

**Cabinet – 8 September 2014  
Agenda Item 6(a)**

# **2014/15 Financial Management Report to 31 July 2014**

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## Section 1.0 Executive Summary

### Summary

- 1.1 This is the second report to Cabinet for 2014/15, setting out the Authority's financial position as at the 31 July 2014.
- 1.2 This report includes details of the forecast outturn position to the 31 March 2015, highlighting key strategic issues to be managed by the Authority during the year.

### Strategic Management of the Council's Budget

- 1.3 The budget for 2014/15 was approved by full Council at its meeting of 20 February 2014. The net General Fund revenue budget was set at £168.395m, this included CEI savings (Change Programme) of £16.552m to be achieved.
- 1.4 The Investment Plan for 2014-18 was approved at £202.644m (£79.419m for 2014/15). Further reprogramming and variations were approved by Cabinet through the budget monitoring and outturn reports (£0.700m on 10 March 2014, £12.877m on 9 June 2014 and £2.427m credit on 14 July 2014), taking the total approved Investment Plan for 2014-18 to £213.794m (£90.666m for 2014/15).
- 1.5 The current forecast outturn for the General Fund revenue budget reflects in-year surplus of £0.014m. The Service teams continue to work to embed plans that will ensure all pressures identified are managed and that the budget remains on target at the end of the year.
- 1.6 The Housing Revenue Account (HRA) is forecasting a small underspend of £0.130m for the year.
- 1.7 In the period to 31 July 2014, the level of capital spend posted within the General Ledger was £10.894m, which represents 11.8% of the revised Investment Plan for the year, a slight fall on the comparative spend for 2013/14. After taking account of the required changes in funding arising from the proposed amendments to the Investment Plan and the level of capital receipts received to date, £3.727m of General Fund capital receipts are required to be generated in the year.
- 1.8 Cabinet are recommended to approve variations of £1.273m to the 2014-18 Investment Plan

### Strategic Issues

- 1.9 As in previous years, over and above the management of the Authority's core budget, there are issues that need to be addressed in year or that give rise to implications which extend beyond the one-year timescale of the annual budget. These issues are summarised below.

### Change Improvement and Efficiency Programme (Change Programme)

- 1.10 The budget for 2014/15 included savings of £16.552m, from the delivery of projects/actions included as part of the Change, Improvement and Efficiency programme (CEI)(Change Programme). The savings are embedded within service budgets and are therefore included within the budget monitoring.
- 1.11 The scale of the financial challenge for the year meant that wide ranging efficiencies and service reconfiguration were required to be implemented during 2014/15. It is important that these savings are monitored as part of the overall financial position of the Authority so the bottom line financial position is known.
- 1.12 It is also important that savings are only considered to be achieved once they are assessed as being realisable. To that end, this report has been prepared on a prudent basis. However, Cabinet should note the level of budget challenges that have been addressed to date through both the CEI programme and by on-going management action. **Appendix O** details the status of each of the specific CEI savings included in this report.
- 1.13 Set out in Appendix O are indicators of delivery shown as Red, Amber or Green. Currently there are projects with a value of £8.572m with a Green Status, £6.727m with an Amber status and £1.253m with a red status. The status of the projects is reflected in the budget monitoring position as at 31 July 2014.

#### Financing of the Investment Plan

- 1.14 As is set out in Section 5 of this Annex, there remains a funding requirement of £3.727m to be generated by General Fund capital receipts if the original budget for financing this year's investment programme is to be met. There are currently a number of items being progressed to deliver this target.

**Section 2.0**  
**General Fund Income and Expenditure**

- 2.1 This section of the report details the current budget pressures identified by Services and the expected year-end outturn following mitigating actions taken to reduce those pressures. Table 1 summarises the position and reflects in year surplus of £0.014m.
- 2.2 The budget monitoring is based on the recorded transactions as at 31 July 2014 and is set out in Table 1 below. Table 1 is supplemented by a summary commentary below, covering the key variances by Service. The detailed **Appendices (A - J)** set out variations by Service Area within the Services.

