

AGENDA ITEM 5**REPORT TO THE TEES VALLEY COMBINED AUTHORITY CABINET****17th MARCH 2023****REPORT OF THE DIRECTOR OF FINANCE AND RESOURCES****QUARTER 3 BUDGET REPORT AND MEDIUM-TERM FINANCIAL PLAN
UPDATE****SUMMARY**

The purpose of this report is to provide an update on the financial position of the Combined Authority for the period ending 31 December 2022 and present a revised Medium-Term Financial Plan (MTFP).

RECOMMENDATION

It is recommended that the Combined Authority Cabinet:

- i. Note the quarter 3 financial position as of 31 December 2022: and
- ii. Note the revised Medium-Term Financial Plan.

DETAIL

1. This report sets out the quarter 3 financial position for 2022/23 and the medium-term financial plan (MTFP). The Budget presents all forecast funding and expenditure for the plan period with any amendments since the investment plan refresh was approved by Cabinet.
2. Other specific funding that has been secured to deliver projects and programmes since the budget was approved has been incorporated into the investment plan.

EXPENDITURE

3. The below table summarises the projected expenditure across the medium term and the investment plan period.

Table 1	2021/22	2022/23	2023/24	2024/25	2025/26	2026/27 – 28/29	Total
	£'000	£'000	£'000	£'000	£'000	£'000	£'000
Transport	51,287	63,354	160,063	73,968	64,582	188,884	602,138
Education, Employment & Skills	40,183	39,747	40,802	39,636	38,794	116,002	315,164
Business Growth	127,922	95,099	48,738	19,862	6,329	8,352	306,302
Culture & Tourism	5,423	16,485	27,868	6,724	0	1,600	58,101
Innovation & Clean Growth	10,330	52,520	5,952	2,486	0	0	83,506
Place	15,539	22,469	35,081	36,698	18,000	4,500	132,287
Investment Plan Total	250,684	289,674	318,504	179,374	127,705	319,338	1,485,279
Concessionary Fares	15,985	15,985	15,985	15,985	15,985	47,957	127,882
Commercial Projects	35,123	54,692	54,326	0	0	0	144,141
Research & Evaluation	23	21	102	100	0	0	246
Core Running Costs	5,684	5,294	5,294	5,894	4,794	14,892	43,942
Costs of Borrowing	2,625	3,408	9,268	21,411	23,741	78,335	138,788
TOTAL EXPENDITURE	310,124	369,074	403,479	222,764	172,225	460,522	1,938,188

4. Since the previous MTFP report was approved by Cabinet additional funding has been secured to deliver specific projects and programmes across the period, in addition to this, final reconciliations have been carried out on specific grant schemes which has resulted in a return to Government of unallocated funds.
5. A reconciliation of these additional funds is provided below with all values shown representing the total additional allocations over the investment plan period. Further details are provided in the appropriate thematic section of the report.

Table 2	Transport	EES	Business Growth	Innovation & Clean Growth	Place	Total
Project	£'000	£'000	£'000	£'000	£'000	£'000
Levelling Up Fund	17,785	0	0	0	0	17,785
Local Transport Fund	62	0	0	0	0	62
Capability Fund	486	0	0	0	0	486
DLUHC Capital Fund	0	0	7,000	0	8,000	15,000
Freeport	0	0	25,000	0	0	25,000
Careers	0	115	0	0	0	115
Net Zero Hub	0	0	0	1,033	0	1,033
New Futures Pilot	0	240	0	0	0	240
Woodland Accelerator	0	0	0	150	0	150
Skills Advisory Panel	0	55	0	0	0	55
Green Homes LAD2 Grant	0	0	0	-13,400	0	-13,400
Routes to Work	0	-303	0	0	0	-303
TOTAL	18,333	107	32,000	-12,217	8,000	46,233

