

Committee: Finance & Administration
Date: 28 January 2010
Title: 2009/10 Corporate Budget Monitoring
Author: Stephen Joyce, Chief Finance Officer

Agenda Item

6

Item for
decision

Summary

- 1 This report has been produced in accordance with the budget reporting method and timetable approved by this Committee on 25 June.
- 2 It details financial performance relating to General Fund, Housing Revenue Account, Capital Programme and Treasury Management.
- 3 It based upon actual expenditure and income from April to November and forecasts for the end of the financial year.
- 4 The Strategic Management Board reviewed the report on 13 January and their comments are included.

Recommendations

The Committee is recommended to

- a) Note and approve this report
- b) Approve the Capital Programme budget adjustments detailed in the report.

Background Papers

[2009/10 Budget Book](#)

Impact

Communication/Consultation	Budget holders and SMB have been consulted
Community Safety	None
Equalities	None
Finance	Detailed in the report
Human Rights	None
Legal implications	None
Sustainability	None
Ward-specific impacts	None
Workforce/Workplace	None

General Fund - Summary

Overall underspend of £246,000 is forecast

The previous report showed a forecast underspend of £126,000.

A net underspend of £246,000 is now forecasted.

The main reasons for the improvement are improved forecasts for trade waste income, and a revised estimate of the recharge to the Housing Revenue Account.

Details in Appendix A

Each Committee has received a report detailing their own budgetary performance during the January cycle. Key issues arising from this will be verbally updated at tonight's meeting.

Details are in Appendix A.

Award of Housing & Planning Delivery Grant

On 1 December it was announced that the Council will receive an award of £429,363 under year 2 of the Housing and Planning Delivery Grant Scheme (HPDG). This is the second highest such award in Essex.

Nil HPDG was assumed in the budget based upon the distribution method that was in force at that time. The distribution method has subsequently changed. There is no obligation to ringfence the money, however the proposal is to keep this money earmarked for housing- and planning-related activity via a transfer to the Planning Development Reserve. The estimates in this report have been prepared on this basis.

Award of Area Based Grant

On 11 December the Government announced that the Council would receive £22,811 under the Area Based Grant scheme.

Variable items not yet quantified

There are some key areas of uncertainty that are not yet quantified, which have potential to affect the outturn position:

Housing Benefits – possibility of grant clawback by DWP relating to 2007/08. This could potentially worsen the revenue position by up to £90,000.

A report elsewhere on tonight's agenda informs the Committee about a national issue with potential adverse financial implications.

Fuel and Gas price volatility has potential to deliver additional underspend.

Underspending areas

Underspends totalling £758,000 in Development Control and Planning Management are being forecasted, due to the HPDG award, deferral of Stansted G2 work and staffing vacancies. Sums equivalent to the HPDG award and G2 budget are to be transferred to the Planning Development Reserve.

The Waste Management Service is forecasting an underspend of £126,000 relating to staffing costs, trade waste income and funding from ECC.

The budget established for Business Support & Development equivalent to the amount of LABGI grant (£42,000) is not expected to be spent by the end of the year. The sum will remain earmarked for the intended purpose by means of a transfer to a new Business Development earmarked reserve.

A surplus of £26,000 in Taxi Licensing is forecasted. This will be ringfenced by means of a transfer to a new Licensing Reserve.

The Conducting Elections budget is not expected to be required in 2009/10, creating an opportunity to establish funding provision for the 2011 election by means of a transfer to a new Elections Reserve.

Other underspending areas include: Human Resources (training budget not spent), Corporate Management (staff pay award lower than assumed) and Office costs (reduced energy & cleaning costs).

Overspending areas

An overspend in Building Surveying (£53,000) due to a downturn in income.

Increase in Housing & Council Tax Benefits expenditure is higher than assumed, with greater net cost to the Council.

No other significant overspends anticipated at this stage.

Updated Risk Analysis in Appendix B

Many of the risks originally identified when setting the budget have reduced, as shown in Appendix B.

