

## Financial Outturn 2004-2005 - Unaudited

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### City of Edinburgh Council

18 August 2005

#### Purpose of report

- 1 To refer to the Council for approval a proposal to recover the net sum of £1.559m under the budget flexibility scheme, subject to the outcome of discussions between the Chief Executive and the Directors of Finance and Children and Families.

#### Details

- 2 On 9 August 2005, the Executive considered the attached report by the Director of Finance relating to the financial outturn position on the Council's revenue and capital accounts for 2004-2005.
- 3 The Executive agreed:
  - a) To note the revenue and capital outturn position for the year ended 31 March 2005.
  - b) To note that sums of £6.8m and £0.777m had been set aside in earmarked balances for urban regeneration and the energy efficiency programme respectively.
  - c) **To refer the report to the Council for approval of the proposal to recover the net sum of £1.559m under the budget flexibility scheme, subject to the outcome of discussions between the Chief Executive and the Directors of Finance and Children and Families.**
  - d) To refer the report to the Resource Management and Audit Scrutiny Panel as part of its work programme.

#### Recommendation

- 4 That the Council approve the net recovery of £1.559m under the budget flexibility scheme.

Ian Perry  
Deputy Leader

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**Appendices** Report no E/115/05-06/F by the Director of Finance

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**Wards affected**

**Background Papers** None

[h.cmtserv/common/lesley/executive/reports/090805/Financial Outturn 2004-2005 - Unaudited](http://h.cmtserv/common/lesley/executive/reports/090805/Financial%20Outturn%202004-2005%20-%20Unaudited)

## Financial Outturn 2004/05 - Unaudited

### Executive of Council

9th August 2005

#### 1 Purpose of Report

This report presents the financial outturn on the Council's revenue and capital accounts for 2004/05.

#### 2 Background

The annual accounts for 2004/05 were submitted to the Council at its meeting on 30th June 2005. The accounts are subject to audit.

#### 3 Main report

##### Revenue Outturn

3.1 The outturn on the General Fund can be summarised as follows:

	Revised Budget	Outturn	-- Variance --
	£000	£000	£000
General Fund Services	658,787	660,854	2,067
Significant Trading Operations	(1,275)	(2,234)	(959)
Dividend Income	(3,892)	(3,397)	495
Net Cost of Benefits	884	2,075	1,191
Loan Charges	80,419	73,517	(6,902)
Other Adjustments	577	1,066	489
<b>Total Expenditure to be Funded</b>	<b>735,500</b>	<b>731,881</b>	<b>(3,619)</b>
Aggregate External Funding	(543,410)	(543,410)	-
Council Tax	(197,785)	(196,752)	1,033
Community Charge	(500)	(49)	451
Net Contribution to Earmarked Balances	9,286	9,286	-
Contribution from General Reserve	(3,091)	(3,091)	-
<b>Total Funding</b>	<b>(735,500)</b>	<b>(734,016)</b>	<b>1,484</b>
<b>General Fund Surplus</b>		<b>(2,135)</b>	<b>(2,135)</b>

3.2 Column 1 in the above table shows the revised approved budget, after taking account of any virements, supplementary estimates or other approved adjustments. Column 2 shows the expenditure and income at the year-end. A full service analysis of the outturn position is shown in Appendix 1.

- 3.3 The revised approved budget required £3.091m to be drawn down from the General Reserve. This sum was drawn down for the following:

	<b>£000</b>
Budget Flexibility 2003/04 - Environmental and Consumer Services	1,571
Deferment of Dividend Income	1,252
Loss of Rental Income - George IV Bridge	178
Costs arising from the opening of Parliament	112
Seasonal Adjustment - Revenue Support Grant	(22)
<b>Total</b>	<b>3,091</b>

After drawing £3.091m down from the General Reserve, a surplus of £2.135m was achieved.

- 3.4 The nine-month report (based on period eight information) to the Executive of the Council on 1<sup>st</sup> February 2005 identified a surplus of £0.326m. A comparison between the nine-month projection and the outturn is shown below.

