

## TRAFFORD BOROUGH COUNCIL

**Report to:** Executive – 29 June 2015  
**Report for:** Decision  
**Report of:** The Executive Member for Finance and the Director of Finance

### Report Title

**CAPITAL INVESTMENT PROGRAMME 2014/15 OUTTURN**

### Summary

The report summarises the outturn position for 2014/15 and the consequential impact on the Medium Term Financial Plan 2015/18.

Capital expenditure for 2014/15 amounted to £26.5m, equivalent to 62% of revised budget of £42.9m. The forecast outturn for 2014/15 had been £35.8m and the variance of £9.3m can be explained by a number of factors that are detailed in the report

Net re-profiling of £16.9m will increase the Capital Investment Programme in 2015/16 and later years.

### Recommendation(s)

The Executive is requested to

- Note this summary report
- Approve the changes to the 2015/18 Programme
- Approve the additional expenditure, listed in Appendix B, in accordance with Financial Procedure Rule No. 4
- Note the outturn of the prudential indicators for 2014/15 as set out in paragraph 14 and Appendix C.

### Contact person for access to background papers and further information:

Name: Mark Hughes  
Extension: 2072

Background Papers - None

## Capital Expenditure 2014/15

1. The original budget for 2014/15 was approved at £40.9m in February 2014. The Executive approved a revised budget of £42.9m as at Quarter 3 which reflected new schemes supported by capital grants and contributions.
2. Final capital expenditure of £26.5m has been incurred in 2014/15 and some of the main highlights include:
  - **School Improvements - £13.2m:-**
    - Broadheath Road Primary School refurbishment- £1.4m
    - Bowdon CoE Primary School - £2.6m
    - Springfield Primary School refurbishment - £1.5m
    - Expansion & Basic Need Works - £4.1m
    - Improvements via Devolved Formula Capital - £0.6m
    - Capital Maintenance works - £2.0m
    - Universal Infant Free school Meals works - £0.6m
  - **Adult Social Services - £3.0m:-**
    - Disabled Facilities Grants - £1.5m
    - Telecare System - £0.4m
    - Extra Care Housing - £0.7m
    - Liquid Logic – ICT Social Care System - £0.4m
  - **Major building works on Public & Operational Buildings - £0.5m**
  - **Regeneration Projects - £1.5m**
  - **Highway Related Improvements - £6.6m:-**
    - Integrated Transport Improvements - £2.5m
    - Highway Structural Maintenance - £3.5m
    - Bridges and Street Lighting Improvements - £0.6m
  - **Sport, Recreation & Culture - £0.9m**
  - **ICT Investment £ 0.7m**
3. The level of capital expenditure equates to 62% of the approved budget and a summary of the major variances is shown below. Appendix A provides an analysis of variance at a service level whilst Appendix B details variances at an individual scheme level.

<b>Actual Capital Expenditure compared to Revised Budget 2014/15</b>	<b>£m</b>
<b>Revised 2014/15 Budget</b>	<b>42.9</b>
Actual	<b>26.5</b>
<b>Variance</b>	<b>(16.4)</b>
<b>Explained By:-</b>	
Re-profiling to future years (Appendix B, pages 11-14)	(18.3)
Acceleration (Appendix B, page 14)	1.4
Additional Expenditure (Appendix B, page 14-15)	0.8
Savings (Appendix B, page 15)	(0.3)
<b>Total</b>	<b>(16.4)</b>

4. Outturn was projected at Quarter 3 to be £35.8m and the level of expenditure incurred has fallen to the final figure of £26.5m. This reflects changes to a number of schemes requiring further re-profiling to 2015/16 and later years.

The main areas of change are :-

- Schools related works - £2.6m
- Services for Adults - £1.0m
- Corporate Landlord related schemes - £1.2m
- Highways structural maintenance & improvements - £1.4m
- Information Technology schemes - £2.0m.
- Other services - £1.1m

Specific explanations are provided in the service analyses included in Paragraphs 11 – 13

5. Included in the figures above are a number of schemes where the Council has limited control over the phasing of expenditure. Schools Devolved Formula capital, land assembly schemes and third party grants are outside our control and after adjusting for these outturn performance increases to 66%.

