

REPORT OF THE HEAD OF FINANCE AND ICT

GOVERNANCE COMMITTEE – 28 JUNE 2007

**FINANCIAL OUTTURN 2006/7**

**Recommendations**

*That Members receive and note this report setting out the:*

- *Significant changes to take into account when considering the accounts*
- *reasons for the main variations between the budgets and outturn for the General Fund Revenue Account, Housing Revenue Account and Capital Programme;*
- *movements between reserves within the Statement of Accounts; and financial standing of the Council as at 31 March 2007.*

Contact Officers – Helen Lamb (extension 2063) and Louise birch (extension 2111)

**Purpose of the Report**

1. Item 9 on your agenda today contains the draft final accounts for the year ending 31st March 2007. This report has been produced in support of the draft accounts in order to provide Members with a more detailed explanation of the 2006/07 outturn and the financial standing of the Council and to highlight the key issues and significant changes.
2. The starting point for considering the financial outturn is the 2006/07 Original budget which is shown, together with the 2006/07 Actual and variance at Appendix A. The variances are analysed against the budgets of the various Heads of Service since this is a familiar format which reflects the Councils management arrangements. Members will note that the final accounts (in particular the Income and Expenditure account) have to follow a prescribed format which differs from the format of Dover's budget summary. However, the movements in the General Fund reserves are the same in both reports and provide a common point of reconciliation for this report and the final accounts.

**Significant Reporting Changes from Previous Years**

3. The most obvious change that will be apparent to Members as they read the accounts is that the format and content of the core financial statements appears different.
4. Dover, in common with all other local authorities, is required to comply with the SORP (Statement of Recommended Practice). The detailed requirements of the SORP are too many to set out in this report (the guidance notes run to over 600 pages) and the specific changes can be discussed with Members on 28/6/07, however, the key changes to note include :-
  - The Consolidated Revenue Account and Statement of Movement on the General Fund Balance have been replaced by :-
    - an Income and Expenditure Account;

- Statement of Movement on the General Fund Balance; and
  - a Statement of Total Recognised Gains and Losses
  - The Housing Revenue Account has also been changed to have an HRA Income and Expenditure Account and a Statement of Movement on the Housing Revenue Account Balance
  - The core financial statements are now grouped together in the accounts.
  - The requirement to make a capital financing charge has been removed.
5. Other significant issues are set out below.

#### General Fund Revenue Outturn

6. The 2006/07 Original Budget indicated a budget surplus of £447k. The 2006/07 Actual was a surplus of £1,290k, a favourable variance of £843k.
7. Appendix A provides an overall budget summary showing the main sources of the variations. Appendix B provides a more detailed schedule and Appendix C provides an explanatory narrative of the main variations.
8. However, in summary, the position is :-

<b>Table 1 – Overall Summary of General Fund Outturn</b>	
	£000
Overall favourable variance	845
Due to :-	
Revenues and Benefits Recovery (1)	(300)
Slippage / Proposed re-provision (2)	(300)
Cancellation of provision for revocation of changes to the Local Government Pension Scheme (3)	(200)
Earlier payment of redundancy costs (4)	150
Underlying variance	(195)

(1) Largely due to recovery of “overclaimed” benefit.

(2) Items of expenditure that were part of the approved 2006/07 budget, but that have slipped to 2007/08.

(3) Changes to the LGPS (particularly abolition of the “85 year rule) which had been cancelled by Government, were subsequently re-instated, thus removing the requirement for this provision.

(4) See note on the Corporate Review Reserve below.

9. The net underlying variance therefore comprises just over 1% of the £14.86m original net budget requirement.

#### General Fund Reserves

10. General Fund reserves are “cash backed” reserves and are available for the Council to use. For management and planning purposes they have been split into “General Reserves” and “Earmarked General Reserves”.
11. Technically, there is no difference between Earmarked General Reserves and General Reserves. However, the General Reserves are usually applied to cope with unanticipated variations in spend, whereas Earmarked General Reserves are a share of the General Reserves set aside for planned purposes.

12. The Medium Term Financial Plan (MTFP – approved by Council 7th March 2007) recommended a minimum level of General Reserves to be maintained at 10% of the net revenue budget (ie around £1.5m) with a preferred minimum level of £2M. The outturn for 2006/07 enables the Council make the following adjustments to reserves.

