

Taunton Deane Borough Council

Executive – 7 July 2016

Financial Monitoring – Outturn 2015/16

This matter is the responsibility of Executive Councillor Richard Parrish

Report Author: Steve Plenty Finance Manager

1 Executive Summary

1.1 This report contains information related to the Council's financial performance for 2015/16 financial year. The outturn figures included are provisional subject to external audit review; the findings of which are to be reported to Corporate Governance Committee in September this year.

1.2 Monitoring the budget is an important part of the Council's performance management framework.

1.3 The revenue outturn position for the financial year 2015/16 is as follows:

The General Fund (GF) Revenue Outturn position for 2015/16 is a net underspend of £0.280m (2.07%).

The Housing Revenue Account (HRA) is a 'Self-Financing' account for the Council's Housing Landlord function, which is budgeted to 'break even' (net of approved transfers to/from HRA Reserves). The HRA Outturn for 2015/16 is a net underspend of £0.476m (1.8% of gross income).

1.4 The capital outturn position for 2015/16 is as follows:

The General Fund profiled Capital Programme at the end of 2015/16 was £17.345m. The actual expenditure on the Capital Programme during 2015/16 was £7.244m, with £9.976m being carried forward to support delivery of approved schemes in 2016/17. This leaves a net underspend of £125k (0.7%) against the overall programme. The above figures have been amended slightly from those reported to Corporate Scrutiny following final completion of the 2015/16 Statement of Accounts.

The HRA approved Capital Programme at the end of 2015/16 was £23.759m. This relates to schemes which will be completed over the next five years. The actual expenditure on the Capital Programme during 2015/16 was £11.391m, as summarised in Table 15 below, with £10.214m for planned investment to implement approved schemes in future years. A net underspend of £2.154m (9%) is reported against the overall programme.

- 1.5 The General Fund reserves balance as at 31 March 2016 stands at £2.113m. The balance remains above the minimum reserves expectation within the Council's Budget Strategy (£1.600m).
- 1.6 The Housing Revenue Account (HRA) Reserve balance as at 31 March 2016 stands at £2.675m, which is above the minimum level (£1.800m) set within the Council's Budget Strategy and HRA Business Plan.
- 1.7 The total General Fund Earmarked Reserves balance as at 31 March 2016 is £16.722m, and for HRA Earmarked Reserves the balance is £4.985m, representing funds that have been set aside for specific purposes to be spent in 2016/17 or later years. This has grown largely in respect of funds committed to support growth and infrastructure development, future capital programme spending, the business rates funding volatility, and funding set aside to support service restructuring and transformation projects. The majority of this is planned to be spent over the next two years, although experience shows this may be over a longer period.

2 Recommendations

- 2.1 The Executive reviews the Council's financial performance and end of year position for the General Fund and the Housing Revenue Account, including pre-approved carry forwards and transfers to earmarked reserves.
- 2.2 The Executive is recommended to:
 - (a) It is recommended that the Executive notes the reported General Fund Revenue Budget underspend of £0.280m in 2015/16 and the General Reserves Balance of £2.113m as at 31 March 2016.
 - (b) It is recommended the Executive recommends that Full Council approves General Fund Revenue Budget Carry Forwards totalling £0.892m (as set out in table 3 of the report).
 - (c) It is recommended the Executive recommends that Full Council approves a General Fund Capital Programme Budget Carry Forward totalling £9.976m (as set out in Appendix D).
 - (d) It is recommended the Executive recommends that Full Council approves a Housing Revenue Account Capital Programme Budget Carry Forward totalling £10.214m (as set out in Appendix I).
 - (e) It is recommended the Executive recommends that Full Council approves £0.333m Supplementary Budget allocations in 2016/17 for the HRA, utilising 2015/16 underspends, for the following areas:
 - i. £0.033m to fund an extension to the employment of the Welfare Reform Officer to March 2018.

- ii. £0.038m to fund an extension to the additional Debt and Benefit Advisor to March 2018.
- iii. £0.198m to increase the Estate Officer capacity by one in each area until March 2018.
- iv. £0.021m to fund an extension to the Mental Health support until March 2017.
- v. £0.025m to provide funding to Pilot a dedicated part-time resource to roll-out, drive and oversee the 'Chill and Chat' peer support group to vulnerable women across all three One Team areas.
- vi. £0.018m to increase funding available to Community Development Officers in each of the One Team Areas for 2016/17.

3 Risk Assessment (if appropriate)

Risk Matrix

Description	Likelihood	Impact	Overall
That the Authority overspends against the approved budget	1	4	4
Regular budget monitoring reports are produced and managers actively manage the budgets under their responsibility	1	4	4

Risk Scoring Matrix

Likelihood	5	Almost Certain	Low (5)	Medium (10)	High (15)	Very High (20)	Very High (25)
	4	Likely	Low (4)	Medium (8)	Medium (12)	High (16)	Very High (20)
	3	Possible	Low (3)	Low (6)	Medium (9)	Medium (12)	High (15)
	2	Unlikely	Low (2)	Low (4)	Low (6)	Medium (8)	Medium (10)
	1	Rare	Low (1)	Low (2)	Low (3)	Low (4)	Low (5)
			1	2	3	4	5
			Negligible	Minor	Moderate	Major	Catastrophic
			Impact				

Likelihood of risk occurring	Indicator	Description (chance of occurrence)
1. Very Unlikely	May occur in exceptional circumstances	< 10%
2. Slight	Is unlikely to, but could occur at some time	10 – 25%
3. Feasible	Fairly likely to occur at same time	25 – 50%
4. Likely	Likely to occur within the next 1-2 years, or occurs occasionally	50 – 75%
5. Very Likely	Regular occurrence (daily / weekly / monthly)	> 75%

4 Background and Full details of the Report

- 4.1 This report informs Members of the Council's financial outturn (a comparison of net spending against the budget for the year) for revenue and capital budgets in 2015/16 for the Council's General Fund (GF), Housing Revenue Account (HRA) and trading services.
- 4.2 The regular monitoring of financial information is a key element in the Council's Performance Management Framework. Crucially it enables remedial action to be taken in response to significant budget variances, some of which may be unavoidable. It also provides the opportunity to assess any consequent impact on reserves and the Council's the Medium Term Financial Plan.
- 4.3 The outturn figures contained in this report are provisional at this stage. The financial outturn has been taken into account when preparing the Council's Statement of Accounts, which is due to be approved by the Strategic Director (S151 Officer) by the end of June, and is then subject to review by the Council's External Auditor. Should the External Auditor identify any changes to the Accounts these will be reported to Corporate Governance Committee in September this year.
- 4.4 The outturn position reported for the General Fund contains some estimated figures for government subsidies on housing benefit and the total of business rates retention funding. These are based on unaudited claims, and it is possible that final figures post-audit could change. Should the final figures differ significantly from those used in this report a further report will be presented to Members giving the updated position on subsidy and any implications for the Council's reserves.

5 2015/16 Financial Performance

- 5.1 Members will be aware from previous experience that the position can change between 'in-year' projections and the final outturn position, mainly due to demand-led service costs and income levels. The budget monitoring process involves a regular review of all budgets. Budget Holders, with support and advice from their accountants, review the position and update their forecasts based on currently available information and knowledge of service requirements for the remainder of the year. As with any forecast there is always a risk that assumptions and estimates will differ from the eventual outcome, and a number of risks and uncertainties have been highlighted in previous quarterly reports. The outturn has been reasonably close to forecast in the majority of

budgets. However, there are high value differences on a small number of budgets that have contributed to the overall change since Q3.

