

**EXECUTIVE BOARD – 19 NOVEMBER 2013**

<b>Subject:</b>	<b>REVIEW OF 2013/14 REVENUE AND CAPITAL BUDGETS AT 30 SEPTEMBER 2013 (PERIOD 6)</b>		
<b>Corporate Director(s)/Director(s):</b>	Carole Mills, Deputy Chief Executive/Corporate Director for Resources and Chief Finance Officer		
<b>Portfolio Holder(s):</b>	Councillor Graham Chapman, Deputy Leader/Portfolio Holder for Resources and Neighbourhood Regeneration		
<b>Report author and contact details:</b>	Tony Kirkham - Director of Strategic Finance ☎ 0115 8764157 ☒ tony.kirkham@nottinghamcity.gov.uk		
<b>Key Decision</b>	<input checked="" type="checkbox"/> <b>Yes</b> <input type="checkbox"/> <b>No</b>		
<b>Reasons:</b> Expenditure <input checked="" type="checkbox"/> Income <input type="checkbox"/> Savings <input type="checkbox"/> of £1,000,000 or more taking account of the overall impact of the decision			Revenue <input type="checkbox"/> Capital <input checked="" type="checkbox"/>
Significant in terms of its effects on communities living or working in an area consisting of two or more wards in the City			<input checked="" type="checkbox"/> Yes    No <input type="checkbox"/>
<b>Subject to call-in</b> <input checked="" type="checkbox"/> Yes    No <input type="checkbox"/>	<b>Total value of the decision: £228.383m</b>		
<b>Relevant Council Plan Strategic Priority:</b>	<b>Wards affected:</b> All		
World Class Nottingham	<input checked="" type="checkbox"/>		
Work in Nottingham	<input checked="" type="checkbox"/>		
Safer Nottingham	<input checked="" type="checkbox"/>		
Neighbourhood Nottingham	<input checked="" type="checkbox"/>	<b>Date of consultation with Portfolio Holder(s):</b> 28 October 2013	
Family Nottingham	<input checked="" type="checkbox"/>		
Healthy Nottingham	<input checked="" type="checkbox"/>		
Leading Nottingham	<input checked="" type="checkbox"/>		
<b>Summary of issues (including benefits to citizens/service users):</b> This report provides an up to date assessment of the Council's current and forecast year end financial position for the General Fund revenue account, Capital Programme and the Housing Revenue Account (HRA) based on activity to the end of September 2013. Overall, the position shows only minor variations from approved budgets.			
<b>Recommendation(s):</b>			
<b>1 To note:</b> a) the overall current (medium case) forecast net underspend is <b>(£0.133m)</b> comprising a forecast overspend of <b>£0.867m</b> within Portfolios and a forecast underspend of <b>(£1.000m)</b> within corporate budgets (see <b>section 1.2</b> and <b>Appendix A</b> ); b) the action being undertaken to address pressures ( <b>Appendix B</b> ); c) the forecast working balance of <b>£4.099m</b> on the HRA ( <b>section 1.6</b> ); d) the progress on the implementation of cost reductions, invest to saves, pressures and income generation for 2013/14 ( <b>section 1.4</b> ); e) the forecast position on the Capital Programme ( <b>section 1.7</b> ) f) the capital outturn projections at Period 6 ( <b>section 1.7</b> ) g) the additions to the Capital Programme listed in <b>Appendix D</b> ; h) the variations to the programme listed in <b>Appendix E</b> ; i) the refreshed programme and the unallocated resources of <b>£20.306m</b> ( <b>section 1.7 tables 6 and 7</b> )			
<b>2 To approve:</b> a) the movements of resources set out in <b>Appendix C</b> ; b) the refreshed Public Sector Housing Programme contained in <b>Appendix F</b> .			
<b>3 To note and endorse:</b> a) the allocations from the corporate contingency as set out in <b>section 1.4</b> . b) that, given the very challenging financial outlook for the medium term, officers are seeking to increase efficiency savings income where appropriate in the current year, to seek to produce an overall underspend at year end to support the Medium Term Financial Plan.			

## 1 BACKGROUND (INCLUDING OUTCOMES OF CONSULTATION)

1.1 This periodic report sets out the current assessment of the Council's forecast outturn. Tables within the report may not sum exactly due to rounding.

### 1.2 General Fund Revenue

Forecasting is risk-based, reflecting the diverse nature of the Council's activities and the wide range of issues impacting on the financial position. **Table 1A** shows the current forecast using best, medium and worst case scenarios and is based on the ledger position as at 30 September 2013 updated for known factors. **Appendix A** provides more detail and **Appendix B** explains the main variances.

<b>TABLE 1A: FORECAST OUTTURN VARIANCE AS AT 30.09.13</b>				
<b>OUTTURN 2012/13 £m<sup>1</sup></b>	<b>PORTFOLIO</b>	<b>(UNDER) / OVER SPEND</b>		
		<b>BEST £m</b>	<b>MEDIUM CASE £m</b>	<b>WORST £m</b>
0.620	Adults and Health	0.000	1.067	1.167
(2.345)	Children's Services	0.000	0.176	0.176
(0.258)	Commissioning and Voluntary Sector	(0.030)	(0.030)	0.000
0.232	Community Services	(0.200)	(0.200)	0.000
(0.280)	Energy and Sustainability	(0.100)	0.000	0.000
(0.032)	Jobs and Growth	0.000	0.000	0.020
(0.135)	Leisure and Culture	(0.228)	(0.208)	(0.156)
(0.021)	Planning and Transportation	(0.623)	(0.599)	0.012
(0.276)	Resources and Neighbourhood Regeneration	0.244	0.761	1.343
(0.701)	Strategic Regeneration and Community Safety	(0.300)	(0.100)	0.000
<b>(3.195)</b>	<b>TOTAL PORTFOLIOS</b>	<b>(1.238)</b>	<b>0.867</b>	<b>2.562</b>
(3.252)	Corporate budgets	(2.000)	(1.000)	0.000
<b>(6.446)</b>	<b>NET COUNCIL POSITION</b>	<b>(3.238)</b>	<b>(0.133)</b>	<b>2.562</b>
<b>Change – best to medium</b>		<b>3.105</b>		
<b>Change – medium to worst</b>				<b>2.695</b>

Notes 1: outturn before carry forwards & agreed contributions 2. Figures in brackets are underspends

### 1.3 General Reserves

These provide a financial safety net to cover above-budget costs during the year. **Table 1B** shows the potential impact of the current forecast outturn on general reserves; underspends increase reserves and overspends decrease them.

<b>TABLE 1B: POTENTIAL IMPACT ON GENERAL RESERVES</b>	
<b>ITEM</b>	<b>£m</b>
<b>Balance at 01.04.13</b>	<b>9.606</b>
Increase in Reserves to best case	3.238
<b>Estimated Reserves at 31.03.14 (best case)</b>	<b>12.844</b>
Increase in Reserves to medium case	0.133
<b>Estimated Reserves at 31.03.14 (medium case)</b>	<b>9.739</b>
Decrease in Reserves to worst case	(2.562)
<b>Estimated Reserves at 31.03.14 (worst case)</b>	<b>7.044</b>

The minimum level of opening reserves for 2013/14 was set at **£9.500m**. If general reserves fall below the minimum defined level, the shortfall has to be replenished when setting the budget for the following year. The recommended minimum level for next year will be advised by the Chief Finance Officer (CFO) based on the prevailing risk assessment of the financial position at that time.

Given the very challenging outlook for the medium term, officers are being advised to secure as many efficiency savings as possible in the current year and to likewise optimise income in order to support the Council's work in the future.

#### 1.4 **Corporate Contingency**

This enables emerging pressures and policy to be funded during the year. It is allocated under delegated authority by the CFO in consultation with the Deputy Leader using designated criteria. Services are required in the first instance to accommodate unforeseen expenditure and income shortfalls from within their cash limited budgets, only seeking allocations where this is impossible. Contingency is **£2.341m** in 2013/14; the CFO and Deputy Leader have approved the following allocations up to the date of despatch of this report:

- £45k Implementation of Pensions Auto Enrolment legislation;
- £60k Programme Manager - Adult Social Care Provision Big Ticket;
- £10k Support costs for Lord Lieutenant's Office;
- £20k Welfare Advice Sessions;
- £20k Freeman ceremony 8 July 2013;
- £50k Warm Homes Healthy People Project;
- £0.200m Digital Infrastructure Agenda – 2 year fixed term post and development funding;
- £3k Civic Reception for Carl Froch;
- £0.450m Preparation of bids to the European Regional Development Fund (ERDF) Challenge Fund;
- £32k Replacing the Committee on-line system;
- £62k Local Enterprise Partnership (LEP) Core Funding;
- £1k Host 5 runners from Karlsruhe in the Robin Hood Marathon;
- £0.115m Customer Access Programme;
- £62k Commercial Opportunities within Business Support;
- £14k One year subscription to Business in the Community;
- £8k Contribution towards the cost of a statue of Jimmy Sirrell and Jack Wheeler at Notts County football ground;
- £0.250m Feasibility study and Business Cases – Developing Nottingham;
- £0.115m contribution to hosting National Armed Forces Day on 29 June;
- £20k Development/delivery of a Women's Leadership & Development Network

This leaves a remaining balance of £0.804m, although there are several pending applications.