### Financing of Capital Expenditure

6. The expenditure was financed from grants and external contributions, supplemented by receipts derived from the sale of surplus assets and a small level of specific reserves. The actual levels applied are shown below:-

<b><i>Financing of Capital Expenditure 2014/15</i></b>	<b>Revised £m</b>	<b>Actual £m</b>
<b>Internal Resources</b>		
Capital Receipts	1.4	1.4
LSVT VAT Receipts	9.3	4.7
Specific Reserves	1.3	0.2
Borrowing	1.2	-
<b>Sub-Total</b>	<b>13.2</b>	<b>6.3</b>
<b>External Resources</b>		
Grants & Contributions	29.7	20.2
<b>Total</b>	<b>42.9</b>	<b>26.5</b>

7. Sufficient capital resources will be available to cover all the expenditure re-profiled from 2014/15 to future years. No grants and contributions are at risk of clawback and will therefore be available in later years. The lower than projected borrowing will lead to a temporary reduction in minimum revenue provision (repayment of debt) of approximately £48k in 2015/16 compared to the MTFP estimate.

## Explanation of major variances

8. Final expenditure of £26.5m has been incurred against an approved budget of £42.9m. The table below provides a comparison, by service area, of the budget and actual expenditure and the expected movement to projected outturn reported at Quarter 3.

<b>Actual Capital Expenditure compared to Revised Budget 2014/15</b>					
<b>Service Area</b>	<b>Budget</b>	<b>Actual</b>	<b>Variance</b>	<b>Previous Projected Outturn</b>	<b>Period Change</b>
	£m	£m	£m	£m	£m
<b>Children Families &amp; Wellbeing</b>					
Schools	18.6	13.2	(5.4)	15.8	(2.6)
Children's Services	0.1	0.0	(0.1)	0.1	(0.1)
Services for Adults	4.6	3.0	(1.6)	4.0	(1.0)
<b>Total</b>	<b>23.3</b>	<b>16.2</b>	<b>(7.1)</b>	<b>19.9</b>	<b>(3.7)</b>
<b>Economic Growth, Environment &amp; Infrastructure</b>					
Corporate Landlord	2.3	0.6	(1.7)	1.8	(1.2)
Town Centre Regeneration & Strategic Planning	2.2	1.4	0.8	1.8	(0.4)
Housing Services	0.3	0.0	(0.3)	0.2	(0.2)
Highways	8.9	6.6	(2.3)	8.0	(1.4)
Bereavement Services	0.6	0.0	(0.6)	0.3	(0.3)
Sustainability & Greenspace	0.8	0.9	0.1	0.7	0.2
Public Protection	0.2	0.0	(0.2)	0.2	(0.2)
<b>Total</b>	<b>15.3</b>	<b>9.5</b>	<b>(5.8)</b>	<b>13.0</b>	<b>(3.5)</b>
<b>Transformation &amp; Resources</b>					
Performance & Improvement	0.1	0.0	(0.1)	0.1	(0.1)
Customer Services	0.1	0.1		0.1	
Information Technology	4.1	0.7	(3.4)	2.7	(2.0)
<b>Total</b>	<b>4.3</b>	<b>0.8</b>	<b>(3.5)</b>	<b>2.9</b>	<b>(2.1)</b>
<b>Capital Programme Total</b>	<b>42.9</b>	<b>26.5</b>	<b>(16.4)</b>	<b>35.8</b>	<b>(9.3)</b>

9. Where schemes are estimated to overspend then this is reported to the Executive in accordance with finance procedure rules during the year. Given the incidence of capital expenditure this mainly occurs in the final quarter of the year. During 2014/15 additional expenditure of £659k has been incurred on a number of projects financed from specific resources. For example £263k of highway works done under S278 of the Highways Act and these are funded by the developer ; £37k was incurred on replacement of lifecycle components on the Sale Waterside PFI asset and these were financed by the PFI partner. Additional expenditure was also incurred on a number of grant funded schools and highway related projects and these were offset by savings in these respective areas.
10. The estimated cost of the scheme to replace the cremators at Altrincham Crematorium has increased by £95k to £445k. This follows a recent tendering exercise and whilst options have been considered to reduce the cost of the scheme no further adjustments can be made to the specification.