5.2 There have been a number of significant challenges faced by the Council this year, and these have had an impact on the overall financial position for the authority. These include:

- The Business Rates Retention scheme has again presented some challenges during the year for the authority. This is a high risk area which may impact on our ability to accurately forecast our financial position and the regime has again proved to be volatile.
- Forecasting for demand-led services has continued to be a challenge especially in the current economic climate.

5.3 The Council has continued to operate within the framework of its Budget Strategy and the overall financial standing at the end of the financial year is sound. The Reserve balances for both the General Fund and the HRA are above their respective recommended minimum. An annual review of all Earmarked Reserves will continue with the aim of returning any surplus reserve balances to the General Fund Reserve. The Council continues to face challenges around profiling capital spend, and we will seek to improve accuracy of forecasting between financial years.

General Fund Revenue Account – 2015/16 Outturn

5.4 The Council has reported an overall net underspend of £0.280m (2% of Net Budget). Table 1 below provides a high-level summary of the outturn position:

Table 1: GF Outturn Summary

General Fund Outturn 2015/16	Budget	Outturn	Variance	
	£'000	£'000	£'000	%
Net Expenditure on Services	12,110	12,050	(60)	0%
Other Operating Costs and Income	285	117	(168)	(1%)
Earmarked Reserve Transfers	665	951	286	2%
Unearmarked Reserve Transfers	(281)	(281)	0	0%
Capital Financing and Debt Repayment	737	1,048	311	2%
Technical Accounting Adjustments	0	(542)	(542)	(4%)
Net Budget	13,516	13,343	(173)	(2%)
Funding - Grants and Council Tax	(13,516)	(13,623)	(107)	(1%)
Net Variance	0	(280)	(280)	

5.5 A Summary Statement of the General Fund Revenue Outturn by Portfolio is provided in **Appendix A**, and an explanation of the budget variances reported each quarter and at the year-end is provided in **Appendix B**.

Summary of Main Changes from Q3 to Outturn

- 5.6 The Forecast Outturn as at Quarter 3 (December 2015) was a £0.083m underspend. The main differences between the reported variances at Quarter 3 and the year-end Outturn are summarised in Table 2 below.

Table 2: Main Differences between Q3 and Outturn Variances

	Q3 £000	Change £000	Q4 £000
Rent Allowances and Rebates	(114)	35	(79)
Taunton Deane Borough Council Assets	92	(46)	46
Cemeteries and Crematorium	26	30	56
Car Parking	(24)	(15)	(39)
Public Transport Co-Ordination	(12)	12	0
Deane Helpline	(51)	(9)	(60)
Council Tax Collection	0	(37)	(37)
Street Cleaning	0	(109)	(109)
Environmental Health	0	(59)	(59)
Building Services	0	(32)	(32)
Housing Options and Enabling	0	(57)	(57)
Community Open Spaces and Parks	0	44	44
Community Infrastructure Levy (CIL)	0	(38)	(38)
Conservation	0	(27)	(27)
Interest Costs and Income	0	(155)	(155)
Revenue Contribution for Capital Outlay (RCCO)	0	39	39
Transfer to Business Rates Smoothing Reserve		250	250
Other Variances	0	-23	-23
TOTAL – over / (under) spend	(83)	(197)	(280)

- 5.7 The main changes since the Quarter 3 report are explained as follows:
- 5.8 **Rent Allowances and Rebates:** The underspend at the end of Q4 has reduced by £0.035m to £0.079m. This is a very large area of expenditure each year in respect of housing benefits paid to council housing and other private-rented and social rented housing, which is largely funded by government subsidy. The gross budget for benefits paid in 2015/16 is £32.913m, with the underspend arising due mainly to recovery of overpaid benefits. £0.079m represents a relatively small variance of only 0.24% compared to gross budget.
- 5.9 **Assets:** The net overspend relates to voids for rented properties at Blackdown Business Park, Flook House and the Auction House. This has reduced to £0.046m from £0.096m as reported at Q3 due to billing for rent due that had not been reflected in earlier forecasts.

- 5.10 **Cemeteries & Crematorium:** A reduced number of cremations has reduced the income received by £0.056m at the end of Q4. This is down by a further £0.030m compared to the Q3 forecast.
- 5.11 **Car Parking:** Underspend of £0.039m has been reported and is in respect of car parking usage income received during 2015/16. This is up by £0.015m compared to the Q3 forecast.
- 5.12 **Public Transport Co-Ordination:** Q3 reported an underspend of £0.012m in relation to maintenance costs for bus shelters, however this has been transferred to the asset maintenance earmarked reserve as part of the closedown process.
- 5.13 **Deane Helpline:** Q3 reported an underspend of £0.051m in respect of recruitment due to an ongoing structure review (£0.026m) and the winning a large corporate tender (£0.025m). This has increased by £0.009m in Q4 in respect of savings on premises and transport costs.
- 5.14 **Council Tax Collection:** This is in respect of recoverable court fees which are above budget estimates due to the increased volume of cases taken through the court as part of the Council's tax collection activity.
- 5.15 **Street Cleaning:** The net underspend reported for this service relates primarily to staff vacancies and reduced vehicle operating costs. There was a temporary reduction in service delivery prior to posts being filled, which meant costs were lower for a short period. In addition, through the vehicle fleet replacement programme a number of vehicles have been replaced which are more fuel efficient and this combined with lower fuel prices has led to a further savings this year. Whilst operating capacity was reduced for a short period the overall standard of service delivery has not reduced significantly over the course of the year and has delivered the planned enhancements to Taunton town centre street cleaning activity.
- 5.16 **Environmental Health:** The underspend for the year of £0.059m is in respect of a saving of £0.031m on supplies and transport costs within the Environmental Health service, plus savings through new dog warden and kennelling contract £0.028m.
- 5.17 **Building Services:** Underspend is in respect of employee vacancies.
- 5.18 **Housing Options and Enabling:** Underspend is in respect of employee vacancies.
- 5.19 **Community Open Spaces & Parks:** This overspend is mainly as a result of a number of maintenance projects costing more than the initial estimates, for example repairs to the Vivary Park bandstand cost nearly double due to the condition of the structure being identified as significantly worse than was anticipated once works began.
- 5.20 **Community Infrastructure Levy (CIL):** The Council has budgeted for the costs of administration for the CIL arrangements that were introduced in 2014/15. CIL regulations allow for 5% of CIL receipts to be used to fund these costs however as the level of Levy

was initially low we did not place reliance on this for budgeting purposes. The level of CIL accumulated during the year allows for £38,000 contribution to be made in 2015/16.

- 5.21 **Conservation:** Demand for conservation grants was lower than the funding available within the budget. No variance was reported in Q3 in case applications came forward in the latter part of the year, however this did not materialise.
- 5.22 **Interest Costs and Income:** Additional investment income received due to slippage within the capital programme leading to higher investment balances being held by the Authority, and through improved returns through use a new investment options such as CCLA property investment funds.
- 5.23 **Revenue Contribution for Capital Outlay (RCCO):** Additional costs in respect of the funding for Waste Containers (bins, recycling boxes).
- 5.24 **Business Rates Smoothing Reserve:** As the Council continues to face ongoing risks and uncertainty over the net funding to be retained under the Business Rates Retention system it is considered prudent to transfer £0.250m from net underspends to the Smoothing Reserve.

