

## Capital Forecast

1. The capital outturn forecast for 2013/14 as at the end of October totals £51.2 million, a decrease of £2.4m from September's projected outturn, being:-
  - Slippage of forecast spend on LED street lighting spend of £1,131k into 2014/15. The business case and associated revenue savings supporting this scheme are under review, full scheme spend is expected in 2014/15.
  - Slippage of expected spend on solar panels in 2013/14 of £686k into 2014/15 as a result of suitability reviews.
  - Virement of £400k from the electronic record document management system to the corporate accommodation programme with commitments falling into 2014/15.
  - Slippage in the customer re-organisation capital cash spend in 2013/14 to 2014/15 of £200k as a result of continuing business case review work.

A summary by directorate is provided in Table A below.

**Table A – Capital Outturn Forecast & Funding Summary**

Directorate	2013/14 Capital budget £'000	Capital spend to end of October £'000	Profiled original budget to end Oct £'000	Spend variance to original budget £'000	Projected outturn £'000
Adults Wellbeing	3,422	673	1,441	(768)	2,895
Childrens Wellbeing	9,508	5,307	4,146	1,161	9,586
Economy, Communities & Corporate	41,828	12,087	20,482	(8,395)	37,773
Chief Executive & Organisational Development	1,248	17	377	(360)	648
Contingency	242	110	-	110	274
<b>Total</b>	<b>56,248</b>	<b>18,194</b>	<b>26,446</b>	<b>(8,252)</b>	<b>51,176</b>
<b>Capital Grants</b>	<b>30,463</b>				<b>31,182</b>
<b>Prudential Borrowing</b>	<b>21,905</b>				<b>16,662</b>
<b>Capital Receipts</b>	<b>3,819</b>				<b>3,271</b>
<b>Reserve funding</b>	<b>61</b>				<b>61</b>
<b>Total</b>	<b>56,248</b>				<b>51,176</b>

## 2. Table B - Schemes with an outturn forecast exceeding £500k in 2013/14

Scheme	Spend to end October £'000	Profiled Budget to end Oct £'000	2013/14 Annual Forecast £'000	Comments
<b>Adults Wellbeing</b>				
Disabled Facilities Grants	608	559	1,119	Individual grants awarded through an application process, enabling independent living
Adult social care	3	-	636	Single capital pot grant funding for capital spend to be used on community equipment purchases
<b>Childrens Wellbeing</b>				
Leominster Primary School	1,175	-	3,507	Works started on site, new school to open in October 2014
Blackmarstons Special School	2,722	2,719	2,719	Refurbishment scheme complete
Condition property works	517	272	1,634	Annual programme of works at various school sites committed on a highest need first basis
<b>Economy, Communities &amp; Corporate</b>				
Local Transport Plan including additional maintenance allocation	4,342	9,439	11,376	Annual programme of capital works to highways, footways and bridges. Provider change this year resulting in cash spend to date slippage
Corporate accommodation	1,179	1,366	7,690	Works started at Plough Lane, the new heritage, archive and record centre and Civic hub 2
Fastershire broadband pilot	-	1,333	4,000	Survey work underway on providing faster broadband service to rural areas, first funding claim yet to be settled
Masters House, Ledbury	442	1,038	2,076	Refurbishment works have commenced and will continue into next year
Link road	641	930	1,921	Anticipated one year construction programme expected to start in late summer of 2014
Connect 2	1,459	889	1,695	New bridge on site with continuing works leading to an opening before Christmas
Hereford Enterprise Zone	441	783	1,566	Utilities, access and public realm works underway to enable plot sales
Marches Redundant Building Grant Scheme	172	758	1,300	Grant funded grant awards following an approval process
Garrick House multi storey	1,110	1,146	1,146	Works to complete and car park to re-open before Christmas trade
Car Parking Strategy	13	583	999	Includes works underway at station approach
Unavoidable backlog maintenance including	-	350	600	Programme of essential property estate improvement works allocated on a

smallholding estate	highest need basis		
<b>Sub Total</b>	<b>14,824</b>	<b>22,165</b>	<b>43,984</b>
<b>Schemes with a budget &lt;£500k in 2013/14</b>	<b>3,370</b>	<b>4,281</b>	<b>7,192</b>
<b>Total</b>	<b>18,194</b>	<b>26,446</b>	<b>51,176</b>

### Capital Receipts Reserve

3. The opening capital receipts reserve balance totalled £2.7 million as at 1st April 2013. This has been increased by £0.4m from the sale of a smallholding and £1.0m from the auction of a portfolio of smaller investment properties held. This funding will fund 2013/14 capital spend, the majority on Hereford Enterprise Zone, which is expected to generate sales receipts in the near future.