<b>Table 2 – General Fund General Reserves</b>		
	£000	£000
Opening balance as at 1 <sup>st</sup> April 2006		2,594
Add 2006/07 surplus		1,293
Transfers to Earmarked Reserves :-		
Special Projects Reserve	(402)	
Corporate Review Reserve	(150)	
Invest to Save	(400)	
Corporate Training Initiative	(40)	
Major Events Reserve	(200)	
Local Development Framework	(50)	
Cluster (joint working) Reserve	(100)	
Total transfers to Earmarked Reserves		1,342
Year end balance		2,545
Slippage / Re provision in 2007/08		300
Underlying balance		2,345

13. The Opening Balance of £2,594k and the year end balance of £2,545k can also be found within the Statement of Accounts in the “Statement on Movement of the General Fund Balance” and the “Breakdown of Reconciling Items in the Statement of Movement on the General Fund Balances”.
14. The underlying balance has been maintained above £2m and it therefore complies with the corporate policy. The purposes of the majority of the Earmarked reserves were explained in the MTFP. However there are some minor variations which are explained below :-
- Special Projects Reserve – the favourable variance enabled a greater contribution to be made than was indicated in the MTFP.
  - Corporate Review Reserve – the reserve was established to meet redundancy costs and to mitigate the costs of changes in the provider of staff health care. The decision in relation to the removal of a post and consequent redundancy was taken by General Purposes Committee on 7<sup>th</sup> March 2007 and so, although the redundancy concerned did not take place until the 2007/08 financial year, we are required to account for the costs in the year of the decision. Accordingly, the cost has been charged to the revenue account and a lower level of reserve is now required.
  - Invest to Save – as with the Special Projects Reserve the favourable variance enabled a greater contribution to be made than was indicated in the MTFP
  - Major Events Reserve – This was originally called the Open Golf Championship Reserve, however the Council is now investigating the possibility of staging other events (for example, to celebrate the centenary of Bleriot’s flight across the Channel) and so the provision has been increased.
15. Note 35 to the Core Financial Statements in the draft Statement of Accounts provides a complete breakdown of the Earmarked Reserves and Note 36 includes the General Fund Reserve.

16. In considering the earmarked and general reserves Members are reminded that there is an opportunity cost of maintaining these reserves when the resources could be applied to meet service or capital investment requirements. At the same time, maintaining cash backed reserves generates additional income from interest on cash balances, which is used as an additional income stream. However, the key judgement is to ensure that the reserves are set at levels that facilitate the prudent financial management of the authority, provide sufficient resources to meet anticipated future demands, and provide for a margin of unanticipated variation.

#### General Fund Outturn compared to Budget Monitoring

17. The section above compares outturn to the original budget. However, during the year budgets and expenditure have been continually monitored. Budget managers have regularly reviewed their budgets and identified any savings or growth items. The revenue budget has been updated on a monthly basis to reflect these changes to the original budget.
18. The Budget Monitoring reports have indicated, throughout the year, that the forecast outturn on the General Fund remains within the overall “resource envelope” and the outturn confirms this.

#### Housing Revenue Account Outturn

19. The Housing Revenue Account shows a surplus for the year of £185k, which is a favourable variance of £275k against the original budgeted deficit of £90k. A schedule of the main variances is contained in Appendix D in this report.
20. The overall HRA surplus has increased to £5.7m. The additional surplus on the Housing Revenue Account as at 31 March 2007 can be utilised future years to meet the Government Decent Homes targets by the 2010 deadline.

#### Collection Fund Outturn

21. The Collection Fund income and expenditure account, which is a separate statutory account to record the transactions for the collection of Council Tax, National Non-Domestic Rates (NNDR) and residual Community Charge, shows a surplus of £1,726k at 31 March 2007. The balance on the fund is distributed to the precepting authorities (Kent County Council, Kent Police Authority, Kent and Medway Towns Fire Authority and Dover District Council) in proportion to their respective precept amounts (Dover District Council’s 2007/08 budget already includes a contribution based on the estimated 2006/07 surplus and any remaining surplus will be included in the forecasts for the 2008/09 distribution).