However, elsewhere on tonight's agenda, the Committee is advised of a national issue arising at its next meeting which could have significant financial implications.

Budget adjustments recommended

None at this stage.

Actions agreed by SMB

None at this stage.

Housing Revenue Account – Summary

Overall overspend is forecast	<p>An overall net overspend of £101,000 is forecast.</p> <p>The budget is for an in-year deficit of £22,000, now forecasting in-year deficit of £123,000.</p> <p>Details are in Appendix C.</p>
Underspending areas	<p>An underspend of £56,000 has arisen in Property Services due to staff vacancies.</p> <p>An underspend of £40,000 in Housing Services mainly because the budget erroneously includes costs of homelessness services that are charged to the General Fund.</p> <p>It is estimated that pensions costs charged to the HRA will be £37,000 below the budgeted amount.</p> <p>No other significant underspends anticipated at this stage.</p>
Overspending areas	<p>Due to property voids being at a level higher than estimated in the budget, dwelling rent income is forecasted to be £100,000 below budget.</p> <p>A revenue contribution to the capital programme of £100,000 is to be made, as noted below.</p> <p>The net contribution towards overheads and General Fund costs is estimated to be £28,000 above budget.</p> <p>No other significant overspends anticipated at this stage.</p>
Budget profiles require review	<p>At face value, the finance system-generated budget and actual figures for the period April to November suggest that a large underspend has arisen with the HRA. Officers do not expect that in practice a substantial underspend is likely and believe that in some cases the budget profiles require adjustment. This is being investigated; a verbal update will be provided at the Committee meeting.</p>
HRA Working Balance above target level	<p>It is forecasted that the HRA Working Balance will be £661,000 as at 31 March 2010, above the target level of £496,000.</p>

Capital Programme - Summary

Small overspend is forecast	<p>The capital budgets have been adjusted to reflect previous Member decisions and where applicable, the level of external funding expected.</p> <p>Expenditure on the Heritage Quest Centre capital works is no longer expected to occur in 2009/10. This budget will carry forward into 2010/11.</p> <p>Adjustments have been made to reflect a re-organisation of the vehicle replacement programme, with some expenditure rescheduled to later years.</p> <p>Works on the Elizabeth Way Culvert are not expected to take place until 2011 so this has been removed from the 2009/10 capital programme.</p> <p>Following these adjustments, expenditure on General Fund capital schemes is forecasted to be £68,000 under budget. Most of this is due to the phasing of the Glazed Link refurbishment.</p> <p>The HRA capital programme is expected to overspend by £93,000, mainly due to a planned acceleration to the boiler replacement programme of £100,000.</p> <p>This will be financed by a revenue contribution from the HRA, as mentioned above.</p> <p>Details are in Appendix D.</p>
Likelihood of capital slippage	<p>It has been the Council's recent experience that slippage in capital spending is not identified until late in the financial year, so that unforeseen underspends arise. It is therefore expected that an underspend will arise at year end.</p>
Borrowing unlikely to be required in 2009/10	<p>Borrowing will not be needed in 2009/10, but is likely to be required in 2010/11.</p>
Budget adjustments recommended	<p>To endorse the adjustments made.</p>
Actions agreed by SMB	<p>None at this stage.</p>

Treasury Management – Summary

Landsbanki latest

Uncertainty prevails

Officially, it is still the case the Council, as a preferential creditor, is expected to receive 83% of its deposit over 10 years.

The situation remains uncertain, however. The administrators of another failed Icelandic bank, Glitnir, have ruled that UK local authorities are not preferential creditors. The implications of the Glitnir decisions for the Landsbanki administration is not clear.

Meanwhile, political turbulence within Iceland, in the form of a referendum on the proposed Icesave compensation payment, creates risks for the entire Icelandic banks insolvency process.

Impairment charge

CIPFA accounting guidance requires the Council to write off the value by which its investment in Landsbanki is deemed to have reduced. This is known as “impairment”. (A special Government regulation defers the impairment until 2010/11, to enable Councils to build up contingency funds).

