

South Holland District Council – GF Capital Draft Outturn Finance Report 2025-26

Section 1 - Finance Summary

As of 31 March 2026, capital spend was £11.598m against a full year budget of £14.903m an underspend of £3.305m. Due to the nature of capital projects, it is not uncommon for the timelines of large scale projects to be revised. As a result, existing capital schemes totalling £3.155m of the £3.305m variance needs to be rephased into future years.

Section 2 – Finance

Section 2.1 Capital Programme in Year

Section 2.2 Capital 5-year Programme

Section 2.1 – Capital Programme in Year

Table 1a details the revisions to the Capital Programme and progress against the 2025/26 approved programme including the draft outturn to 31 March 2026.

Table 1a – 2025/26 Capital Programme and Outturn					
Scheme	Approved Budget 2025/26	Changes to the Approved Budget	Revised Budget 2025/26	Actuals to March 2026	Variance (under)/over
	£'000	£'000	£'000	£'000	£'000
Non UKSPF & LUF projects					
Capital Enhancements	308	-	308	214	(94)
ICT	52	-	52	36	(16)
Footway Lighting	55	-	55	55	-
Neighbourhoods	1,724	-	1,724	277	(1,447)
Disabled Facilities Grants	958	-	958	873	(85)
Car Park Resurfacing	85	-	85	79	(6)
Lutyens Memorial	211	-	211	211	-
Uniform System	274	-	274	13	(261)
Unit 4 Migration	54	-	54	14	(40)
Spalding Gateway Public Realm Project	46	-	46	-	(46)
Local Authority Housing Fund	200	273	473	386	(87)
Total Non UKSPF & LUF Projects	3,967	273	4,240	2,158	(2,082)
UKSPF & LUF					
UKSPF	290	-	290	272	(18)
UKSPF – Rural	210	-	210	202	(8)
Total UKSPF	500	-	500	474	(26)
South Holland Health and Wellbeing Hub	10,163	-	10,163	8,966	(1,197)
Total LUF	10,163	-	10,163	8,966	(1,197)
Grand Total – All Projects	14,630	273	14,903	11,598	(3,305)

The overall expenditure as at 31 March 2026 is showing expenditure totalling £11.598m.

2025/26 Funding

Table 1b details the Capital Programme financing and the draft outturn to 31 March 2026.

Table 1b – Capital Programme Financing				
All Projects	Approved Budget 2025/26	Revised Budget 2025/26	Actuals to March 2026	Variance
	£'000	£'000	£'000	£'000
Revenue	(43)	(43)	(43)	-
Investment and Growth Reserve	(211)	(211)	(211)	-
Grants	(11,668)	(11,941)	(10,544)	1,397
Internal Borrowing	(2,708)	(2,708)	(800)	1,908
Totals	(14,630)	(14,903)	(11,598)	3,305

Capital Financing - The current capital programme is financed from reserves and internal borrowing in line with the Capital Strategy.

Progress against approved budgets

- **Capital Enhancements** – Various projects within the Capital Enhancements programme of works have come in under budget. The largest underspend being emergency security enhancements to West Marsh Road at £65k.
- **ICT** – Underspend due to components no longer required.
- **Neighbourhoods** – Vehicles on order, delay due to lead times.
- **Disabled Facilities Grants** – Outturn of £85k under budget due to grant received being greater than the demand for DFGs due to the HRA within South Holland.
- **Uniform System** - Project progressing across SELCP with multiple departments investing resources.
- **Local Authority Housing Fund** – The LAHF3 programme was successfully delivered during 2025/26 with the acquisition of 2 new Temporary Accommodation houses, and 4 houses for the HRA. The underspend in the budget is due to achieving savings on the approved budget, through strong negotiation around purchase price for the dwellings and savings on on-costs.
- **UKSPF** – In line with the decision taken by the Ministry of Housing, Communities and Local Government in December 2025 to extend the UK Shared Prosperity Fund and Rural England Prosperity Fund for a further, final six months on a technical extension with no further funding (to give Authorities more time to deliver). Greater Lincolnshire County Combined Authority have authorised District Councils to 'roll over' capital and revenue balances to 2026/27, to support ongoing delivery. The extension period concludes on 30th September 2026.
- **South Holland Health & Wellbeing Hub** – The S73 application to vary planning to accommodate value engineered changes was approved by the LPA in January. The Football Foundation grant award towards the 3G pitch construction has been secured. Scheme progress is on track for early 2027 completion and opening. Monthly progress updates are available on the project website

Table 1c details the changes to the approved capital budget for 2025/26.

Table 1c – Changes to Approved Capital Budget		
Project Description	Amount £'000	Approval
Local Authority Housing Fund	273	Additional grant received from MHCLG to support property purchases
Grand Total	273	

Capital Rephasing

As a result of the variances shown in **Table 1a** and **Table 1b**, changes are required to the 2026/27 Capital Programme. These are reflected in the Capital Programme carry forwards shown in **Table 1d**. The rephasing of expenditure into future years will be funded in line with the approval already obtained for the relevant project. Addition required for Depot Works, financed by earmarked reserves.

Table 1d – Capital Rephasing		
Scheme	Rephasing 2025/26	Additions 2026/27
	£'000	£'000
Non UKSPF & LUF projects		
Capital Enhancements	94	-
ICT	3	-
Neighbourhoods	1,447	-
Uniform System	261	-
Unit 4 Migration	40	-
Local Authority Housing Fund	87	-
Depot Works	-	150
Total Non UKSPF & LUF Projects	1,932	150
UKSPF & LUF		
UKSPF	18	-
UKSPF – Rural	8	-
Total UKSPF	26	-
South Holland Health and Wellbeing Hub	1,197	-
Total LUF	1,197	-
Grand Total – All Projects	3,155	150

Section 2.2 – Capital 5-year Programme

Table 4 details the 5-year capital profiling for each scheme.

Table 5 – Capital Programme					
Scheme	2026/27	2027/28	2028/29	2029/30	2030/31
	£'000	£'000	£'000	£'000	£'000
Non UKSPF, Pride in Place & LUF Projects					
Capital Enhancements	184	15	15	15	-
ICT	236	424	-	-	-
Footway Lighting	55	55	55	55	55
Neighbourhoods	1,466	675	556	219	70
Waste Review	8,101	-	-	-	-
Disabled Facilities Grants	1,090	1,090	1,090	1,090	1,090
Uniform System	260	-	-	-	-
Unit 4 Migration	59	-	-	-	-
Local Authority Housing Fund	87	-	-	-	-
Total Non UKSPF, Pride in Place & LUF Projects	11,538	2,259	1,716	1,379	1,215
UKSPS, Pride in Place & LUF Projects					
UKSPF	18	-	-	-	-
UKSPF – Rural	8	-	-	-	-
Total UKSPF	26	-	-	-	-
Town Centre Revitalisation – Shop Front	125	150	150	200	-
Town Centre Revitalisation – Diversification	125	150	150	200	-
Cultural/Heritage Provision	-	1,000	-	325	-
Total Pride in Place	250	1,300	300	725	-
South Holland Health and Wellbeing Hub	16,708	-	-	-	-
Total LUF	16,708	-	-	-	-
Grand Total – All Projects	28,522	3,559	2,016	2,104	1,215
Capital Financing					
Grants	(12,821)	(2,390)	(1,390)	(1,815)	(1,090)
Internal Borrowing	(15,181)	(1,169)	(626)	(289)	(125)
Capital Receipts	(520)	-	-	-	-
Totals	(28,522)	(3,559)	(2,016)	(2,104)	(1,215)