#### 1.4 **Progress on implementation of cost reductions, pressures, 'invest to saves' and income generation (also known as '*Strategic Choices*')**

##### Cost Reductions

**Table 2A** summarises by portfolio progress made on implementing savings of **£18.607m**. At this stage **£0.290m** (1.56%) is not expected to be achieved but options are being explored to contain this within departmental budgets.

<b>TABLE 2A: COST REDUCTIONS</b>						
<b>PORTFOLIO</b>	<b>2013/14 Total £m</b>	<b>Position at 30.09.13 £m</b>	<b>Not expected to be achieved</b>		<b>Anticipated year end position</b>	
			<b>£m</b>	<b>%</b>	<b>£m</b>	<b>%</b>
Adults and Health	<b>(5.223)</b>	(2.748)	0.290	5.55	(4.933)	94.45
Children's Services	<b>(4.168)</b>	(2.084)	0.000	0.00	(4.168)	100.00
Commissioning and Voluntary Sector	<b>(0.267)</b>	(0.134)	0.000	0.00	(0.267)	100.00
Community Services	<b>(0.268)</b>	(0.134)	0.000	0.00	(0.268)	100.00
Energy and Sustainability	<b>(0.577)</b>	(0.288)	0.000	0.00	(0.577)	100.00
Jobs and Growth	<b>(0.119)</b>	(0.060)	0.000	0.00	(0.119)	100.00
Leisure and Culture	<b>(0.779)</b>	(0.390)	0.000	0.00	(0.779)	100.00
Planning & Transportation	<b>(0.886)</b>	(0.443)	0.000	0.00	(0.886)	100.00
Resources & Neighbourhood Regen.	<b>(5.858)</b>	(3.013)	0.000	0.00	(5.858)	100.00
Strategic Regeneration and Community Safety	<b>(0.462)</b>	(0.231)	0.000	0.00	(0.462)	100.00
<b>TOTAL</b>	<b>(18.607)</b>	<b>(9.525)</b>	<b>0.290</b>	<b>1.56</b>	<b>(18.317)</b>	<b>98.44</b>

#### Invest to Save

**Table 2B** shows that all projects are expected to be achieved in 2013/14.

<b>TABLE 2B: INVEST TO SAVE</b>					
<b>PORTFOLIO</b>	<b>2013/14 TOTAL £m</b>	<b>Position @ 30.09.13 £m</b>	<b>Not expected to be achieved</b>		<b>Anticipated year end position</b>
			<b>£m</b>	<b>%</b>	<b>£m</b>
Leisure and Culture	<b>(0.025)</b>	(0.013)	0.000	0.00	(0.025)
Planning & Transportation	<b>0.022</b>	0.011	<b>0.000</b>	0.00	0.022
<b>TOTAL</b>	<b>(0.003)</b>	<b>(0.002)</b>	<b>0.000</b>	<b>0.00</b>	<b>(0.003)</b>

#### Income Generation

**Table 2C** shows that all proposals are expected to be achieved by 31 March 2014, delivering additional income of **£0.561m**.

<b>TABLE 2C: INCOME GENERATION</b>					
<b>PORTFOLIO</b>	<b>2013/14 Total £m</b>	<b>Position @ 30.09.13 £m</b>	<b>Not expected to be achieved</b>		<b>Anticipated year end position £m</b>
			<b>£m</b>	<b>%</b>	
Children's Services	<b>(0.040)</b>	(0.020)	0.000	0.00	(0.040)
Energy and Sustainability	<b>(0.050)</b>	(0.025)	0.000	0.00	(0.050)
Jobs and Growth	<b>(0.075)</b>	(0.038)	0.000	0.00	(0.075)
Leisure and Culture	<b>(0.205)</b>	(0.103)	0.000	0.00	(0.205)
Planning & Transportation	<b>(0.140)</b>	(0.063)	0.000	0.00	(0.140)
Resources & Neighbourhood Regen.	<b>(0.051)</b>	(0.026)	0.000	0.00	(0.051)
<b>TOTAL</b>	<b>(0.561)</b>	<b>(0.274)</b>	<b>0.000</b>	<b>0.00</b>	<b>(0.561)</b>

#### Pressures

**£4.294m** of pressures are included within the 2013/14 budget. **Table 2D** shows that all are expected to be used by 31 March 2014.

<b>TABLE 2D: PRESSURES</b>					
<b>PORTFOLIO</b>	<b>2013/14 Total £m</b>	<b>Position @ 30.09.13 £m</b>	<b>To be used</b>		<b>Anticipated year end position £m</b>
			<b>£m</b>	<b>%</b>	
Adults and Health	<b>1.806</b>	0.903	<b>0.903</b>	50.00	1.806
Children's Services	<b>1.407</b>	0.703	<b>0.704</b>	50.00	1.407
Planning & Transportation	<b>0.050</b>	0.025	<b>0.025</b>	50.00	0.050
Resources & Neighbourhood Regen.	<b>1.001</b>	0.501	<b>0.500</b>	50.00	1.001
Strategic Regeneration and Community Safety	<b>0.030</b>	0.000	<b>0.030</b>	100.00	0.030
<b>TOTAL</b>	<b>4.294</b>	<b>2.132</b>	<b>2.162</b>	<b>50.35</b>	<b>4.294</b>

### 1.5 Movement of Resources

Transfers of services between directorates and/or portfolios are reflected within the monitoring figures. Some transfers are before the change in Executive arrangements approved at Council on 20 May 2013 so refer to previous portfolios that were in force until then. These movements now require approval and are listed in **Appendix C**.

### 1.6 HRA Budget

The HRA budget was approved by the City Council in March 2013. It included a working balance of **£5.183m** brought forward at 31 March 2013 and a closing balance of **£4.000m** at 31 March 2014. The working balance provides a contingency for any unexpected cost increases or income reductions. Under HRA self-financing, the Council has taken on new risks as the HRA is now dependent on rental income to sustain future investment in the housing stock. This report changes the available working balance brought forward to **£5.028m**. Key issues are set out below.

#### **Working Balance Brought Forward - decrease of £0.155m**

The 2012/13 outturn was £5.028m, being £0.155m less than forecast. Details were set out in the outturn report considered by Executive Board in June 2013.

#### **Rents: reduction of £100k**

Lower collection is anticipated due to welfare reform changes.

#### **Public realm maintenance: increase of £58k**

Contractual increases relating to the street lighting charge for 2013/14.

#### **Housing Direct service: reduction of £61k**

Staff vacancy savings in the Housing Strategy and Regeneration.

#### **Bank Interest: increased income £130k**

Additional income from the increased balances held by the HRA; mainly the major repairs reserve.

#### **Reduction in debt charge: reduction £136k**

The average interest rate is lower than budgeted due to the HRA benefiting from decisions taken to take short-term borrowing at lower rates

**Table 3** shows the revised working balance at 31 March 2014.

<b>TABLE 3 HOUSING REVENUE ACCOUNT WORKING BALANCE</b>		
<b>DESCRIPTION</b>	<b>£m</b>	<b>£m</b>
Estimated balance at 31 March 2014		<b>4.000</b>
<b>Less</b>		
Reduced working balance b/f 2012/13	(0.155)	<b>3.845</b>
<b>Less</b>		
Rents	(0.100)	
Public realm maintenance	(0.058)	
<b>Plus</b>		
Housing direct service area savings	0.061	
Housing Repairs	0.045	
Increase income from PV sales	0.040	
Bank Interest	0.130	
Reduction in debt charges	0.136	0.254
<b>REVISED WORKING BALANCE 2013/14</b>		<b>4.099</b>

### 1.7 Capital Programme Update

The outturn report stated an updated overall capital programme for 2013/14 of **£209.615m**. Schemes have since been approved totalling **£18.547m**, identified variances include slippage of **(£54.879m)** and other variances total **(£4.302m)**.

**Table 4** shows the revised programme for each block, taking into account the additions and other variances the overall forecast for 2013/14 is **£168.981m**. Actual spend for quarter two is **£44.412m** which overall is 26.28% of the forecast outturn.

<b>TABLE 4: REVISED PROGRAMME AND ACTUAL SPEND FOR PERIOD 6</b>						
<b>BLOCK</b>	<b>OUTTURN @ 31/03/13 £m</b>	<b>NEW APPROVALS £m</b>	<b>SLIPPAGE ETC £m</b>	<b>OTHER £m</b>	<b>FORECAST OUTTURN £m</b>	<b>ACTUAL SPEND £m</b>
Public Sector Housing	78.052	1.273	(14.351)	(1.160)	63.814	21.327
Local Transport Plan	20.057	6.664	0.000	(2.408)	24.313	2.357
Education / BSF	25.709	(0.019)	0.308	(0.063)	25.935	10.505
All Other Services	85.797	10.629	(40.836)	(0.671)	54.919	10.223
<b>TOTAL</b>	<b>209.615</b>	<b>18.547</b>	<b>(54.879)</b>	<b>(4.302)</b>	<b>168.981</b>	<b>44.412</b>

#### New Approvals 2013/14

Scheme amendments and additions of **£18.547m** have been approved for inclusion in the 2013/14 programme and additions of **£2.957m** and **£1.718m** have been included for 2014/15 and 2015/16 respectively. **Table 4a** shows these up to Quarter 6.