The impairment is based upon the amount not recovered plus an adjustment to reflect the concept that money in the future is worth less than money now. In other words, the recoverable sum is discounted.

Current CIPFA guidance has been prepared on the basis that 83% will be repaid in instalments between March 2011 and December 2013. Although this means that the cash loss (17%) would be £397,000, after discounting is applied, the impairment charge amounts to £655,000. As things stand, this is the minimum amount that would have to be provided for in the 2010/11 budget.

However, the CIPFA guidance has not been updated to take account of the deal that is on the table i.e. recovery of 83% over 10 years. Assuming this would be by March 2020, this is more than 6 years after the date assumed in the CIPFA model.

The CFO has adapted the CIPFA model to the revised recovery period. Because of the longer timescale, a larger discounting charge is applicable. The impairment produced by the adapted model is £1,014,000 (43%).

It would be prudent to plan on the assumption that the higher impairment charge will have to be provided for in 2010/11 i.e. £1,014,000. The Landsbanki Contingency Fund already established stands at £993,000. To top this up to £1,014,000, an additional £21,000 is needed. The estimates in this report include this additional transfer.

Possible buy out

The Council has been approach by an American investor wishing to purchase the Landsbanki debt.

Bearing in mind the information given above about uncertain conditions and the higher impairment charge detailed above, any deal that leads to a lower impairment charge and/or removes risk and uncertainty is potentially attractive to the Council.

At time of writing this report informal negotiations are taking place and due diligence procedures being followed.

The possibility of such a deal was anticipated at an early stage. On 27 November 2008, the Finance & Administration Committee resolved to delegate authority to the Chief Executive and Chief Finance Officer, in consultation with the Leader of the Council and Chairman of the Finance & Administration Committee, to determine the Council's response to any settlement terms offered.

In practice, in addition to the above it is the intention to consult with leading Members of all parties, and the Council's external auditor, in deciding whether to proceed. Advice from the LGA and its lawyers is also being sought.

Schedule of Deposits

A list of deposits made since the last report is at Appendix E. All transactions complied with policy.

Changes to Counterparty List

The Council has opened the first of what is intended to be 3-4 Money Market Funds (MMFs). These are a permitted investment vehicle under the Council's treasury management policy, and recommended by Arlingclose. MMFs will increase the options available when making deposits, and reduce reliance on the Government Deposit Account. The first MMF opened is with Goldman Sachs.

Abbey has been renamed as Santander UK PLC.

Investment income below budget

Currently forecasting that investment income will be around 75% of budget. This is due to increased reliance on the Government Deposit Account.

Actions agreed by SMB

To determine a response to the possible buy out of the Landsbanki debt.

Risk Analysis

Risk	Likelihood	Impact	Mitigating actions
Actual income and expenditure will vary from forecast, requiring adjustments to budget and/or service delivery	2 – some variability is inevitable	3 – budget will be closely monitored and prompt action taken to deal with variances	Budgetary control framework
Volatility in the financial sector creates risk that funds deposited by the Council may be unsafe	1- our counterparties are covered by UK Government guarantee	4 – sums involved are material	Funds are placed with UK Government-backed banks and the Government deposit account facility. Proactive advice from independent Treasury Management consultants. Use of Money Market Funds.
There is a risk that some or all of the Landsbanki deposit may not be recoverable	4 – it is certain that some of the money will not be returned	3 – losses are potentially significant, even with projected 83% dividend	Claim has been lodged with the relevant authorities. LGA is lobbying on behalf of all affected councils. Establishment of a Landsbanki contingency fund.

1 = Little or no risk or impact

2 = Some risk or impact – action may be necessary.

3 = Significant risk or impact – action required

4 = Near certainty of risk occurring, catastrophic effect or failure of project.