Carry Forwards to 2016/17

- 5.25 In arriving at the net underspend of £0.28m for 2015/16, there are some recommended budget carry forwards where Member approval is sought. These are summarised and explained below:

Table 3: Carry Forwards for Approvals

		£
Corporate Services resilience	Retain various underspends in Corporate Services to support SWONE contract succession planning, training	201,231
Asset Management	Retain various underspends for staff costs for decant of DLO, Firepool additional maintenance on public realm and Tone Leisure maintenance	201,655
Economic Development	Funding for Investment Grants, town Wi-Fi and Christmas Lights	202,600
Resources service resilience	Funds required to resource additional staffing capacity in 2016/17 to maintain service standards	60,000
Housing and Community Development	Grant funding for Refuge, public health and Homefinder	165,410
Community Safety	Retain underspend to fund work on legal high usage	30,000

		£
Public Conveniences	Amount remaining required for grants to Milverton and Wiveliscombe Parish Councils and Wellington Town Council for them taking over the running of public conveniences, as previously agreed by full council	31,690
Total		892,586

5.26 These funds have been transferred to earmarked reserves at the end of the financial year pending confirmation of budget carry forward approval.

6 Business Rates Retention

6.1 The Business Rates Retention (BRR) funding system is proving to be both challenging and volatile, with the Council facing significant risks particularly in respect of appeals against rateable values by rate payers. The required accounting arrangements also result in some 'timing differences' which can skew the funding position across financial years.

General Fund Retained Business Rates Funding

6.2 The council's share of business rates funding is directly linked to the total amount of business rates due and collected in the area. The amounts credited to the General Fund Revenue Budget in 2015/16 are based on business rates yield and BRR figures from different sources – a combination of the 2015/16 NNDR1 (Original Budget Estimate) and the 2015/16 NNDR3 (End of Year position):

Business Rates Funding Timing Differences

<p>In Year Funding based on NNDR1 Original Budget Estimates (fixed amount for the year based on budget):</p> <ul style="list-style-type: none"> • 40% Standard Share of BR Income • Tariff to Government • Share of Previous Year's Collection Fund Surplus/Deficit
<p>In Year Funding based on NNDR3 actual amounts due for the year (variable amount for the year based on actuals):</p> <ul style="list-style-type: none"> • Section 31 Grant (Government-funded Reliefs/ Discounts) • Levy Payment to Government • Safety Net Receipt from Government

6.3 At the end of the financial year there will be a Surplus or Deficit on the Business Rates Collection Fund, and this sum will be distributed in future years based on Standard Shares – so 40% for Taunton Deane Borough Council.

- 6.4 The following table summarises the net position in respect of retained business rates funding for the Council in 2015/16 based on required accounting entries.

Table 4: Business Rates Funding Outturn 2015/16

	Original Budget	Actual
	£000	£000
40% Share of Business Rates Income	(15,923)	(15,923)
Tariff to Government (fixed amount)	13,729	13,729
Section 31 Grant funding for enhanced Small Business Rates Relief/Flooding Relief/Retail Reliefs	(678)	(849)
Renewable Energy Rates – 100% retained by TDBC	(120)	(148)
50% Levy Payment to Government	243	794
Safety Net Adjustment Prior Year	0	13
Transitional Payment Protection	0	(124)
Sub Total	(2,749)	(2,508)
Previous Year's Collection Fund Deficit	710	710
Total Retained Business Rates Funding 2015/16	(2,039)	(1,798)

Taking into account the inherent risks and uncertainties within the retention system, together with accounting timing differences referred above, a prudent balance is maintained in the Business Rates Smoothing Account Reserve. The balance on this reserve as at March 2016 is £2.822m providing funding to offset Collection Fund deficit carried forward to 2016/17 of £1.123m which hits the General Fund in 2016/17 (£0.191m) and 2017/18 (£0.932m), plus resilience to further funding volatility in future years.

7 General Fund Reserves

General Reserves

- 7.1 The following table summarises the movement on the General Reserves Balance during the year.

Table 6: General Reserve Balance

	£k
Balance Brought Forward 1 April 2015	2,114
2015/16 Original Budget – One off transfer from Reserves	(105)
<i>Supplementary Estimates</i>	
Transfer 2014/15 Underspend to Business Rates Smoothing Reserve	(222)
SWONE Succession Planning Project	(47)
<i>Returns</i>	
Surplus earmarked reserves returned to General Balances	93
Budgeted Balance 31 March 2016	1,833
Provisional Outturn 2015/16	280
Projected Balance Carried Forward 31 March 2016	2,113

	£k
Recommended Minimum Balance	1,600
Projected Balance above recommended minimum	513

7.2 The balance as at 31 March 2016 (subject to audit) is £2.113m. This is £0.513m above the recommended balance of £1.600m.

7.3 In view of the Council's future financial position the advice is maintain reserves above the recommended minimum, to provide some resilience for unknown costs and to provide some flexibility to support measures to address ongoing financial sustainability.

General Fund Earmarked Reserves

7.4 The Council can also set aside funds for specific purposes to be used in future years. **Appendix C** provides a summary of the earmarked reserves and their movement during the year.

7.5 The proposed balance carried forward to support General Fund spending in future years is £17.722m. This figure has been amended from £16.722m reported to Corporate Scrutiny due to a correction to the funding of the capital programme, therefore this balance has increased by £1.504m during the year, mainly due to setting aside approved funds committed to supporting the Joint Management and Shared Service Transformation Project, to protect the authority from fluctuations in the new Business Rates Retention Scheme, New Homes Bonus set aside for growth and infrastructure investment, and for future capital programmes. The majority of this is planned to be spent over the next two years, although experience shows this may be over a longer period.

7.6 Transfers to reserves at the end of the financial year have been reviewed and approved by the deputy S151 Officer.

Deane DLO Trading Account

7.7 The DLO has two distinct areas operating: Building Maintenance and Grounds Maintenance (including the Nursery). The following table provides a summary of the financial performance.

Table 7: DLO Trading Account Outturn Summary

	2015/16		
	Income £'000	Spend £'000	Net £'000
(Surplus)/Deficit for the year:			
Grounds Maintenance	(3,499)	2,742	(757)
Building Maintenance	(4,941)	4,345	(596)
Operating (Surplus) / Deficit Before Recharges	(8,440)	7087	(1,353)
Capital Charges & Income			221
Net Recharges			984
Adjusted Trading (Surplus) before Contributions			(148)
Contribution to General Fund			101
Trading Surplus After Adjustments and Contributions			(47)
Surplus transferred to Trading Account Reserve			47

- 7.8 The year-end financial statements report that the DLO made an overall profit of £0.047m after contributing £0.101m to the General Fund. This surplus has been transferred to the DLO Trading Account Reserves (see table below) increasing the reserve balance to £0.365m.

Table 8: DLO Trading Account Reserve Position

	£'000
Reserve balance brought forward 1 April	(314)
Transfers (to)/from reserve	(4)
Retained Trading (Surplus) / Deficit for the year	(47)
Reserve balance carried forward 31 March	(365)

Note: figures in brackets = surplus funds held

Deane Helpline Trading Account

- 7.9 The Deane Helpline has reported a net deficit of £0.067m for the year, which is an underspend of £0.013m against the final budget and represents the net cost of the service to the General Fund. The summary of the trading account is as follows:

Table 9: Deane Helpline Trading Account Position

Deane Helpline Trading Account	£000
Total Income	(1,024)
Operating Costs	1,005
Gross Profit	(19)
Recharges and Capital Charges (excluding IFRS accounting adjustments)	86
Net Deficit for the Year	67
Budget for the Year	80
Underspend against Budget	(13)

8 Land Charges, Licencing and Taxi Licencing

- 8.1 Under regulations the Council needs to report how its Licencing and Land Charges services perform in the financial year. These services set fees and charges based on estimated reasonable costs, and aim to break even each year. However, due to fluctuations in demand and costs the services may report an under or over-recovery in any one year and the Council therefore transfers any surplus/deficit to a self-financing reserve. During the next round of fees and charges setting adjustments will be made with the view achieving a break-even position on a three year rolling basis.