**Table 1: 2014/15 General Fund Revenue provisional outturn summary to 31 March 2015**

		Full Year Budget	Forecast Outturn	Forecast Outturn Variance July 2014	Forecast Outturn Variance May 2014
		£m	£m	£m	£m
<b>Services</b>					
Business and Economy	Appendix A	1.577	1.540	-0.037	-0.015
Chief Executive's Office	Appendix B	3.214	3.265	0.051	0.076
Finance and Commercial Services	Appendix C	12.375	13.059	0.684	0.813
Law and Governance	Appendix D	3.127	3.093	-0.034	0.000
Public Health	Appendix E	0.000	0.000	0.000	0.000
Adult Social Care	Appendix F	50.979	46.454	-4.525	-4.450
Children, Young People and Learning	Appendix G	15.550	17.521	1.971	2.059
Commissioning and Fair Access	Appendix H	7.359	7.727	0.368	0.355
Environment and Leisure	Appendix I	30.650	32.243	1.593	1.203
Housing General Fund	Appendix I	1.268	1.265	-0.003	-0.001
Deputy Chief Executive	Appendix I	0.283	0.255	-0.028	-0.028
Central Costs					
Non-Controllable		7.297	7.297	0.000	0.000
<b>Sub Total - Service-Approved Budget</b>		<b>133.679</b>	<b>133.719</b>	<b>0.040</b>	<b>0.012</b>

**Table 1 continued**

			Full Year Budget	Forecast Outturn	Forecast Outturn Variance July 2014	Forecast Outturn Variance May 2014
			£m	£m	£m	£m
3	Corporate and Democratic Core	Appendix J	11.520	11.520	0.000	0.000
4	Corporate Accounting	Appendix J	3.335	3.335	0.000	0.000
5	Contingency Budget	Appendix J	1.955	1.205	-0.750	0.000
6	Levies	Appendix J	12.754	12.754	0.000	0.000
7	Utilities		0.000	0.196	0.196	0.170
8	Non-Controllable		5.152	5.152	0.000	0.000
<b>Sub-total- non delegated budgets</b>			<b>34.716</b>	<b>34.162</b>	<b>-0.554</b>	<b>0.170</b>
<b>Net forecast pressure/(surplus) before exceptional items and transfers to reserves</b>			<b>168.395</b>	<b>167.881</b>	<b>-0.514</b>	<b>0.182</b>
<b>Exceptional items</b>						
9	Land Charges Search Fees Settlement		0.000	0.100	0.100	0.100
10	Remediation Works		0.000	0.500	0.500	0.000
10	Industrial Action		0.000	-0.100	-0.100	0.000
<b>Total exceptional items</b>			<b>0.000</b>	<b>0.500</b>	<b>0.500</b>	<b>0.100</b>
<b>Net forecast pressure/(surplus) after exceptional items</b>			<b>168.395</b>	<b>168.381</b>	<b>-0.014</b>	<b>0.282</b>

## Services

2.3 The main variations are set out in detail below.

2.4 The **Chief Executive's Office** is forecasting an overall overspend of £0.051m in this Budget Monitoring report. This relates principally to Communications around advertising income shortfalls (£0.080m). This pressure was compensated for in 2013/14 by savings within engagement which were offered as permanent savings as part of the budget setting process for 2014/15. The full analysis is included as **Appendix B**

2.5 The year end position for **Finance and Commercial Services** is currently forecast as an overall pressure of £0.684m. This is further detailed in **Appendix C**.

The main factor that gives rise to this is a forecast pressure on Business Partnership CEI target (£0.769m, May £0.960m). The proposal was to explore the potential in the further extension of current services provided by Cofely GDF Suez but it was acknowledged it could also require reduction in some service standards (where acceptable). For clarity areas under consideration include the

Contact Centre, ICT, Finance, Procurement, Financial Assessment and cashless payment. This work has been commenced and options are emerging however, since no plans have been fully agreed yet the current forecast assumes no savings will be achieved in year. It is envisaged this position will improve as we progress through the year.