<b>TABLE 4a: PROGRAMMES ADDITIONS TO PERIOD 6</b>				
<b>Programme Block</b>	<b>2013/14 £m</b>	<b>2014/15 £m</b>	<b>2015/16 £m</b>	<b>2016/17 £m</b>
Public Sector Housing	1.273	0.648	0.000	0.000
Local Transport Programme	6.664	0.000	0.000	0.000
Education / BSF	(0.019)	0.000	0.000	0.000
All Other Services	10.629	2.309	1.718	0.000
<b>TOTAL</b>	<b>18.547</b>	<b>2.957</b>	<b>1.718</b>	<b>0.000</b>

A complete list of additions to the Capital Programme is attached at **Appendix D** and details of significant approvals are listed below:

### **Public Sector Housing**

Additions of **£1.273m** have been included in the Capital Programme. This includes **£0.940m** to enable the Council to work with the East Midlands Housing Association to be a delivery partner in the national mortgage rescue scheme.

### **Local Transport Plan**

The Capital Programme has been amended to include **£6.664m** in 2013/14. This includes **£3.564m** for the Ring Road Major scheme. The total of this scheme is **£16.175m**; the addition of **£3.654m** represents the current years approved funding.

**£3.100m** is also included for the Green Bus Fund Round 4. This is to provide 15 electric buses to be used on work based link services, the overall cost of the project is **£3.8m**, funded by **£1.5m** from the green bus fund bid and **£1.6m** from the workplace parking levy. The remaining **£0.7m** is funded from approved provision already included in the capital programme.

### **Other Services**

Additions for other services include:

**£5.183m** has been included for an acquisition of land.

**£1.8m** for improvements to care homes. This scheme seeks to improve the Council's residential and day care facilities for adults with special care needs. This investment responds to the Adult Social Care Provision Commercialism Business Plan, which will transform service delivery in a commercial environment, with better citizen focus and ability to respond to challenges of new policies and the impact of personal budgets. The scheme is funded through grants and capital receipts from the sale of surplus sites identified in the business plan.

**£1.795m** was approved to upgrade the current out of support software.

**£1.615m** for the Forest Recreational Sports Zone. This project is to strengthen the Sports Zone by improving the formal sports offer and recreational activities at the site with an emphasis on improving local community and school usage, and the development of a robust sports club environment. The scheme is predominantly funded by grants and other contributions.

**£0.350m** for the meals at home kitchen pod based at Nottingham University Hospital campus. This scheme is funded through existing Capital Programme resources and will enable us to work with the hospital to deliver savings on meals at home.

The programme has also been amended to include the following:

### Slippage

Overall slippage (Including acceleration) is **(£54.879m)** due to the following:

Public Sector Housing Programme - **(£14.391m)** slippage identified in quarter 1 and 2 on a range of works to be carried out on public housing, including **(£2.278m)** for the major roofing repairs at Victoria Centre and **(£2.240m)** the Sneinton district heating scheme. The local housing programme has now been refreshed and re-profiled. Slippage on other services includes:

(£7.676m) slippage on the Harvey Haddon scheme due to design implications giving rise to a c10 week time lag. The scheme has now been re-profiled.

The disability facilities grant has slipped by (£2.611m), this scheme is currently being reviewed to ascertain likely spend in 2013/14.

NET lines 2/3 (£26.372m), predominantly due to initially more land acquisition programmed into 2013/14; it has been re-programmed and re-phased.

Slippage of (£2.876m) was identified on the Southglade Food Park due to contractual issues with the funding body and complications as a result of changes to state aid rules, so the Council has had to restructure the project.

#### Other Changes

Other changes to the programme include savings of (£1.941m) on a range of schemes. However, as these schemes were predominantly funded through borrowing, there is no additional surplus generated by these savings. Other adjustments include (£0.106m) for public sector Housing which is due to a refresh of the programme. A complete list of variances is shown in **Appendix E**.

**Table 5** shows the total combined Capital Programme to 2016/17, which includes both the General Fund and Public Sector Housing.

<b>TABLE 5: TOTAL CAPITAL PROGRAMME</b>					
<b>PORTFOLIO</b>	<b>2013/14 £m</b>	<b>2014/15 £m</b>	<b>2015/16 £m</b>	<b>2016/17 £m</b>	<b>TOTAL £m</b>
General Fund	105.167	158.754	33.941	21.974	319.836
Public Sector Housing	63.814	77.828	45.388	41.403	228.433
<b>TOTAL PROGRAMME</b>	<b>168.981</b>	<b>236.582</b>	<b>79.329</b>	<b>63.377</b>	<b>548.269</b>

**Table 6** shows the current overall position of the Public Sector Housing programme.

<b>TABLE 6 : PUBLIC SECTOR HOUSING - CAPITAL PROGRAMME AND RESOURCES</b>					
<b>PORTFOLIO</b>	<b>2013/14 £m</b>	<b>2014/15 £m</b>	<b>2015/16 £m</b>	<b>2016/17 £m</b>	<b>Total £m</b>
<b>Public Sector Programme</b>	<b>63.814</b>	<b>77.828</b>	<b>45.338</b>	<b>41.403</b>	<b>228.383</b>
<b>Resources Available</b>					
Resources b/fwd	33.344	0.000	0.000	0.000	33.344
Prudential Borrowing	1.220	0.000	0.000	0.000	1.220
Grants and Contribution	55.559	40.546	26.876	27.279	150.260
Internal Funds / Revenue	6.547	7.915	9.727	9.886	34.075
Capital Receipts secured	2.021	0.000	0.000	0.000	2.021
<b>SUB TOTAL</b>	<b>98.691</b>	<b>48.461</b>	<b>36.603</b>	<b>37.165</b>	<b>220.920</b>
Unsecured Capital Receipts	2.419	3.615	3.260	2.050	11.344
<b>TOTAL RESOURCES</b>	<b>101.110</b>	<b>52.076</b>	<b>39.863</b>	<b>39.215</b>	<b>232.264</b>
<b>(SURPLUS)/SHORTFALL</b>	<b>(37.296)</b>	<b>25.752</b>	<b>5.475</b>	<b>2.188</b>	<b>(3.881)</b>

The overall programme is balanced, with a total surplus of (£3.881m), but any arising surplus will be reinvested to deliver priorities outlined in the HRA business Plan.

The Public Sector Housing programme has been updated and refreshed. This report seeks approval for the revised programme at **Appendix F**. No additional resources are required by the refresh so there is no overall change to the programme.



**Table 7** shows the current overall position of the Programme.

<b>TABLE 7 : GENERAL FUND CAPITAL PROGRAMME AND RESOURCES</b>					
<b>PORTFOLIO</b>	<b>2013/14 £m</b>	<b>2014/15 £m</b>	<b>2015/16 £m</b>	<b>2016/17 £m</b>	<b>Total £m</b>
Local Transport Programme	24.313	10.266	6.745	0.000	41.324
Education / BSF	25.935	6.766	6.392	0.000	39.093
Other Services:	54.919	141.722	20.804	21.974	234.419
<b>TOTAL PROGRAMME</b>	<b>105.167</b>	<b>158.754</b>	<b>33.941</b>	<b>21.974</b>	<b>319.836</b>
<b>Resources Available</b>					
Resources b/fwd	29.279	0.000	0.000	0.000	29.279
Prudential Borrowing	41.259	133.017	16.630	13.021	203.927
Grants and Contribution	27.442	18.761	13.320	7.500	67.023
Internal Funds / Revenue	15.240	3.499	0.718	0.000	19.457
Capital Receipts secured	2.224	0.000	0.000	0.000	2.224
<b>TOTAL RESOURCES</b>	<b>115.444</b>	<b>155.277</b>	<b>30.668</b>	<b>20.521</b>	<b>321.910</b>
<b>(SURPLUS)/SHORTFALL excluding Capital Receipts</b>	<b>(10.277)</b>	<b>3.477</b>	<b>3.273</b>	<b>1.453</b>	<b>(2.074)</b>
Unsecured capital receipts	<b>5.866</b>	<b>3.477</b>	<b>3.273</b>	<b>1.735</b>	<b>14.351</b>
<b>(SURPLUS)/ SHORTFALL</b>	<b>(16.143)</b>	<b>0.000</b>	<b>0.000</b>	<b>(0.282)</b>	<b>(16.425)</b>

The overall funding surplus is predicted to be **(£16.425m)**. This includes a prudent view of unsecured capital receipts of **(£14.351m)**. However, some potential pressures and investments have been identified and will be considered as part of the wider Investment Strategy.