A review has been undertaken of the Corporate Landlord budgets and resources have been identified to cover the additional requirement. Approval is required for this re-allocation of resources.

## Children, Families and Wellbeing

11. Expenditure of £16.2m has been incurred which represents 69% of the £23.3m budget. The result of this is net re-profiling of £7.1m to 2015/16 and later years. The main areas of variance include :-

- **Schools** related investment accounts for £18.6m of the budgets in this Service Area and expenditure for the year totals £13.2m, resulting in net re-phasing of £5.4m to 2015/16 and later years.
- The budget for 2014/15 included the main allocations for Basic Need and Maintenance for which approval was given by the Executive, to individual schemes, in July 2014. The size of the schemes is such that it is not unusual for delays to be encountered. These include Bowdon CoE Primary School and Brentwood School for which detailed explanations are included in Appendix B.
- **Social Care and DFG's** - The approved budget was £4.6m and actual expenditure £3.0m resulting in £1.6m being re-phased to 2015/16. This re-phasing relates primarily to ;
  - **Social Care Grant** – A revised capital programme is being developed for Adults Social Care. This will be aligned to our transformation work and ensuring capital expenditure supports development of the new organisational model. Proposed capital programme will be presented to Executive in July 2015 and as a result £0.5m has been re-phased.
  - **Liquid Logic Social Care System** – The system is now live but the financial integrations are still to be completed which has resulted in £0.4m being re-phased to 2015/16
  - **Disabled Facilities Grants** - There have been a number of challenges within this service that have led to delays in delivering major adaptations. A fundamental review of the service is underway and we expect the remaining budget of £0.4m to be required to meet demand and therefore is to be re-phased to 2015/16.

## Economic Growth, Environment and Infrastructure

12. Expenditure of £9.5m has been incurred which represents 62% of £15.3m budget. The variance of £5.8m relates to net re-phasing of £6.1m and expenditure of £0.3m incurred on schemes not budgeted for but funded from external contributions (for example S278 highways works).

The major areas of re-phasing being :-

- **Corporate Landlord** related projects include Mechanical & Electrical, Disability Discrimination Act, Public Building Repair Works and the Community Asset Transfer budget along with specific budgets for Broadheath Community Centre and retentions on the LTA initiative. Budgets totaling £2.3m are included in the service area with expenditure in the year of £0.6m. A programme of schemes has only

recently been agreed, the majority have commenced with the intention that they will complete early in 2015/16. As a result the balance of £1.7m is to be rephased to 2015/16. Minor savings on a number of schemes have been identified and it is intended to use these to support the cremator replacement project at Altrincham Crematorium to be carried out in 2015/16.