Other pressures and savings in this Service are detailed in Appendix C but are primarily:

- A forecast shortfall on the income expectation associated with the Trading Income of £0.130m which at present there are no firm plans to meet;
- A forecast pressure in relation to Street Lighting account of £0.141m due to a delay in delivering contract savings and the impact of energy inflation;
- Savings of £0.106m anticipated on the External Audit fee budget; and,
- A net under spend forecast in relation to Housing benefit subsidy of (£0.123m)

2.6 The **Public Health** Service within the Local Authority came into existence for the first time in 2013/14 following the transfer of responsibilities from the National Health Service on the dissolution of the Primary Care Trust. The budget is currently ring-fenced and the £0.140m predicted pressure reported in **Appendix E** as a result of a 12 month extension to the Northumbria Healthcare Foundation Trust contract will be funded from £0.406m grant brought forward from 2013/14 leaving £0.266m available to carry forward into 2015/16.

2.7 **Adult Social Care** (ASC) is reporting a forecast under spend of £4.525m. As part of the 2014/15 budget setting process was a decision to include £3.225m of the 2013/14 contingency budget as a permanent adjustment to the base budget for Adult Social Care. Cabinet will recall that the service ended 2013/14 with a surplus reflecting the success of the gateway process and on-going reviews of placements to manage costs down. This has continued into the early part of 2014/15 and as such the service does not currently expect to spend the adjusted gross budget. All of the necessary actions have been taken to realise planned savings and, although the service is always at risk to demand-led pressures particularly in Learning Disabilities and Older People Services, we continue to see an underlying improvement in the position following detailed placement reviews. Service redesign is going well and delivering savings in advance of greater pressures anticipated with the implementation of the Care Act. The position for Learning Disabilities and Mental Health Commissioning includes significantly more Mental Health Aftercare income and Resettlement income compared to 2013/14 income in line with s256 agreements signed with the North Tyneside Clinical Commissioning Group. Of this £1.640m is one off income in 2014/15 only. Within Older People Commissioned services there is also a one-off £0.600m of additional s117 aftercare income. The full analysis is included as **Appendix F**.

2.8 **Children Young People and Learning** is currently forecasting a budget pressure of £1.971m at year end. A full breakdown of this projection is included in **Appendix G**.

The main underlying cause for the budget pressure in this service is almost entirely Corporate Parenting and Placements which forecasts a budget pressure of £1.622m (£1.733m May 2014).

The area of Corporate Parenting and Placements has historically over spent. The over spends were £1.564m in 2010/11, £0.702m in 2011/12, £0.646m in

2012/13 and £0.673 in 2013/2014. In setting the 2014/15 budget the budget was reduced by £0.500m associated largely with expected reduced placements.

The area of Corporate Parenting and Placements captures a spectrum of provision to meet each individual child's needs, ranging from adoption, foster care, our own North Tyneside residential provision to the most costly individual placements made out of borough. The current forecast pressure is further broken down to: External Placements £1.289m (including £0.238m potential pressure in relation to 2 complex cases awaiting placement a reduction from 5 cases at £0.590m May 2014), in-house fostering £0.415m, Independent Fostering £0.177m, in-house residential homes £0.055m, Care Leavers Teams (£0.032m), offset by saving on Adoption/ Custodianship £0.146m and the application of £0.200m of budget held in corporate contingencies.(see Appendix J)

The service is committed to containing this pressure as much as possible whilst ensuring the Corporate Parenting responsibilities of the Authority are delivered, however it is necessary to raise this pressure now as it is unlikely it can be reduced in the short term. A senior officer team are currently working together to tackle this issue by seeking to further understand the interdependencies of this service with others both in terms of how individual children come to require this support and how the Authority's services are connected together to deliver appropriate support.