Table 10: Licencing and Land Charges Self-Financing Reserves

	Balance Brought Forward £	under/(over)- recovery in 2015/16 £	Balance Carried Forward £
Land Charges	(24,680)	(31,480)	(56,160)
Licencing	23,180	25,870	49,050
Taxi-Licencing	(3,640)	(16,000)	(19,640)

9 Taunton Unparished Area Fund (Special Expenses)

- 9.1 The Council sets an annual budget for the Unparished Area of Taunton, which is funded through a "Special Expenses" Council Tax charge to households in the area plus funding provided towards the impact of Council Tax Support on the unparished area tax base. The following table summarises the income and expenditure for the Fund in 2015/16.

Table 11: Unparished Area Fund Income and Expenditure

	£	£
Fund balance brought forward 1 April		(52,850)
Special Expenses Precept and CTRS Grant for 2015/16		(48,930)
<i>Expenditure funded in the year:</i>		
TUF Grant for YMCA	5,896	
Wilton & Sherford Community Association	320	
Glasdon UK Ltd 1 x retriever dog bin	241	
Taunton YMCA youth activities	2,000	
On Your Bike (recycle Ltd)	2,000	
Escape Support Group - grant for support worker	1,396	
Albemarle Centre - new flooring	1,500	
Taunton Athletics Club - facilities	1,000	
TUF grant for Credit Union	1,400	
TUF grant for Sami Sobie	1,000	
TUF grant for Rowbarton	500	
TUF grant for Hamilton ABA	3,000	
TUF Grant for Halcon Youth	2,500	
TUF Grant for Galmington Allotments	495	
TUF grant for Stroke Club	2,000	

TUF grant for VPAG	900	
TUF grant for TNFC	2,000	
TUF grant for Taunton Live	1,500	
TUF grant for POP Youth	2,658	
DLO costs for playground work on Redlake Drive	525	
Fuse performance	3,380	
Turner's allotments	2,472	
Install dog bins Wordsworth and Thames Drive	115	
DLO 2 benches for Killams Wood and refurbish existing swing	975	
DLO refurbish play equipment and supply pod swing at Celandine Mead	4,000	
Frieze Hill Community Orchard	610	
Taunton Town Football Club	1,000	
Glasdon UK Ltd - dog bins	787	
Total Expenditure		46,170
Fund Balance in hand carried forward 31 March		(55,610)

Note: minus (-) balance = funds in hand

- 9.2 The Fund is generally used to support minor works, worthwhile community activities and individual projects. Bids for funding are considered by the Unparished Area Panel, and allocations to third parties have been published in the Weekly Bulletin through the year.

10 General Fund Capital Programme

- 10.1 The total approved General Fund Capital Programme was £17.188m. The Council is supporting this investment through the use of Capital Grants and Contributions, Revenue Funding and Borrowing. A net underspend of £0.125m (0.7%) is being reported against the overall approved budget for the Programme.
- 10.2 The actual expenditure on the General Fund Capital Programme during 2015/16 was £7.244m. The major areas of capital spend during the year included the following: £0.700m for the loan to Somerset County Cricket Club (total loan of £1.000m, with £0.300m released in 2014/15), £0.104m in respect of Disabled Facility Grants (DFGs), £0.170m for the relocation of Visitor Centre, £0.248m in respect of DLO vehicles and plant acquisition, £4.226m for the Blackbrook Swimming Pool and £0.796m for the Depot Relocation.
- 10.3 Of the £9.976m due to be spent in future years, major areas include the following schemes: £0.650m relates to the JMASS IT Project, £0.375m on Creech Castle improvements, £0.794m in respect of the Thales Site, £0.615m Grants to Registered Social Landlords (RSLs), £1.836m for Blackbrook Swimming Pool, £0.984m for Firepool Access, £0.156m in respect of Car Park Major Repairs, £0.368m for Disabled Facilities Grants (DFGs), £0.281m to Youth Projects and £2.808m for the Depot Relocation.
- 10.4 It is recommended that £9.976m of the 2015/16 capital budget, representing slippage on approved schemes or where budget profiles across financial years need to be updated, is carried forward for schemes that will be delivered or completed in 2016/17. A summary

of the General Fund Capital Programme budget and outturn for the year, including an analysis of the recommended carry forwards, is included in **Appendix D**.

11 **Housing Revenue Account (HRA)**

- 11.1 The HRA is a 'Self-Financing' account for the Council's Housing Landlord function, which is budgeted to break-even (net of approved transfers to/from HRA Reserves). The HRA Revenue Outturn for 2015/16 is a net surplus of £0.476m (1.8% of gross income).

Table 12: HRA Outturn Summary

	Budget £'000	Outturn £'000	Variance	
			£'000	%
Gross Income	(26,931)	(27,056)	(125)	0%
Service Expenditure	11,284	11,388	104	1%
Other Operating Costs and Income	2,909	2,629	(280)	(10%)
Earmarked Reserve Transfers	2,673	(2,673)	0	0%
Capital Financing and Debt Repayment	8,457	8,457	0	0%
Technical Accounting Adjustments	323	148	(175)	(54%)
Unearmarked Reserve Transfers	1,285	1,285	0	0%
Net Variance	0	(476)	(476)	2%

- 11.2 The HRA Revenue Outturn for 2015/16 is provided in more detail in **Appendix E** to this report.
- 11.3 The Forecast Outturn as at Quarter 3 (December 2015) was an under-recovery of £0.072m. The main differences between the reported variances at Quarter 3 and the year-end Outturn are summarised in Table 13 below.

Table 13: Main Differences between Q3 and Outturn Variances

	Q3 £000	Change £000	Q4 £000
Dwelling Rents and Service Charges	(55)	(53)	(108)
Housing Management	192	(192)	0
Asbestos Surveys	159	3	162
Responsive Heating	(187)	(51)	(238)
Grounds Maintenance	27	18	45
Other Maintenance	293	(108)	185
Procurement Savings	(175)	(71)	(246)
Interest Payable	(202)	2	(200)
Interest Receivable	0	(80)	(80)
Other Minor Variances	20	(16)	4
Total	72	(548)	(476)

- 11.4 The major under and over spends forecast for year are summarised as follows:
- 11.5 **Dwelling Rents and Service Charges:** Rent loss due to void properties is less than the budgeted 1.9%. This has led to an over recovery of rents and service charges. This is in line with void levels previously experienced.
- 11.6 **Housing Management:** The overspend reported in Q3 relating to the use of agency staff in key posts across the HRA was managed down by keeping some other posts vacant, and through underspends in some other management areas such as Transfer Removal Grants (grants made to tenants when downsizing) and Tenants Forum.
- 11.7 **Asbestos Surveys:** Asbestos testing has increased significantly during the year. This is expected to continue in the medium term.
- 11.8 **Responsive Heating:** Responsive heating continues to be lower than budgeted due to lower than expected levels of replacement heating systems. The budget for 2016/17 has been amended to reflect.
- 11.9 **Grounds Maintenance:** A mild winter led to additional cost in grass cutting, along with some additional maintenance in some communal areas. This has led to an overall overspend of £0.045m.
- 11.10 **Other Maintenance:** Other maintenance, such as general maintenance and maintenance in communal areas is overspent by £0.185m.
- 11.11 **Procurement Savings:** Prudent budgeting, and the completion in funding of the transformation savings has led to a one-off underspend of £0.246m in 2015/16.
- 11.12 **Interest Payable:** Due to healthy reserves, external borrowing has not yet been needed for the new development schemes, such as Creechbarrow Road. This has therefore reduced the interest payable in 2015/16.
- 11.13 **Interest Receivable:** Healthy reserves and an increasing interest rate has led to higher income from investments during 2015/16.
- 11.14 **Other minor variances:** Expected areas of high spend in housing management have been offset through keeping some other posts vacant, and through some underspends in non-staffing areas.