- **Altair Development, Altrincham** – Variance of £1.0m due to ongoing land assembly issues has resulted in re-phasing to later years.
- **Town Centre Regeneration** – A number of town centre improvement projects are now underway following the successful notification of external grants required to finance the schemes. Extended consultation and design works has resulted in £0.6m, of a £2.1m budget requiring rephasing to 2015/16.
- **Highways related** budgets totaled £8.9m with expenditure in year of £6.6m. The result of this is net re-phasing 2015/16 of £2.3m. Whilst the majority of the planned structural maintenance and integrated transport programmes were delivered as expected a number of schemes funded by, and involving, external parties have not progressed as expected. These include Altrincham Interchange, City Cycle Ambition Grant, Better Bus Improvements and A56/West Timperley Improvements. A detailed explanation is included in Appendix B.
- **Parks and Public Realm** - A revised budget £0.8m with actual expenditure of £0.9m. Included in the revised budget is £150k of play area improvements and access schemes accelerated from 2015/16 as a result of the Environment Infrastructure report approved by Executive in October 2014. The majority of these schemes along with some originally phased into 2015/16, to be funded from external contributions, have been completed in year. The result is net acceleration of £0.1m from 2015/16.
- **Bereavement Services** – Budget of £0.6m with re-phasing of £0.6m
  - **Additional Burial Land** - The purchase of additional burial land in Altrincham has been delayed due to the ongoing negotiations with the land owner which has now been successfully resolved. Work has also been undertaken to identify the required infrastructure works at an additional cost of £68k. This can be covered from savings in the highways drainage and cemetery footpaths budgets. As result £0.4m has been re-phased to 2015/16.
  - **Altrincham Crematorium** - The scheme to replace the cremators has not commenced due to ongoing tender evaluation, with the costs increasing by £95k to £445k. Savings in the Corporate Landlord budgets have been identified to cover this and the scheme is to be undertaken in 2015/16. As a result £0.2m originally included to 2014/15 is to be re-phased.

## Transformation and Resources

13. The budget for this service area is £4.3m with expenditure of £0.7m resulting in £3.5m being re-phased to 2015/16. It was reported at quarter 3 that the anticipated outturn would be £2.9m, £1.4m lower than the approved budget. The main areas of rephasing relate to:-

- Major ICT projects including the corporate Customer Relationship Management (CRM) and Electronic Data Records Management System projects. The initial scoping phase for CRM was completed in year by the selected supplier and as a result of this the scope of the scheme has been reassessed and also the capital cost estimates have also been updated. Implementation will take place during 2015/16.

## Prudential Indicators

14. The Council is required to maintain these indicators which are designed to show that its capital expenditure plans are prudent, affordable and sustainable. Detailed in Appendix C are the actual capital programme related indicators agreed in February 2014, and updated in February 2015. No indicators were breached in 2014/15.

## Conclusions & Recommendations

15. The report has identified the impact of the capital expenditure outturn in 2014/15. The Executive is requested to:-
- Note this summary report
  - Approve the changes to the 2015/18 Programme
  - Approve the overspends, listed in Appendix B, in accordance with Financial Procedure Rule No.4
  - Approve the actual prudential indicators for 2014/15 as set out in Appendix C.

Relationship to Policy Framework/Corporate Priorities	Value for Money
Financial	Capital expenditure has been contained within available resources in 2014/15.
Legal Implications:	None arising out of this report
Equality/Diversity Implications	None arising out of this report
Sustainability Implications	None arising out of this report
Staffing/E-Government/Asset Management Implications	A number of improvement schemes undertaken in 2014/15 were completed.
Risk Management Implications	Not Applicable
Health and Safety Implications	A number of schemes were undertaken in 2014/15 on the grounds of health and safety.

**Other Options**

There are no options in this report.

**Consultation**

N/A

**Reasons for Recommendation**

To ensure that key information on the Capital Investment Programme is noted by the Executive.

**Finance Officer Clearance** .....*GB*.....

**Legal Officer Clearance** .....*JLF*.....

**CORPORATE DIRECTOR'S SIGNATURE** Appended in hard copy



**APPENDIX A**

**CAPITAL OUTTURN 2014/15**

The Council spent £26.5m on capital schemes last year. A summary analysis of this by service area is shown below, together with further detail on re-profiling, acceleration, overspending and savings.