6. As a result of these changes the total expenditure budget over the investment plan period has increased by £46.2 million from £1,892 million to £1,938 million.
7. The revised projected outturn for the year is £369.1 million, which is a reduction of £19.9 million from the previously reported forecast of £390 million. The items set out in table 2 above increased the forecasted outturn for 2022/23 by £9.8 million, meaning there was a reduction in the forecast for projects already in the investment plan of £29.7 million. A summary of these is set out below:-
- £6.6 million slippage to future years for Hartlepool Waterfront programme due to projects taking longer to develop, as they were more complex than initially scoped. The delay has allowed governance structures to be put in place and more robust assessments to be carried out. There has been no major impact to delivery timescales.
 - £6.4 million re-profiled for Brownfield Housing schemes to future years due to delays in commencement of projects as result of a number of factors. This includes the impact of Nutrient Neutrality on gaining planning approvals and the significant increase in inflation and costs of materials. The latter is delaying building contracts being agreed whilst value engineering and redesign is undertaken.
 - £4.2 million expenditure within the Education, Employment and Skills programme has been re-profiled to future years following reconciliations of payments and profiles into the second half of the academic year and future financial years.
 - £4.1 million has been reprofiled to 2023/24 within the Transport theme due to delays to projects starting on site. There has been no major impact to delivery timescales.
 - £3.5 million business growth grants have been re-profiled to future years due to slower draw down from the businesses than previously forecast.

- £2.5 million has been reprofiled for Skippers Lane Industrial Estate due to a delay on the project whilst the council carried out additional research to maximise the potential of the site.
 - £1.4 million Stockton high street reprofiled into 2023/24 due to delays in relocating tenants from the Castlegate Centre to Wellington Square. There is no overall impact to the programme with demolition to be complete by July 2023.
 - £1.0 million has been re-profiled to future years on various projects and programmes based on the latest grant claims and business cases that have been submitted by the delivery bodies.
8. The actual position at quarter 3 is £255.5 million which accounts for 69% of the revised forecasted outturn for 2022/23 of £369.1 million. The expenditure for quarter 4 is anticipated to accelerate due to major rail station works at Darlington and Hartlepool along with the continued delivery of the Local Authority priority projects.

Transport

Investment Plan	2021/22	2022/23	2023/24	2024/25	2025/26	2026/27 – 28/29	Total
	£'000	£'000	£'000	£'000	£'000	£'000	£'000
23/24 Budget Report	51,287	66,762	147,108	64,882	64,882	188,884	583,805
Adjustments for Funding Changes	0	2,254	6,993	9,086	0	0	18,333
Reprofiling	0	-5,662	5,962	0	-300	0	0
TOTAL	51,287	63,354	160,063	73,968	64,582	188,884	602,138

9. In January 2023 the Authority was notified that it was successful in its Levelling Up Round 2 bid to government. £17.8 million was secured to deliver over 15km of new, high-quality cycling and walking routes across the Tees Valley, connecting some of the region's most deprived communities to employment, training and education. It will build on existing investments and accelerate delivery of our transformational Local Cycling and Walking Infrastructure Plan.
10. The Authority has secured £0.5 million from the Capability & Ambition Fund to put in place appropriate skills and resources to design, deliver, promote and monitor high-quality active travel infrastructure, as set out in TVCA's approved Local Cycling and Walking Infrastructure Plan (LCWIP) programme and in line with the Government's Gear Change 2020 vision and TVCA's Strategic Transport Plan.
11. As the Local Transport Authority, TVCA received £0.06 million of Covid related funding for the continued provision of socially necessary tendered bus services. The limited funding has helped to keep a small number of services running that have seen reduced passenger numbers as patronage continues to grow post-Covid.

12. The actual position at quarter 3 is £34.3 million which accounts for 54% of the revised forecasted outturn for 2022/23 of £63.4 million. Expenditure has accelerated as construction commenced at Hartlepool and Darlington rail stations in the summer along with phase 2 of the Local Cycling & Walking Infrastructure projects in Middlesbrough & Darlington.

Education, Employment & Skills

Investment Plan	2021/22	2022/23	2023/24	2024/25	2025/26	2026/27 – 28/29	Total
	£'000	£'000	£'000	£'000	£'000	£'000	£'000
23/24 Budget Report	40,183	44,017	39,965	38,928	38,086	113,878	315,057
Adjustments for Funding Changes	0	-61	168	0	0	0	107
Reprofiling	0	-4,209	669	708	708	2,124	0
TOTAL	40,183	39,747	40,802	39,636	38,794	116,002	315,164

