

OUTLINE CAPITAL FUNDING PRESSURE

Directorate	Economy, Communities & Corporate Directorate		
Scheme Name	Investment in the Condition of the Strategic Network to Support the Local Economy, Secure Safety and Resilience		
Budget Holder	Clive Hall	Contact No	07792881489

Scheme description, timescale and demonstration of links to corporate priorities and savings plans	<p>As detailed in the appended business case, which was produced as a result of the Council's Cabinet's consideration of options for investment in the highway asset to support safety, growth and efficiency. This at their away day on 27 April 2017. At that away day Cabinet asked that 3 business cases be worked up. The 3 Business Cases asked for were:</p> <ul style="list-style-type: none"> • Investment in the Condition of the Strategic Network to Support the Local Economy, Secure Safety and Resilience • Further Investment in the Condition of Structures to Ensure Access for Communities • Enhanced and Sustained Revenue Investment Drainage Clearance to Secure the return on the Investment made and alleviate flooding <p>The detailed business case that supports this decision to invest in Condition of the Strategic Network to Support the Local Economy, Secure Safety and Resilience which will be delivered through the Forward Programme and Annual Plan in accord with the Public Realm Services Contract.</p>
Risks of not going ahead with the scheme – specifically how the investment will reduce risks identified on the corporate risk register	See appended business case.
Other funding opportunities identified (eg capital receipts, capital grants, revenue savings)	<p>As described in the appended business case:</p> <p>The opportunities to reduce the sums needed from the council's capital programme are:</p> <ul style="list-style-type: none"> • Through further bids to the Local Highway Maintenance Challenge Fund (Tranche 2B or Tranche 3. The details for both are yet to be announced); • The utilisation of sums made available to the highway service following the resolution of disputes with the Council's former provider Amey; • The utilisation of existing commitments made in the Council's Capital Programme.
Review from finance comments - price reliability, scheme deliverability, future years budget implications	

Capital cost of project	2018/19	2019/20	2020/21	Future Years	Total
A44 from our border with Wales in the west across the County to our border with Worcestershire in the east	£4,600	£000	£000	£000	£4,600
A4112 and various links to the A44	£000	£4,200	£000	£000	£4,200
A438 Hereford to Ledbury and A417 Ledbury to the Border with Gloucestershire (M50 Junction 2)	£000	£000	£3,200	£000	£3,200
TOTAL	£4,600	£4,200	£3,200	£000	£12,000

Funding streams	2018/19	2019/20	2020/21	Future Years	Total
Through further bids to the Local Highway Maintenance Challenge Fund (<u>Tranche 2B or Tranche 3. The details for both are yet to be announced</u>);	£5,000	£5,000	£000	£000	£10,000 Subject to successful bid
The utilisation of sums made available to the highway service following the resolution of disputes with the Council's former provider Amey;	£4,000 (capital, revenue to be invested in remedial works)	£000	£000	£000	£4,000 Further amounts may be available, subject to dispute resolution
The utilisation of existing commitments made in the Council's Capital Programme.	£1,200	£2,100	£2,100	£000	£5,400 Subject to funding requirement for Hereford by-pass
TOTAL	£10,200	£7,100	£2,100	£000	£19,400

Revenue budget implications	2018/19	2019/20	2020/21	Future Years	Total
Revenue demand will be curtailed	£000	£000	£000	£000	£000
<i>note any impact on revenue budget, good or bad</i>					
TOTAL	£000	£000	£000	£000	£000