Bwrdd Iechyd Prifysgol Hywel Dda University Health Board

PWYLLGOR CYLLID A PHERFFORMIAD
FINANCE AND PERFORMANCE COMMITTEE

DYDDIAD Y CYFARFOD: DATE OF MEETING:	30 June 2026
TEITL YR ADRODDIAD: TITLE OF REPORT:	All-Wales Capital Programme 2026/27, Capital Resources Limit and Capital Financial Management Update
CYFARWYDDWR ARWEINIOL: LEAD DIRECTOR:	Huw Thomas, Executive Director of Finance
SWYDDOG ADRODD: REPORTING OFFICER:	Sarah Welsby, Head of Capital and Special Projects

Pwrpas yr Adroddiad (dewiswch fel yn addas)
Purpose of the Report (select as appropriate)

Er Gwybodaeth/For Information

ADRODDIAD SCAA
SBAR REPORT

Sefyllfa / Situation

This update report is presented to the Finance and Performance Committee to:

- Note the 2026/27 Capital Resource Limit (CRL)
- Note the project updates

Cefndir / Background

This report provides and update on the CRL for 2026/27

Asesiad / Assessment

Capital Resource Limit 2026/27

The CRL for 2026/27 has been issued with the following allocations:

Allocation	£'m
All Wales Capital Programme (AWCP)	26.502
Discretionary Programme* (DCP)	8.087
Total	**34.589**

***The Health Board received DCP of £11.228m in 2026/27. A contribution of £2.011m has been made towards the Targeted Estates Fund schemes within AWCP and a contribution of £0.11m towards the refurbishment costs of Picton Terrace. A further £1.02m has been paid back to the AWCP to account for capital scheme slippages in 2025/26.**

Capital Expenditure Plan

The following table shows the capital expenditure plan for 2026/27 with expenditure incurred to date:

Scheme	Planned Spend 2026/27 £m	Cumulative Spend Apr-May £m	Spend May £m	Remaining balance £m
AWCP				
Withybush - Fire Enforcement and Associated Works - Phase 2	4.034	0.352	-0.032*	3.682
Bronglais - Fire Precaution Upgrade Works - Fees	0.741	0.183	0.175	0.558
Year End Funding – October 2024 – Pentre Awel	0.250	0.002	0.002	0.248
Aseptic Unit, Withybush Hospital	2.364	0.427	0.204	1.937
TEF - Fire	0.644	0.015	0.015	0.629
TEF - Infrastructure	5.214	0.490	0.063	4.724
TEF - Decarbonisation	1.699	0.000	0.000	1.699
TEF - Mental Health	0.759	0.005	0.000	0.754
TEF - Decontamination	0.157	0.014	0.007	0.143
Decarbonisation Project	5.416	2.161	2.161	3.255
Diagnostics equipment - DEXA scanner	0.628	0.020	0.020	0.608
Major Infrastructure Investment Plan, Phase 1 BJC Fees	0.834	0.035	-0.008*	0.799
Commercial Research Delivery Equipment Call Funding	0.024	0.009	0.000	0.015
Mental Health Quality and Safety Schemes 2026-27	0.515	0.007	0.007	0.508
Carmarthen Hwb - Equipment and Fit-out costs	1.385	0.083	0.014	1.302
Fishguard Health and Wellbeing Centre	1.513	0.008	0.004	1.505
Bandi Children Centre	0.325	0.001	0.000	0.324
Sub-total AWCP	**26.502**	**3.812**	**2.632**	**22.690**
Discretionary				
I.T.	0.650	0.215	0.208	0.435
Equipment	2.630	0.007	0.007	2.623

Statutory Compliance	0.450	0.005	0.003	0.445
Estates	3.257	0.082	0.054	3.175
Other	1.100	0.044	0.002	1.056
Sub-total Discretionary	**8.087**	**0.353**	**0.274**	**7.734**
TOTAL	**34.589**	**4.165**	**2.906**	**30.424**