	<b>Nine-Month Report Over/(Under) Spend £000</b>	<b>Final Outturn Over/(Under) Spend £000</b>
General Fund Services		
- City Development	-	323
- Corporate Services	(130)	(460)
- Culture and Leisure	-	328
- Education	-	1,384
- Environmental and Consumer Services	385	435
- Finance	-	(312)
- Housing Non HRA	-	85
- Joint Boards	-	146
- Social Work	250	156
- SIPs	-	(18)
<b>Total General Fund Services</b>	<b>505</b>	<b>2,067</b>
Significant Trading Operations	1,169	(959)
Net Cost of Benefits	1,000	1,191
Loan Charges	(4,000)	(6,902)
Prior Year and Other Adjustments	-	489
Dividend Income	-	495
Council Tax/Community Charge	1,000	1,484
<b>Surplus</b>	<b>(326)</b>	<b>(2,135)</b>

The principal reasons for the final outturn variances are detailed below. Appendix 2 shows a comparison of the final outturn position for 2004/05 with 2003/04.

### **City Development**

- 3.5 The additional surplus of £0.359m from Edinburgh Road Services was utilised in part to spend additional monies on road maintenance within City Development.

### **Corporate Services**

- 3.6 Factors contributing to Corporate Services underspend in 2004/05 included:

- (i) underspends of £0.157m on European Projects, Local Development Committees and Scottish Executive backed projects;
- (ii) a refund of £0.090m from the Inland Revenue for benefits-in-kind overpayments in previous years;
- (iii) increased recovery £0.214m of income by Legal Services and Corporate Communications

### **Culture and Leisure**

- 3.7 Two exceptional items contributed towards the overspend of £0.328m.

- (i) The Atkins report on the condition of Historic Buildings, which cost £0.182m. The Director of Culture and Leisure originally intended to charge this sum to the capital programme. However, the definition of expenditure that may correctly be charged to capital has been tightened, following the introduction of the Prudential Code and the costs of this survey could therefore not be capitalised.
- (ii) A cost of £0.096m relating to the major sports venues feasibility study, which again cannot be regarded as capital expenditure. There is therefore an underspend in the capital budget but an overspend in revenue.

### **Education**

- 3.8 The revenue account shows an unfavourable variance of £1.384m for 2004-05. The main areas of overspend were premises costs (£1.0m), primarily in the centrally managed repairs and maintenance budget, £0.3m of unbudgeted expenditure associated with the establishment of the new Children and Families department; and transport costs (£0.9m), including £0.6m overspend on Home to School transport and £0.1m on Education taxi contract.
- 3.9 These unbudgeted pressures were partially offset by an under spend of £1.2m for third party payments including school catering. Other minor variances occurred in employee costs and supplies and services.
- 3.10 The Children and Families department has put in place measures aimed at addressing future pressure on the centrally managed repairs and maintenance budget, with all expenditure being subject to approval by Children and Families Senior Management Team. It is proposed the third party payments budget will be used to address the on-going pressures in the Home to School Transport budget and other areas of pressure across the service.

### **Environmental and Consumer Services**

- 3.11 The Department of Environmental and Consumer Services year-end variances are principally due to the failure to achieve the budgeted trade waste income (approximately £0.4m). There were also employee cost overspends within the personnel and administrative sections in the Co-ordination division.

The Analyst recorded overspends due to additional employee and property costs caused by full occupation of the laboratory. These overspends were covered by additional income.

### **Finance**

- 3.12 The department received additional income of £0.3m from central support recharges to non-General Fund clients. This is as a result of two factors:
- (i) the impact of an increase in allocable FRS 17 pension costs, resulting in additional income of £0.1m;
  - (ii) other numerous small variances caused by several factors, including an increase in the percentage of work undertaken for non-General Fund users, in line with revised arrangements.

### **Social Work**

- 3.13 The Social Work account showed a small overspend of £0.237m out of a total gross expenditure budget of nearly £173m. This overspend will require to be disaggregated between the two new departments of Children and Families and Health and Social Care and will be agreed shortly.
- 3.14 Although the account was almost in balance there were a number of pressures for example in community care which were mitigated by reduced expenditure to voluntary organisations who were in receipt of Supporting People grant

### **3.15 Significant Trading Operations**

- (i) Edinburgh Building Services - a surplus of £0.385m in excess of the budgeted contribution was achieved, resulting from the additional spend of £2.4m over budget on housing repairs through the Housing Revenue Account.
- (ii) School and Welfare Catering - was overspent due to changes in contract specification and core staffing remaining above budgeted levels. This was partly offset by an over recovery of Income due to changes in contract specification.
- (iii) Direct Cleaning - the £0.305m additional surplus within Direct Cleaning was mainly from additional work for the Housing department including clearing of void houses and stair cleaning.
- (iv) Refuse Collection and Trade Waste exceeded its budgeted contribution due to additional work performed on new recycling initiatives.
- (v) Grounds Maintenance failed to reach its targeted contribution due to an overspend in employee costs caused by an extension in the cutting season owing to adverse weather conditions.