<b>Service Area</b>	<b>Budget 2014/15 £'000</b>	<b>Outturn 2014/15 £'000</b>	<b>Variance £'000</b>	<b>← Variance Explained By →</b>			
				<b>Re- Profiling £'000</b>	<b>Accel. £'000</b>	<b>Add'n Expend £'000</b>	<b>Saving £'000</b>
Children, Families & Wellbeing	23,341	16,196	(7,145)	(7,732)	476	244	(133)
Economic Growth, Environment & Infrastructure	15,275	9,540	(5,735)	(6,983)	879	546	(177)
Transformation and Resources	4,290	743	(3,547)	(3,547)			
<b>Total</b>	<b>42,906</b>	<b>26,479</b>	<b>(16,427)</b>	<b>(18,262)</b>	<b>1,355</b>	<b>790</b>	<b>(310)</b>



## APPENDIX B

### Explanation of Major Variances

<b>Re-Profiling £18.3m</b>	<b>£000</b>	<b>Explanation</b>
<b>CFW – £7.7m</b>		
School Places Programme	1,901	During the year work has been undertaken on 21 schools to provide additional places with a budget of £13.5m. 16 are now complete, with a number having final payments due in 2015/16. There is also £0.8m of un-allocated balance that will be used to support the 2015/16 programme of works.
School Places Programme : Brentwood School	1,012	Following initial inclusion a feasibility study was undertaken and decision was made to rebuild the school on a new site. This decision has resulted in increased costs and the expected completion date being pushed back 12 months to September 2016.
School Places Programme : Bowdon CoE Primary School	1,408	Delays in planning approval being granted and the need for a Protected Open Space consultation and report have delayed the start of the project.
St.Ambrose College, Altrincham	294	Scheme completed and new school opened in September 2013 – however there are still retentions / costs in dispute to be paid and budget requires re-phasing.
Schools Maintenance Schemes	1,209	24 projects were undertaken during the year and budgets need re-phasing to take into account the timing of works with school holidays and to cover retentions due in 2015/16. £600k of this relates to the Brentwood School scheme (see above).
Devolved Formula Capital	122	Each school allocated annual budgets to be spent within 3 years as they require. Council has no control over when budgets are spent
Capital Innovation Fund – U5s Service Provision	85	Phase 2 of the grants awards will be undertaken in 2015, which is expected to leave an underspend. This will need to go back to the Executive for re-allocation.
Adult Social Care – Community Capacity Grant	520	A revised capital programme is being developed for Adults Social Care. This will be aligned to our transformation work and ensuring capital expenditure supports development of the new organizational model. Proposed capital programme will be presented to Executive in July 2015 and as a result £0.5m has been re-phased.

Liquid Logic – Adult Social Care System	452	The system is now live but the financial integrations are still to be completed which has resulted in £0.4m being re-phased to 2015/16
LDD Assessment Unit – Upgrade (Shawe View, Flixton)	100	The building work was then put on hold due to wider review of buildings within the service. The design is now underway with works due to commence in July 2015.
Disabled Facilities Grants	401	There have been a number of challenges within this service that have led to delays in delivering major adaptations. A fundamental review of the service is underway and we expect the remaining budget of £0.4m to be required to meet demand and therefore is to be re-phased to 2015/16.
<b>EGEI - £7.0m</b>		
Corporate Landlord Schemes	754	A programme of schemes has only recently been agreed, the majority have commenced with the intention that they will complete early in 2015/16. Minor savings on a number of schemes have been identified and it is intended to use these to support the cremator replacement project at Altrincham Crematorium.
Community Asset Transfer	483	See above
Broadheath Community Centre	420	The council is to utilise S.106 contributions to support the new facility. Continuing legal negotiations between the interested parties has delayed the expected start of the development.
Long Term Accommodation	122	Required to cover outstanding retention payment.
Altair Development, Altrincham	236	Relates to outstanding land compensation issues on the site.
Bringing Town Centres Alive	131	Budget provides loans to new businesses in town centres. 11 loans were advanced in the year, with a new applications being assessed.
Town Centres – Public Realm Improvements	387	A number of town centre improvement projects are now underway. Extended consultation and design works has resulted in the budget being rephrased 2015/16.
Altrincham Interchange Improvements	348	Scheme lead by TfGM. Budget is Trafford's contribution toward the scheme. TfGM have yet to claim the contribution.
Cycle City Ambition Grant	1,105	Protracted legal negotiations mean that the scheme has not progressed as expected. TfGM agreed in January 2015 to an extension until September 2015.