Whilst most of the 2014/15 CEI savings targets are expected to deliver the full budgeted saving in 2014/15 small delays to the staff restructures project "Development of a Modern Young People's Service" have resulted in a likely budget pressure in 2014/15. This is seen in the service areas for Employment & skills and the Youth support Service in Appendix G.

**2.9 Commissioning and Fair Access** service is reporting a forecast pressure this year of £0.368m.

There is a forecast pressure of £0.200m in relation to the delay in confirming the increased income expectations from Health added in the 2014/15 CEI programme. A further £0.069m is forecast in relation to delayed implementation of CEI associated with staff restructures and increased charges for disability respite services.

There is a forecast pressure of £0.156m in relation to Home to School Transport (pressure in line with 2013/14) which is offset by the use of contingency of £0.088m.

A full analysis is included as part of **Appendix H**.

**2.10 Environment and Leisure** is reporting a pressure of £1.593m. The major pressure (£0.903m) within this position relates to Property. This includes a predicted continuing pressure at the Swan Hunter site mainly due to the reduction in expected income whilst the regeneration work is underway and a pressure relating to the premises costs of Quadrant. In addition there are pressures associated with the properties managed by Capita. These include policy choices made by the Authority that have altered their planning assumptions and historic shortfalls associated with our property budgets. Significant work is underway to resolve these matters.



Transport Planning and Highways are also forecast to overspend by circa £0.348m, where there are some historical pressures associated with the engineering budgets managed by Capita. Again significant work is underway to resolve these matters.

The rates charged through the Transport Account have been realigned to reflect that “sweating the assets” does allow the authority in the short term to reduce its internal recharge rates. As such the large transport overspends in the services and underspends in the Transport account itself are not forecast for 2014/15.

The full analysis is included as part of **Appendix I**

- 2.11 The following table sets out a summary of revenue grants, which Cabinet are requested to approve, that have been awarded during June and July 2014. The details of these grant changes are set out in **Appendix N**. All new capital grants are included in the capital variations (Tables 4 and 5) of this report.

**Table 2: 2014/15 Revenue Grants awarded during June and July 2014**

Service	Amount £m
Children Young People and Learning	0.424
Total	0.424

### Non Delegated Budgets

- 2.12 The **Corporate and Democratic Core** is forecasting an under commitment of £0.720m arising from lower than budgeted pension fund contributions. It has been assumed, at this stage, this surplus will be used to help meet the capital receipts requirement for the Investment Plan.

- 2.13 **Corporate Accounting** is forecasting an under commitment of £2.701m including:
- (a) A forecast saving in Minimum Revenue Provision (MRP) of £1.064m primarily as a result of re-programming during 2013/14;
  - (b) Forecast savings in external interest of £1.394m as a result of lower interest rates than anticipated at budget setting time (due to temporary borrowing), the continued level of internal borrowing and reprogramming;
  - (c) Forecast Strain on the Fund savings of (£0.645m) based on current and future leavers; and,
  - (d) £0.300m pressure relating to provision for bad debts, in particular benefits overpayment debtors.

As with the Corporate and Democratic Core above it has been assumed, at this stage, that this under commitment will be used to meet the capital receipts requirement.

- 2.14 It has been assumed that an under spend of £0.750m will occur as the **Contingency** budget will not be required for Adult Social Care.

- 2.15 **Utility Costs** continue to be an issue for the Authority with a forecast pressure of £0.196m for 2014/15. Projects are continuing to help support services as

they take action to reduce consumption of both gas and electricity, but rising unit costs continue to negate the impact of those actions.

- 2.16 **Exceptional items** – A proposed settlement has recently been agreed in respect of the Land Charges Search fees case. The costs are expected to be in the region of £0.134m, £0.034m of which can be drawn down from a provision held on the Balance Sheet. The impact of the additional £0.100m costs is reflected in Table 1 above. If any subsequent claims are raised and settled these will be reported through Budget Monitoring as appropriate. A saving of £0.100m is estimated as a result of the Industrial action taken in July 2014. Also provisional estimate has been included for the costs of remediation work required at the Killingworth site.