- (vi) Other Cleaning failed to achieve its budgeted outturn due to property costs associated with the ageing depots and repairs to leased vehicles and additional fuel costs.
- (vii) Blindcraft received a subsidy of £1.09m from Social Work. This subsidy is funded from Community Care and is contained within the Social Work outturn figure of £0.237m. The business has been the subject of a major re-engineering exercise and it is anticipated that this level of subsidy will reduce significantly in 2005/06. Separate reports will be submitted to the Executive during this financial year on its performance.

### **Dividend Income**

- 3.16 Council has previously approved that management of the deferment of £1.252m of dividend income from CEC Holdings be managed through reserves. The actual dividend received was £1.523m less than the original budgeted amount, resulting in an unfavourable variance of £0.271m. In addition, the monies realised from Lothian Investment Fund for Enterprise Limited were £0.225m less than anticipated in 2004/05.

### **3.17 Net Cost of Benefits**

As previously reported in the nine month revenue and capital monitoring report, the overspend on the net cost of benefits is due to the increased use of bed and breakfast accommodation in the housing of homeless people. As noted in the nine-month report, a range of measures are being put in place to alleviate this situation, including increasing the number of temporary accommodation units, reducing unit costs and a proposal to lease units from the private sector. Realisation of these measures will take time and some overspend is anticipated in future years.

### **Loan Charges**

- 3.18 The reduction of £6.902m in financing costs is primarily as a result of the successful pro-active management of the Council's debt portfolio over the last three years, which has significantly reduced the external interest on the Council's borrowing. In addition, the slippage in the Council's Capital Expenditure Programme, both against budget and the 9-month position, resulted in less borrowing and therefore lower external interest charges than had been estimated.

### **Bad Debt Provision**

- 3.19 In closing the 2004/05 accounts, a general provision for irrecoverable debts billed through the accounts receivable system is made. Specific provisions are charged to relevant departments.

### **Prior Year and Other Adjustments**

- 3.20 Prior Year and Other Adjustments include £0.394m relating to non-pooled costs arising from Non-Domestic Rates. These include water and sewerage costs prior to 1996 and the Council's share of discretionary relief granted by the Council to organisations other than sports clubs, which cannot be recovered through the Non-Domestic Rate pool.

### Council Tax/Prior Years Taxation

- 3.21 Council Tax was £1.033m below budget, mainly as a result of an increase in the level of Council Tax discounts and exemptions granted. Members will recall that the Council Tax systems were migrated to new software in 2003/04 and this resulted in a delay in the annual review of discounts and exemptions. In 2004/05, functionality of the software continued to be rolled out for operational use. Priority was placed on the testing and implementation of debt recovery. As a result, it was not possible to progress the testing of the software necessary to carry out the annual review of Council Tax reliefs in 2004/05.
- 3.22 Testing is due to be finalised in 2005/06 and once operational, a review of entitlement to discounts and exemptions will be carried out in 2005/06 and on an annual basis thereafter. Although taxpayers have a duty to report any changes that may affect their entitlement, it is anticipated that the retrospective review will result in the level of relief granted reducing as accounts are amended to reflect any change that has occurred.
- 3.23 Income from prior year's taxation, including community charge, is reducing year-on-year, although arrangements continue to be made through sheriff officers to collect monies. It is anticipated that the income will be collected, but that this will be achieved over a longer time-period than the budget anticipates. Members will recall that this was addressed in the 2004-2007 budget from 2006/07 onwards. It was noted in the half-year report that the deferment of income in 2004/05 could be offset through savings in loan charges.

### Budget Flexibility

- 3.24 Members will recall that in November 2004 Council approved amendments to the budget flexibility scheme, following the review of the pilot scheme. The maximum underspend that could be carried forward increased to 2% of net expenditure. Departments retain 75% of this amount with the remaining 25% being set aside to ensure that the Council maintains an adequate level of reserves or to meet corporate contingencies. Any surplus over and above the maximum carry forward is transferred to the Unallocated General Fund Balance.

The table below summarises the unaudited outturn position.