#### Capital Programme Outturn

22. The Medium Term Capital Programme (MTCP) is set out at Appendix E (i).
23. For each project “in progress” and each project awaiting capital appraisal the MTCP includes, under the heading “Approved Budget” :-
- The cumulative expenditure from previous years;
  - The estimated expenditure for 2006/07
  - The remainder of the approved project budgets
24. Under the heading “Proposed Budget” the MTCP includes :-

- The actual expenditure from 2006/07
  - The rephrasing of the capital programme
  - The revised project budgets.
25. The budgeted expenditure for 2006/07 was £11.352m (this includes the addition, mid year, of DTIZ expenditure financed by SEEDA). The actual expenditure was £11.144m, a favourable variance of £208k. This is due to a large number of minor variances. However, these mainly arise from project slippage rather than savings in the costs of the projects. For the majority of projects the expected total costs remain within the original budget.
26. The significant exception to this is the budget for Mandatory Disabled Facilities Grants which it is proposed to increase from £1.993m to £2.162m, an increase of £169k. This is subject to the receipt of additional government grant to finance this increase.
27. The overall MTCP budget therefore shows a minor increase (of £185k in total) from £42.634m to £42.819m. A more detailed breakdown of this figure is given in Appendix E(ii).
28. The Housing Revenue Account capital works programme at Appendix E (iii) gives a breakdown of the amounts in the Medium Term Capital Plan allocated to housing projects for 2006/07 and 2007/08.
29. Appendix E(i) also provides an analysis of the sources of financing for the MTCP. For 2006/07 the main sources of capital financing have been :-
- Capital receipts – these are receipts from the sales of assets. The main source of capital receipts is from Council House sales. These have shown a declining trend in recent years.
  - Major Repairs Allowance – this is a government grant used to finance major repairs to Council Houses
  - Direct Revenue Financing HRA – This is income from the Council House account, used to finance capital works on Council Houses, mainly to meet the Governments “Decent Homes” standard.
  - SEEDA for DTIZ – this is a grant from SEEDA to assist the Council in purchasing sites to progress the Dover Town Investment Zone project.
30. In summary, the outturn for projects completed in 2006/07 was on budget and the current MTCP is fully financed for future years. However, there are likely to be pressures from new projects whilst capital receipts from Council House sales, which are a major source of funding, are falling. The capital programme and its financing are regularly monitored and project variations are reported to Members. The capital programme is developed as part of the process to produce the Medium Term Financial Programme.

#### Special Projects Outturn

31. The Special Projects reserve is mainly used to finance major one-off revenue projects because they cannot be financed from the various capital financing sources listed in the section above. It is also used to provide a source of additional financing for a small number of capital projects.

32. The bulk of the Special Projects (see Appendix F) are shown as “projects in progress” and these have a revised budget total of £4.426m. The Special Projects programme is dynamic. It is adjusted as new projects are approved, and these changes are reported to Members during the year. However, “in year” variations in spend against approved budget for individual projects are mainly due to timing changes. There are no material variations to individual projects total budget, and the whole programme is fully financed.
33. In the 2006/07 accounts a sum of £402k has been transferred from General Fund balances to provide additional financing for the programme in 2007/08 and future financial years.
34. In addition to the projects in progress, several projects have been approved in principle subject to capital appraisals. This leaves the Special Projects reserve with an uncommitted balance of £231k.

#### Treasury Management

35. The Council is pro-active in its cash management and in September 2002 it adopted the CIPFA Code of Practice on Treasury Management.
36. In net terms, the Council is debt free. At 31st March the Council had over £22m managed by the Council’s fund manager, Investec. The Council also has day to day cash balances which it manages in-house, and these averaged over £6m in 2006/07. Offsetting these, the Council has just over £4m of borrowing from the Public Works Loans Board (PWLB) and a £3m LOBO (Lender’s Option, Borrower’s Option) with Dresdner Bank.
37. The significant interest rates, over the year, were :-
  - Investment :-
    - Investec - interest of £919k, a 4.16% return
    - In-house cash management – interest of £299k, a 4.89% return
  - Borrowing
    - PWLB (25 years and over) £4m - 6.56% interest charged
    - Dresdner Bank LOBO £3m - 4.75% interest charged
38. The Council employs Investec because they are able to invest in financial instruments such as Gilts and Certificates of Deposit which offer the potential of higher returns. However rising interest rates have meant that Investec have been unable to make capital gains on gilts, and have had to sell the gilts they were holding at a loss, impacting on the return for the year. A more detailed report is being prepared examining the options for the investments with Investec.
39. In overall net terms, the Council is debt free, however the Council has borrowing with the PWLB and Dresdner Bank. The PWLB debt appears expensive in comparison with the returns on investments, however there are redemption penalties which have made it uneconomic to pay back the loan. This is being monitored and as interest rates increase the penalties may change.
40. The Council retains the services of Sector as Treasury Management advisers and they provide market intelligence , economic forecasts, fund managers performance, debt re-scheduling, opportunities for borrowing and ad-hoc enquiries.