APPENDIX A**GENERAL FUND SUMMARY**

£000	April to Nov			2009/10 Financial Year			
	Current Budget April to Nov	Actual April to Nov	Variance April to Nov	Original Budget	Current Budget	Forecast Outturn	Forecast Variance
Community & Housing	1,427	1,343	-84	1,876	1,704	1,721	17
Development Control	231	13	-218	616	607	-151	-758
Environment	1,605	1,103	-502	1,844	1,808	1,682	-126
Finance & Administration	814	1,186	372	5,306	5,363	5,334	-29
Licensing	-85	-128	-43	-121	-123	-143	-20
Sub-total – Committee budgets	3,992	3,517	-475	9,521	9,359	8,443	-916
Recharge to HRA	0	0	0	-885	-885	-940	-55
HRA share of corporate core	0	0	0	-267	-267	-240	27
Investment income	-35	-37	-2	-105	-105	-81	24
Pension Fund Added Years	0	0	0	108	108	93	-15
Pension Fund Deficit	0	0	0	421	421	370	-51
Capital Financing Costs	0	0	0	322	527	470	-57
VAT reclaim	0	0	0	0	-268	-287	-19
Sub-total – Net Operating Expenditure	3,957	3,480	-477	9,115	8,890	7,828	-1,062
Transfer to Business Development Reserve	0	0	0	0	0	42	42
Transfer to Energy Efficiency Reserve	0	0	0	0	0	13	13
Transfer to Landsbanki Contingency Fund	0	0	0	0	0	21	21
Transfer to Licensing Reserve	0	0	0	0	0	26	26
Transfer to Elections Reserve	0	0	0	0	0	30	30
Transfer to Planning Development Reserve	0	0	0	0	0	629	629
Sub-total - Net Expenditure	3,957	3,480	-477	9,115	8,890	8,589	-301
Transfer from Budget Equalization Reserve	0	0	0	-344	-78	0	78
BOTTOM LINE	3,957	3,480	-477	8,771	8,812	8,589	-223
Funding Available							
Local Government Finance Settlement				-4,086	-4,086	-4,086	0
Area Based Grant				0	0	-23	-23
Council Tax				-4,638	-4,638	-4,638	0
Collection Fund Balance				-46	-46	-46	0
LA Business Growth Incentive Scheme				0	-42	-42	0
Total Funding Available				-8,770	-8,812	-8,835	-23
OVERALL NET POSITION							-246

APPENDIX A (continued)**COMMUNITY & HOUSING COMMITTEE**

£000	April to Nov			2009/10 Financial Year			
	Current Budget April to Nov	Actual April to Nov	Variance April to Nov	Original Budget	Current Budget	Forecast Outturn	Forecast Variance
Animal Warden	21	19	-2	31	31	31	0
Bridge End Gardens	36	39	3	55	54	54	0
Community Information Centres	44	42	-2	55	54	56	2
Community Safety	55	101	46	55	54	53	-1
Community & Leisure Management	30	28	-2	48	48	46	-2
Community Wardens	28	28	0	58	58	59	1
Conveniences	80	104	24	113	113	123	10
Day Centres	36	29	-7	68	45	44	-1
Drug Awareness	-3	-5	-2	-2	-2	-2	0
Emergency Planning	24	24	0	43	42	43	1
Environmental Management & Admin	59	59	0	90	89	89	0
Grants & Contributions	168	154	-14	144	144	144	0
Homelessness	-3	-40	-37	57	82	82	0
Housing Grants	15	15	0	15	15	15	0
Leisure & Administration	48	22	-26	47	46	44	-2
Leisure PFI	251	251	0	380	221	222	1
Life Line	31	-1	-32	-77	-77	-77	0
Museum Saffron Walden	185	159	-26	260	258	245	-13
Pest Control	7	10	3	24	23	25	2
Port Health	43	-3	-46	-15	-16	6	22
Public Health	224	240	16	370	365	381	16
Sports Development	48	48	0	37	37	18	-19
Tourist Information Centre	0	20	20	20	20	20	0
Committee Total	1,427	1,343	-84	1,876	1,704	1,721	17