Department	Maximum Carry Forward £000	Actual Outturn £000	Budget Flexibility Carry Forward £000	Budget Flexibility Set Aside £000
City Development	(1,163)	(36)	(27)	(9)
Corporate Services	(380)	(655)	(299)	(95)
Culture / Leisure	(600)	328	328	-
Education	(1,715)	1,384	1,384	-
Environmental Services	(741)	334	334	-
Finance	(403)	(312)	(234)	(78)
Housing Non HRA	(219)	(300)	(164)	(55)
Social Work	(3,451)	237	237	-
<b>Total</b>			<b>1,559</b>	<b>(237)</b>



- 3.25 Devolved school management, housing benefits, social inclusion partnerships (SIPs), Joint Boards and parking income are excluded from the budget flexibility scheme. Central support costs and capital charges are also excluded Significant Trading Operations are included within the appropriate department. An allowance of £0.014m has been made to Corporate Services carry forward, as the authority to spend these monies is fully delegated to Local Development Committees.
- 3.26 As noted at 3.8 above, the overspend of £1.384m for Education includes £0.3m relating to costs arising from the introduction of the Children and Families Department. The funding of this item is the subject of continuing discussions with the Chief Executive and Director of Children and Families and the carry forward position will be determined following the outcome of these discussions.
- 3.27 Approval of the carry forwards shown in the table above will require £0.724m to be set aside in an earmarked reserve for City Development, Corporate Services, Finance and Housing Non HRA. This will be offset by the sum of £2.283m to be recovered from Culture and Leisure, Education, Environmental and Consumer Services and Social Work. This results in a net sum of £1.559m to be recovered in 2005/06, subject to the outcome of the discussions referred to in 3.26 above.
- 3.28 Service Directors have included details of how overspends will be recovered in 2005/06 in the three-month revenue and capital monitoring report.
- 3.29 In addition, £0.237m has been set aside in an earmarked reserve, following the changes to the budget flexibility scheme approved in November 2004.

#### **Housing Revenue Account**

- 3.30 In 2004/05, the Housing Revenue Account achieved a balanced position, after drawing £1.25m down from the Renewals and Repairs Fund during the year.
- 3.31 Employee costs were £0.305m over budget and repair costs were £2.4m over budget, although an overspend in this area had been forecast during the year. Former tenants' arrears written off were £1.37m over budget. This sum included £1m relating to previous financial years. Lost rents were £0.431m over budget and further expenditure was required on information technology on the iWorld system.
- 3.32 These additional costs were offset by savings of £0.582m on supporting people tenant protection and £3.4m on loan charges. This latter saving arose mainly as a result of the interest rate being lower than the budgeted level and not making the budgeted revenue contribution to capital of £2.273m

#### **General Fund Balance**

- 3.33 The unaudited balance on the General Fund as at 31<sup>st</sup> March 2005 stood at £31.211m. The table below provides detail of the earmarked and unallocated balances within the General Fund Reserve.

	£000	£000
General Fund Reserve		31,211
Earmarked Balances		
Budget Flexibility Carry Forward	(1,559)	
Budget Flexibility Set Aside	237	
Cab / HMO Licensing	576	
CCTV	340	
Change Management	370	
Devolved School Management	1,204	
Energy Efficiency	777	
Insurance Fund	4,487	
Minor Funds	210	
RSG Monies Set Aside	1,882	
Social Work Client Index	954	
Spend to Save	1,715	
Urban Regeneration	6,800	17,993
	<hr/>	<hr/>
Unallocated General Fund Balance		13,218

- 3.34 In 2004/05, £6.8m was received from the Scottish Executive for urban regeneration. In addition, the Council was awarded £1.2m (over two years) under the Scottish Executive's Public Sector Energy Efficiency Initiative to facilitate the operation of Spend to Save schemes in this area. £0.777m of this sum was received in 2004/05. Further sums due will be paid upon successful progress in respect of the first wave of projects. These monies have been set aside in earmarked balances.
- 3.35 Members will recall that the Council agreed, at its meeting on 30th June, to utilise £1.5m of balances in the current financial year to increase expenditure on roads maintenance. This will be drawn down from the unallocated General Fund balance of £13.2m shown above.
- 3.36 Members will also recall that I reported to the Executive in May of this year on the Controller of Audit's overview report and the comments on levels of reserves held by Councils. I am pleased to note that the Chairman of the Accounts Commission, in giving evidence to the Scottish Parliament's Audit Committee, has since stated that the City of Edinburgh Council has a clear policy in this area and a level of balances he would regard as acceptable.