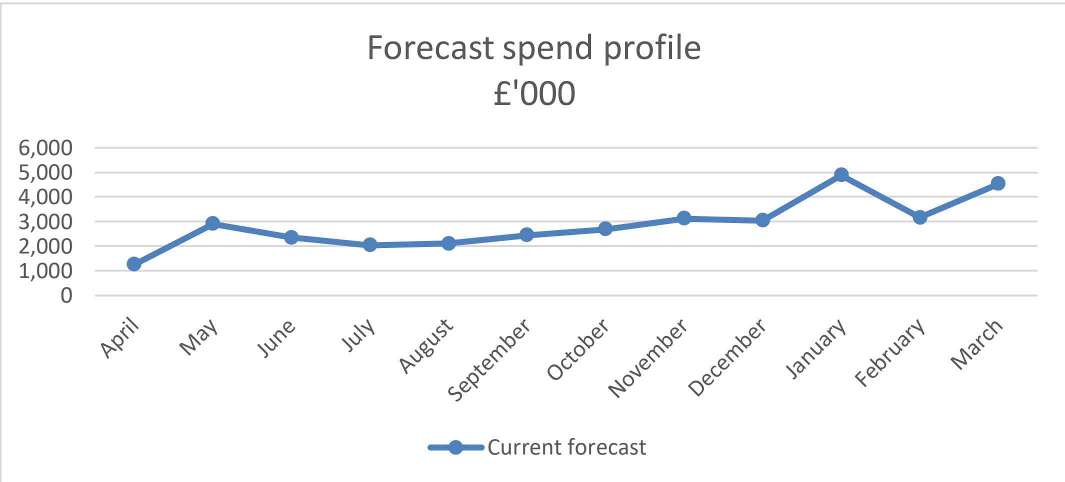
- Negative in month spend is due to the recovery of VAT.

Further details on the revenue consequences of these schemes are noted in **Appendix 1**.

Expenditure Profile Forecast

The below graph indicates that capital spend is expected to remain fairly consistent until December with an increase in spend between January and March 2026.

Progress will be monitored on a monthly basis with corrective actions taken where material slippages are identified.



CAPITAL SCHEME UPDATES (SCHEMES GREATER THAN £1M)

Withybush Hospital Fire Enforcement and Associated Works – Phase 2

Phase 2 of the major Fire Precaution Upgrade works started on site in January 2026, with programme completion expected October 2027. Current indications are that the scheme is forecast to remain within the current year allocation

Bronglais Hospital Fire Precautions Upgrade Works – Fees

A business case is in development for fire precaution upgrade works to the main hospital building at Bronglais Hospital (BGH) and core blocks. This is due to be submitted to Welsh Government (WG) at the end of 2026.

Aseptic Unit – Withybush Hospital

A sustainable compliant Aseptic Unit will be built at WGH in advance of the development of a South-West Wales Regional Aseptic Unit. This will ensure that the facilities and delivery of aseptic services within Hywel Dda University Health Board (HDdUHB) will meet the required regulatory standards. Whilst there has been a slight delay to the original completion date, the scheme is progressing well with commissioning and occupation of the new unit due to occur towards the end of 2026.

Decarbonisation Project

Funding has been provided towards several energy performance improvements across Health Board sites. The scheme is progressing well with an expected completion date of February 2027.

Carmarthen Hwb

This project is led by Carmarthenshire County Council, in partnership with the Health Board and University of Wales Trinity St David. A number of services will be co-located within the building which are currently being delivered across a number of different locations.
Funding has been provided to the Health Board for equipment, furniture and digital items. Occupation of the building is forecast to occur in February 2027.

Fishguard Health and Wellbeing Centre

Fees have been received to develop a business case for an Integrated Health and Wellbeing Centre in Fishguard working in partnership with Pembrokeshire County Council and other Public Service Board partners. This will include a longer-term solution for the existing Fishguard Healthcare Centre and support local delivery of services for the North Coastal Integrated Community Network.

Bandi Childrens Centre

A business case is being produced to redevelop a Childrens Centre in the Carmarthen area in partnership with Carmarthenshire County Council and the Bandi Charity Trustees. This would create a multipurpose facility to develop outpatients and day care services for children with medical and disabling conditions.

Argymhelliad / Recommendation

The Finance and Performance Committee is requested to **NOTE** the contents of the All-Wales Capital Programme 2026/27, Capital Resource Limit and Capital Financial Management Update report and **TAKE ASSURANCE** on the delivery of the capital programme within 2026/27.

Amcanion: (rhaid cwblhau) Objectives: (must be completed)	
Committee ToR Reference: Cyfeirnod Cylch Gorchwyl y Pwyllgor:	3.1.5 Receive assurance on the delivery of the financial plan. This will be achieved through scrutiny of the monthly finance report. This report shall ensure clarity in: 3.5.3 Performance against other financial metrics, such as cash management, capital management and Public Sector Payment Policy.
Cyfeirnod Cofrestr Risg Datix a Sgôr Cyfredol: Datix Risk Register Reference and Score:	Corporate Risk 1196 - not be able to provide safe, sustainable, accessible and kind services. This is caused by insufficient investment to ensure we have appropriate facilities, medical equipment and digital infrastructure of an appropriate standard. Score 16
Parthau Ansawdd: Domains of Quality Quality and Engagement Act (sharepoint.com)	7. All apply
Galluogwyr Ansawdd: Enablers of Quality: Quality and Engagement Act (sharepoint.com)	6. All Apply
Amcanion Strategol y BIP: UHB Strategic Objectives:	3. Striving to deliver and develop excellent services 6. Sustainable use of resources
Amcanion Cynllunio Planning Objectives	7 Primary and community strategic plan 8 Estates plans 9 Digital plan
Amcanion Llesiant BIP: UHB Well-being Objectives: Hyperlink to HDdUHB Well-being Objectives Annual Report 2021-2022	9. All HDdUHB Well-being Objectives apply