## Section 3.0 Housing Revenue Account Income and Expenditure

- 3.1 This section of the report provides an update on the financial position for the Authority's Housing Revenue Account (HRA). The forecast year-end position and variance analysis for July 2014 is attached as **Appendix K** to this report.
- 3.2 On the 15 January 2014 the Cabinet approved the HRA budget for 2014/15. This included an average increase in housing rents of 6.31% in line with the requirements of rent restructuring, which aimed for rent convergence by 2015/16. This target has of course now been superseded by the Government's plans to change the basis of rent increases for the next 10 years, from the Retail Prices Index (RPI) to the Consumer Prices Index (CPI) after 2014/15.
- 3.3 The HRA started the year with what was £0.359m higher than anticipated opening balances i.e. £2.854m as opposed to the budgeted figure of £2.495m, and the in-year position is forecast to be £0.130m better than budgeted.
- 3.4 The main variations against budget were a shortfall in relation to rent and service charge income projections (£0.291m), which has been offset by savings across Management Cost Centres (£0.144m), and allocation of contingency and under spends on transitional protection to cover the loss of rental income (£0.142m).

**Rent and Service Charge Income** – shortfall of £0.291m made up of range of factors: Rebasing due to actual opening stock being lower than forecast because of additional RTBs in 2013/14 (£0.180m); Slightly higher than anticipated level of voids being carried currently (£0.080m); RTB projections for 2014/15 revised to higher than projected (£0.110m); Reduction in Temporary Accommodation income due to Housing Benefit caps and impending closure of Alexandra Street (£0.084m); Reduction in garage rent projections due to higher void levels (£0.024m). These reductions have been partially offset by increased service charge income (£0.200m).

**Management Costs** – a range of variances against budget are projected across various areas: Treatment of Disturbance Costs as part of the North Tyneside Living project will place an estimated £0.105m pressure on revenue costs, but this will be more than offset by additional water rate commission, reduced council tax void costs for properties now demolished e.g. Hedley Place, and vacancies within the service, which gives a combined projected underspend of £0.144m.

**Contingency and Transitional Protection** – a small contingency was created in 2014/15 from savings realised on insurance premium costs (£0.116m), and transitional protection created for those existing tenants who would otherwise be adversely impacted by the new rents to be set within the North Tyneside Living project will not all be needed because of timing issues, both of these under spends will help cover the overall projected shortfall on rental income.

## Section 4

### **2014/15 School budgets**

- 4.1 In the last budget monitoring report, an update was provided about the 4 schools requesting deficit approval for the 2014/15 budgets. Following a meeting of the Schools Forum sub-group, deficit approvals were given by the Council for Marden High, Norham High and St Bartholomews RC Primary. The Council is continuing to work with Longbenton Community College to review aspects of their request and a formal decision on the level of deficit approval is expected shortly.

### **Planning for 2015/16 schools funding**

- 4.2 As noted in the previous budget monitoring report, the Department for Education are not introducing any enforced changes to local funding formulas for 2015/16, although the intention is to continue to work towards a national funding formula for mainstream school funding in the future.
- 4.3 A sub-group of the Schools Forum is meeting in late August to review each element of the North Tyneside formula and will report its findings to the September Schools Forum meeting. Thereafter, a full consultation will be undertaken, reporting back to the October meeting.

<b>Section 5.0</b> <b>Investment Plan Expenditure and Financing</b>
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### **Review of Investment Plan - Position Statement**

5.1 The Authority's Investment Plan represents the capital investment in projects across all service areas. This report summarises activities up to 31 July 2014.