Housing Revenue Unearmarked Account Reserves

- 11.15 The HRA reserves at the start of the year were £3.484m, and the Council approved allocations totalling £1.285m throughout 2015/16 reducing the budgeted balance to £2.199m. The surplus of £0.476m in 2015/16 increases the balance to £2.675m. This is above the minimum recommended reserve level of £1.800m by £0.875m.

Table 14: General Reserve Balance

	£k
Balance Brought Forward 1 April 2015	3,484
<i>Supplementary Estimates</i>	
Initiatives approved utilising 2014/15 underspend – July Full Council	(776)
HRA Stock Condition Surveys - December Full Council	(250)
HRA Contribution to SWOne Succession and SAP Replacement – February Full Council	(259)
Budgeted Balance March 2016	2,199
Outturn 2015/16	476
Balance Carried Forward 31 March 2016	2,675
Recommended Minimum Balance	1,800
Balance above recommended minimum	875

11.16 If recommendation 2.2e (i to vi) is approved as part of this outturn report, this will be funded from the above reserves balance in 2016/17 thus reducing it to £2.342m. This would leave HRA general reserves at £0.542m above the recommended minimum balance.

HRA Earmarked Reserves

11.17 The Council can also set aside HRA funds for specific purposes to be used in future years. **Appendix F** provides a summary of the HRA earmarked reserves and the movements during the year. The balance at 31 March 2016 committed to support spending in future years is £4.895m.

11.18 The HRA earmarked reserves balance includes the Social Housing Development Fund. The opening balance on this reserve was £0.112m which was then supplemented by a £1.000m allocation from the HRA budget. Of this, £0.822m has been used during 2015/16 to fund the Social Housing Development capital programme, leaving a balance of £0.290m at the end of the year.

11.19 Also included within these reserves is £1.307m for the Electrical Testing contract, an increase in 2015/16 of £0.607m, and £1.147m for the Pre-Planned Maintenance Contract, an increase of £0.673m in 2015/16, due to delays in the contracts.

11.20 A total of £0.434m has been put in an earmarked reserve to cover the future loss of income due to non-payment of rent and charges. The Business Plan has allowed for a three year period of increased provision for non-payment of rent and to cover the initial period of Welfare Reform. However, a key component of Welfare Reform, Universal Credit, is being rolled out on a much slower timetable with cases expected to start increasing significantly from autumn 2016. A revised income expectation will be included within the Business Plan Review, and this earmarked reserve will be used to partially fund this expected future loss of income.

12 Recommendations for use of the 2015/16 HRA Underspend

- 12.1 The 2015/16 underspend has allowed the HRA Reserves to remain at a level comfortably above the recommended minimum balance.
- 12.2 It is therefore recommended that funds are allocated from the 2015/16 underspend in respect of the following, as set out in Recommendations 2.2e:

		£k
Welfare Reform Officer	Extend the Welfare Reform Officer post to March 2018 (currently funded to March 2017). This officer will be critical to support tenants through the next phase of Universal Credit roll-out (from October 2016) and help ensure that loss of rental income is minimised to the HRA	33
Debt and Benefit Advisor	Extend the additional Debt and Benefit Advisor post to March 2018 (currently funded to November 2016). This officer will be critical to support tenants through the next phase of Universal Credit roll-out (from October 2016) and help ensure that loss of rental income is minimised to the HRA.	38
Estate Officers x3	Increase Estate Officer capacity by one in each area until March 2018 (two years). This brings the total to 11 across the borough for this fixed term period. These posts are required to continue embedding One Team working into our three housing area teams. The additional resource will be necessary to support the anticipated 10-fold increase in Universal Credit applicants from October 2016, working alongside the above officers to support tenants and minimise rental loss.	198
Mental Health Support	Extend the Mental Health support currently funded until September 2016 (from 2014/15 underspends) until March 2017. From April 2017 this will be included within the Business Plan. The MIND project has been a real success and allowed us to better engage with vulnerable tenants. This engagement leads to reducing social isolation and helping them better manage their tenancies.	21
Chill and Chat	One year funding to Pilot a dedicated part-time resource to roll-out, drive and oversee the 'Chill and Chat' peer support group to vulnerable women across all three One Team areas. The pilot will be evaluated to see whether it demonstrates improved outcomes to attendees and whether it can become self-managed in future (or joint funded)	25
Community Development	Increase funding available to Community Development Officers from £0.004m to £0.010m in each One Team Area	18

		£k
	for 2016/17. This will be included in the base budget from 2017/18. Current community development budgets are minimal and often unable to support genuine community development activities and groups. This increase will be shared across the three area teams and will help address that.	
	Total	333

13 **HRA Capital Programme**

- 13.1 The HRA approved Capital Programme at the end of 2015/16 was £23.759m. This relates to schemes which will be completed over the next five years. The Council is supporting this investment through the use of Capital Receipts, Revenue Funding and Borrowing. The profiled budget on the Capital Programme during 2015/16 was £11.391m, as summarised in Table 15 below, with £10.214m being carried forward and a net underspend of £2.154m being reported. Rather than this underspend being carried forward, the resources that were allocated to the capital programme but not spent are held in reserves and will be prioritised through the new HRA 30-Year Business Plan.
- 13.2 The major areas of capital spend during the year related to the capital maintenance for the existing housing stock and the development and acquisition of new stock.
- 13.3 **Appendix G** provides a breakdown of the HRA Capital Programme Outturn by scheme, and also sets out the proposed Carry Forward.

Table 15: HRA Capital Programme 2015/16 Outturn Summary

	£'000	%
Approved Capital Programme Budget	23,759	
Profiled in later years	0	
2015/16 Capital Budget	23,759	
Re-profiled forecast of spending Carried Forward to 2016/17	(10,214)	43%
Residual budget for 2015/16	13,545	
2015/16 actual capital expenditure	11,391	
Underspend	2,154	9%

- 13.4 The capital programme can be split into two distinct areas:

Major Works and Improvements:

- 13.5 From a budget of £13.227m, a total of £8.002m was spent in 2015/16. This includes £1.435m on bathrooms, £1.086m on heating improvements, £0.714m on air source heat pumps, £0.287m on adaptations to improve accessibility and £2.132m on other programmed works on dwellings. A total of £0.888m was spent on related items such as asbestos removal, external areas including scooter stores, and external wall insulation.

- 13.6 A total of £4.004m has been reprogrammed into later years as the HRA Major Repairs and Improvement Fund, and will be included in the revised capital programme in the HRA Business Plan.
- 13.7 The budget of £1.509m for the installation of solar PV systems to dwellings is underspent by £0.169m. This is due to an unexpected limitation in the size of each installation, with some additional savings made by managing the installation in house. The reduction in system capacity will also reduce the income expectations, but the lower cost will also reduce the borrowing and interest costs.
- 13.8 A total of 6 Social Mobility Grants were issued through the year totalling £0.120m. These were funded through a grant from Government.

Development:

- 13.9 A total of £3.389m has been spent on new housing throughout 2015/16. The Creechbarrow Road and Weavers Arms developments include carry forwards of £5.337m with the schemes are due to complete in 2016/17.
- 13.10 Vale View, Normandy Drive and Bacon Drive were fully completed during 2015/16.

14 Links to Corporate Aims / Priorities

- 14.1 The financial performance of the Council underpins the delivery of corporate priorities and therefore all Corporate Aims.

15 Finance / Resource Implications

- 15.1 Contained within the body of the report.

16 Legal Implications

- 7.1 There are no legal implications associated with this report.

17 Environmental Impact Implications

- 17.1 None for the purpose of this report.

18 Safeguarding and/or Community Safety Implications

- 18.1 None for the purpose of this report.