Better Bus Imps – Barton Dock Road, Trafford Park	252	A hiatus of the works over the Christmas period has resulted in the need to re-profile the un-spent budget to complete the work in 2015/16.
Bridgewater Way Improvements	140	The continuation of the project comprises 4 phases along different stretches of the canal, progressing at different rates. Phase 5 has reached practical completion, with final payments due in 2015/16. (See also Acceleration section below)
Integrated Transport Plan Works	171	A range of projects (including Schools Safety and Area Parking) have commenced providing £0.6m of investment. Formal consultation requirements can lead to delays in starting schemes meaning that some re-profiling is required.
A56 / West Timperley : Junction Improvements	666	Ongoing land assembly negotiations have meant that the scheme has not progressed as expected.
Highways Structural Maintenance Works	186	£3.4m of schemes has been delivered in 2014/15. Minor re-phasing is required to cover final works on small number of schemes due to complete in 2015/16.
Pay & Display Equipment	161	The pay and display upgrade is to be procured alongside a cashless payment option. The new pay and display machines will be ordered early in 2015/16, with delivery and fitting time being 12 weeks from order placement.
Parks & Greenspace Schemes	229	A range of parks and open space schemes have been undertaken, including £150k worth of projects accelerated from 2015/16. A number have completed ahead of schedule, whilst some are still ongoing. (see Acceleration section below)
Additional Burial Land	371	The purchase of additional burial land in Altrincham has been delayed due to the ongoing negotiations with the land owner which has now been successfully resolved. Work has also been undertaken to identify the required infrastructure works at an additional costs of £68k.
Altrincham Crematorium – Cremators replacement	200	The estimated cost of the work has increased by £95k to £450k, as a result of the tender evaluations and identifying savings to cover the additional costs the work will be carried out in 2015/16.
Housing Standards & CPO	353	A number of vacant properties have been identified where the Council's compulsory

		purchase order (CPO) powers can be used. In addition we are to recommence an initiative for the renovation of long term empty properties.
<b>T&amp;R - £3.6m</b>		
LAA Reward Grant – Strategic Sports Framework	108	A plan has now been agreed to allocate this through a grants scheme to sports clubs. This will take place in 2015/16
CRM Upgrade	2,182	The initial scoping phase for CRM was completed in year by the selected supplier. As a result of this the scope of the scheme has been reassessed and also the capital cost estimates have also been updated. Implementation will take place in 2015/16.
Electronic Data Records System (EDRMS)	627	See above
Web / Customer Strategy Project	348	See above
Other ICT Projects	282	A number of schemes were added to the Capital Programme in the second half of the year, as a result they have not completed and require the balance of the budget to be re-profiled.

<b>Acceleration £(1.4)m</b>	<b>£000</b>	<b>Explanation</b>
<b>CFW - £(0.5)m</b>		
School Places Programme	(439)	Work at Broadheath Primary Schools and The Firs Primary School have progressed better than originally planned.
YOS – Case Management	(34)	Originally budget to start in 2015/16. Work has commenced early and is now expected to complete in September 2015.
<b>EGEI - £(0.9)m</b>		
Altrincham – Library/Community Facility	(218)	Payment of deposit to developer for facility to be built once development site has been cleared. Scheme expected to complete within the next 18 months, when balance of the £2.0m will be due.
Bridgewater Way Improvements	(213)	See Re-profiling section above. Phase 6 has completed ahead of the original schedule and budget has been accelerated from 2015/16.
Parks & Greenspace Schemes	(354)	A range of parks and open space schemes have been undertaken, including £150k worth of projects accelerated from 2015/16. A number have completed ahead of schedule, whilst some are still ongoing. (see Re-profiling section above)

