

Capital Forecast

1. The capital outturn forecast for 2013/14 as at the end of July totals £54.2 million a decrease of £2.2m from May's projected outturn due to;
 - A decrease in the forecast spend against the new Hereford Archive and Record Centre in 2013/14 of £1.4m. This is a result of a three month delay in the anticipated start date following value engineering, slipping the forecast spend into future years.
 - A decrease in Yazor brook flood alleviation scheme forecast spend of £0.5m in 2013/14. Option work surrounding selecting the preferred solution is underway and once decided upon will be submitted to planning for approval. This expected spend slippage into 2014/15 represents when works on site are expected to commence.
 - A decrease in link road forecast spend of £0.4m in 2013/14 as a result of a five month delay to the anticipated start date as a result of following the legislative process for the release of the statutory instrument surrounding the possible CPO requirements this scheme entails.

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 July £'000	Profiled budget to end July £'000	Spend variance to budget £'000	Projected outturn £'000
People's Services	10,444	1,962	1,844	(118)	10,523
Places & Communities	34,012	6,431	7,799	1,368	33,306
Corporate Services	11,550	573	235	(338)	10,106
Contingency	242	90	90	-	242
Total	56,248	9,056	9,968	912	54,177
<i>Capital Grants</i>	<i>30,463</i>				<i>30,670</i>
<i>Prudential Borrowing</i>	<i>21,905</i>				<i>19,645</i>
<i>Capital Receipts</i>	<i>3,819</i>				<i>3,801</i>
<i>Reserve funding</i>	<i>61</i>				<i>61</i>
Total	56,248				54,177

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

Scheme	Spend to end July £'000	Profiled Budget to July £'000	2013/14 Annual Forecast £'000	Comments
People's Services				
Leominster Primary School	110	79	3,507	Works started on site, new school to open in October 2014
Blackmarstons Special School	1,528	1,381	2,719	The final phase of this scheme will complete in September
Condition property works	55	53	1,634	Annual programme of works at various school sites committed on a highest need first basis
Adult social care	3	3	636	Single capital pot grant funding for capital spend
Places & Communities				
Local Transport Plan including additional maintenance allocation	3,221	3,221	11,376	Annual programme of capital works to highways, footways and bridges
Fastershire broadband pilot	-	1,333	4,000	Survey work underway on providing faster broadband service to rural areas, first funding claim yet to be received
Masters House, Ledbury	273	371	2,076	Refurbishment works have commenced and will continue into next year
Connect 2	1,015	858	1,695	New bridge on site with open public access expected end October
Hereford Enterprise Zone	158	158	1,566	Utilities and public realm works underway to enable plot sales
Marches Redundant Building Grant Scheme	123	123	1,300	Grant funded grant awards following an approval process
Link road	243	165	1,921	Anticipate one year construction programme expected to start in late summer of 2014
Garrick House multi storey	754	754	1,146	Works to complete before Christmas trade
LED street lighting	-	-	1,131	Improvements will generate revenue cost savings
Disabled Facilities Grants	315	315	1,119	Individual grants awarded through an application process, enabling independent living
Car Parking Strategy	2	2	999	Includes works underway at station approach
Solar Photovoltaic panels	-	-	979	Installations will generate energy revenue cost savings
Affordable Housing Grants	-	-	612	Various grants awarded to approved schemes
Corporate Services				
Corporate accommodation	610	226	8,490	Works started at Plough Lane and the new heritage, archive and record centre with

				Civic hub 2 works to start later in the year
Unavoidable backlog maintenance including smallholding estate	-	50	600	Programme of essential property estate improvement works allocated on a highest need basis
Sub Total	8,410	9,092	47,506	
Schemes with a budget <£500k in 2013/14	646	876	6,671	
Total	9,056	9,968	54,177	

Capital Receipts Reserve

- 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. The reserve is earmarked to fund 2013/14 capital spend, the bulk of which relates to Hereford Enterprise Zone, which is expected to generate sales receipts in the near future.