19 Equality and Diversity Implications

- 19.1 None for the purpose of this report.

20 Social Value Implications

- 20.1 None for the purpose of this report.

21 Partnership Implications

21.1 A wide range of council services are provided through partnership arrangements e.g. Tone Leisure for leisure services and Somerset Waste Partnership for Waste and Recycling services. The cost of these services is reflected in the Council's financial outturn position for the year.

22 Health and Wellbeing Implications

22.1 None for the purpose of this report

23 Asset Management Implications

23.1 None for the purpose of this report.

24 Consultation Implications

24.1 None for the purpose of this report.

25 Scrutiny Comments / Recommendation(s)

25.1 The Council's outturn position will be reviewed by Corporate Scrutiny on 30th June, after this report to the Executive has been published, therefore any comments or recommendations will be provided verbally at the Executive meeting.

Democratic Path:

- **Scrutiny – Yes 30th June 2016**
- **Executive – Yes 7th July 2016**
- **Full Council – Yes 12th July 2016**

Reporting Frequency: **Once only** **Ad-hoc** **Quarterly**

Twice-yearly **Annually**

List of Appendices (delete if not applicable)

Appendix A	General Fund Revenue Account Outturn Summary
Appendix B	General Fund Revenue Account Outturn Variances
Appendix C	General Fund Earmarked Reserves Summary
Appendix D	General Fund Capital Programme Outturn Summary
Appendix E	Housing Revenue Account Outturn Summary
Appendix F	Housing Revenue Account Earmarked Reserves Summary
Appendix G	Housing Revenue Account Capital Programme Outturn Summary

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APPENDIX A

GENERAL FUND REVENUE ACCOUNT SUMMARY 2015/16

	Final Budget £000s	Actual Expenditure £000s	Variance £000s
Service Portfolios			
Community Leadership	574	589	15
Corporate Resources	1,162	1,184	22
Economic Development, Asset Management, Arts & Tourism	1,374	1,776	402
Environmental Services	4,503	4,473	(30)
General Services	1,065	1,077	12
Housing Services	2,436	1,676	(760)
Planning, Transportation & Communications	(1,646)	(1,586)	60
Sports, Parks & Leisure	2,642	2,861	219
West Somerset(Administration)	0	0	0
Net Cost of Services	12,110	12,050	(60)
Other Operating Costs and Income			
Deane Helpline Trading Account	80	67	(13)
DLO Trading Account	(101)	(101)	0
Interest and Investment Income	(314)	(469)	(155)
Parish Precepts & Special Expenses	620	620	0
Capital Financing from GF Revenue (RCCO)	3,218	3,257	39
Appropriations	(148)	(148)	0
Repayment of Capital Borrowing (MRP)	180	180	0
Transfers to Capital Adjustment Account	(2,513)	(2,241)	272
Transfers To/(From) Earmarked Reserves	665	951	286
Transfers To/(From) General Reserves	(281)	(281)	0
Transfers To/(From) Pension Reserve	0	(542)	(542)
Total Other Operating Costs and Income	1,406	1,293	(113)
NET EXPENDITURE BEFORE GRANTS AND TAXATION	13,516	(13,343)	(173)
Formula Grant and Council Tax Income	(10,330)	(10,437)	(107)
New Homes Bonus Grant	(3,186)	(3,186)	0
TOTAL FUNDING	(13,516)	(13,623)	(107)
PROJECT (UNDER)/OVERSPEND FOR THE YEAR	0	(280)	(280)

APPENDIX B

GENERAL FUND REVENUE ACCOUNT FORECAST VARIANCES

	Port-folio	Cost Centre Description	Forecast Variance Updates					Variance explanation	Management Action
			Q1 £k	Q2 £k	Q3 £k	Q4 £k	Total £k		
1	ECD	TDBC Assets	132		(40)	(46)	46	Q1 projected underachievement of income against budget of approximately £0.132m, mainly due to vacant units at Blackdown Business Park, the Auction House and Flook House and identification of backdated income due (-£0.086m). This has reduced the variance to £0.046m at Q4.	Budget holder will review costs with the aim of mitigating the shortfall.
2	COR	Council Tax collection				(37)	(37)	Additional total court fees from Collection Fund	Budget holder will monitor court fees

	Port-folio	Cost Centre Description	Forecast Variance Updates					Variance explanation	Management Action
			Q1 £k	Q2 £k	Q3 £k	Q4 £k	Total £k		
3	ENV	Street Cleansing				(109)	(109)	Supplies and Services savings on equipment & fees and hired. The underspend in budget comes primarily from salary savings and vehicle operating costs, there have been a number of vacancies that have not been filled on a permanent basis and the associated vehicles have also not been replaced. Where vehicles have been replaced they have been with more fuel efficient models and this combined with the reduction in fuel prices has led to a further saving this year. The standard of service delivery has not reduced as a result of these changes and is consistent with the previous years with enhancements to Taunton town centre.	Budget holder to review budgets
4	ENV	Environmental Health				(59)	(59)	Pollution Reduction saving on supplies & transport of £0.031m and £0.028m saving on the dog contract.	Budget holder to review budgets
5	PTC	Car Parking		(14)	(10)	(15)	(39)	Additional income received (£0.039m).	Budget holder has reviewed income budgets as part of 2016/17 budget process

	Port-folio	Cost Centre Description	Forecast Variance Updates					Variance explanation	Management Action
			Q1 £k	Q2 £k	Q3 £k	Q4 £k	Total £k		
6		Deane Helpline		(40)	(11)	(9)	(60)	Delays in recruitment due to an ongoing structure review (£0.026m), the winning a large corporate tender (£0.025m) and £0.009m in Q4 in respect of savings on premises and transport costs.	Budget holder will complete structural review.
7	COR	Rent Rebates		(114)		35	(79)	Demand led service	Budget holder will continually monitor expenditure and income.
8	ENV	Crematorium			26	30	56	A reduced number of cremations has reduced forecast income by £0.026m	Budget holder will continually monitor income
9	HSG	Building Services				(32)	(32)	Employee vacancies	Budget holder will monitor expenditure
10	HSG	Housing Options & Enabling				(57)	(57)	Employee Vacancies	Budget holder will monitor expenditure
11	SPL	Community Open Spaces & Parks				44	44	Additional works by Grounds Maintenance	Budget holder to monitor expenditure
12	PTC	CIL				(38)	(38)	5% Admin top slice	Budget holder to review budget
13	PTC	Conservation				(27)	(27)	Grants not issued to third parties	Budget holder to monitor expenditure
14		Interest Receivable				(155)	(155)	Additional investment received	Budget holder to monitor income

	Port-folio	Cost Centre Description	Forecast Variance Updates					Variance explanation	Management Action
			Q1 £k	Q2 £k	Q3 £k	Q4 £k	Total £k		
15	PTC	Transport Co-ordination			(12)	12	0	Lower maintenance and advertising costs for bus shelters(-£0.012m)	Budget holder will monitor expenditure
16		RCCO				39	39	Waste Containers RCCO £0.038m	Budget holder to monitor expenditure
17		Other Variances				227	227	Total of all other overspends/underspends. £0.250m relates to a transfer to the Business Rates Smoothing Reserve to mitigate the risk from appeals.	
		GRAND TOTAL	132	(168)	(47)	(197)	(280)		

Key: Portfolios

COM	Community Leadership
COR	Corporate Resources
ECD	Economic Development, Asset Management, Arts & Tourism
ENV	Environmental Services
GEN	General Services
HSG	Housing Services (Non-HRA)
PTC	Planning and Transportation/Communications
SPL	Sports, Parks & Leisure
OTH	Other Central Costs and Income