13. The Education, Employment and Skills Strategy Delivery Plan is due for implementation from April. The plan will consider the skills needs of the emerging sectors, such as clean energy, and the training required to achieve the ambitious net zero targets. At the heart of this plan will be the solutions to ensure Tees Valley residents and young people can access these jobs. The delivery plan will include detail regarding the revenue investment priorities for this theme that will aim to increase employment levels and ensure businesses can access an available and skilled workforce, now and in the future.
14. The Authority has secured £0.11 million for the continuation of Careers and Enterprise Co-Ordinator programme for the next academic year to develop the quality of Careers, Enterprise and Employer engagement programmes in schools.
15. A total of £0.24 million has been secured for New Futures Pilot Scheme. Tees Valley New Futures supports employed and unemployed Tees Valley residents, over the age of 30 to retrain and reskill in order to be supported to change career. It is for people whose employment has been effected in some way by Covid-19. Including, furlough, people who were made redundant and still not in employment, or people who have taken alternative employment but not in a sector or career they want to be in long-term. The Pilot is testing a different approach to providing intensive careers advice and guidance to adults that currently isn't offered.
16. The Authority secured £0.55 million from DfE in relation to the Skills Advisory Panel grant. The purpose of the grant is to maintain analysis of local labour markets and relationships to support local skills planning.
17. Final reconciliations have taken place on the Routes to Work Pilot scheme with the Local Authorities. This reconciliation has resulted in £0.3 million being identified as unallocated within the timeframe of the programme and has therefore been returned to the funder, the Department of Work and Pensions.

18. The actual position at quarter 3 is £28.6 million which accounts for 72% of the revised forecasted outturn for 2022/23 of £39.7 million. Expenditure will accelerate in the final quarter of the year as activity ramps up on delivery of the Wave 3 Skills Bootcamps and Multiply schemes.

Business Growth

Investment Plan	2021/22	2022/23	2023/24	2024/25	2025/26	2026/27 – 28/29	Total
	£'000	£'000	£'000	£'000	£'000	£'000	£'000
23/24 Budget Report	128,516	79,898	31,345	19,862	6,329	8,352	274,302
Adjustments for Funding Changes	0	21,500	10,500	0	0	0	32,000
Reprofiling	-594	-6,299	6,893	0	0	0	0
TOTAL	127,922	95,099	48,738	19,862	6,329	8,352	306,302

19. During the year the final expenditure allocated from the investment Plan to the South Tees Development Corporation will occur which accounts for the reduction in spend from 2021/22. This is replaced by the commencement of town centre regeneration in Stockton along with continued delivery of Welcome to Redcar & Cleveland package of projects.
20. Teesside Freeport, the UK's largest and first operational Freeport, has secured £25 million seed funding as Government confirmed its commitment to the project. This funding will remediate and prepare the tax sites ahead of commercial demand for the site.
21. The Authority has secured £7 million from DLHUC to deliver 60,000sqft of specialist Aviation commercial space at Teesside International Airport to attract significant inward investment from non-passenger aviation related manufacturing, maintenance, freight, and operational services, including from the private defence market which will meet a gap in national demand.
22. The actual position at quarter 3 is £75.4 million which accounts for 79% of the revised forecasted outturn for 2022/23 of £95.1 million.

Culture & Tourism

Investment Plan	2021/22	2022/23	2023/24	2024/25	2025/26	2026/27 – 28/29	Total
	£'000	£'000	£'000	£'000	£'000	£'000	£'000
23/24 Budget Report	5,423	21,915	22,445	6,717	1,600	0	58,100
Adjustments for Funding Changes	0	0	0	0	0	0	0
Reprofiling	0	-5,430	5,423	7	-1,600	1,600	0
TOTAL	5,423	16,485	27,868	6,724	0	1,600	58,100

23. As the main capital culture projects at Hartlepool and Darlington have moved from development phases into delivery, profiled spend has been updated to reflect the latest position resulting in £5.4 million being reprofiled to 23/24 from the current year to reflect the latest position.
24. The actual position at quarter 3 is £9.1 million which accounts for 55% of the revised forecasted outturn for 2022/23 of £16.5 million. Delivery of the Darlington Railway Heritage quarter is progressing as planned and Open Calls for the creative place programme have resulted in a number of grants being awarded relating to Cultural Industries Cluster Development.