Whilst the realistic estimate of capital receipts up to 2016/17 is c **£14.351m**, the actual current market value of potential sites available for sale is **£28.080m**. This is the currently identified maximum potential value of capital receipts over the next four years to support the Capital Programme. However, due to Sports England issues with some of the surplus sites and current market conditions, we recognise that this is highly unlikely and unrealistic. The realistic view aims to take current issues and market conditions into consideration, and has been estimated in partnership with our professional Property colleagues. Furthermore, sales may slip beyond 2014/15, so it may be necessary to increase prudential borrowing to cover the gap until sales materialise, this in turn increases the council's risk.

We are currently, and will continue, to work in conjunction with the property section in order to monitor capital receipts closely, and monitor any likely fluctuations.

## **2 REASONS FOR RECOMMENDATIONS**

- 2.1 This report enables formal monitoring of the implementation of the 2013/14 budget and the impact of actual and planned management action. It also seeks approval for variations of budgets as required by Corporate Financial Procedures.

## **3 OTHER OPTIONS CONSIDERED IN MAKING RECOMMENDATIONS**

- 3.1 The Council is required to ensure that, at a corporate level, expenditure and income are kept within approved budget levels and this report sets out how this is being managed. Services are also required to deliver services on time, to standard and within budget. This is an ongoing process and colleagues and councillors are considering, and in the process of implementing, various actions to reduce net spending. This is reflected in the commentary in **Appendix B**.

#### **4 FINANCIAL IMPLICATIONS (INCLUDING VALUE FOR MONEY/VAT)**

- 4.1 Financial implications appear throughout the report.
- 4.2 The financial plans and budgets support delivery of the Council Plan. Monitoring the financial position in parallel with service plan activity helps to ensure the delivery of corporate priorities. The Council has developed a robust approach to providing value for money and efficiency savings to support the delivery of the Council Plan and the MTFs.

#### **5 RISK MANAGEMENT ISSUES (INCLUDING LEGAL IMPLICATIONS AND CRIME AND DISORDER ACT IMPLICATIONS)**

- 5.1 Continuous review and management of the budget and associated performance issues mitigate the risk of not achieving corporate priorities.

#### **6 SOCIAL VALUE CONSIDERATIONS**

- 6.1 None

#### **7 REGARD TO THE NHS CONSTITUTION**

- 7.1 Not applicable

#### **8 EQUALITY IMPACT ASSESSMENT (EIA)**

Has the equality impact been assessed?

- (a) not needed (report does not contain proposals for new or changing policies, services or functions, financial decisions or decisions about implementation of policies development outside the Council)
- (b) No
- (c) Yes – Equality Impact Assessment attached

#### **9 LIST OF BACKGROUND PAPERS OTHER THAN PUBLISHED WORKS OR THOSE DISCLOSING CONFIDENTIAL OR EXEMPT INFORMATION**

- 9.1 None.

#### **10 PUBLISHED DOCUMENTS REFERRED TO IN COMPILING THIS REPORT**

- 10.1 Medium Term Financial Plan 2013/14 - 2015/16 - Executive Board 19 February 2013.

#### **11 OTHER COLLEAGUES WHO HAVE PROVIDED INPUT**

Theresa Channell - Senior Finance Manager

☎ 0115 8763657 ✉ [theresa.channell@nottinghamcity.gov.uk](mailto:theresa.channell@nottinghamcity.gov.uk)

Tina Adams – Capital and Taxation Manager

☎ 0115 8763658 ✉ [tina.adams@nottinghamcity.gov.uk](mailto:tina.adams@nottinghamcity.gov.uk)

**BUDGET MONITORING 2013/14 - PERIOD 6 (SEP 2013) £m**

**APPENDIX A**

	POSITION TO 30 SEP 2013			Variance
	Updated Estimate	Profiled Estimate	Actual	
	£m	£m	£m	£m
<b>PORTFOLIO</b>				
Adults and Health	77.404	39.637	46.099	6.463
Children's Services	58.482	28.673	(5.264)	(33.937)
Commissioning and Voluntary Sector	18.788	9.651	9.323	(0.328)
Community Services	6.601	3.963	4.368	0.405
Energy and Sustainability	7.467	3.026	3.506	0.480
Jobs and Growth	2.861	1.707	3.837	2.129
Leisure and Culture	11.725	5.708	1.383	(4.326)
Planning and Transportation	14.834	7.817	(3.301)	(11.118)
Resources and Neighbourhood Regeneration	33.215	21.893	71.775	49.882
Strategic Regeneration and Community Safety	9.800	6.087	6.763	0.676
<b>Sub Total</b>	<b>241.178</b>	<b>128.162</b>	<b>138.488</b>	<b>10.327</b>

	YEAR END PROJECTION					
	Est'd Outturn (BEST CASE)	Est'd Outturn (MEDIUM)	Est'd Outturn (WORST CASE)	Variance (under) over to BEST CASE	Variance (under) over to MEDIUM	Variance (under) over to WORST CASE
	£m	£m	£m	£m	£m	£m
	77.404	78.471	78.571	0.000	1.067	1.167
	58.482	58.658	58.658	0.000	0.176	0.176
	18.758	18.758	18.788	(0.030)	(0.030)	0.000
	6.401	6.401	6.601	(0.200)	(0.200)	0.000
	7.367	7.467	7.467	(0.100)	0.000	0.000
	2.861	2.861	2.881	0.000	0.000	0.020
	11.496	11.516	11.568	(0.228)	(0.208)	(0.156)
	14.211	14.236	14.846	(0.623)	(0.599)	0.012
	33.459	33.977	34.559	0.244	0.761	1.343
	9.500	9.700	9.800	(0.300)	(0.100)	0.000
	<b>239.940</b>	<b>242.045</b>	<b>243.740</b>	<b>(1.238)</b>	<b>0.867</b>	<b>2.562</b>

	POSITION TO 30 SEP 2013				YEAR END PROJECTION					
	Updated Estimate	Profiled Estimate	Actual	Variance	Est'd Outturn (BEST CASE)	Est'd Outturn (MEDIUM)	Est'd Outturn (WORST CASE)	Variance (under) over to BEST CASE	Variance (under) over to MEDIUM	Variance (under) over to WORST CASE
	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m
<b>CORPORATE ITEMS</b>										
Cross-Cutting Savings	(1.838)	0.000	0.019	0.019	(1.838)	(1.838)	(1.838)	0.000	0.000	0.000
General Contingency	1.456	0.000	0.000	0.000	1.456	1.456	1.456	0.000	0.000	0.000
Nottm. Express Transit	(25.803)	(13.182)	(29.925)	(16.743)	(25.803)	(25.803)	(25.803)	0.000	0.000	0.000
Levies: Flood Defence	0.090	0.045	0.034	(0.011)	0.090	0.090	0.090	0.000	0.000	0.000
Workforce Issues	4.444	0.000	0.613	0.613	4.444	4.444	4.444	0.000	0.000	0.000
Repayment of Reserves	12.610	0.000	0.000	0.000	12.610	12.610	12.610	0.000	0.000	0.000
Economic Development	1.000	0.000	0.000	0.000	1.000	1.000	1.000	0.000	0.000	0.000
Social Fund	0.000	(2.084)	(2.084)	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Community Right to Bid	0.000	0.000	(0.016)	(0.016)	0.000	0.000	0.000	0.000	0.000	0.000
LGRR adjustment (NHB)	(0.715)	0.000	0.000	0.000	(0.715)	(0.715)	(0.715)	0.000	0.000	0.000
100% Retained Bus. Rates	0.250	0.000	0.000	0.000	0.250	0.250	0.250	0.000	0.000	0.000
NCT Dividend	(0.500)	0.000	0.500	0.500	(0.500)	(0.500)	(0.500)	0.000	0.000	0.000
Ice Centre	0.280	0.000	0.028	0.028	0.280	0.280	0.280	0.000	0.000	0.000
New Homes Bonus	(3.187)	(1.594)	(1.943)	(0.350)	(3.187)	(3.187)	(3.187)	0.000	0.000	0.000
C/Tax Transition Grant	(0.662)	0.000	0.000	0.000	(0.662)	(0.662)	(0.662)	0.000	0.000	0.000
IT Development Fund	4.265	0.000	0.000	0.000	4.265	4.265	4.265	0.000	0.000	0.000
Treasury Management	50.209	25.104	6.772	(18.332)	48.209	49.209	50.209	(2.000)	(1.000)	0.000

POSITION TO 30 SEP 2013				
	Updated Estimate	Profiled Estimate	Actual	Variance
	£m	£m	£m	£m
<b>CORPORATE ITEMS contd</b>				
Housing Benefit Payments	0.675	0.338	0.000	(0.338)
Planned Maintenance	3.803	1.902	0.946	(0.956)
Enviroenergy	(0.700)	(0.250)	0.160	0.410
<b>Sub Total</b>	<b>45.677</b>	<b>10.280</b>	<b>(24.897)</b>	<b>(35.177)</b>