GENERAL FUND EARMARKED RESERVES

APPENDIX C

Earmarked Reserve Heading	Balance at 1 April 2015 £000	Transfers In 2015/16 £000	Transfers Out 2015/16 £000	Balance at 31 March 2016 £000
DLO Vehicle Replacement Reserve	25	0	0	25
Capital Financing Reserve - General Fund Projects	3,554	1,596	(2,061)	3,089
Subtotal	3,579	1,596	(2,061)	3,114
Climate Change	116	17	(80)	53
Asset Management - Tone Leisure	418	380	(575)	223
Brewhouse ext Refurb	61	0	0	61
Building Control Trading Balance	(2)	22	20	0
CCTV	0	7	0	7
Bursary Account General Provisions	4	0	(4)	0
CEO Initiatives	93	0	(15)	78
Corporate Training	127	0	0	127
DLO Trading Account Reserve	314	73	(22)	365
DLO Vehicle Replacement Reserve GF	341	0	(25)	316
Elections	65	0	(65)	0
FE Colthurst Trust Bequest Accounts	1	0	0	1
General Fund General Carry Forwards	765	699	(765)	699
Healthy Workplace	13	0	(7)	6
Housing Enabling	178	7	0	185
Self-Insurance Fund	500	0	(15)	485
Local Plan Enquiry General Provisions (LDF)	189	23	(76)	136

GENERAL FUND EARMARKED RESERVES

APPENDIX C

Earmarked Reserve Heading	Balance at 1 April 2015 £000	Transfers In 2015/16 £000	Transfers Out 2015/16 £000	Balance at 31 March 2016 £000
Planning Delivery Grant - Revenue (HPDG)	127	0	(25)	102
Strategic Director SA	58	34	(7)	85
Travel Plan	64	45	(16)	93
Works of Art and Public Arts Project	15	0	(15)	0
Asset Management - General Services Non-HRA	249	89	(49)	289
Housing Loans to Private Sector Mortgagees	10	16	(16)	10
TDBC share of NNDR Surplus/Deficit	2,923	552	(653)	2,822
Youth Homelessness Fund	4	0	0	4
Corporate Services Clienting Reserve	195	175	(277)	93
Eco Towns Projects Funding	142	162	0	304
New Homes Bonus	2,441	2,485	(764)	4,162
CLG Preventing Repossessions Fund	25	5	(5)	25
Housing Benefit Grant	1	3	(3)	1
Strategy	1	0	0	1
Growth & Regeneration Service Costs	301	1	(214)	88
Troubled Families	49		(49)	0
Stable Payroll Pensions Reserve	25	25	(50)	0
Food Inspections	73	0	0	73

GENERAL FUND EARMARKED RESERVES

APPENDIX C

Earmarked Reserve Heading	Balance at 1 April 2015 £000	Transfers In 2015/16 £000	Transfers Out 2015/16 £000	Balance at 31 March 2016 £000
Youth Fund Youth Project	2	0	0	2
Community Rights to Challenge	38	0	(38)	0
Homelessness Grant	149	15	0	164
Waste Earmarked Reserve	50	0	0	50
Debt Recovery	61	0	0	61
Legal Civica Hosting Costs EMR	12	0	0	12
Neighbourhood Planning Grant EMR	77	0	(13)	64
Designated Public Spaces Order	10	0	(5)	5
JM & SS Project EMR	898	0	(672)	226
Business Rates Risk EMR	80	0	(80)	0
Asset Strategy EMR	79	25	0	104
Land Charges Self Financing	25	31	0	56
Individual Registration	50	0	(8)	42
Customer Access & Accommodation Project EMR	216	0	(95)	121
Monkton Heathfield EMR	516	173	0	689
Licensing Self Financing	(23)	13	(39)	(49)
Parking	50	0	(50)	0
Specialised Planning Leg	165	0	(5)	160
Taxi Licensing	4	16	0	20
ICT Strategy	0	50	0	50
Resource Equalisation	294	311	(237)	368

GENERAL FUND EARMARKED RESERVES

APPENDIX C

Earmarked Reserve Heading	Balance at 1 April 2015 £000	Transfers In 2015/16 £000	Transfers Out 2015/16 £000	Balance at 31 March 2016 £000
SWO Succession Planning	0	933	0	933
SAP Replacement	0	320	0	320
Economic Development & Growth Initiatives	0	315	0	315
Subtotal	12,639	7,022	(5,053)	14,608
Total	16,218	8,618	(7,114)	17,722

TAUNTON DEANE BOROUGH COUNCIL - CAPITAL PROGRAMME 2015/16

Project	Budget	Actual	Overspends	Underspends	Budget not required	Budget C/F to 2016/17
General Fund						
* 800000 PC Refresh Project	62,600	20,032	0	(42,568)		(42,568)
* 800001 Members IT Equipment	9,700	1,105	0	(8,595)		(8,595)
* 800002 DLO Vehicles	284,600	220,607	0	(63,993)		(63,993)
* 800003 DLO Plant	30,500	27,713	0	(2,788)		(2,788)
* 800004 PT Longrun Meadow C	103,000	0	0	(103,000)		(103,000)
* 800007 PT High Street Project	700	5,730	5,030			
* 800009 Waste Containers	90,310	90,314	4			
* 800010 Paul Street Car Park	340,600	5,485	0	(335,115)		(335,115)
* 800012 Grants to Halls & Sp	51,400	3,100	0	(48,300)		(48,300)
* 800013 Grants to Parishes	22,000	2,890	0	(19,110)		(19,110)
* 800014 Replace Play Equip	24,100	8,742	0	(15,358)		(15,358)
* 800016 Energy Efficiency	29,900	0	0	(29,900)		(29,900)
* 800017 Landlord Acc Scheme	5,000	0	0	(5,000)		(5,000)
* 800018 Wessex HI Loans	10,400	5,340	0	(5,060)		(5,060)
* 800019 DFGs Private Sector	472,140	104,354	0	(367,786)		(367,786)
* 800020 Grants to RSLs	660,600	45,000	0	(615,600)		(615,600)
* 800040 IT Infrastructure	47,200	27,941	0	(19,259)		(19,259)
* 800041 Mercury Abatement	3,800		0	(3,800)		(3,800)
* 800042 DLO System	102,400	41,280	0	(61,120)		(61,120)
* 800045 PT Castle Green	218,000	20,704	0	(197,296)		(197,296)
* 800046 PT High St Retail	2,800		0	(2,800)		(2,800)
* 800049 PT Urban Growth	0	4,264	4,264			
* 800052 PT Coal Orchard	2,500		0	(2,500)		(2,500)
* 800054 PT Signage	200	809	609			
* 800058 Swimming Pool PV Cells	5,600		0	(5,600)		(5,600)
* 800059 Vivary Park Play	8,600	8,611	11			
* 800066 Goodlands Gardens	2,800	2,750	0	(50)		(50)
* 800070 Lyngford Skate Ramps	8,000	8,035	35			
* 800071 Wellington Pavilion	12,200	12,169	0	(31)		(31)
* 800074 SCCC Loan	700,000	700,000	0			
* 800075 Gypsy Site	25,000	0	0	(25,000)		(25,000)
* 800076 Station Road Pool	27,700		0	(27,700)		(27,700)
* 800101 GF Community Alarms	25,000	20,357	0	(4,643)		(4,643)
* 800102 Blackbrook Pool	6,061,902	4,225,999	0	(1,835,903)		(1,835,903)
* 800103 Brewhouse	5,000	0	0	(5,000)		(5,000)
* 800105 Creech Castle Improv	375,000	0	0	(375,000)		(375,000)
* 800106 Thales Site	800,000	5,630	0	(794,370)		(794,370)
* 800111 Joint Mgt & Shared S	649,800		0	(649,800)		(649,800)
* 800112 Crematorium Chapel Roof	155,000	0	0	(155,000)	(135,000)	(20,000)
* 800113 Firepool Land Assembly	1,033,000	49,634	0	(983,367)		(983,367)
* 800114 Canon St Car Park	900		0	(900)	(900)	
* 800115 Langford Budville Play	900	939	39			
* 800120 Killams	4,900	4,883	0	(17)		(17)
* 800122 Farriers Green	7,400	7,390	0	(10)		(10)
* 800128 Hudson Way	247,200	247,189	0	(11)		(11)
* 800129 Churchinford	12,200	12,184	0	(16)		(16)
* 800131 Leycroft Park	591	591	0	0		0
* 800132 Hamilton Park	168	168	0	0		0
* 800135 Car Park Improvements	239,000	82,585	0	(156,415)		(156,415)
* 800136 Cemetery Extension -	77,730	57,761	0	(19,969)		(19,969)
* 800138 Spec Exp play grants	16,800	0	0	(16,800)		(16,800)
* 800145 Relocation of TIC	170,800	170,778	0	(22)	(22)	
* 800146 Bishops Lydeard	1,500	1,470	0	(30)		(30)
* 800147 TD P Depot Reloc Cap	3,603,940	796,190	0	(2,807,750)		(2,807,750)
* 800148 Single IT Platform	79,800	79,992	192			
* 800149 Trull	4,000	4,000	0			
* 800150 Creech St Michael	5,700	5,736	36			
* 800151 S106 Wellington Basins	5,000	4,990	0	(10)		(10)
* 800152 Cems & Crems Vehicles	25,000	7,252	0	(17,748)		(17,748)
* 800153 Wellington Scouts	4,000	4,000	0	0		
* 800159 Pocket Parks	10,000	10,000	0	0		
* 800160 Youth Project Capital	281,470		0	(281,470)		(281,470)
* 800161 Community Infrastructure Projects	77,395	77,395	0	0		
General Fund Total	17,345,446	7,244,089	10,220	(10,111,578)	(135,922)	(9,975,656)

