
25	24	0	49
135	152	0	287
64	39	0	103
405	1,403	5	1,812
405	1,403	5	1,812

Swap revenue funded reserves for CIL			
2020/21	2021/22	2022/23	Total
£'000	£'000	£'000	£'000
27		0	27
0	200	0	200
142		0	142
12		0	12
0			0
0	132	0	132
25		0	25
135		0	135
64		0	64
405	332	0	737
405	332	0	737

Swap capital receipts for CIL			
2020/21	2021/22	2022/23	Total
£'000	£'000	£'000	£'000
	388	0	388
			0
	133	0	133
	187	0	187
	147	5	152
			0
	24	0	24
	152	0	152
	39	0	39
0	1,071	5	1,076
0	1,071	5	1,076

B - Proposed swap to borrowing	Reasoning
Coastal protection (partnership and Christchurch)	These projects are part of the Council's £48.5m approved coastal protection programme. This programme is currently funded from £46.4m government grant, £1.5m prudential borrowing (repaid over 25 years) and £0.6m previously approved capital fund allocations inherited from legacy authorities, much of which is BCP local contribution towards grant funded works. The council has already approved the principle of swapping future Poole Bay beach management local contributions from capital reserves to borrowing. It is proposed that this principle is applied retrospectively to 2020/21 Poole Bay spend as well as Christchurch coastal protection spend inherited from legacy authority.
Poole Bay Beach Management Programme	
East Cliff Management	
Coastal Protection	
Shore Road - seafront public realm	These projects are part of the £18.1m Seafront Development Programme (excluding feasibility studies) - £14.7m of which is funded from prudential borrowing (service delivery) over 25 years, £2.7m Government grant, £0.3m third party contributions and £0.4m legacy inherited BCP residual capital resource allocations to the beach
Shore Road beach huts	huts, public realm improvements and Canford Cliffs Pavilion projects. It is proposed that these legacy approved capital resource allocations are swapped for prudential borrowing. This would mean these projects are now entirely funded from a combination of government grant and prudential borrowing.
Canford Cliffs Pavilion	
Canford Cliffs new beach huts	
Honeycombe Chine beach huts waterproofing	
Seafront Development Programme	
Mosaic Care System	Council has approved the principle of funding all ICT related spend (BCP annual ICT investment plan as well as one-off ICT for Transformation) from prudential borrowing over 5 years. It is proposed that the £330k legacy inherited capital resource allocations for both the Mosaic Care System and CCTV systems should similarly be funded from prudential borrowing, to provide consistency in funding approach for ICT investment
Christchurch CCTV	
ICT investment	
Holes Bay Development	Capital budget of £16.5m is approved for Holes Bay land acquisition and design development - funded from £7.6m Government & DLEP grant, £0.1m RTB receipts, £8.6m borrowing and £0.15m inherited legacy approved revenue reserve allocation. It is proposed that the inherited legacy approved allocation is swapped to prudential borrowing in line with the rest of the 'non-government funded' elements of the programme
Princess Road (PRS)	The use of £495k capital receipt from the disposal of Oxford Rd (completed April 21) was approved as funding towards Princess Road non-HRA private rented sector housing development. This is a £10.8m programme that is currently funded from £0.5m Government Grant, £0.5m Oxford Rd receipt and £9.8m borrowing (£1.25m of which is funded from land transfer to the HRA). It is proposed that the £0.5m capital receipt currently assumed as funding for the programme is repurposed to fund revenue costs of Transformation (and replaced with borrowing in the capital programme)
Housing	
Car Park improvements	Various inherited legacy council approved small car parking lighting and improvement works funded from capital reserves. The wider capital programme already includes examples of similar highways investment funded from prudential borrowing (as opposed to DfT capital grant). These include £0.5m street lighting and £2.1m Wessex Fields Highways access works.
Corporate Estate - non heritage assets	These include legacy approved capital reserve allocations for Southcote Road and Bournemouth Town Hall building enhancements. The wider capital programme includes examples of similar works being funded from prudential borrowing (for example Bournemouth Pier building renovation £0.3m and Russel Cotes £0.1m as well as the main Office Accommodation strategy of £5.7m)
Other	
Additional prudential borrowing requirement	

Current BCP reserve allocations			
2020/21	2021/22	2022/23	Total
£'000	£'000	£'000	£'000
39	383	0	423
202	0	0	202
3	14	0	17
244	397	0	641
104	0	0	104
66	0	0	66
0	100	0	100
1	68	0	70
0	25	0	25
171	193	0	365
313	0	0	313
17	0	0	17
330	0	0	330
32	118	0	150
0	472	0	472
32	590	0	622
68	47	0	115
79	6	0	85
147	53	0	200
924	1,234	0	2,158

Swap rev funded reserves for borrowing			
2020/21	2021/22	2022/23	Total
£'000	£'000	£'000	£'000
39	0	0	39
202	0	0	202
3	0	0	3
244	0	0	244
104	0	0	104
66	0	0	66
0	0	0	0
1	0	0	1
0	0	0	0
171	0	0	171
313	0	0	313
17	0	0	17
330	0	0	330
32	118	0	150
0	0	0	0
32	118	0	150
68	9	0	77
79	0	0	79
147	9	0	156
924	127	0	1,052

Swap capital receipts for borrowing			
2020/21	2021/22	2022/23	Total
£'000	£'000	£'000	£'000
	383		383
	0		0
	14		14
0	397	0	397
0	0	0	0
0	0	0	0
0	100	0	100
0	68	0	68
0	25	0	25
0	193	0	193
0	0	0	0
0	0	0	0
0	0	0	0
0	0	0	0
0	472	0	472
0	472	0	472
0	38	0	38
	6		6
0	44	0	44
0	1,107	0	1,107

MTFP impact of new borrowing			
2021/22	2022/23	2023/24	Total
£'000	£'000	£'000	£'000
2	22	0	24
12	0	0	12
0	1	0	1
14	23	0	37
6	0	0	6
4	0	0	4
0	6	0	6
0	4	0	4
10	10	0	20
68	0	0	68
4	0	0	4
72	0	0	72
1	5	0	6
0	27	0	27
1	32	0	33
4	3	0	7
99	66	0	165

A + B - Total revenue funded reserves and capital receipts released	
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1,329	2,637	5	3,971
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1,329	459	0	1,788
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0	2,178	5	2,182
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99	66	0	165
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Financial Impact: Release £1.8m from capital fund and revenue reserves to support Budget 2021/22

Financial Impact: Release £2.2m capital receipts (received post 1st/10) to fund revenue costs of Transformation Programme (flexible use of capital receipts policy)

Financial Impact: £0.1m new MTFP pressure 2021/22, increasing to £0.2m in 2022/23 and 2023/24