Gwybodaeth Ychwanegol: Further Information:	
Ar sail tystiolaeth: Evidence Base:	Capital Allocation and prioritisation process. Capital Investment procedure and all relevant Welsh Government guidance.
Rhestr Termau: Glossary of Terms:	Explanation of terms is included in the main body of the report.
Partïon / Pwyllgorau â ymgynhorwyd ymlaen llaw y Pwyllgor Adnoddau Cynaliadwy:	Capital Monitoring Forum Capital Planning Group Individual Project Boards of Capital Schemes Welsh Government Capital Review Meeting Capital Sub-Committee

Parties / Committees consulted prior to Sustainable Resources Committee:	

Effaith: (rhaid cwblhau) Impact: (must be completed)	
Ariannol / Gwerth am Arian: Financial / Service:	Capital values noted within the report. Included within individual business cases and Capital prioritisation process.
Ansawdd / Gofal Claf: Quality / Patient Care:	Included within individual business cases and Capital prioritisation process
Gweithlu: Workforce:	Included within individual business cases and Capital prioritisation process
Risg: Risk:	Risk assessment process is integral to the capital prioritisation process and the management of capital planning within HDdUHB
Cyfreithiol: Legal:	Included within individual business cases and Capital prioritisation process
Enw Da: Reputational:	Included within individual business cases and Capital prioritisation process
Gyfrinachedd: Privacy:	Included within individual business cases and Capital prioritisation process
Cydraddoldeb: Equality:	Included within individual business cases and Capital prioritisation process

APPENDIX 1

REVENUE CONSEQUENCES OF CAPITAL SCHEMES

The below table summarises the revenue consequences of capital schemes of which funding has been received in 2026/27:

Scheme	Total £'m	Additional £'m	Costs included in current budgets (replacements) £'m
AWCP			
Withybush - Fire Enforcement and Associated Works - Phase 2	0.00	0.00	0.00
Bronglais - Fire Precaution Upgrade Works - Fees	0.00	0.00	0.00
Year End Funding – October 2024 (Pentre Awel)	0.48	0.48	0.00
Aseptic Unit, Withybush Hospital	Efficiencies of at least £0.033m will be generated		
TEF - Fire	0.00	0.00	0.00
TEF - Infrastructure	0.00	0.00	0.00
TEF - Decarbonisation	0.00	0.00	0.00
TEF - Mental Health	0.00	0.00	0.00
TEF - Infection Prevention Control	0.00	0.00	0.00
TEF - Decontamination	0.00	0.00	0.00
Decarbonisation Project	Spend to save project. Revenue savings will be utilised to repay capital costs.		
Diagnostics equipment - DEXA scanner	0.00	0.00	0.00
Major Infrastructure Investment Plan, Phase 1 BJC Fees	0.00	0.00	0.00
Commercial Research Delivery Equipment Call Funding	0.00	0.00	0.00
Mental Health Quality and Safety Schemes 2026-27	0.00	0.00	0.00
Carmarthen Hwb - Equipment and Fit-out costs	0.45	0.45	0.00
Fishguard Health and Wellbeing Centre	Business case under development – revenue consequences of project not yet known		
Bandi Children Centre	Business case under development – revenue consequences of project not yet known		
Sub-total AWCP	**0.93**	**0.93**	**0.00**
Discretionary			
IT	0.00	0.00	0.00
Equipment	0.00	0.00	0.26
Estates – Statutory	0.00	0.00	0.00
Estates Infrastructure	0.00	0.00	0.00
Other	0.00	0.00	0.00
Sub-total Discretionary	**0.26**	**0.00**	**0.26**
TOTAL	**1.19**	**0.93**	**0.26**

The above table shows the total revenue costs as a consequence of capital expenditure in 2026-27 as £1.19m. Total additional costs are estimated at £0.93m and costs assumed to be included in current revenue budgets, as they are equipment replacements, totals £0.26m.

The following assumptions were made: -

- Medical Equipment replacement assumed at 10% of capital cost.
- Any Estates work to existing buildings are assumed to be revenue neutral unless the building footprint increases or changes significantly.
- Some capital investments will lead to longer term revenue savings (such as decarbonisation initiatives and digital investment); however, it has been assumed that these will be included as a part of directorate savings plans.