

Appendix 6 : Capital Programme Quarter Four 2025/26 – Details of capital slippage

Capital slippage is a way of reprofiling capital budgets between financial years to match forecast timing of expenditure, whilst staying within the approved project budget.

The following details the slippage during Quarter Four. Details of slippage at Quarter 1 of £8.228m, £11.867m at Quarter 2 and £3.205m at Quarter 3 were shown in Appendix 6 of the respective budget monitoring reports. These added together with the £8.752m for Quarter 4 total the £32.052m total slippage for 2025/26.

Directorate	Scheme	2025/26 £m	2026/27 £m	2027/28 £m	2028/29 £m	2029/30 £m	Funding Source	Slippage Explanation
Regeneration	Levelling Up Partnership	(0.302)	0.302				Grant	There is an underspend within two projects falling within the Levelling Up Partnership capital programme. The funds have been reprofiled to 2026/27, to be reallocated to other projects.
Regeneration	Levelling up Fund - South Middlesbrough Accessibility	(0.390)	0.390				Grant	Delays in contractor invoicing have meant payments in 2025/26 were lower than originally forecast, as such the funds have been reprofiled to 2026/27.
Regeneration	Middlesbrough College Investment	(1.600)	1.600				Borrowing	The lease agreement has not yet been completed due to the status of the legal process.
Regeneration	Asset Review Accommodation Works	0.261	(0.261)				Borrowing	Additional expenditure was required to bring Letitia Street up to operational standard, following part of the Community Learning service relocating from Lingfield Farm.
Regeneration	Cultural Development Fund - Enhancements to Central Library	(0.302)	0.302				Grant	Challenges in setting up the power supply to The Auxiliary have led to expenditure being reprofiled to 2026/27.
Regeneration	Small Scale Slippage Across The Directorate	0.670	(0.508)	(0.122)		(0.040)		
	Regeneration and Housing Total	(1.663)	1.825	(0.122)	-	(0.040)		
Environment, Communities & Culture	Purchase of new vehicles	(1.302)	1.302				Contributions	There is high national demand for new refuse vehicles under the Government Simpler Recycling Initiative, resulting in longer lead times for delivery of vehicles resulting in the funding being reprofiled to 2026/27.
Environment, Communities & Culture	Food Waste Collection	(0.905)	0.905				Grant	There is high national demand for new food waste refuse vehicles under the Government Simpler Recycling Initiative, resulting in longer lead times for delivery of vehicles resulting in the funding being reprofiled to 2026/27.
Environment, Communities & Culture	DLUHC Levelling Up Neighbourhood Safety	(0.615)	0.615				Grant	The funding was re-directed to other projects following a review of priorities and the outcome of feasibility studies.
Environment, Communities & Culture	Simpler Recycling	(0.786)	0.786				Contributions	There is high national demand for new food waste refuse vehicles and paper receptacles under the Government Simpler Recycling Initiative, resulting in longer lead times for delivery of vehicles resulting in the funding being reprofiled to 2026/27.
Environment, Communities & Culture	LTP - Ormesby Beck Cycleway Phase 1	(0.187)	0.187				Grant	The time required to finalise contracts has resulted in this funding being reprofiled into 2026/27.
Environment, Communities & Culture	LTP - Hollygurst Avenue / Homewood Avenue Bus Stop Improvements	(0.149)	0.149				Grant	The time required to finalise contracts has resulted in this funding being reprofiled into 2026/27.
Environment, Communities & Culture	Small Scale Slippage Across The Directorate	(0.662)	0.662					
	Environment, Communities & Culture Total	(4.606)	4.606	-	-	-		
Education & Partnerships	Block Budgets - High Needs Provision Capital Allocation	(0.409)	0.409				Grant	Balance of block funding not utilised in 25-26 to be allocated in 26-27
Education & Partnerships	Block Budgets - Others minor	(0.619)	0.619				Grant	Balance of block funding not utilised in 25-26 to be allocated in 26-27
Education & Partnerships	St Bernadettes expansion scheme	(0.250)	0.250				Contributions	Contribution through S106 allocation not utilised in 25-26
Education & Partnerships	Unity City Academy Bulge scheme	(0.130)	0.130				Contributions	Scheme planned to start in 25-26 now slipped to 26-27
Education & Partnerships	SEN Small Capital Grants Schemes	(0.125)	0.125				Grant	Only £42k needed from the £167 budget required in 25-26
Education & Partnerships	Small Scale Slippage Across The Directorate	(0.411)	0.411				Grant	Schemes not completed in 25-26 due to complete in 26-27
	Education & Partnerships Total	(1.944)	1.944	-	-	-		
Adult Social Care	Chronically Sick and Disabled Persons Act- Top ups	(0.087)	0.087				Council Wide	Assessments have been affected due to staff turnover in addition there has been limited contractor availability.
Adult Social Care	Disabled Facilities Grant	(0.247)	0.247				Grant	Additional grant received on 22 February 2026, resulting in limited time for effective planning and full utilisation before the financial year end.
Adult Social Care	Telecare Fall's equipment in Care Homes	(0.017)	0.017				Better Care Fund	
	Adult Social Care Total	(0.351)	0.351	-	-	-		
Finance	Capitalisation of Property Finance Lease Arrangements	(0.087)		0.087			Borrowing	There was an underspend as only £63k of the £150k budget required in 25-26, with the remainder reprofiled into future years to offset future years costs.
Finance	Business World Upgrade	(0.028)	0.028				Borrowing	
Finance	Former Partnership Investment (ICT Infrastructure Revenues & Benefits	(0.008)	(0.092)	0.100			Borrowing	50% paid upfront remaining £8k due in May.
	Finance Total	(0.123)	(0.064)	0.187	-	-		
Legal & Corporate Services	Essential Refresh & Licensing	0.239	(0.239)				Borrowing	To support incoming new starters and device refresh requirements, additional laptops and equipment were procured early to secure discounts offered by the Council's supplier.
	Legal and Corporate Services Total	0.239	(0.239)	-	-	-		
Children's Social Care	House Purchase & Adaptations	(0.269)	0.269					
	Children's Social Care Total	(0.269)	0.269	-	-	-		
	Small Scale Slippage Across The Directorate	(0.035)	0.035					
	Transformation Total	(0.035)	0.035	-	-	-		
	TOTAL	(8.752)	8.727	0.065	-	(0.040)		

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