### **Investment Plan Delivery**

5.2 Some of the key progress areas to note to 31 July 2014 are as follows:

- St Bernadette's R C Primary School has now relocated all resources to its new accommodation for the start of the new school term in September;
- The Guaranteed Maximum Price (GMP) for the project at Forest Hall Primary has been agreed and submitted to the Education Client Team for approval;
- The Education Capital Team have been working with individual schools and Kier North Tyneside to ensure delivery of the priority projects over the summer holiday period to ensure minimum disruption to schools;
- The following work has been completed at Longbenton Voluntary Aided School - all work packages including internal redecoration, toilet areas, internal doors, flooring, external timber cladding, external rendering, curtain walling, Multi Use Games Area, playing field, fencing and community pavilion;
- Private Landlord Refurbishment Scheme - Work has commenced on the first 4 properties, with work scheduled to start in Autumn on the remaining 8 properties;
- Asset Planned Maintenance – The War Memorials Refurbishment programme is nearing completion and the Summer School kitchen works have commenced. The Energy Delivery Plan LED lighting retrofit has been completed at the White Swan Centre, Waves Leisure Pool and Tynemouth Pool;
- At Tynemouth Crematorium the internal chapel remodelling work is progressing well and the first cremator has been installed. The external block work for new chapel extension is nearing completion and the existing stone work gable has been taken down;
- The public realm works to Clifford's Fort in North Shields is now complete and the historic cannons have been installed, and
- A new Kiosk has been installed in Cullercoats Bay in time for the summer holidays.

### **Variations to the 2014/15 Investment Plan**

- 5.3 As part of the regular capital monitoring process during June and July 2014 there have been £1.273m variations to the 2014/15 Investment Plan.

Table 4 details the changes to the approved 4-year Investment Plan, as agreed at Council on 20 February 2014.

**Table 4: 2014 - 2018 Investment Plan changes identified**

	2014/15 £m	2015/16 £m	2016/17 £m	2017/18 £m	Total £m
<b>Approved Investment Plan – Council 20 February 2014</b>	<b>79.419</b>	<b>46.113</b>	<b>42.223</b>	<b>34.889</b>	<b>202.644</b>
<b>Previously Approved Reprogramming/Variations</b>					
Cabinet 10 March 2014	0.700	0	0	0	0.700
Cabinet 9 June 2014	12.877	0	0	0	12.877
Cabinet 14 July 2014	-2.330	-0.097	0	0	-2.427
Total	11.247	-0.097	0	0	11.150
<b>Approved Investment Plan – Cabinet 14 July 2014</b>	<b>90.666</b>	<b>46.016</b>	<b>42.223</b>	<b>34.889</b>	<b>213.794</b>
June/July Reprogramming	0	0	0	0	0
June/July Variations	1.273	0	0	0	1.273
<b>Revised Capital Plan</b>	<b>91.939</b>	<b>46.016</b>	<b>42.223</b>	<b>34.889</b>	<b>215.067</b>

- 5.4 The variations on the individual schemes are shown in **Appendix L**. **Appendix M** details the whole of the revised Investment Plan, taking into account the reported changes.

#### **Details of changes to the 2014/15 Investment Plan**

- 5.5 For 2014/15, total variations to the end of July 2014 of £1.273m have been identified. The details of the main changes are shown below:
- (a) **CO067 Weekly Waste Grant Allocation, £0.213m** – The variation is to reflect the 2014/15 grant allocation that has been received;
  - (b) **EV034 Local Transport Plan, £0.684m** – Two grants have been awarded. The first is from the Department of Transport Pothole Fund for £0.324m and the second is from the Department of Transport via Sustrans from the Cycle Safety fund £0.360m to improve the cycle network ; and
  - (c) **HS046 Private Landlord Refurbishment Scheme, £0.325m** – New Homes Bonus £0.250m and Homes and Communities Agency £0.075m funds have been allocated to bring properties in disrepair back into use for letting purposes.

Details of all the variations are shown in **Appendix L**

- 5.6 The impact of these changes on Capital Financing is shown in Table 5 below.