Innovation & Clean Growth

Investment Plan	2021/22	2022/23	2023/24	2024/25	2025/26	2026/27 – 28/29	Total
	£'000	£'000	£'000	£'000	£'000	£'000	£'000
23/24 Budget Report	9,970	65,800	5,250	2,486	0	0	83,506
Adjustments for Funding Changes	0	-13,250	1,033	0	0	0	-12,217
Reprofiling	361	-30	-331	0	0	0	0
TOTAL	10,330	52,520	5,952	2,486	0	0	71,288

25. Through the Energy Hub the Authority is responsible for the delivery of the Green Homes Local Authority Delivery (LAD) phase 2 programme across the North East, Yorkshire and Humber region. During delivery of the project the Local Authorities have achieved successful installation of 4,804 retrofit measures to 3,895 properties.
26. The allocation from BEIS for the programme totalled £52.9 million for delivery measures however due to various factors which have affected the programme the final projected spend for the programme will be £39.5, with the unallocated funds of £13.4 million to be returned to BEIS as per the grant funding requirements. These factors are set out below and are consistent with the issues faced nationally by all regions, with all regions also being required to return underspends. Main contributing factors were:-
- contract delays,

- start on site delays by the supply chain,
 - challenging time scales of delivery,
 - increases in cost of measures making interventions unviable,
 - delays in obtaining permissions for flexibility from BEIS.
27. Two lessons learned sessions were held on the 18th and 20th October 2022. These sessions were well attended and provided the Local Authorities an opportunity to share any feedback on the LAD2 scheme. The sessions were also attended by BEIS which gave them the chance to hear the issues directly from the Authorities. The main issues fed back to BEIS were:-
- Constraints of delivery time frames
 - Policy and guidance changes during the programme
 - Short term extensions to the programme restricting longer term planning
 - Required autonomy to make decisions
28. The BEIS-funded North East and Yorkshire Net Zero Hub, which TVCA is the accountable body for, has secured an additional £1 million to continue its operations across the region.
29. The Authority secured £0.15 million from The Woodland Creation Accelerator Fund (WCAF). The fund is designed to support the regions five local authorities in their woodland related ambitions and its own agenda for strategic level nature led Net Zero activity.
30. The actual position at quarter 3 is £41.5 million which accounts for 79% of the revised forecasted outturn for 2022/23 of £52.5 million.

Place

Investment Plan	2021/22	2022/23	2023/24	2024/25	2025/26	2026/27 - 28/29	Total
	£'000	£'000	£'000	£'000	£'000	£'000	£'000
23/24 Budget Report	15,539	31,058	28,241	29,449	17,500	2,500	124,287
Adjustments for Funding Changes	0	0	2,000	2,000	4,000	0	8,000
Reprofiling	0	-8,589	4,840	5,249	-3,500	2,000	0
TOTAL	15,539	22,469	35,081	36,698	18,000	4,500	132,287

31. The Authority has secured £8 million from DLHUC for the Gresham Regeneration scheme. The project will bring under-utilised land back into use through a mixed-use development led by the Mayoral Development Corporation.
32. Reprofiling of Brownfield Housing and Indigenous Growth Fund projects has taken place at the end of the quarter based on the latest business case call offs and revised forecasted spend received from the delivery organisations.
33. The actual position at quarter 3 is £11.2 million which accounts for 50% of the revised forecasted outturn for 2022/23 of £22.5 million. Drawdowns against the Indigenous

Growth Fund from the constituent Authorities are expected in quarter 4 which will result in the forecasted increase in expenditure.

Expenditure that sits outside the Tees Valley Investment Plan

Concessionary Fares

	2021/22	2022/23	2023/24	2024/25	2025/26	2026/27 – 28/29	Total
	£'000	£'000	£'000	£'000	£'000	£'000	£'000
23/24 Budget Report	15,985	15,985	15,985	15,985	15,985	47,957	127,882
Adjustments for Funding Changes	0	0	0	0	0	0	0
Reprofiling	0	0	0	0	0	0	0
TOTAL	15,985	15,985	15,985	15,985	15,985	47,957	127,882

34. The actual position at quarter 3 is £11.7 million which accounts for 73% of the forecasted outturn for 2022/23 of £16.0 million.

Commercial Projects

	2021/22	2022/23	2023/24	2024/25	2025/26	2026/27 – 28/29	Total
	£'000	£'000	£'000	£'000	£'000	£'000	£'000
23/24 Budget Report	35,123	54,692	54,326	0	0	0	144,141
Adjustments for Funding Changes	0	0	0	0	0	0	0
Reprofiling	0	0	0	0	0	0	0
TOTAL	35,123	54,692	54,326	0	0	0	144,141

35. The commercial projects section of the MTFP contains four projects currently Southside Development at Teesside International Airport, Tees Valley Waste project, South Bank Quay and Centre Square development.

