

New schemes to be added to the Capital Programme for 2018/19 to be approved

New Capital Project Approval Request				
Unit:	Transport			
Project title:	Residential Parking Schemes			
Total Project Cost (All Years):	£0.120m			
Purpose, benefits and risks:				
<p>To provide capital budget for potential parking schemes in accordance within an agreed programme. As required, the capital budget is financed through revenue generated by each scheme. The most recent parking scheme timetable agreed at the Environment, Transport & Sustainability Committee in October 2017 outlined a programme of consultation in various areas across the city. The potential schemes within the proposed budget include the Surrenden area, Hove Park, South Portslade and reviews of the Event day parking schemes, the Hanover parking schemes and Area U (St Lukes area).</p>				
Capital expenditure profile:				
Year	2018/19	2019/20	2020/21	TOTAL
Unsupported Borrowing	£0.0120m	£0.000m	£0.000m	£0.120m
Financial implications:				
<p>Expenditure will include the cost of consultation, Traffic Regulation Orders, signing, lining and purchase and instalment of pay and display machines. The capital costs associated to the creation and extension of parking schemes are funded by unsupported borrowing, with appropriate repayments made over a 7 year period funded from the revenue income generated. Total costs are dependent on public acceptance of schemes following consultation. Any variation to the budget will be reported as part of the budget monitoring process.</p>				

Appendix 6 – New Capital Schemes & Future Years’ Variations

New Capital Project Approval Request				
Unit:	Traffic Control Centre			
Project title:	Purchase vans for The Parking Infrastructure Team			
Total Project Cost (All Years):	£0.036m			
Purpose, benefits and risks:				
<p>The vans are essential in order for the service to carry out site work, transport cones and signs and for the general maintenance of controlled parking schemes. Without this, the service would be unable to implement or maintain parking schemes thus affecting parking income.</p>				
Capital expenditure profile:				
Year	2018/19	2019/20	2020/21	TOTAL
Revenue Contributions	£0.036m	£0.000m	£0.000m	£0.036m
Financial implications:				
<p>Operation and maintenance costs of these vehicles will be funded from the existing budget.</p>				

Appendix 6 – New Capital Schemes & Future Years’ Variations

New Capital Project Approval Request				
Unit:	Economic Development			
Project title:	Immersive Tech Hub			
Total Project Cost (All Years):	£0.140m			
Purpose, benefits and risks:				
<p>The Immersive Tech Lab provides entrepreneurs and start-ups with opportunities to test, demonstrate, iterate, innovate and experience the latest immersive content and technology. It provides showcasing, networking and demo opportunities to those looking to use immersive technologies to create new products and services. This is one of 5 accredited national Labs, and is aligned with a national programme of activity to support the growth of the UK’s VR/AR/MR sector.</p> <p>Immersive technologies are at an early stage and have yet to deliver clear commercial models of exploitation. Coordinated support is therefore required to enable entrepreneurs to connect and adapt the technologies to market opportunities and to demonstrate their ideas and innovations to funders, large corporations, universities and others who can support early stage market-making. Brighton & Hove has been nationally recognised as having a growing immersive sector, on a par with larger cities such as Manchester and Bristol. Immersive tech is set to benefit significantly from the development of 5G and so co-locating it with the 5G testbed for SMEs delivers the prospect of further innovation.</p> <p>This project represents a unique opportunity for the Coast 2 Capital (C2C) LEP to ensure that regional immersive businesses can start, scale and prosper, adding value to the regional economy.</p> <p>The funding is required to undertake some repurposing of The FuseBox/Digital Catapult, where the Lab will be situated. It will provide appropriately enhanced light, sound and environment management, signage, the fit-out of a range of use areas for demo-ing and a secure access system to the Lab outside normal working hours. There are some risks in the project that will need effective management including potential delays in contracting a builder, delays in installation, tech becoming obsolete during the currency of the project, and low take-up by SME’s.</p>				
Capital expenditure profile:				
Year	2018/19	2019/20	2020/21	TOTAL
Grant - LGF from C2C LEP	£0.070m	£0.000m	£0.000m	£0.070m
External Contributions	£0.070m	£0.000m	£0.000m	£0.070m
Financial implications:				
<p>Capital grant funding has been approved as part of the C2C Local Growth Fund through the Local Enterprise Partnership. Match funding will be supplied through Wired Sussex in the form of National Digital Catapult match grant funding.</p>				

Appendix 6 – New Capital Schemes & Future Years' Variations

New Capital Project Approval Request				
Unit:	Communities, Equalities & 3 rd Sector			
Project title:	East Sussex Credit Union Loan			
Total Project Cost (All Years):	£0.250m			
Purpose, benefits and risks:				
<p>Policy & Resources Committee on 21st January 2016 approved a 5 year, subordinated interest free loan to the East Sussex Credit Union (ESCU) of £0.250m. The loan has helped ESCU to provide greater levels of safe, affordable, accessible financial products to some of the city's most financially excluded and at-risk residents. In particular, the loan has enabled ESCU to:</p> <ul style="list-style-type: none"> Take the risk to extend their offer of small 'crisis loans' by 60%, making them core business and therefore engaging members and potential members affected by welfare reform; Target 2,100 existing members plus an additional 20% of residents from the most deprived neighbourhoods; Target the 'in work poor' to encourage saving via payroll deduction aimed at those on low incomes, people referred through Lloyds loan signposting, and those affected by welfare reforms; Provide a stimulus to the local economy by increased lending to local businesses. <p>ESCU is regulated and authorized by the Financial Conduct Authority (FCA) and the Prudential Regulation Authority (PRA) and savings are 100% guaranteed by the Financial Services Compensation Scheme. PRA requires ESCU to set aside funding to cover the loan repayment of 20% of the value of the debt each year and therefore the closer the debt is to repayment, less ESCU resources are available to lend.</p> <p>It is proposed to extend the loan term from the existing repayment date of March 2021 to March 2026 to allow ESCU to further provide support to financially excluded residents.</p>				
Capital expenditure profile:				
Year	2018/19	2019/20	2020/21	TOTAL
Temporary use of Waste PFI reserve	£0.000m	£0.000m	£0.250m	£0.250m
Financial implications:				
<p>The loan was funded from the temporary use of the Waste PFI reserve. This reserve will not require repayment of these resources until after 2026 and therefore it is proposed to continue using this source of funding to facilitate this extension. The loan is provided without interest and therefore there is an opportunity cost of approximately £2,500 per year over the five year period, depending on the council's average investment returns. This opportunity cost will be reflected in the council's financing costs budget.</p>				