APPENDIX A (continued)**DEVELOPMENT CONTROL COMMITTEE**

£000	April to November			2009/10 Financial Year			
	Current Budget April to November	Actual April to November	Variance April to November	Original Budget	Current Budget	Forecast Outturn	Forecast Variance
Development Control							
Expenditure							
Employees	309	269	-40	472	467	469	2
Consultants	34	35	1	50	50	58	8
G2 Application	0	1	1	450	200	1	-199
IT	0	1	1	50	50	50	0
Advertising	27	20	-7	41	41	33	-8
Footpath Diversion	3	1	-2	4	4	3	-1
Direct Admin	11	1	-10	16	16	6	-10
Total	384	328	-56	1,083	828	620	-208
Income							
HPDG	0	0	0	0	0	-430	-430
G2 Application	0	0	0	-250	0	0	0
Fee Income	-378	-504	-126	-566	-566	-630	-64
Pre-Application Charges	-18	-16	2	-27	-27	-24	3
Footpath Diversion	-5	-3	2	-7	-7	-4	3
Total	-401	-523	-122	-850	-600	-1,088	-488
Net Total	-17	-195	-178	233	228	-468	-696
Planning Mgt.& Admin.							
Expenditure							
Employees	241	201	-40	366	362	301	-61
Direct Admin	11	11	0	23	23	23	0
Total	252	212	-40	389	385	324	-61
Income							
External Charges	-4	-4	0	-6	-6	-7	-1
Net Total	248	208	-40	383	379	317	-62
Committee Net Total	231	13	-218	616	607	-151	-758

APPENDIX A (continued)**ENVIRONMENT COMMITTEE**

£000	April to Nov			2009/10 Financial Year			
	Current Budget April to Nov	Actual April to Nov	Variance April to Nov	Original Budget	Current Budget	Forecast Outturn	Forecast Variance
Assisted Travel	115	87	-28	192	192	189	-3
Building Surveying	2	52	50	56	49	102	53
Business Support & Development	0	0	0	0	42	0	-42
Car Parking	-396	-456	-60	-670	-670	-662	8
Cemetery Saffron Walden	3	-2	-5	3	3	3	0
Conservation & Enhancement	85	84	-1	101	100	94	-6
Depots	30	31	1	37	37	39	2
District Monitoring & Enforcement	25	25	0	39	38	38	0
Energy Efficiency	40	38	-2	37	38	38	0
Housing Strategy	71	67	-4	103	102	101	-1
Industrial Estate	63	28	-35	46	46	61	15
Land Drainage	32	32	0	52	52	52	0
Local Amenities	39	51	12	60	60	60	0
On Street Parking	-12	-8	4	-211	-211	-211	0
Planning Grants	9	5	-4	9	9	5	-4
Planning Policy	191	174	-17	296	293	270	-23
Solid Waste Management	-24	-14	10	-21	-22	-4	18
Street Cleansing	165	143	-22	255	253	252	-1
Street Services Management & Admin	67	65	-2	273	269	252	-17
Transport Administration	219	227	8	352	352	353	1
Vehicle Management	177	177	0	268	266	266	0
Waste Management	704	297	-407	567	510	384	-126
Committee Total	1,605	1,103	-502	1,844	1,808	1,682	-126