### **Capital Outturn**

- 3.37 Appendix 3 shows the capital outturn position. Expenditure of £101.620m was incurred during the year, compared to a budget of £153.137m. The slippage of £51.517m includes £11.245m relating to flood prevention. This is matched by slippage in grant income. Excluding this sum leaves slippage of £40.272m, which represents 28.4% of the total capital budget for 2004/05 (excluding flood prevention).
- 3.38 Such high levels of slippage create significant difficulties in managing the three-year programme and meeting Council priorities. Proposals to improve the planning and monitoring of capital expenditure are under consideration and will be the subject of a further report.

- 3.39 Asset sales (excluding those ring-fenced for rationalisation of office accommodation) totalled £14.576m, compared to a budget of £23.827m. This has not impacted on the capital programme, as a result of the expenditure slippage described above.
- 3.40 Grant income of £58.691m was received, £26.463m less than the budgeted amount, of which £11.245m relates to flood prevention. Slippage in grant income, mainly projects funded through the integrated and public transport funds, is matched by a corresponding slippage on expenditure.
- 3.41 A separate report on Capital Slippage and Receipts 2004/05 can be seen elsewhere on the agenda.

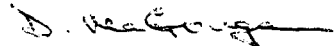
#### **4 Summary / Conclusion**

- 4.1 The outturn positions reported by a number of departments underlines the need to improve the monitoring process. In addition to the requirement for reports to the Executive and / or Council to provide full information of financial implications for current and future years, the monitoring process itself is to be revised. It is proposed to report monitoring statements on a monthly basis to departmental management teams that will include agreed actions and timescales for implementing these.
- 4.2 Cash flow models are to be introduced for larger capital projects to assist in the monitoring process. These will be developed by Financial Services staff together with the Capital Planning Group.

#### **5 Recommendations**

The Executive is asked to:

- i) note this report and the revenue and capital outturn position for the year ended 31st March 2005;
- ii) note that sums of £6.8m and £0.777m have been set aside in earmarked balances for urban regeneration and the energy efficiency programme respectively;
- iii) refer the report to Council to approve the net recovery of £1.559m under the budget flexibility scheme, subject to the outcome of discussions with the Chief Executive and the Director of Children and Families;
- iv) note that the report will be referred to the Resource Management and Audit Scrutiny Panel as part of its work programme.

  
**Donald McGougan,**  
**Director of Finance.**  
*2nd August 2005*

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<b>Appendices</b>	3
<b>Contact/Tel:</b>	Alison Henry: 0131-469 3172
<b>Wards affected</b>	All
<b>Background papers</b>	Departmental working papers

## OUT-TURN STATEMENT 2004-2005

Service	Revised Budget £000	Outturn £000	Outturn Variance £000
City Development	39,327	39,650	323
Corporate Services	19,346	18,886	(460)
Culture and Leisure	29,996	30,324	328
Education	248,298	249,682	1,384
Environmental/Consumer Servs	37,570	38,005	435
Finance	20,136	19,824	(312)
Housing - Non HRA	11,159	11,244	85
Joint Board Requisitions			
Police	49,606	49,762	156
Fire	26,460	26,460	0
Valuation	3,577	3,567	(10)
Social Work	172,536	172,773	237
Social Inclusion Partnership	776	758	(18)
<b>General Fund Services Subtotal</b>	<b>658,787</b>	<b>660,935</b>	<b>2,148</b>
Significant Trading Operations			
Blindcraft	0	0	0
Edinburgh Building Services	(187)	(572)	(385)
Edin Roads Services	(241)	(600)	(359)
Direct Cleaning	(136)	(441)	(305)
Fleet Maintenance	(77)	(76)	1
Ground Maintenance	(38)	15	53
Other Catering	(7)	(13)	(6)
Other Cleaning	(280)	(255)	25
Refuse Collection / Trade Waste	(178)	(357)	(179)
School and Welfare Catering	(131)	(16)	115
	(1,275)	(2,315)	(1,040)
Dividends Receivable	(3,892)	(3,397)	495
<b>General Fund Services</b>	<b>653,620</b>	<b>655,223</b>	<b>1,603</b>
Net Cost of Benefits	884	2,075	1,191
Loans Charges	80,419	73,517	(6,902)
Other Adjustments -			
Provision for Bad Debts	0	837	837
Prior Year and Other Adjusts	577	(165)	(742)
Non Domestic Rates - Non Pooled Costs	0	394	394
<b>Total Expenditure to be Funded</b>	<b>735,500</b>	<b>731,881</b>	<b>(3,619)</b>
Funded by -			
Revenue Support Grant	(375,345)	(375,345)	0
Non Domestic Rates	(168,065)	(168,065)	0
Council Tax	(197,785)	(196,752)	1,033
Prior Years Community Charge	(500)	(49)	451
Use of General Reserve	(3,091)	(3,091)	0
Contn to Earmarked Funds	9,521	9,521	0
Contn from Earmarked Funds	(235)	(235)	0
<b>Total Funding</b>	<b>(735,500)</b>	<b>(734,016)</b>	<b>1,484</b>
<b>Total General Fund Surplus</b>	<b>0</b>	<b>(2,135)</b>	<b>(2,135)</b>