<b>General Fund Total</b>	<b>286.855</b>	<b>138.442</b>	<b>113.592</b>	<b>(24.850)</b>
---------------------------	----------------	----------------	----------------	-----------------

YEAR END PROJECTION						
	Est'd Outturn (BEST CASE)	Est'd Outturn (MEDIUM)	Est'd Outturn (WORST CASE)	Variance (under) over to BEST CASE	Variance (under) over to MEDIUM	Variance (under) over to WORST CASE
	£m	£m	£m	£m	£m	£m
	0.675	0.675	0.675	0.000	0.000	0.000
	3.803	3.803	3.803	0.000	0.000	0.000
	(0.700)	(0.700)	(0.700)	0.000	0.000	0.000
<b>Sub Total</b>	<b>43.677</b>	<b>44.677</b>	<b>45.677</b>	<b>(2.000)</b>	<b>(1.000)</b>	<b>0.000</b>

<b>General Fund Total</b>	<b>283.618</b>	<b>286.723</b>	<b>289.418</b>	<b>(3.238)</b>	<b>(0.133)</b>	<b>2.562</b>
---------------------------	----------------	----------------	----------------	----------------	----------------	--------------

**Variances +/- £50k by Portfolio (medium case) and relevant management actions**

**Adults and Health – overall variance £1.067m ADVERSE**

The overspend is due to the following reasons:

1. **£0.290m** shortfall on achieving the Big Ticket savings in 2013/14. The Big Ticket project team is currently reviewing options for in-year mitigation.
2. An increase in demographic growth totalling £1.184m for a part year effect in 2013/14; £0.915m has been contained within budget leaving a shortfall of **£0.269m**. This demand pressure been incorporated into the 2014/15 budget process.
3. Contractual price increases (**£0.508m**) over and above the level of inflation allocated to this budget. This inflationary pressure can be constrained within the budget provision in 2014/15.

**Children's Services – overall variance £0.176m ADVERSE**

**Children in Care (CiC) +£0.176m**

The overspend is due to the increase in CiC costs; the number of CiC has increased by 31 (5.60%) to 586 from the estimated budget position of 555. This has led to increased costs of £0.527m, of which £0.351m has been contained within departmental budgets.

**Community Services – overall variance £0.200m FAVOURABLE**

**City Services -£0.200m**

Additional income from Street Scene and Waste, as a result of increased commercial activity.

**Leisure and Culture – overall variance £0.208m FAVOURABLE**

**Royal Centre -£0.208m**

Stronger than budgeted ticket sales (**£0.208m**) are expected for the Concert Hall programme of shows.

**Planning and Transportation – overall variance £0.599m FAVOURABLE**

**Traffic Safety and Development -£92k**

Additional income from externally funded capital schemes.

## **Commercial and Transport Services -£0.300m**

Increased commercial activity within Car Parking, Passenger Transport and Commercial Waste.

## **Highways -£0.200m**

Increased profit generated by the trading service from increased turnover.

## **Resources and Neighbourhood Regeneration – overall variance £0.761m ADVERSE**

### **Property – Support Services +£0.684m**

Slippage in the programme of closing Denewood and Gatehouse, The buildings are now fully vacated, allowing the sales to be progressed.

Following the closure of Gatehouse and Denewood, the buildings identified for rationalisation as part of the Work Place Strategy have been actioned. A new set of buildings for closure / internal lettings is now being considered including Houndsgate and Woolsthorpe Depot which will provide further savings or revenue income.

In addition, Facilities Management is revisiting the cleaning, catering and security contracts as part of the Unlocking Loxley programme. Also, Estates are revisiting the grounds maintenance contract for the Property Trading Account; with a view to making further savings.

### **Property Trading Account +£0.123m**

The contribution from Bridge Estate is anticipated to be £0.159m less than budgeted due to slippage in the programme of re-investment. This assumes that the current year's principal repayment on the loan for Listergate will be met from Bridge capital receipts.

In addition, an overspend of £76k is projected for Lenton Business Centre due to slippage in the implementation of management outsourcing. A projected increase in net income of £0.112m within Chamber Estate partly offsets the above pressure. Work is continuing with regard to the future management of the Lenton Business Centre which is required before outsourcing can be progressed.

In addition, Estates are working towards increasing rental income further through rent reviews and letting more properties.

### **IT -£80k**

Projected under spend on staffing, supplies and services budgets partly offset by reduced income generated from external work.

### **Elections +£56k**

Additional unforeseen and unbudgeted By Elections.

**Strategic Regeneration and Community Safety – overall variance  
£0.100m FAVOURABLE**

**Operation Support -£50k**

Vacancies in this area as a result of police recruitment activity. A number of the Council's Community Support Officers, having received appropriate training within the City Council, have progressed via that recruitment into the police force.

**Licensing, Permits and Regulation -£50k**

Vacancies and income from licensing and permits.

**Corporate Budgets – overall variance £1.000m FAVOURABLE**

**Treasury Management**

The Council has benefited from average interest rate being lower than budgeted due to decisions being made to take short-term borrowing at lower rates



**VIREMENT 2013-14 REQUIRING BOARD APPROVAL**

**APPENDIX C**

Details	Amount £m	Department		Portfolio	
		From	To	From	To
<b>Transfers prior to changes in Portfolio arrangements</b>					
Realignment within Commercial and Transport Services	0.106	within Communities		Planning and Transportation (PLT)	Area Working, Cleansing and Community Safety (AWC&CC)
Business Support Review	0.018	Development Communities	Resources	Housing, Adults and Community Sector (HAC)	Economic Development, Resources and Regeneration (EDRR)
	0.010		Resources	AWC&CC	
Economic Development realignment	0.001	within Development		Childrens Services (CHS)	EDRR
	0.366			Jobs, Skills and Business (JSB)	
Streetscene realignment	0.139	within Communities		AWC&CC	Leisure, Culture and Tourism (LCT)
Realignment between Environmental Health, Service Standards and Support Services	0.029	within Communities		LCT	AWC&CC

Details	Amount £m	Department		Portfolio	
		From	To	From	To
Strategic Choice realignment	0.240	within Resources		Health, Commissioning and Human Resources (HCH)	EDRR
Realignment between Quality and Commissioning and Strategic Finance	0.015	Resources	Children and Families	EDRR	HCH
	0.277	within Resources		EDRR	HCH
Housing Solutions	0.768	Development	Children and Families		within HAC
<b>Transfers after changes in Portfolio arrangements</b>					
Budget Realignment - Waste Disposal	1.366	within Communities		Energy and Sustainability (ESU)	Community Services (CYS)
Community Centres Realignment	0.188	Communities	Children and Families	Adults and Health (ADH)	Commissioning and Voluntary Sector (CVS)
	0.118	Children and Families	Resources	CHS	Resources and Neighbourhood Regeneration (RNR)
Business Support Review	0.199	Communities	Resources	Leisure and Culture (LCT)	
	0.025	Resources	Children and Families	RNR	CHS

Details	Amount £m	Department		Portfolio	
		From	To	From	To
Deputyship Team	0.046	Resources	Children and Families	RNR	ADH
Post transfer within Children and Families	0.131	within Children and Families		CHS	CVS
Strategic Choice realignment	0.004	within Communities		Jobs and Growth (JGR)	RNR
	0.006			LCT	
	0.017			Planning and Transportation (PLT)	
Realignment between City Services and Commercial and Transport Services	0.044	within Communities		Community Services (CYS)	PLT
Crime and Drugs Partnership realignment	0.149	within Communities		Strategic Regeneration and Community Safety (SRCS)	LCT
Economic Development realignment	0.022	within Development		CHS	JGR
	0.633			RNR	JGR
Physical and Sensory Impairment Contracts adjustment	0.024	within Children and Families		ADH	CVS
Housing Related Support realignment	1.007	within Children and Families		CVS	ADH
Realignment of Youth Grants	0.338	within Children and Families		CHS	CVS
Welfare Rights Officer post	0.020	Children and Families	Resources	CVS	RNR
Commercial and Domestic Waste Collection realignment	1.323	within Communities		CVS	PLT
<b>Total</b>	<b>7.631</b>				