APPENDIX A (continued)**FINANCE & ADMINISTRATION COMMITTEE**

£000	April to Nov			2009/10 Financial Year			
	Current Budget April to Nov	Actual April to Nov	Variance April to Nov	Original Budget	Current Budget	Forecast Outturn	Forecast Variance
Benefit Administration	0	-145	-145	-217	-217	-248	-31
Car Leasing	106	152	46	0	0	0	0
Central Services	203	195	-8	303	301	299	-2
Committee Administration	68	68	0	92	91	88	-3
Communications	92	89	-3	146	145	144	-1
Conducting Elections	12	13	1	32	32	-2	-34
Corporate Management	650	644	-6	1,009	1,100	1,015	-85
Council Tax Benefits	-2,431	-2,140	291	-54	-54	-29	25
Customer Services Centre	246	234	-12	373	368	356	-12
Democratic Representation	258	239	-19	372	372	368	-4
Electoral Registration	62	50	-12	106	105	103	-2
Enforcement	109	105	-4	162	161	156	-5
Financial Services	731	879	148	898	898	887	-11
Housing Benefits	-951	-728	223	21	21	201	180
Human Resources	112	83	-29	172	165	129	-36
Information Technology	598	537	-61	692	688	672	-16
Internal Audit	78	75	-3	117	116	115	-1
Land Charges	-66	-70	-4	-67	-68	-47	21
Legal Services	87	83	-4	146	144	130	-14
Local Tax Collection	0	0	0	-120	-120	-120	0
Non Domestic Rates	0	0	0	-91	-91	-91	0
Office Services	41	39	-2	62	62	60	-2
Offices Dunmow	32	42	10	35	35	25	-10
Offices Saffron Walden	246	208	-38	308	308	288	-20
Resources Miscellaneous	-35	-38	-3	-53	-53	-52	1
Revenues Administration	566	572	6	862	854	887	33
Committee Total	814	1,186	372	5,306	5,363	5,334	-29

APPENDIX A (continued)**LICENSING COMMITTEE**

£000	April to Nov			2009/10 Financial Year			
	Current Budget April to Nov	Actual April to Nov	Variance April to Nov	Original Budget	Current Budget	Forecast Outturn	Forecast Variance
Staffing Costs	60	61	1	91	89	91	2
Inspection Fees	12	9	-3	16	16	16	0
Direct Admin Costs	14	19	5	16	16	20	4
Licensing Expenditure	86	89	3	123	121	127	6
Hackney Carriages	-102	-143	-41	-157	-157	-183	-26
Other Licences	-69	-74	-5	-87	-87	-87	0
Licensing Income	-171	-217	-46	-244	-244	-270	-26
Committee Total	-85	-128	-86	-121	-123	-143	-20

APPENDIX B**General Fund – risk analysis**

This is an update of the risk analysis reported to the Council at the time that the 2009/10 budget was set.

Risk identified	Original risk level	Current Status	Current risk level
a) Pay award	Low	2009/10 pay award settled at 1%. Budgetary provision made for 2.2%.	None
b) 2008/09 forecast outturn	Low	Underspend achieved, no top up of General Fund Working Balance required in 2009/10.	None
c) Energy costs	Low	Price volatility is expected, especially with regard to Diesel and Gas. Underspends possible.	Medium
d) Car parking partnership	Low	Parking fines income dipped during the Summer, now back at expected levels. Otherwise costs and income are broadly in line with budgeted levels.	Low
e) Investment income	Medium	Low interest rates and increasing dependency on Government Deposit Account means that income is below budgeted levels. Expected shortfall £24,000.	Low
f) Recharges from General Fund to Housing Revenue Account	Medium	The recharge model is complex and prone to fluctuation. Finance system limitations prevent robust analysis. This is being addressed. Meanwhile, the recharge is forecasted to be above budget.	Medium
g) Concessionary Fares	Medium	Costs and income broadly in line with budgeted levels. Provision made for possible legal liability.	Low
h) Capital financing costs	Medium	Reduced borrowing requirement is forecasted.	Low

Risk identified	Original risk level	Current Status	Current risk level
i) Instability of banking industry	Medium	No difficulties experienced since the Landsbanki failure. Material sums involved, however.	Medium
j) Demand for Services	High	Increase in demand for benefits has arisen and is being managed. No other significant rises in demand.	Medium
k) Benefits grant claim	High	Clawback of 2007/08 grant is likely. Possible exposure estimated as up to £62,000.	Medium
l) Stansted Airport expansion	High	G1 claim settled and costs charged to 2008/09 year. G2 enquiry deferred. Currently assuming that G2 budget not required in 2009/10; budget to be transferred to Planning Development reserve so is available when needed.	Low
m) Fees & Charges Income	High	Reductions in income already identified in some areas, but others appear stable.	Medium
n) Refuse & recycling	High	An underspend has been identified in the waste management area. Potential for volatility remains.	Medium
o) Landsbanki	High	Special regulations have been enacted to defer write off of any loss until 2010/11, so no direct impact in 2009/10. Despite encouraging recent news, the situation remains uncertain. Additional contingency provision may be needed.	High

