



## CAPITAL SUB COMMITTEE UPDATE REPORT

**Date of last meeting:** 8 March 2024

**Quoracy:** Met

**Report by:** Eldeg Rosser, Head of Capital Planning

---

### KEY DISCUSSION POINTS AND MATTERS TO BE ESCALATED FROM THE DISCUSSION AT THE MEETING:

**Alert<sup>1</sup>** (may require discussion)

Capital Sub-Committee (CSC) wish to **alert** members of the SDODC that:

- The CSC Self-Assessment of Sub-Committee Effectiveness Report has been endorsed by the Sub Committee for onward ratification by SDODC.

**Advise<sup>2</sup>** (to monitor)

Capital Sub-Committee wish to **advise** members of the SDODC that:

**Capital Resource Limit 2023/24** has been issued with the following allocations:

- £34.562m – All Wales Capital Programme (AWCP)
- £5.435m - Discretionary Programme (gross allocation)
- £1.184m – International Financial Reporting Standard (IFRS) 16 allocations
- **£41.181m - Total**

**Capital Programme 2023/24** - Bids that are deliverable by 31 March 2024 have been submitted to Welsh Government (WG). Feedback is currently awaited from WG.

**Capital Programme 2024/25** - Will be submitted for Board at end of March for endorsement and will be part of the 2024/25 plan.

**Assure<sup>3</sup>** (to note)

Capital Sub-Committee wish to assure members of the SDODC that:

- **Capital Governance Highlight Reports** have been reviewed by CSC for all projects with Red and Amber Schemes noted.
- **Welsh Government Dashboards Reports:** All the Dashboards submitted to WG were returned on time and no major issues were raised by WG on the Dashboards that were submitted.

---

<sup>1</sup> There is a lack of confidence that any action in place is sufficient to address the issue satisfactorily and/or within the scope of the operational team or executive to resolve. Engagement, action or intervention required.

<sup>2</sup> There are areas of concern where assurance has been taken on actions in place but requires close monitoring. An early warning of an emerging and potentially serious concern.

<sup>3</sup> There is confidence that actions are robust and will be sufficient to address the issue or generally operating effectively. Routine monitoring.

- **Estates Funding Advisory Board (EFAB) Update Reports:** The CSC noted the content of the Tracker report and the financial position with no commitment to funding but noting that Spend to Save money will be sought in the future.
- **Fire Schemes Status Update:** The Sub-Committee noted the content of the report and the work achieved to strengthen Fire Safety Compliance and noted the challenging financial position on the fire projects which are being reported separately to this Committee.
- **All Wales Capital Prioritisation:** The Sub-Committee noted the work being undertaken to develop a schedule of prioritised All Wales Capital Projects.
- **A Healthier Mid & West Wales – Programme Business Case (PBC) Update:** The Sub-Committee noted the verbal update and progress made in respect of the A Healthier Mid and West Wales (AHMWW) Programme Business Case.
- **Infrastructure Investment Plan:** The Sub-Committee noted the Draft Infrastructure Enabling Plan 2024/2027 and the work currently being undertaken to update it.
- **Welsh Governments Business Recycling Regulations:** The Sub-Committee noted the contents of the paper in relation to the implementation of the requirements of the Welsh Governments Business Recycling Regulations paper.
- **ReFit for Wales Framework:** The Sub-Committee noted the content of the report, the financial position set out in the paper with no commitment to funding at this stage and supported the recommendation to enter into the Call Off contract with the preferred supplier.
- The Sub-Committee noted the following **papers for information:**
  - Capital Review Meeting - Minutes of meeting held on 24 January 2024.
  - Capital Monitoring Forum – Minutes of meetings held on 9 January and 13 February 2024.

## Review of Risks

- **Capital Resource Limit:** Significant amount of end of year (EOY) funding from WG awarded, risk is the timeline of ability of suppliers to deliver equipment before end of the year. There are contingency plans in place to manage potential slippage.
- **Discretionary Capital Programme (DCP):** HDdUHB is unable to deal with all its capital risks with the limited DCP allocation available for 2024/25.

## Sharing of learning

No specific shared learning for this report.

## Recommendation

The SDODC is asked to **NOTE** the Capital Sub Committee Update Report following it's meeting on 8 March 2024