## THE CITY OF EDINBURGH COUNCIL

## COMPARISON OF 2004-2005 (UNAUDITED) AND 2003-2004

Service	2004-2005			2003-2004		
	Revised Budget £'000	Outturn £'000	Outturn Variance £'000	Revised Budget £'000	Outturn £'000	Outturn Variance £'000
City Development	39,327	39,650	323	34,478	34,722	244
Corporate Services	19,346	18,886	(460)	19,613	18,986	(627)
Culture and Leisure	29,996	30,324	328	28,568	28,544	(24)
Education	248,298	249,682	1,384	236,409	236,193	(216)
Environmental and Consumer Services	37,570	38,005	435	37,361	38,841	1,480
Finance	20,136	19,824	(312)	21,098	21,205	107
Housing - Non HRA	11,159	11,244	85	8,557	8,616	59
Joint Board Requisitions						
Police	49,606	49,762	156	48,156	48,156	0
Fire	26,460	26,460	0	23,119	23,009	(110)
Valuation	3,577	3,567	(10)	3,444	3,450	6
Social Work (including Blindcraft)	172,536	172,773	237	163,726	163,726	0
Social Inclusion Partnership	776	758	(18)	1,736	1,739	3
<b>General Fund Departments</b>	<b>658,787</b>	<b>660,935</b>	<b>2,148</b>	<b>626,265</b>	<b>627,187</b>	<b>922</b>
Significant Trading Operations						
Blindcraft	0	0	0	0	0	0
Edinburgh Building Services	(187)	(572)	(385)	(201)	(206)	(5)
Edin Roads Services	(241)	(600)	(359)	(249)	(287)	(38)
Direct Cleaning	(136)	(441)	(305)	(123)	(231)	(108)
Fleet Maintenance	(77)	(76)	1	(43)	(118)	(75)
Ground Maintenance	(38)	15	53	(38)	(36)	2
Other Catering	(7)	(13)	(6)	(8)	(22)	(14)
Other Cleaning	(280)	(255)	25	(293)	(281)	12
Refuse Collection / Trade Waste	(178)	(357)	(179)	(32)	45	77
School and Welfare Catering	(131)	(16)	115	(134)	100	234
	(1,275)	(2,315)	(1,040)	(1,121)	(1,036)	85
Dividends Receivable	(3,892)	(3,397)	495	(2,215)	(2,337)	(122)
<b>General Fund Services</b>	<b>653,620</b>	<b>655,223</b>	<b>1,603</b>	<b>622,929</b>	<b>623,814</b>	<b>885</b>
Net Cost of Benefits	884	2,075	1,191	7,728	7,798	70
Loans Charges	80,419	73,517	(6,902)	78,842	75,633	(3,209)
Other Adjustments -						
Provision for Bad Debts	0	837	837	0	(1,254)	(1,254)
Prior Year and Other Adjusts	577	229	(348)	0	1,251	1,251
<b>Total Expenditure to be Funded</b>	<b>735,500</b>	<b>731,881</b>	<b>(3,619)</b>	<b>709,499</b>	<b>707,242</b>	<b>(2,257)</b>
Funded by -						
Revenue Support Grant	(375,345)	(375,345)	0	(356,068)	(356,046)	22
Non Domestic Rates	(168,065)	(168,065)	0	(159,990)	(159,990)	0
Council Tax / Community Charge	(198,285)	(196,801)	1,484	(189,319)	(187,485)	1,834
Use of General / Earmarked Reserves	6,195	6,195	0	(4,122)	(3,586)	536
<b>Total Funding</b>	<b>(735,500)</b>	<b>(734,016)</b>	<b>1,484</b>	<b>(709,499)</b>	<b>(707,107)</b>	<b>2,392</b>
<b>(Surplus) / Deficit</b>	<b>0</b>	<b>(2,135)</b>	<b>(2,135)</b>	<b>0</b>	<b>135</b>	<b>135</b>