**Table 5: Impact of variations on Capital financing 2014-2018**

	2014/15 £m	2015/16 £m	2016/17 £m	2017/18 £m	Total £m
<b>Approved Investment Plan – Cabinet 14 July 2014</b>	<b>90.666</b>	<b>46.016</b>	<b>42.223</b>	<b>34.889</b>	<b>213.794</b>
Unsupported Borrowing – General Fund	0	0	0	0	0
Capital Receipts – Housing Revenue Account	0.051	0	0	0	0.051
Grants and Contributions	0.972	0	0	0	0.972
Contribution from Revenue (New Homes Bonus)	0.250	0	0	0	0.250
<b>Total Financing Variations</b>	<b>1.273</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>1.273</b>
<b>Revised 2014/15 Investment Plan</b>	<b>91.939</b>	<b>46.016</b>	<b>42.223</b>	<b>34.889</b>	<b>215.067</b>

**Capital Receipts – General Fund**

- 5.7 There were no General Fund Capital Receipts brought forward at 1 April 2014. As reported in the 2013/14 Provisional Finance Outturn report, following reprogramming, surplus receipts of £2.751m were used to reduce 2013/14 borrowing. This was a temporary adjustment and will be reversed in 2014/15 thereby reducing the capital receipts required.
- 5.8 The capital receipts approved by Council on 20 February 2014 to finance the 2014/15 Investment Plan were £5.540m. The reprogramming reported to 10 March 2014 Cabinet and 9 June 2014 Cabinet, and the use of 2013/14 surplus receipts identified in paragraph 5.7 above, together with a reduction of £1.850m to reflect the adjustment for the acquisition of seafront properties identified in paragraph 5.5(a) leaves a revised General Fund requirement of £4.046m.
- 5.9 To date, £0.319m receipts have been received in 2014/15. This includes the sale of the former Wallsend Police Station to the Housing Revenue Account, £0.200m. This leaves a balance of receipts to be generated for the General Fund of £3.727m.

**Table 6: Capital Receipt Requirement 2014/15 – General Fund**

	General Fund £m
Requirement reported to 14 July 2014 Cabinet	4.046
Reprogramming and Variations	0
<b>Revised Requirement</b>	<b>4.046</b>
Useable Receipts Brought Forward	0.000
Useable Receipts Received	-0.319
<b>Balance to be generated</b>	<b>3.727</b>

**Capital receipts – Housing**

- 5.10 Housing Capital Receipts brought forward at 1 April 2014 were £6.500m. The Housing receipts are committed against projects in the 2014-2018 Investment Plan.
- 5.11 To finance the 2014/15 Housing Investment Plan the capital receipts required are £4.158m. To date, £0.935m of receipts have been received in 2014/15 of which £0.349m has been pooled as part of the quarterly returns to Central Government. In total, subject to future pooling, this leaves a surplus balance of £2.928m to be carried forward to fund future years.

**Table 7: Capital Receipt Requirement 2014/15 - Housing**

	Housing £m
Current Requirement	4.158
Receipts Brought Forward	-6.500
Receipts Received	-0.935
Receipts Pooled to Central Government	0.349
<b>Surplus Balance to fund future years (subject to further pooling)</b>	<b>-2.928</b>

- 5.12 The final figure for useable receipts and pooled receipts in year will depend on the final number of Right to Buy properties sold during 2014/15.



## Investment Plan Monitoring Position to 31 July 2014

- 5.13 Actual expenditure in the General Ledger was £10.894m (11.8%) of the total revised Investment Plan as at 31 July 2014.

**Table 8: 2014/15 Total Investment Plan Budget and Expenditure to 31 July 2014**

	2014/15 Revised Investment Plan £m	Actual Spend to 31 July 2014 £m	Spend as % of Total Revised Capital Budget %
General Fund	66.419	7.854	11.8
Housing	25.520	3.040	11.9
<b>TOTAL</b>	<b>91.939</b>	<b>10.894</b>	<b>11.8</b>

- 5.14 Comparative figures for 2013/14 to the end of July 2013 were 14.24% (General Fund 12.29% and Housing 20.55%).