36. During the quarter construction was completed on six Centre Square with tenants due to occupy the building late January.

37. The actual position at quarter 3 is £38.0 million which accounts for 70% of the forecasted outturn for 2022/23 of £54.7 million.

Research and Evaluation

	2021/22	2022/23	2023/24	2024/25	2025/26	2026/27 – 28/29	Total
	£'000	£'000	£'000	£'000	£'000	£'000	£'000
23/24 Budget Report	23	121	102	0	0	0	246
Adjustments for Funding Changes	0	0	0	0	0	0	0

Reprofiling	0	-100	0	100	0	0	0
TOTAL	23	21	102	100	0	0	246

38. To assess impact and inform future funding requirements a budget for research and evaluation was set aside. This includes the expenditure associated with the Government Gateway evaluation which was carried out by SQW.

CORE COSTS

39. The table below sets out the forecasted outturn position of core costs for 2022/23.

Core costs	Budget	Forecast	Variance
	£'000	£'000	£'000
Salaries (incl Ni & Pension)	4,281	4,051	-230
Other Staffing Costs	15	15	0
Total Staff Costs	4,296	4,066	0
Premises	335	335	0
General Running Costs	503	733	230
Marketing & Communications	160	160	0
Non-Salary Expenditure	998	998	0
TOTAL EXPENDITURE	5,294	5,294	0

40. The actual position at quarter 3 is £4.0 million which accounts for 75% of the forecasted outturn for 2022/23 of £5.3 million.
41. During the year there have been gaps in employment resulting in forecasted savings however these are being offset by the expected pay award which exceeded the estimated level and additional one-off running costs.

COST OF BORROWING

42. The 2022/23 budget approved the use of the Combined Authorities borrowing powers to deliver the Investment Plan. The arrangements for Combined Authority borrowing are set out in the annually agreed Treasury Management Policy. The loan repayments are made up of the minimum revenue provision (MRP) which is calculated based on the methodology set out in the Treasury management statement based on the capital financing requirement and interest on the actual external borrowing taken out.
43. The Authority minimises its costs of borrowing by utilising internal resources where required, sometimes known as internal borrowing, this reduces risk and keeps interest costs low. The calculations have been updated based on the latest profile of required borrowing requirements. As part of prudent financial planning the Authority is required to set aside MRP for the repayment of debt. This has been reviewed considering current delivery profiles and subsequent debt requirement.
44. The costs of borrowing are being kept under constant review with our treasury management advisors Arlingclose. The current macro-economic factors affecting the

economy and recent Bank of England announcements in respect of interest rates has created instability in the market.

FUNDING INCOME

45. The below tables summarise the forecast funding across the medium term and the investment plan period.

Summary

	2021/22	2022/23	2023/24	2024/25	2025/26	2026/27 – 28/29	2020/21
	£'000	£'000	£'000	£'000	£'000	£'000	£'000
23/24 Budget Report	310,264	388,951	359,329	205,615	172,918	454,888	1,891,965
Adjustments for Funding Changes		25,444	11,693	9,086	0	0	46,233
Reprofiling	-140	-45,321	32,457	8,63	-693	5,634	0
TOTAL	310,124	369,074	403,479	222,764	172,225	460,522	1,938,188

46. Since the last report to Cabinet a net amount £46.2 million has been added to the funding secured to deliver the investment plan. Details of the grant schemes these relate to can be found in paragraph 5.

Breakdown

Table 3	2021/22	2022/23	2023/24	2024/25	2025/26	2026/27 – 28/29	Total
	£'000	£'000	£'000	£'000	£'000	£'000	£'000
Devolution	15,000	15,000	15,000	15,000	15,000	45,000	120,000
Enterprise Zones	2,672	3,010	5,562	5,882	6,036	19,044	42,206
Transforming Cities Fund / CRSTS	24,000	60,255	62,436	62,436	62,436	186,437	458,000
Loan Repayments & Investment returns	5,205	3,833	8,184	6,583	7,380	26,266	57,451
Government Grants	116,761	115,785	44,834	47,167	9,911	21,402	355,860
Adult Education Budget	28,348	30,000	35,179	35,179	35,179	105,535	269,419
Local Transport Plan	11,836	0	0	0	0	0	11,836
Concessionary Fares	15,985	15,985	15,985	15,985	15,985	47,957	127,882
Borrowing	82,793	99,359	137,823	31,738	20,954	5,655	378,322
Movement -to / from reserves	7,524	25,847	78,476	2,794	-656	3,226	117,211
Total	310,124	369,074	403,479	222,764	172,225	460,522	1,938,188

