

Capital Outturn Summary

1. The capital outturn for 2010/11 totals £70.3m, a summary by directorate and funding source is provided in Table A below.

Table A – Funding of 2010/11 Capital Outturn

Directorate	2010/11 Outturn £'000	SCE(R) £'000	Prudential Borrowing £'000	Grant £'000	Revenue Contributions £'000	Capital Receipts Reserves £'000
Children's Services	31,397	915	230	29,800	136	316
Resources	2,784	-	1,453	100	43	1,188
Deputy Chief Executive	2,441	-	2,380	50	11	-
Adult Social Care	315	-	-	294	-	21
Sustainable Communities	33,292	12,315	3,173	10,145	315	7,344
Public Health	86	-	11	75	-	-
Total	70,315	13,230	7,247	40,464	505	8,869

2. This represents an increase of £379k from the capital outturn forecast reported at the end of February, with changes from the original position being reported to Cabinet throughout the year. Details of capital schemes with an outturn in 2010/11 exceeding £500k are provided in Table B below.

3. **Table B - Schemes with an outturn exceeding £500k in 2010/11**

Scheme	2010/11 Outturn £'000	Comments
Children's Services		
Hereford Academy	13,134	Work in progress scheme on schedule both time and budget
Devolved Capital Programme	4,120	Devolved allocation of capital funding to schools
Earl Mortimer Replacement School	4,104	Scheme complete
Co-location	2,891	Seven schemes are progressing at various locations
Intervention Centres	1,860	14 schemes at high schools are complete
Condition property works	884	Annual programme of works at various sites committed on a highest need first basis
Children's Centres	722	Work at Conningsby and Broadlands complete
TCF Standards and Diversity	669	Rural funding towards plant and equipment costs
Childcare / QuAc	512	Various schemes to completed in 2010/11
Resources		
Smallholdings	1,095	Regulatory works at various sites

Corporate accommodation	1,153	Costs incurred on works at Plough Lane
Deputy Chief Executive		
Herefordshire ICT efficiencies	2,181	HR and finance system now live
Sustainable Communities		
Road, Bridge & Footway Maintenance	11,668	Annual programme of Amey works
Livestock Market	6,162	Work underway to complete in Spring
Rural Enterprise Grant	2,090	Various grant funded schemes
Mandatory Disabled Facilities Grant	905	Awarded following referral
Extreme winter highway damage	1,017	Works completed
Grange Court	587	Refurbishment works commenced
Hereford City Centre Enhancements	1,020	Improvement works completed
Credenhill flood alleviation scheme	781	Grant funded flood alleviation works in association with Hereford Futures
Rotherwas Futures Estate Development Work	774	Work progressing on the northern access road
Ross Flood Alleviation Scheme	1,077	Scheme complete, final settlement agreed
Rotherwas Access Road	850	Compensation payments to affected plots following the completion of the new access road
Affordable Housing Grants	566	Various grants awarded
Sub Total	60,822	
Schemes with a budget <£500k in 2010/11	9,493	
Total	70,315	

Prudential Borrowing

4. A summary of the forecast Prudential Borrowing (PB) position is set out below.

	£'000	£'000
2010/11 Original Prudential Borrowing Forecast		18,601
Add: Slippage from 2009/10	4,888	
New funding allocations	771	
		5,659
Less: Slippage into future years	(16,316)	
No longer required	(697)	
		(17,013)
Use of Prudential Borrowing in 2010/11		7,247

5. The bulk of slippage into future years relates to;
- £9.3m corporate accommodation strategy, this scheme is under review
 - £2.4m Ledbury library, this scheme is under review
 - £1.4m Hereford leisure pool, this scheme will complete over the summer
6. The slippage of capital expenditure funded by PB will result in a revenue underspend in the capital financing budget.

Capital Receipts Reserve

7. The opening capital receipts reserve balance was £13.3m as at 1st April 2010, this was restated following the implementation of IFRS to £13.6m, representing the adjustment required to the original Salt barn accounting entries. During 2010-11 £8.9m was used to fund the capital outturn and £2.1m of capital receipts were realised (mainly in relation to sale of Elmhurst). The capital receipts reserve now totals £6.8m as at 1st April 2011, £4.3m of this is expected to be needed to fund the 2011/12 capital programme as detailed in the medium term financial strategy.