**APPENDIX D**

<b>ADDITIONS</b>					
<b>Block</b>	<b>2013/14 £m</b>	<b>2014/15 £m</b>	<b>2015/16 £m</b>	<b>2016/17 £m</b>	<b>Total £m</b>
<b>Public Sector Housing</b>					
Mortgage Rescue Scheme	0.940	0.000	0.000	0.000	0.940
Lenton New Build	<b>0.333</b>	<b>0.648</b>	<b>0.000</b>	<b>0.000</b>	<b>0.981</b>
<b>TOTAL - Public Sector Housing</b>	<b>1.273</b>	<b>0.000</b>	<b>0.000</b>	<b>0.000</b>	<b>1.921</b>
<b>Local Transport Programme</b>					
Ring Road Major	3.564	0.000	0.000	0.000	<b>3.564</b>
Green Bus Fund Round 4	3.100	0.000	0.000	0.000	<b>3.100</b>
<b>TOTAL - Transport</b>	<b>6.664</b>	<b>0.000</b>	<b>0.000</b>	<b>0.000</b>	<b>6.664</b>
<b>Children's Services - Schools / BSF</b>					
Seely Infants - Asbestos Removal (omission)	0.050	0.000	0.000	0.000	<b>0.050</b>
Crabtree Farm - Accessibility (omission)	0.100	0.000	0.000	0.000	<b>0.100</b>
Lenton Primary Reorganisation	0.420	0.000	0.000	0.000	<b>0.420</b>
Health and Safety Condition Contingency	(0.315)	0.000	0.000	0.000	<b>(0.315)</b>
Mellers Primary - Playground Improvements	(0.021)	0.000	0.000	0.000	<b>(0.021)</b>
Huntingdon Primary - Windows	(0.034)	0.000	0.000	0.000	<b>(0.034)</b>
Cantrell Foundation Unit Extension	(0.045)	0.000	0.000	0.000	<b>(0.045)</b>
Block Allocation - Basic Grant Unallocated	(1.500)	0.000	0.000	0.000	<b>(1.500)</b>
Riverside Primary - Expansion	1.500	0.000	0.000	0.000	<b>1.500</b>
Bulwell St Mary's - Replace Mobile	(0.565)	0.000	0.000	0.000	<b>(0.565)</b>
Rufford Primary - Expansion	0.565	0.000	0.000	0.000	<b>0.565</b>
Haydn Primary Roof	(0.031)	0.000	0.000	0.000	<b>(0.031)</b>
Top Valley Secondary Roof	(0.021)	0.000	0.000	0.000	<b>(0.021)</b>
William Booth Primary School	(0.024)	0.000	0.000	0.000	<b>(0.024)</b>
Heathfield Primary Reorganisation	0.005	0.000	0.000	0.000	<b>0.005</b>
Health and Safety Condition Contingency	0.076	0.000	0.000	0.000	<b>0.076</b>
Ambleside Primary Reorganisation	0.030	0.000	0.000	0.000	<b>0.030</b>
Contingency for Residual balances payable	(0.059)	0.000	0.000	0.000	<b>(0.059)</b>
Hempshill Hall Primary - Bulwell Reorganisation	(0.090)	0.000	0.000	0.000	<b>(0.090)</b>
Welbeck Primary - additional classroom	0.090	0.000	0.000	0.000	<b>0.090</b>
Feasibility Studies, Advance Design etc	(0.010)	0.000	0.000	0.000	<b>(0.010)</b>
Hempshill Hall Primary - Bulwell Reorganisation	(0.030)	0.000	0.000	0.000	<b>(0.030)</b>
Riverside Primary - Expansion	0.030	0.000	0.000	0.000	<b>0.030</b>
Seely Primary - Early Design Works	0.010	0.000	0.000	0.000	<b>0.010</b>
Bentinck Primary - Heating	0.020	0.000	0.000	0.000	<b>0.020</b>

<b>Block</b>	<b>2013/14 £m</b>	<b>2014/15 £m</b>	<b>2015/16 £m</b>	<b>2016/17 £m</b>	<b>Total £m</b>
Contingency Fund - Miscellaneous Works	(0.020)	0.000	0.000	0.000	<b>(0.020)</b>
Walter Halls Primary - Replace of Year 5/6 Block	(0.275)	0.000	0.000	0.000	<b>(0.275)</b>
Contingency Fund - Miscellaneous Works	0.275	0.000	0.000	0.000	<b>0.275</b>
Contingency Fund - Miscellaneous Works	(0.100)	0.000	0.000	0.000	<b>(0.100)</b>
Contingency Fund - Miscellaneous Works	(0.050)	0.000	0.000	0.000	<b>(0.050)</b>
<b>TOTAL-Children's Services - Schools / BSF</b>	<b>(0.019)</b>	<b>0.000</b>	<b>0.000</b>	<b>0.000</b>	<b>(0.019)</b>
<b>Other Services</b>					
Housing, Adults and Community Sector					
Oakdene - Fire Prevention Works	0.100	0.000	0.000	0.000	<b>0.100</b>
Welland Court	(0.100)	0.000	0.000	0.000	<b>(0.100)</b>
Block Fund - Adult Social Care (Department of Health (DoH) Grant) 13/14	0.433	0.000	0.000	0.000	<b>0.433</b>
Block Fund - Adult Social Care (DoH Grant) 14/15	0.000	0.450	0.000	0.000	<b>0.450</b>
Integrated Community Equipment Services	0.400	0.400	0.000	0.000	<b>0.800</b>
Martin Jackaman - Branding / Roof / Signage	0.371	0.000	0.000	0.000	<b>0.371</b>
The Oaks - Refurbishment / Branding / Signing	0.200	0.000	0.000	0.000	<b>0.200</b>
Cherry Trees - Branding / Additional Beds / Signage	0.050	0.000	0.000	0.000	<b>0.050</b>
Martin Jackmaan - Pool / Interior Design etc	0.209	0.000	0.000	0.000	<b>0.209</b>
Long Meadow - Externals / Internals / Branding	0.040	0.120	0.000	0.000	<b>0.160</b>
Summerwood - Minor Work / Branding	0.040	0.000	0.000	0.000	<b>0.040</b>
Albany - Branding	0.010	0.000	0.000	0.000	<b>0.010</b>
Estate Improvements - Interior Design	0.010	0.000	0.000	0.000	<b>0.010</b>
Laura Chambers - Entrance / Branding / Beds	0.000	0.060	0.000	0.000	<b>0.060</b>
Oakdene Closure and Security	0.000	0.010	0.000	0.000	<b>0.010</b>
Willow Close - Closure and Security	0.000	0.010	0.000	0.000	<b>0.010</b>
Laura Chambers - New Wing	0.000	0.000	0.800	0.000	<b>0.800</b>
Willows - Develop / Mothball / Dispose	0.000	0.000	0.200	0.000	<b>0.200</b>
Block Fund - Adult Social Care (DoH Grant) 12/13	(0.800)	0.000	0.000	0.000	<b>(0.800)</b>
Meals at Home - Kitchen Pod at Nottingham University Hospitals	0.350	0.000	0.000	0.000	<b>0.350</b>

<b>Block</b>	<b>2013/14 £m</b>	<b>2014/15 £m</b>	<b>2015/16 £m</b>	<b>2016/17 £m</b>	<b>Total £m</b>
Leisure, Culture and Tourism					<b>0.000</b>
Herdley Villas Playground Improvements	0.005	0.000	0.000	0.000	<b>0.005</b>
Mickleborough Drive Railway Cutting	0.010	0.000	0.000	0.000	<b>0.010</b>
Astley Drive Playground Imps	0.011	0.000	0.000	0.000	<b>0.011</b>
Forest Recreation ground - Sports Zone	1.250	0.365	0.000	0.000	<b>1.615</b>
Broxtowe Country Park - BMX / Pump Track	0.072	0.000	0.000	0.000	<b>0.072</b>
Arboretum Café	0.029	0.000	0.000	0.000	<b>0.029</b>
Hucknall Walkway Improvements	0.005	0.000	0.000	0.000	<b>0.005</b>
Bulwell Forest Play Area	0.035	0.000	0.000	0.000	<b>0.035</b>
Right Track CC - New Play Area	0.042	0.000	0.000	0.000	<b>0.042</b>
Lincoln St / Japonica Drive - Remove Playgrounds	0.005	0.000	0.000	0.000	<b>0.005</b>
Stockhill Park - New Playground	0.031	0.000	0.000	0.000	<b>0.031</b>
Stockhill Lane Park - Pavilion Improvements	0.010	0.000	0.000	0.000	<b>0.010</b>
Sandy Banks Playground Improvements	0.010	0.000	0.000	0.000	<b>0.010</b>
Sunrise Nature Reserve Improvements	0.010	0.000	0.000	0.000	<b>0.010</b>
Bestwood Lodge Drive Improvements	0.003	0.000	0.000	0.000	<b>0.003</b>
Churchfields Plantation Improvements	0.010	0.000	0.000	0.000	<b>0.010</b>
Economic Development, Resources and Customer Care					
Depot Accommodation - Fleet Services	0.270	0.000	0.000	0.000	<b>0.270</b>
Acquisition of land	5.183	0.000	0.000	0.000	<b>5.183</b>
IT - E-mail upgrade	0.450	0.000	0.000	0.000	<b>0.450</b>
IT - Microsoft Upgrade	1.795	0.894	0.718	0.000	<b>3.407</b>
187/195 Wollaton St / 118-128 Derby Rd - Roof	0.080	0.000	0.000	0.000	<b>0.080</b>
<b>TOTAL - Other Services</b>	<b>10.629</b>	<b>2.309</b>	<b>1.718</b>	<b>0.000</b>	<b>14.656</b>
<b>TOTAL ADDITIONS</b>	<b>18.547</b>	<b>2.957</b>	<b>1.718</b>	<b>0.000</b>	<b>23.222</b>