RESERVES

47. The Combined Authority holds two classifications of usable reserves these are non-ring-fenced funds which have been received but not yet applied and the General Balance Reserve. The Combined Authority manages overall resource requirements by reference to the MTFP and overall Investment Plan.
48. In April 2021 there was a balance of £131.8 million of available funds held in reserve for future investments, of which £13.4 million related to LAD2 Green Homes Grant which has been returned to BEIS leaving a revised reserves of £118.4 million. It is anticipated that these will be utilised throughout the investment plan period to support the delivery of the investment plan, as set out in the table 3.
49. Good practice guidance for Local Authorities is that a proportion of net revenue expenditure should be held in the General Balance Reserve to manage risk and any unforeseen circumstances. The Combined Authority manages overall resource requirements by reference to the MTFP and overall Investment Plan and the general reserve stands at £1.058 million.

BORROWING

50. The Capital Financing Requirement (CFR) shows the underlying need to borrow to fund capital investments. The Authority's chief objective when borrowing is to strike an appropriately low risk balance between securing low interest costs and achieving cost certainty over the period for which funds are required. Therefore, the actual timing of the borrowing may not always follow the profile of the CFR as the Authority looks to strike this balance, otherwise known as "internal borrowing".
51. Within the period the total CFR to deliver the Investment Plan and fund commercial projects is £378 million.
52. Adding the above borrowing requirement to the balance carried forward for borrowing gives a borrowing level of £457 million which remains unchanged from the previously approved amount. This is well within the Government agreed borrowing caps of £774 million.
53. The repayments for the borrowing are affordable and can be financed from revenue funding received both during and beyond the investment plan period.

MEDIUM TERM FINANCIAL PLAN 2022-26

54. Funding and expenditure for the plan period is summarised in the medium-term financial plan as set out in **Appendix A**.

FINANCIAL IMPLICATIONS

55. This report gives an update on performance against the budget for the Combined Authority, updates the Medium-Term Financial Plan and Investment Plan forecasts.

LEGAL IMPLICATIONS

56. There are no legal implications associated with the recommendations within this report.

RISK ASSESSMENT

57. This Budget Report has been re-categorised as medium risk to reflect the updated work on the implementation of our group risk management strategy.

CONSULTATION & COMMUNICATION

58. Tees Valley Management Group, Chief Executives and the Local Enterprise Partnership have been consulted on this report.

EQUALITY & DIVERSITY

59. There are no equality and diversity implications associated with the recommendations in this report. Specific proposals associated with business cases and Investment Plan funding draw down will consider these implications where applicable.

LOCAL ENTERPRISE PARTNERSHIP

60. This item has been considered at the LEP meeting in advance of it coming forward to Cabinet.

Name of Contact Officer: Gary Macdonald
Post Title: Group Director of Finance and Resources
Telephone Number: 01642 527707
Email Address: gary.macdonald@teesvalley-ca.gov.uk

Medium Term Financial Plan 2022-26

MEDIUM TERM FINANCIAL PLAN	2022/23	2023/24	2024/25	2025/26	TOTAL
	£'000	£'000	£'000	£'000	£'000
Funding	243,868	187,180	188,232	151,927	771,207
Borrowing	99,359	137,823	31,738	20,954	289,874
TOTAL FUNDING	343,227	325,003	219,970	172,881	1,061,081
Investment Plan	293,764	314,414	179,374	127,705	915,257
Concessionary Fares	15,985	15,985	15,985	15,985	63,940
Commercial Projects	54,692	54,326	0	0	109,018
Research & Evaluation	21	102	100	0	223
Core Running Costs	5,294	5,294	5,894	4,794	21,776
Costs of Borrowing	3,408	9,268	21,411	23,741	57,828
TOTAL EXPENDITURE	369,074	403,479	222,764	172,225	1,167,542
TRANSFER TO / FROM RESERVES	-25,847	-78,476	-2,794	656	
Reserves Opening Balance	124,288	85,041	6,565	3,771	
Transfer To / From Reserves	-25,847	-78,476	-2,794	656	
Reserves Returned to Government	-13,400	0	0	0	
RESERVES CLOSING BALANCE	85,041	6,565	3,771	4,427	