APPENDIX C**HOUSING REVENUE ACCOUNT**

£000	April to Nov			2009/10 Financial Year			
	Current Budget April to Nov	Actual April to Nov	Variance April to Nov	Original Budget	Current Budget	Forecast Outturn	Forecast Variance
Dwelling Rents	-7,412	-7,925	-513	-11,461	-11,118	-11,018	100
Garage Rents	-139	-144	-5	-208	-208	-208	0
Other rents etc	-4	-3	1	-6	-6	-6	0
Charges for Services & Facilities	-325	-316	9	-488	-488	-488	0
Contributions towards expenditure	-69	-99	-30	-103	-103	-103	0
Investment Income	0	0	0	-16	-6	-4	2
Sub-total – Direct Income	-7,949	-8,487	-538	-12,282	-11,929	-11,827	102
Housing Repairs	1,128	864	-264	1,590	1,589	1,589	0
Housing Services	212	198	-14	467	452	412	-40
Property Services	434	343	-91	399	390	334	-56
Rent Collection & Accounting	40	46	6	79	79	86	7
Sheltered Housing Services	244	245	1	368	364	358	-6
Common Service Flats	346	228	-118	480	480	482	2
Housing Sewerage	14	15	1	16	17	17	0
Estate Maintenance	130	107	-23	195	196	195	-1
SP Transitional Protection	17	15	-2	26	26	26	0
Rents, Rates & Other Property Charges	25	38	13	30	30	43	13
Negative Housing Subsidy	3,421	3,592	171	5,469	5,132	5,136	4
Depreciation - Dwellings	0	0	0	1,926	1,926	1,926	0
Depreciation - Other assets	0	0	0	252	252	254	2
Bad Debt Provision	0	0	0	0	0	0	0
DLO (Newport Depot)	7	6	-1	0	0	0	0
DLO (Maintenance Depot)	365	392	27	0	0	0	0
Inflation Saving	0	0	0	0	15	0	-15
Contribution to Capital Programme	0	0	0	0	0	100	100
Sub-total - Direct Expenditure	6,383	6,089	-294	11,297	10,948	10,958	10
Recharge from General Fund	0	0	0	885	885	940	55
HRA Share of Corporate Core	0	0	0	267	267	240	-27
HRA Share of Pension Deficit	0	0	0	103	103	66	-37
Sub-total - Total Net Expenditure	0	0	0	12,552	12,203	12,204	1
Operating surplus(-) /deficit	-1,566	-2,398	-832	270	274	377	103
Transfer from Major Repairs Reserve	0	0	0	-248	-252	-254	-2
In year surplus (-) / deficit	-1,566	-2,398	-832	22	22	123	101
HRA Working Balance							
Balance brought forward				-305	-784	-784	0
In year surplus (-) / deficit				22	22	123	101
Balance carried forward				-283	-762	-661	101