**APPENDIX E****OTHER VARIANCES**

<b>Slippage</b>		
	<b>£m</b>	<b>Comments</b>
<b>Public Sector Housing</b>		
Slippage	(14.391)	
Re-allocations / Slippage	(1.240)	
<b>Total - Public Sector Housing</b>	<b>(15.631)</b>	
Disabled Facilities Grants	(2.611)	Review of likely spend in 2013/14
Stonebridge	(0.315)	Reviewed on monitoring
Improvements to Community Buildings	(0.202)	Reviewed on monitoring
<b>Leisure, Culture and Tourism</b>		
Harvey Hadden Pool	(7.676)	Contractual issues with funding body causes delay scheme now re-phased.
<b>Planning and Transportation</b>		
NET Lines 2/3 re-programmed	(26.372)	Land acquisitions put into 2013/14 have now been re-phased.
<b>Economic Development, Resources and Customer Care</b>		
St Ann's Joint Services Centre	(0.774)	Project re-phased to include Lifecycle costs.
Broad Marsh Tenants Compensation	(0.010)	Minor re-phasing
Southglade Food Park - Phase 2	(2.876)	Scheme re-phased
<b>Total - Other Services</b>	<b>(40.836)</b>	
<b>TOTAL SLIPPAGE</b>	<b>(56.467)</b>	

<b>Acceleration</b>		
	<b>£m</b>	<b>Comments</b>
<b>Public Sector Housing</b>		
Modern Living	0.830	Programme refresh at Qtr 2
Warmth for Nottingham	0.250	Programme refresh at Qtr 2
Paving etc	0.200	Programme refresh at Qtr 2
<b>Total - Public Sector Housing</b>	<b>1.280</b>	
<b>Education / Schools</b>		
BSF Lifecycle Costs	0.308	Hadden Park moving to academy status
<b>Total - Education / Schools</b>	<b>0.308</b>	
<b>TOTAL ACCELERATION</b>	<b>1.588</b>	

<b>Savings</b>		
<b>Programme / Scheme</b>	<b>£m</b>	<b>Comments</b>
<b>Public Sector Housing</b>		
Cranwell / Meadow - Cladding	(1.265)	
City Wide Environmental	(0.001)	
<b>Total - Public Sector Housing</b>	<b>(0.001)</b>	
<b>All Other Services</b>		
<b>Housing, Adults &amp; Community Sector</b>		

Equity Loan Scheme	(0.595)	Funds released to Derby City
<b>Leisure, Culture and Tourism</b>		
<b>Programme / Scheme</b>	<b>£m</b>	<b>Comments</b>
Minor savings on Playground Improvements	(0.014)	Various schemes
<b>Energy and Sustainability</b>		
Photo Voltaic Solar Panels on Council buildings	(0.086)	Minor savings
<b>Economic Development, Resources and Customer Care</b>		
IT Systems design work	(1.332)	
<b>Total - Other Services</b>	<b>(2.027)</b>	
<b>TOTAL SAVINGS</b>	<b>(2.028)</b>	

<b>Other Adjustments</b>		
<b>Programme / Schemes</b>	<b>£m</b>	<b>Comments</b>
<b>Public Sector Housing</b>		
Quarter 2 Refresh of Programme	(0.106)	Refresh of programme at Qtr 2
<b>Total - Public Sector Housing</b>	<b>(0.106)</b>	-
<b>Local Transport Programme (LTP)</b>		
Area Capital Fund	(1.250)	Transfer Funds to Other Services - Area Capital Fund
Contribution to Economic Growth	(1.200)	Transfer of funds to cover Economic Growth schemes - 3 years contribution to be made 13/14
Minor adjustment re funding b/fwd	0.042	Minor increases due to adjustments in funding available
<b>Total - Local Transport Programme</b>	<b>(2.408)</b>	
<b>Education / Schools</b>		
Top Valley Secondary - Health and Safety	(0.063)	Revision of cost - correction of outturn errors
<b>Total - Education / Schools</b>	<b>(0.063)</b>	
<b>Other Services</b>		
<b>Children's Services</b>		
<b>Programme / Schemes</b>	<b>£m</b>	<b>Comments</b>
Foster Carers Car Loans	0.012	Addition - repayable loans
<b>Area Working, Cleansing and Community Safety</b>		
Area Capital Fund	1.250	Transfer of Funds from LTP
<b>Energy and Sustainability</b>		
REFIT Phase 1	0.094	Increases covered by Energy Fund contributions / Royal Centre revenue
<b>Total - Other Services</b>	<b>1.356</b>	
<b>TOTAL OTHER ADJUSTMENTS</b>	<b>(1.221)</b>	



**Revised Public Sector Housing Programme**

<b>Business Unit and Scheme</b>	<b>2013/14 £m</b>	<b>2014/15 £m</b>	<b>2015/16 £m</b>	<b>2016/17 £m</b>	<b>Total</b>
<b>PUBLIC SECTOR HOUSING PROGRAMME</b>					
<b>Legislative and Safety Works</b>					
City Wide CCTV / Door Entry Improvements	0.230	0.000	0.000	0.000	<b>0.230</b>
Fire Alarm Installations	0.180	0.000	0.000	0.000	<b>0.180</b>
Replacement Care Alarms	0.015	0.015	0.015	0.015	<b>0.060</b>
Pavements and Lighting on Estates	0.050	0.050	0.050	0.050	<b>0.200</b>
Asbestos Works	1.300	1.690	1.100	1.100	<b>5.190</b>
Smoke Alarms	0.323	0.000	0.000	0.000	<b>0.323</b>
Smoke Alarms – Direct Labour Organisation	0.315	0.000	0.000	0.000	<b>0.315</b>
TV Aerials	0.018	0.000	0.000	0.000	<b>0.018</b>
Lift Replacement Programme	0.082	0.000	0.000	0.000	<b>0.082</b>
Lift Replacement Programme - Future Phases	0.453	1.917	1.200	1.200	<b>4.770</b>
Paving Works (Area Committee Schemes)	0.443	0.360	0.360	0.360	<b>1.523</b>
High Rise Mobile Scooter Pavilions	0.100	0.900	0.250	0.250	<b>1.500</b>
Radon Awareness	0.010	0.185	0.185	0.185	<b>0.565</b>
Periodic and Subsequent Work	0.500	1.500	1.000	1.000	<b>4.000</b>
Water Hygiene- Pump Upgrades	0.080	0.080	0.080	0.080	<b>0.320</b>
High Rise Sprinkler Systems	0.250	0.500	0.500	0.000	<b>1.250</b>
Victoria Centre - Fire Equipment	0.250	0.000	0.000	0.000	<b>0.250</b>
Window restrictor programme	0.090	0.090	0.000	0.000	<b>0.180</b>
	<b>4.689</b>	<b>7.287</b>	<b>4.740</b>	<b>4.240</b>	<b>20.956</b>
<b>Decent Homes - Safe and Warm</b>					
Nottingham Secure	4.250	2.730	0.000	0.000	<b>6.980</b>
Modern Living	18.150	8.320	0.000	0.000	<b>26.470</b>
Warmth for Nottingham	1.200	1.450	0.000	0.000	<b>2.650</b>
Warmth for Nottingham - DLO	1.500	1.500	0.000	0.000	<b>3.000</b>
Roof and Chimney Replacement	0.000	3.204	0.000	0.000	<b>3.204</b>