Investment Plan Projects

Project	2021/22	2022/23	2023/24	2024/25	2025/26	2026/27 +	TVCA TOTAL
	£'000	£'000	£'000	£'000	£'000	£'000	£'000
A689 Wynyard Corridor Improvements	457	75	3,582	0	0	0	4,114
Access Fund	436	0	0	0	0	0	436
Billingham Station	900	300	0	0	0	0	1,200
Bus Capacity Fund	0	0	336	0	0	0	336
Bus Improvement Corridors	108	0	3,747	0	0	0	3,855
Bus Partnership	63	36	3,000	0	0	0	3,099
CRSTS Development Fund	571	1,000	2,446	2,447	2,147	2,447	11,058
Covid 19 - Bus Services	147	0	0	0	0	0	147
Darlington Station	1,658	7,105	13,341	0	0	0	22,104
Demand Responsive Transport	1,022	909	0	0	0	0	1,931
Eaglescliffe Station Western Gateway	530	0	7,470	0	0	0	8,000
Electric Vehicles	500	1,401	774	0	0	0	2,675
Hartlepool Station	352	9,131	3,273	0	0	0	12,756
Hartlepool Western Growth Corridor (Elwick Bypass)	0	0	3,108	0	0	0	3,108
Home to School Transport	1,079	0	0	0	0	0	1,079
Hydrogen Transport	3	0	1,997	0	0	0	2,000
Inward Investment Allocation	0	0	0	0	0	5,800	5,800
Levelling Up Fund	0	1,707	6,993	9,086	0	0	17,786
Local Cycling & Walking Infrastructure Plan	895	5,013	3,512	0	0	0	9,420
Local Transport Fund	0	187	0	0	0	0	187
Local Transport Plan	11,836	16,578	0	0	0	0	28,414
Middlesbrough Station	5,713	2,805	22,608	0	0	0	31,126
Pothole Action Fund	5,242	0	0	0	0	0	5,242
Project Development Pot	0	466	0	0	0	0	466
Sustainable Access to Employment Programme	11	0	0	0	0	0	11
Tees Crossing & Portrack Relief Road	886	0	0	0	0	34,360	35,246
Teesside Airport	18,131	13,296	19,615	0	0	0	51,042
Transport Capability Fund	143	1,705	0	0	0	0	1,848
Travel Demand Management	112	0	0	0	0	0	112
Urban Traffic Management	0	1,531	1,469	0	0	0	3,000
Wheels 2 Work	492	109	239	0	0	0	840
Integrated Transport Plan - To Be Allocated	0	0	62,553	62,435	62,435	146,277	333,700
Transport Total	51,287	63,354	160,063	73,968	64,582	188,884	602,138
Education, Employment & Skills Strategy incl Adult Education Budget	34,666	33,174	39,225	38,179	38,604	115,812	299,848
Hartlepool Centre of Excellence	0	89	0	0	0	0	89
Hartlepool Innovation Skills Quarter Phase 2	1,989	0	0	0	0	0	1,989

