



**Report to:** Cabinet

**Subject:** Capital and Revenue Budgets 2005/06 – Carry forwards

**Date:** 1 June 2006

**Author:** Head of Finance

1. **Purpose**

To seek approval to carry forward Capital and Revenue budgets from 2005/2006 as additions to the 2006/2007 budgets.

2. **Background**

- 2.1 The Council's financial procedures allow for the carry forward of capital and revenue budgets to the new financial year where there is an underspend against the approved budget.
- 2.2 The Head of Finance has delegated authority to approve the carry forward of contractually committed schemes above £50,000 for Capital and £10,000 for Revenue and all schemes under £50,000 for Capital and £10,000 for Revenue subject to reporting on the source of underspend and the subsequent use of the carry forward to the Portfolio Holder.
- 2.3 Approval of full Council is required for schemes, which are not contractually committed, with a value over £50,000 for Capital and £10,000 for Revenue.

3. **Capital Out-turn 2005/2006**

- 3.1. The Council's accounts for the financial year ending on 31 March 2006 are currently being closed down. Figures for capital expenditure are available and are shown in the table below against the latest revised estimate approved by Personnel and Resources Committee on 6 March 2006 as part of the quarterly budget monitoring process.

- 3.2. The capital carry forward requests total £1,160,000 which represents a 14% slippage against the revised capital programme.

The 2005/06 original capital programme, including carry forwards from 2004/05 and excluding schemes deferred until 2006/07 as a result of the 2005/06 financing position as approved by Personnel Resources Committee in September 2005, was £9,356,400. The 2005/06 slippage measured against this original estimate of £9,356,400 is 21%.

#### **Capital Out-turn and Proposed Carry Forwards 2005/06**

<b>Portfolio</b>	<b>Revised Estimate 2005/2006 £</b>	<b>Outturn 2005/2006 £</b>	<b>Variation £</b>	<b>Proposed Carry Forward £</b>
Agenda 21, Crime & Community Development Leader	45,000	17,000	(28,000)	<b>28,000</b>
E-Government, Member & Property Service	70,200	71,683	1,483	<b>0</b>
Development & Econ Regen	654,400	623,954	(30,446)	<b>36,000</b>
Direct Services	20,000	20,000	0	<b>0</b>
Leisure	1,567,400	1,387,739	(179,661)	<b>136,800</b>
Finance	1,092,700	991,626	(101,074)	<b>74,700</b>
Sub-Total	85,100	50,907	(34,193)	<b>34,200</b>
	<b>3,534,800</b>	<b>3,162,909</b>	<b>(371,891)</b>	<b>309,700</b>
Housing Investment Programme	4,976,300	4,131,204	(845,096)	<b>850,300</b>
<b>TOTAL</b>	<b>8,511,100</b>	<b>7,294,113</b>	<b>(1,216,987)</b>	<b>1,160,000</b>

#### **4. Proposed Capital Carry Forwards**

- 4.1 Attached at Appendix 1 are details of the schemes which the Head of Finance has authorised for carry forward, totalling £1,039,000, in line with the delegation arrangements. It is proposed that budget provision is carried forward to 2006/2007. Carry forward requests for non-committed schemes in excess of £50,000, which require Council approval, are shown at Appendix 2 and these total £121,000. The level of funding available to finance the carry forwards is projected to be sufficient and in line with the estimate.

## 5. Revenue Expenditure and Carry Forward 2005/2006

- 5.1 The Council's accounts for the financial year ending on 31 March 2006 are currently being closed down. Provisional figures for revenue expenditure specific to those areas where a carry forward has been requested are shown against the latest approved estimate in the table below. These figures are not indicative of the full revenue costs for each Portfolio.

### Provisional Revenue Out-turn and Proposed Carry Forwards 2005/06

<b>Portfolio</b>	<b>Revised Estimate 2005/2006</b>	<b>Provisional Outturn 2005/2006</b>	<b>Variation</b>	<b>Proposed Carry Forward</b>
	£	£	£	£
Agenda 21, Crime & Community Development Leader	74,000	38,144	(35,856)	35,800
E- Govt, Members & Property Services	33,000	22,220	(10,780)	7,300
Development & Econ Regen	415,200	334,196	(81,004)	78,500
Direct Services	0	0	(0)	0
Housing General Fund	0	0	(0)	0
Leisure	119,100	95,926	(23,174)	16,400
Finance	297,500	219,751	(77,749)	77,500
	523,500	349,374	(174,126)	86,300
<b>Sub-total</b>	<b>1,462,300</b>	<b>1,059,611</b>	<b>(402,688)</b>	<b>301,800</b>
Housing Revenue Account	629,000	472,834	(156,166)	113,700
<b>TOTAL</b>	<b>2,091,300</b>	<b>1,532,446</b>	<b>(558,854)</b>	<b>415,500</b>

Final figures are still being completed and will be reported as part of the overall revenue outturn report to Personnel and Resources Committee.

## 7. Proposed Revenue Carry Forwards

- 7.1 Attached at Appendix 3 are details of the schemes which the Head of Finance has authorised for carry forward, totalling £295,000, in line with the delegation arrangements. It is proposed that budget provision is carried forward to 2006/2007. Carry forward requests for non-committed schemes in excess of £10,000 are shown at Appendix 4 and these total £120,500.

8. **Recommendation**

Cabinet is recommended to:

- (i) note the agreed capital carry forwards of £1,039,000 included in Appendix 1 being amounts of less than £50,000 and committed schemes above £50,000;
- (ii) note the agreed revenue carry forwards of £295,000 shown in Appendix 3 being amounts of less than £10,000 and committed schemes above £10,000.

and,

- (iii) request Council to approve the capital carry forward of £121,000 as shown in Appendix 2, being non committed schemes in excess of £50,000.
- (iv) request Council to approve the revenue carry forward of £120,500 as shown in Appendix 4, being non committed schemes in excess of £10,000.