APPENDIX E

HOUSING REVENUE ACCOUNT OUTTURN SUMMARY

	Budget £'000	Actual £'000	Variance £'000
Income			
Dwelling Rents	(24,933)	(25,021)	(88)
Non Dwelling Rents	(599)	(604)	(5)
Charges for Services/Facilities (Service Charges, Rechargeable Repairs, Leaseholder Charges)	(997)	(1,011)	(14)
Contributions Towards Expenditure	(402)	(420)	(18)
Total Income	(26,931)	(27,056)	(125)
Expenditure			
Repairs and Maintenance	5,711	6,018	307
Housing Management	6,649	6,586	(63)
Capital Charges – Depreciation and Impairment	6,745	6,691	(54)
Other Expenditure	161	493	332
Provision for Bad Debt	515	81	(434)
Total Expenditure	19,781	19,869	88
Other Costs & Income			
Interest Payable	2,960	2,760	(200)
Interest and Investment Income	(51)	(131)	(80)
Revenue Contribution to Capital	873	944	71
Provision for Repayment of Debt	893	893	0
Social Housing Development Fund	1,000	1,016	16
Procurement Savings	323	77	(246)
Transfers To/(From) Earmarked & Other Reserves	1,152	1,152	0
Total Other Costs & Income	7,150	6,711	(439)
NET (SUPLUS)/DEFICIT FOR THE YEAR	0	(476)	(476)

HRA EARMARKED RESERVES

APPENDIX F

Earmarked Reserve Heading	Balance at 1 April 2015 £000	Transfers In 2015/16 £000	Transfers Out 2015/16 £000	Balance at 31 March 2016 £000
Capital Financing Reserve- HRA Projects	79	0	0	79
Halcon Regeneration Scheme Project	24	0	0	24
Subtotal	103	0	0	103
Leasehold Schemes HRA Advanced Payments	10	0	0	10
HRA	248	329	(236)	341
Tenants Forum	4	0	0	4
CCR DLO Transformation (HRA resources)	6	0	(6)	0
Social Housing Development Fund	112	1,000	(822)	290
Customer Access & Accommodation Project EMR	54	0	(18)	36
HRA Comm Dev Fund	425		(219)	206
HRA One Teams	0	258	0	258
HRA Pre Void and Tenant	0	138	0	138
HRA Lettings Contingency	0	97	0	97
HRA Employment and Skill	0	138	0	138
HRA Electrical Testing	700	607	0	1,307
HRA Preplanned Maint	474	673	0	1,147

HRA EARMARKED RESERVES

APPENDIX F

Earmarked Reserve Heading	Balance at 1 April 2015	Transfers In 2015/16	Transfers Out 2015/16	Balance at 31 March 2016
	£000	£000	£000	£000
Insurance Works Smoothing	86	45	0	131
HRA Provision for Bad Debt	0	434	0	434
SWO Succession Planning	0	150	0	150
SAP Replacement	0	105	0	105
Subtotal	2,119	3,969	(1,296)	4,792
Total	2,222	3,969	(1,296)	4,895

APPENDIX G

HOUSING REVENUE ACCOUNT CAPITAL PROGRAMME OUTTURN 2015/16

Scheme	Budget 2015-16 £	Outturn £	Variance £	Budget Carried Forward 2016/17 £
Major Works				
Kitchens	1,356,300	269,761	1,086,539	
Bathrooms	1,932,800	1,435,224	497,576	
Roofing	50,000	75,216	(25,216)	
Windows	146,000	73,785	72,215	
Heating Improvements	2,894,000	1,086,180	1,807,820	
Doors	630,500	570,167	60,333	
Fire Safety Works in Communal Areas	334,200	324,910	9,290	
Fascias and Soffits	868,700	471,094	397,606	
Air Source Heat Pumps	709,500	713,804	(4,304)	
Door Entry Systems	270,000	317,326	(47,326)	
Soundproofing	-	2,208	(2,208)	
Other External Insulations	10,000	27,679	(17,679)	
HRA Major Repairs and Improvement Fund				4,004,000
Total Major Works	9,202,000	5,367,354	3,834,646	4,004,000
Improvements				
Aids and Adaptations	120,000	74,302	45,698	
DFGs	315,000	213,065	101,935	
Garages	30,000	-	30,000	30,000
Sewerage Treatment Plants	20,000	20,798	(798)	
Meeting Halls	30,000	975	29,025	
Unadopted Areas	45,000	24,150	20,850	21,000
Asbestos Works	260,000	271,334	(11,334)	
Tenants Improvements	5,000	-	5,000	
Sustainable Energy Fund	546,400	422,597	123,803	124,000
Environmental Improvements	312,000	71,481	240,519	241,000
Extensions	160,000	1,779	158,221	158,000
Community Alarms	65,800	61,290	4,510	5,000
IT Development	306,900	13,330	293,570	294,000
PV Systems	1,509,100	1,340,205	168,895	
Social Mobility	300,000	120,000	180,000	
Total Improvements	4,025,200	2,635,306	1,389,894	873,000
Social Housing Development Programme				
Creechbarrow Road	4,862,000	2,763,445	2,098,555	2,099,000
Phase 1: Vale View, West Bag	253,400	25,272	228,128	
Phase 1: Bacon Drive	550,400	(5,591)	555,991	
Phase 1: Normandy Drive	366,100	61,148	304,952	
Buybacks	161,100	194,179	(33,079)	
Social Housing Development Program	1,000,000	250,000	750,000	
Weavers Arms	3,338,500	100,206	3,238,294	3,238,000
Total Social Housing Development Programme	10,531,500	3,388,659	7,142,841	5,337,000
Total HRA	23,758,700	11,391,319	12,367,381	10,214,000