Project	2021/22	2022/23	2023/24	2024/25	2025/26	2026/27 +	TVCA TOTAL
	£'000	£'000	£'000	£'000	£'000	£'000	£'000
Kickstart	2,172	1,160	0	0	0	0	3,332
New Futures Pilot	0	120	120	0	0	0	240
One Vision Pilot	97	88	0	0	0	0	185
Skills Advisory Panel	11	68	0	0	0	0	79
Skills Capital Incl Northern School of Art	1,248	486	0	0	0	0	1,734
Skills Bootcamps	0	3,285	0	0	0	0	3,285
Multiply	0	1,097	1,267	1,267	0	0	3,631
North East Screen	0	180	190	190	190	190	940
EES Total	40,183	45,717	39,965	38,928	37,661	112,603	315,057
Aviation Engineering Project	0	0	7,000	0	0	0	7,000
Back To Business Fund	245	0	0	0	0	0	245
BEIS Business Compass	462	246	0	0	0	0	708
BEIS Peer to Peer Network	89	0	0	0	0	0	89
Billingham Bio-Pharmaceutical Campus	0	132	0	0	0	0	132
Boho	7,358	8,456	0	0	0	0	15,814
Brexit Preparation Fund	129	76	0	0	0	0	205
Broadband	427	0	0	0	0	0	427
Business Growth Programme	3,047	6,707	6,966	4,906	5,795	7,029	34,450
Central Park	0	3,650	0	0	0	0	3,650
Delivering Sector Action Plans Programme	0	0	0	0	194	983	1,177
Energy Efficiency ERDF Grant	237	1,287	183	0	0	0	1,707
ERDF Business Growth Fund	3,813	3,560	6,040	0	0	0	13,413
ESIF Technical Assistance	45	0	0	0	0	0	45
Faverdale (Phase 1)	0	0	50	0	0	0	50
Freeport	662	22,200	4,138	0	0	0	27,000
Ingenium Parc - Phase 1	0	0	195	0	0	0	195
Kirkleatham Estate Investment Project	26	0	228	0	0	0	254
Local Industrial Strategy	0	241	0	0	0	0	241
North East Screen	0	340	340	340	340	340	1,700
Offshore Wind	0	20,000	0	0	0	0	20,000
One Public Estate	81	227	227	0	0	0	535
SSI Task Force Programmes	2,265	1,998	8,974	0	0	0	13,237
STDC Gateway	2,000	0	0	0	0	0	2,000
STDC Business Case	85,985	18,316	0	0	0	0	104,301
STDC Site Infrastructure	11,764	0	0	0	0	0	11,764
Stockton High St	1,986	3,435	6,363	7,216	0	0	19,000
Tees Valley Business Challenge	426	384	0	0	0	0	810
UKSPF Projects	0	0	3,000	6,900	0	0	9,900
Welcome to Redcar & Cleveland	6,875	3,844	5,034	500	0	0	16,253
Business Growth Total	127,922	95,099	48,738	19,862	6,329	8,352	306,302
Culture & Tourism Programme	912	4,000	7,000	6,717	0	0	18,629
Culture: Rugby League World Cup Bid	8	105	0	0	0	0	113
Hartlepool Waterfront (incl NMRN)	3,400	1,563	13,430	7	0	1,600	20,000
Museum of the Royal Navy	0	25	0	0	0	0	25

Project	2021/22	2022/23	2023/24	2024/25	2025/26	2026/27 +	TVCA TOTAL
	£'000	£'000	£'000	£'000	£'000	£'000	£'000
Darlington Railway Heritage	1,103	10,792	7,438	0	0	0	19,333
Culture Total	5,423	16,485	27,868	6,724	0	1,600	58,100
Bio / Life Science Innovation Support	0	2,000	2,000	0	0	0	4,000
Carbon, Capture & Storage	3	0	50	0	0	0	53
Darlington Hybrid Innovation Centre	0	2,800	0	0	0	0	2,800
Digital Cyber	146	240	1,614	0	0	0	2,000
District Heating Commercialisation Stage	212	0	0	0	0	0	212
Energy Network	576	1,491	1,033	0	0	0	3,100
Green Homes Grant	7,877	31,857	0	0	0	0	39,734
Hydrogen Transport	24	0	0	1,875	0	0	1,899
Low Carbon Action Plan	15	0	9	0	0	0	24
Net Zero Innovation Centre	450	5,743	212	0	0	0	6,405
Net Zero Teesside	69	263	0	0	0	0	332
Public Sector Decarbonisation	0	749	0	0	0	0	749
Residential Decarbonisation	0	722	0	0	0	0	722
Rural Energy Fund	664	217	0	0	0	0	881
Social Housing Decarbonisation	0	2,611	0	0	0	0	2,611
Sustainable Warmth Grant	0	2,977	0	0	0	0	2,977
Tees Valley Sector Networks	270	300	819	611	0	0	2,000
TVCA Hydrogen Transport Deployment Bid	24	0	0	0	0	0	24
To Be Allocated to Projects	0	400	215	0	0	0	615
Innovation & Clean Growth Total	10,330	52,520	5,952	2,486	0	0	71,288
Brownfield Housing	6,742	4,468	7,516	7,653	0	0	26,379
Car Parking	4,769	3,921	36	0	0	0	8,726
Indigenous Growth Programme	4,028	12,080	14,863	16,378	4,000	4,500	55,849
UKSPF Communities & Place	0	0	1,666	1,667	0	0	3,333
Place Based Investment Fund	0	2,000	11,000	11,000	14,000	0	38,000
Place Total	15,539	22,468	35,081	36,698	18,000	4,500	132,287
INVESTMENT PLAN TOTAL	250,684	289,674	318,504	179,374	127,705	319,338	1,485,279