<b>Additional Expenditure £0.8m</b>	<b>£000</b>	<b>Explanation</b>
<b>CFW - £0.2m</b>		
Schools Maintenance Project – Templemoor Primary School	127	Capital maintenance work undertaken directly by the school – financed by school.
School Places Programme	73	Minor overspends on 3 projects – savings identified on other projects (see below)
Free School Meals – Kitchen works	32	Minor overspends across works to improve facilities in 36 primary schools – savings identified in capital maintenance programme to cover (see below)
<b>EGEI - £0.6m</b>		
Sale Waterside – Lifecycle Costs	37	Costs relating to the maintenance of Sale Waterside – Costs have been financed by a prepayment in earlier years as part of the unitary payments made to Cofatech and do not impact on capital resources.
Altrincham Market – Fire damage	76	Fire damage to Market Hall at Christmas has been repaired and costs are covered by Fire Reserve contribution.
Corporate Landlord – Bowdon Assembly Rooms	39	Capital works, not originally budgeted for, had been incorrectly charged to revenue. Savings on other Corporate Landlord budgets have been identified to cover.
Altrincham Crematorium – Replace cremators	95	This follows a recent tendering exercise and whilst options have been considered to reduce the cost of the scheme no further adjustments can be made to the specification.
Section 278 agreements	263	Relates to highway works on residential and commercial developments undertaken by the Council and funded by the developer.
Highways Related Projects	43	Minor overspends have been incurred – savings in the same area have been identified.

<b>Savings £(0.3)m</b>	<b>£000</b>	<b>Explanation</b>
<b>CFW - £(0.1)m</b>		
School Places Programme	(73)	Saving on scheme at Worthington Primary now all costs have been incurred.
Schools Maintenance Programme	(32)	Savings identified on a number of completed schemes to cover additional cost of Universal Free School Meals works.
<b>EGEI - £(0.2)m</b>		
Corporate Landlord Schemes	(134)	Savings on a number schemes have been identified to cover overspends on other schemes.

		(see Bowdon Assembly Rooms and Altrincham Crematorium above)
Highways Related Projects	(43)	Minor savings on schemes have been identified to cover overspends on other schemes (see Overspends section above)



## APPENDIX C

### Prudential Indicators – Actual 2014/15

The figures below show the Council's actual prudential indicators for 2014/15 compared to estimate.

<b>Indicator 1: CAPITAL EXPENDITURE</b>	2013/14 Actual £'000	2014/15 Original Estimate £'000	2014/15 Revised Estimate £'000	2014/15 Actual £'000
<b>Total Expenditure</b>	<b>33,499</b>	<b>40,938</b>	<b>42,906</b>	<b>26,479</b>

Explanation of variances are given in the Appendices A & B

<b>Indicator 2: CAPITAL FINANCING REQUIREMENT</b>	31/3/14 Actual £'000	31/3/15 Original Estimate £'000	31/3/15 Revised Estimate £'000	31/3/15 Actual £'000
General Fund	<b>143,242</b>	<b>140,013</b>	<b>139,721</b>	<b>138,239</b>

This is the Council's underlying need to borrow for a capital purpose. The table above reflects the estimated need to borrow for capital investment i.e. the anticipated level of capital expenditure not financed from capital grants and contributions, revenue or capital receipts.

<b>Indicator 3: FINANCING COSTS TO NET REVENUE STREAM</b>	2013/14 Actual %	2014/15 Original Estimate %	2014/15 Revised Estimate %	2014/15 Actual %
General Fund	<b>6.7</b>	<b>6.9</b>	<b>7.0</b>	<b>7.0</b>

This indicator shows the net borrowing costs and minimum revenue provision as a percentage of the Council's net revenue budget.

<b>Indicator 4: Incremental impact on Band D council tax and housing rents</b>	2013/14 Actual £	2014/15 Original Estimate £	2014/15 Revised Estimate £	2014/15 Actual £
Council Tax – Band D	<b>12.43</b>	<b>0.00</b>	<b>0.00</b>	<b>0.0</b>

The in-year borrowing requirement was less than the amount set aside to repay debt therefore there is no change to this indicator in year.