Housing - HRA	0	0	0
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	0	(100)	(100)
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## CAPITAL OUTTURN STATEMENT 2004/05

## NON HRA

Expenditure	Revised Budget £'000	Actual Outturn £'000	Projected Variance	
			£'000	%
Blindcraft	153	30	(123)	-80.39%
City Development	60,022	42,158	(17,864)	-29.76%
Corporate Services	3,077	750	(2,327)	-75.63%
Culture and Leisure	7,815	3,370	(4,445)	-56.88%
Education	16,867	15,743	(1,124)	-6.66%
Environmental/Consumer Servs	2,789	847	(1,942)	-69.63%
Finance	62	305	243	391.94%
Housing - Non HRA	3,665	817	(2,848)	-77.71%
Housing - Private Sector Grants	8,581	7,752	(829)	-9.66%
Housing - Community Ownership Prog. / Development Funding	29,084	26,149	(2,935)	-10.09%
Social Work	7,757	2,468	(5,289)	-68.18%
Corporate Projects	1,202	484	(718)	-59.73%
Other Projects	818	747	(71)	-8.68%
Flood Prevention	11,245	0	(11,245)	-100.00%
<b>TOTAL</b>	<b>153,137</b>	<b>101,620</b>	<b>(51,517)</b>	<b>-33.64%</b>

Resources				
Capital Receipts				
- Asset Sales - General Services	(23,827)	(14,576)	9,251	-38.83%
- Asset Sales - Office Accom.	(3,346)	(981)	2,365	-70.68%
- Other Contributions	(13,260)	(12,444)	816	-6.15%
- Capital From Current Revenue	141	(141)	(282)	N/A
Total Capital Receipts	(40,292)	(28,142)	12,150	-30.15%
Grants				
- Flood Prevention	(11,245)	0	11,245	-100.00%
- Integrated Transport Fund	(12,662)	(8,727)	3,935	-31.08%
- Private Sector Housing Grant	(8,581)	(7,749)	832	-9.70%
- Public Transport Fund	(14,213)	(9,244)	4,969	-34.96%
- Schools Fund	(3,462)	(3,462)	0	0.00%
- Housing Devt Funding / Comm Ownership	(29,084)	(26,149)	2,935	-10.09%
- Other	(5,907)	(3,360)	2,547	-43.12%
Total Grants	(85,154)	(58,691)	26,463	-31.08%
Total Capital Resources	(125,446)	(86,833)	38,613	-30.78%

Borrowing				
Balance to be Funded	27,691	14,787	(12,904)	-46.60%
- Utilisation of Previous Year's Receipts	6,887	6,887	0	0.00%
- Borrowing Supported through RSG	25,089	25,089	0	0.00%
- Prudential Borrowing Supported by Depts	2,950	2,950	0	0.00%
Total Supported Borrowing	34,926	34,926	0	0.00%
- Unsupported Borrowing	(7,235)	(20,139)	(12,904)	178.36%
	27,691	14,787	(12,904)	-46.60%

**Agenda item: Executive of 9 August 2005**

**Report title: Financial Outturn 2004-2005 - Unaudited**

In accordance with the Council's Standing Orders, the contents of this report have been noted by the appropriate Executive Member.

Without prejudice to the integrity of the report, and the recommendations contained within it, the Executive Member expresses his/her own views as follows:

Signed: *Mansoor M. Chud* Date: *28/7/05*

**For information** – Standing Order 57(1) states:

“Heads of Department will prepare reports, with professional advice and recommendations, on matters requiring decisions by the Executive:

- a report seeking decisions on matters of corporate strategy, corporate policy and corporate projects will be submitted direct to the Executive
- a report seeking decisions on matters relating to the special responsibilities allocated to an individual member of the Executive will be submitted, in the first instance, to that member. The member will add his or her own recommendation to it before submission to the Executive. Where the Executive member disagrees with the advice and the recommendation of the officers, the Executive member will also state his or her reasons.”