<b>Business Unit and Scheme</b>	<b>2013/14 £m</b>	<b>2014/15 £m</b>	<b>2015/16 £m</b>	<b>2016/17 £m</b>	<b>Total</b>
Externals (Properties)	0.000	5.890	0.000	0.000	<b>5.890</b>
Structural Surveys	0.350	0.100	0.100	0.100	<b>0.650</b>
Decent Homes Management Fee	1.907	1.907	0.000	0.000	<b>3.814</b>
Sneinton District Heating	1.000	2.000	0.000	0.000	<b>3.000</b>
Woodthorpe and Winchester Central Heating Programme	0.000	1.000	0.000	0.000	<b>1.000</b>
-	<b>28.357</b>	<b>28.101</b>	<b>0.100</b>	<b>0.100</b>	<b>56.658</b>
<b>Maintaining Decency</b>					
Maintaining Decency	0.000	0.000	15.390	13.557	<b>28.947</b>
-	<b>0.000</b>	<b>0.000</b>	<b>15.390</b>	<b>13.557</b>	<b>28.947</b>
<b>Decommissioning / Demolition and Regeneration</b>					
Acquisitions	0.000	0.250	0.000	0.000	<b>0.250</b>
Demolitions	0.200	1.990	1.047	0.000	<b>3.237</b>
Decommissioning Programme					
Re-housing Costs	0.000	2.060	0.000	0.000	<b>2.060</b>
Leaseholder Costs	1.353	1.120	0.000	0.000	<b>2.473</b>
Security and Council Tax Costs	0.000	0.269	0.400	0.200	<b>0.869</b>
Radford High Rise					
Re-housing Costs - Clifford	0.188	0.000	0.000	0.000	<b>0.188</b>
Re-housing Costs - Highurst	0.218	0.000	0.000	0.000	<b>0.218</b>
Demolition Costs - Highhurst	0.317	0.000	0.000	0.000	<b>0.317</b>
Demolition Costs - Clifford	0.668	0.000	0.000	0.000	<b>0.668</b>
Radford New Build (52 Units)	1.800	3.837	0.000	0.000	<b>5.637</b>
Meadows Cross Wall					
Re-housing Costs / Leaseholders Costs - Ph1	0.105	0.000	0.000	0.000	<b>0.105</b>
Re-housing Costs / Leaseholders Costs - Ph2	0.098				<b>0.098</b>
Demolition Costs	0.039	0.000	0.000	0.000	<b>0.039</b>
Lenton High Rise					
Re-housing Costs - Digby Court	0.505	0.000	0.000	0.000	<b>0.505</b>
Re-housing Costs - Lenton Court	0.316	0.000	0.000	0.000	<b>0.316</b>
Re-housing Costs - Willoughby Court	0.400	0.229	0.000	0.000	<b>0.629</b>
Re-housing Costs - Abbey Court	0.718	0.000	0.000	0.000	<b>0.718</b>
Re-housing Costs - Newgate Court	0.316	0.358	0.000	0.000	<b>0.674</b>
Demolition Costs - Lenton Court	0.403	0.000	0.000	0.000	<b>0.403</b>
Demolition Costs - Digby Court	0.870	0.000	0.000	0.000	<b>0.870</b>
Demolition Costs - Lenton Block (Newgate?)	0.435	0.000	0.000	0.000	<b>0.435</b>
New Build - Sheltered (54 Units)	1.552	3.848	0.000	0.000	<b>5.400</b>

<b>Business Unit and Scheme</b>	<b>2013/14 £m</b>	<b>2014/15 £m</b>	<b>2015/16 £m</b>	<b>2016/17 £m</b>	<b>Total</b>
New Build - Flats (10 Units)	0.000	0.000	0.000	0.750	<b>0.750</b>
New Build - Bungalows (16 Units)	0.000	1.520	0.000	0.000	<b>1.520</b>
New Build - Houses (62 Units)	0.000	0.792	3.410	2.618	<b>6.820</b>
Infrastructure Cost	0.000	0.250	0.250	0.000	<b>0.500</b>
Section 106 Contribution	0.000	0.250	0.250	0.250	<b>0.750</b>
Locksley House St Anns					
Re-housing Costs - The Chase / Locksley	0.108	0.000	0.000	0.000	<b>0.108</b>
Re-housing Costs - The Chase / Locksley	0.057	0.000	0.000	0.000	<b>0.057</b>
Demolition Costs - The Chase / Locksley	0.198	0.000	0.000	0.000	<b>0.198</b>
Robin Hood Chase					
Robin Hood New Build (13 Units)	0.000	0.000	1.430	0.000	<b>1.430</b>
Cranwell Cross Wall					
Demolition - Cranwell Road	0.064	0.000	0.000	0.000	<b>0.064</b>
Cranwell New Build (66 Units)	0.000	3.000	3.300	0.000	<b>6.300</b>
Cranwell Road Rehousing costs	0.402	0.134	0.000	0.000	<b>0.536</b>
Meadows Q Blocks					
Re-housing Costs - Meadows Q Blocks	0.331	0.862	0.134	0.000	<b>1.327</b>
Meadows Social Housing New Build (42 Units)	0.000	1.140	2.200	1.100	<b>4.440</b>
City Wide Infill Site Regeneration - Phase 1					
Wendling Gardens - New Build (4 Units)	0.157	0.000	0.000	0.000	<b>0.157</b>
Henning Gardens - New Build (7 Units)	0.677	0.000	0.000	0.000	<b>0.677</b>
Windmill Close - New build (12 Units)	1.259	0.000	0.000	0.000	<b>1.259</b>
City Wide Infill Site Regeneration - Phase 4					
City Wide Infill Site Regeneration - Phase 4 Demolition	0.000	0.000	0.700	0.736	<b>1.436</b>
Independent Living – Disability Discrimination Act	1.077	0.623	0.000	0.000	<b>1.700</b>
Independent Living - Re-design	0.025	0.000	0.000	0.000	<b>0.025</b>
Garage Sites - Demolition Costs	0.131	0.287	0.000	0.000	<b>0.418</b>
Garage Demolitions / Outbuildings	0.238	0.000	1.000	1.875	<b>3.113</b>

<b>Business Unit and Scheme</b>	<b>2013/14 £m</b>	<b>2014/15 £m</b>	<b>2015/16 £m</b>	<b>2016/17 £m</b>	<b>Total</b>
Independent Living - Major Works	0.280	0.224	0.000	0.000	<b>0.504</b>
Independent Living - Minor Works	0.154	0.000	0.000	0.000	<b>0.154</b>
	<b>15.659</b>	<b>23.043</b>	<b>14.121</b>	<b>7.529</b>	<b>60.352</b>
<b>Energy Projects</b>					
Solid Wall Insulation schemes (ex No Fines)	1.000	1.900	1.100	6.000	<b>10.000</b>
British Steel Framed Houses (BISF) External Wall Insulation(Ex BISF Upgrades)	0.000	2.100	0.000	0.000	<b>2.100</b>
Voltage Optimisation	0.050	0.950	0.500	0.500	<b>2.000</b>
LED Communal Lighting	0.250	0.250	0.250	0.250	<b>1.000</b>
	<b>1.300</b>	<b>5.200</b>	<b>1.850</b>	<b>6.750</b>	<b>15.100</b>
<b>Existing Stock Investment Programme</b>					
Top Valley - Environmental works	0.858	0.000	0.000	0.000	<b>0.858</b>
Area Capital Fund	0.000	2.000	1.000	1.000	<b>4.000</b>
City Wide Environmental	0.996	0.000	0.000	0.000	<b>0.996</b>
Communal Facilities - Additional	0.000	0.352	0.352	0.000	<b>0.704</b>
Major (Capital) Void Works	2.059	2.000	1.800	1.742	<b>7.601</b>
Composite Doors - City Wide	2.500	2.500	2.000	2.000	<b>9.000</b>
Timber to PCV Windows	0.000	0.000	0.000	1.000	<b>1.000</b>
Sheltered Redesign	0.734	0.750	0.500	0.000	<b>1.984</b>
Stepney Court	0.200	0.300	0.000	0.000	<b>0.500</b>
Victoria Centre - Major roof repairs	0.150	2.278	0.000	0.000	<b>2.428</b>
Air Conditioning Replacement	0.000	0.000	0.020	0.020	<b>0.040</b>
High Rise Window Replacement	0.000	0.000	0.800	0.800	<b>1.600</b>
Estate / Area Impact Work	0.500	0.500	0.500	0.500	<b>2.000</b>
	<b>7.997</b>	<b>10.680</b>	<b>6.972</b>	<b>7.062</b>	<b>32.711</b>
<b>NCC / NCH Adaptations</b>					
Adaptations for disabled persons	1.319	0.731	0.731	0.731	<b>3.512</b>
Adaptations for disabled persons - DLO	1.269	1.269	1.269	1.269	<b>5.076</b>
Preventative Adaptations - Older People (PAD)	0.100	0.100	0.100	0.100	<b>0.400</b>
	<b>2.688</b>	<b>2.100</b>	<b>2.100</b>	<b>2.100</b>	<b>8.988</b>
<b>NCC / NCH Joint Schemes</b>					

<b>Business Unit and Scheme</b>	<b>2013/14 £m</b>	<b>2014/15 £m</b>	<b>2015/16 £m</b>	<b>2016/17 £m</b>	<b>Total</b>
Sanctuary Project	0.065	0.065	0.065	0.065	<b>0.260</b>
HRA Shop Investment Strategy	0.182	0.000	0.000	0.000	<b>0.182</b>
St Ann's Estate Action-Stonebridge Park	0.325	0.000	0.000	0.000	<b>0.325</b>
St Anns Estate Action-Stonebridge Park(NCH)	0.000	0.565	0.000	0.000	<b>0.565</b>
Kingsthorpe / Kendale - Demolition	0.099	0.000	0.000	0.000	<b>0.099</b>
Highcross Court Decommissioning	0.028	0.000	0.000	0.000	<b>0.028</b>
Empty Properties	1.246	0.787	0.000	0.000	<b>2.033</b>
Mortgage Rescue Scheme	0.940	0.000	0.000	0.000	<b>0.940</b>
Office Improvements	0.200	0.000	0.000	0.000	<b>0.200</b>
IT Development Programme	0.039	0.000	0.000	0.000	<b>0.039</b>
	<b>3.124</b>	<b>1.417</b>	<b>0.065</b>	<b>0.065</b>	<b>4.671</b>
<b>TOTAL</b>	<b>63.814</b>	<b>77.828</b>	<b>45.338</b>	<b>41.403</b>	<b>228.383</b>