APPENDIX D**CAPITAL PROGRAMME**

£000	Actual April to November	2009/10 Financial Year					
		Original Budget	Brought forward from 2008/09	Budget adjust- ments	Current Budget	Forecast Outturn	Forecast Variance
Community & Housing							
Community Project Grants	42	70	0	0	70	70	0
Play Programme	42	0	0	47	47	47	0
Swimming Grant	0	0	0	22	22	22	0
Private Sector Renewal Grants	38	40	0	0	40	40	0
Disabled Facilities Grants	172	110	0	140	250	250	0
Heritage Quest Centre	36	0	95	-35	60	60	0
Total - Community & Housing Committee	330	220	95	174	489	489	0
Environment							
Flood Relief	0	0	32	-32	0	0	0
Wheelie Bins	20	10	0	20	30	30	0
Trade Waste Bin replacements	1	10	0	0	10	10	0
Glass Bottle Banks	0	0	0	60	60	60	0
Food Waste Caddies	0	0	0	20	20	20	0
Refuse Collection / Trade Waste vehicles	0	335	0	-50	285	285	0
Recycling Vehicles	0	166	0	-166	0	0	0
Street Cleansing Vehicles	113	192	78	-150	120	120	0
Elizabeth Way Culvert	0	220	50	-270	0	0	0
Museum grounds boundary wall	31	80	0	0	80	80	0
Grant to Saffron Walden Town Council	0	0	0	50	50	50	0
Total - Environment Committee	165	1,013	160	-518	655	655	0
Finance & Administration							
Information Technology	331	416	218	-50	584	566	-18
Energy Efficiency Programme	37	50	37	-62	25	25	0
Saffron Walden Office	0	60	0	40	100	50	-50
Total - Finance & Administration	368	526	255	-72	709	641	-68
Housing Revenue Account							
Annual programme of works	1,078	1,637	0	38	1,675	1,775	100
HRA Supervision Recharges	0	210	0	0	210	210	0
Cash Incentive Scheme Grant	8	40	0	0	40	33	-7
Total - Housing Revenue Account	1,086	1,887	0	38	1,925	2,018	93
CAPITAL PROGRAMME TOTAL	1,949	3,646	510	-378	3,778	3,803	25

APPENDIX E**TREASURY MANAGEMENT****DEPOSITS MADE 14 NOVEMBER TO 12 JANUARY 2010**

Deposit Date	Amount	Institution	Interest Rate	Return date
16.11.09	£0.5m	Government DMO	0.25%	23.11.09
16.11.09	£1m	Government DMO	0.25%	21.12.09
16.11.09	£1m	Government DMO	0.25%	22.12.09
16.11.09	£1m	Government DMO	0.25%	6.1.10
27.11.09	£1m	Royal Bank of Scotland	0.43%	26.2.10
1.12.09	£3m	Government DMO	0.25%	18.12.09
3.12.09	£1m	Royal Bank of Scotland	0.25%	10.12.09
4.12.09	£1m	Government DMO	0.25%	18.12.09
10.12.09	£1m	Royal Bank of Scotland	0.25%	23.12.09
15.12.09	£3.25m	Government DMO	0.30%	14.1.10
23.12.09	£1m	Royal Bank of Scotland	0.25%	13.1.10
4.1.10	£2m	Nationwide BS	0.48%	18.3.10
4.1.10	£3.5m	Government DMO	0.25%	19.1.10
8.1.10	£2m	Bank of Scotland	1.10%	8.4.10
8.1.10	£1m	Government DMO	0.25%	21.1.10

APPENDIX E (continued)**DEPOSITED BALANCES AS AT 12 JANUARY 2010**

Deposit date	Amount	Institution	Interest rate	Return date
17.10.07	£2.335m	Landsbanki	6.15%	15.10.08
27.11.09	£1m	Royal Bank of Scotland	0.43%	26.2.10
15.12.09	£3.25m	Government DMO	0.30%	14.1.10
23.12.09	£1m	Royal Bank of Scotland	0.25%	13.1.10
4.1.10	£2m	Nationwide BS	0.48%	18.3.10
4.1.10	£3.5m	Government DMO	0.25%	19.1.10
8.1.10	£2m	Bank of Scotland	1.10%	8.4.10
8.1.10	£1m	Government DMO	0.25%	21.1.10

**BALANCES WITH ON CALL DEPOSIT & CURRENT ACCOUNTS
AS AT 12 JANUARY 2010**

Amount	Institution	Interest rate
£1m	Goldman Sachs Money Market Fund	0.46%
£1.995m	Santander UK (formerly Abbey)	0.6%
£1.7m	Barclays	1.5%