41. No major investments have been made during the year, nor have there been any significant changes to the arrangements for Treasury Management.

Summary of Assets and Liabilities

42. At the year end the balance sheet is drawn up. This shows the value of Dover District Councils land and buildings and assets and liabilities. The full balance sheet is provided in the Statement of Accounts together with comprehensive explanatory notes. A summary balance sheet has been produced (see below). This is also included in the Summarised Accounts that are incorporated into the Best Value Performance Report.

As at 31 March	2006 £'000	2007 £'000
Value of land and property	295,325	320,546
Investments and cash in bank	22,355	26,302
Money owed to Dover District Council	5,739	6,319
Money owed by Dover District Council	(12,652)	(13,531)
Loans outstanding	(4,006)	(4,004)
Long term liabilities	(56,178)	(59,200)
<b>Total assets less total liabilities</b>	<b>250,583</b>	<b>276,432</b>
<b>Financed by:</b>		
Revenue balances	(8,375)	(8,510)
Reserves and revaluation account	(188,038)	(213,783)
Deferred premiums and grants	(11)	(7)
Capital financing	(54,159)	(54,132)
<b>Total equity</b>	<b>(250,583)</b>	<b>(276,432)</b>

43. The main points to note, and main variances against the prior year comparator, are explained below.

- Value of Land and Property – land and property are revalued each year. The main changes in the values are due to :-
  - Property price increases
  - Acquisitions – mainly in relation to the DTIZ scheme
  - Disposals – Council Housie and other sales
  - Impairments – for example the damage to the tennis dome at Tides during winter storms.
- Investments and Cash at Bank – The Council is currently in receipt of grants from English Partnerships and SEEDA in relation to the DTIZ scheme and also grants for the regeneration of private sector housing stock. These have recently increased the level of cash held by the Council.
- Long Term Liabilities – The change is mainly due to two factors. First the level has reduced due to a reduction in the pension liability as a result of the performance of the pension fund investments and increasing yields on bonds. This is more than offset by the grants from English Partnerships, SEEDA and for housing regeneration, which are liabilities “owed” back to English Partnerships etc until they are spent.
- Reserves and Revaluation Account – The most significant change is an increase of £23m due to revaluation and restatement of fixed asset values.

This reflects much of the increased value of land and property explained above.

#### Background Papers

- Accounts and Audit Regulations 2003.
- CIPFA Code of Practice on Local Authority Accounting.
- Final Account papers held by the Accountancy Division.
- SORP 2006.
- Draft Statement of Accounts 2006/07

#### Consultation Statement

44. The statutory process of making the accounts available for inspection by the public under Accounts and Audit Regulations has been observed. Adverts were placed in local papers and the public will be able to inspect the accounts on working days from 6<sup>th</sup> July 2007 to 2<sup>nd</sup> August 2007 and will be able to raise questions with the external auditor who will be available on 3<sup>rd</sup> August 2007.
45. A summary of the accounts has also been included in the Best Value Performance Plan and the view of stakeholders as to the format and content of the summary have been sought.

#### Attachments

Appendix A – General Fund Budget Summary

Appendix B - Schedule of General Fund variances

Appendix C - Explanation of General Fund variances

Appendix D – Housing Revenue Account summary D(i) and variances D(ii)

Appendix E – Capital Projects as follows :-

E(i) – Medium Term Capital Programme incorporating 2006/07 Actual and future year proposed budgets.

E(ii) – Capital variations statement to show the overall differences between approved and proposed Medium Term Capital Programme budgets.

E(iii) – A detailed breakdown of the HRA Capital Programmes for 2006/07 and 2007/08

Appendix F – Special Projects Programme and analysis of Special Projects Reserve.

(See also item 9 on the agenda - Draft Statement of Accounts 2006/07).

MIKE DAVIS

Head of Finance and ICT.

The Officer to whom reference should be made concerning inspection of the background papers is Helen Lamb, Principal Accountant (Revenue), White Cliffs Business Park, Dover, Kent CT16 3PJ. Telephone: (01304 821199). Extension: 2306

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**BUDGET SUMMARY**

	<b><u>2006/07 Original Budget</u></b>	<b><u>2006/07 Actual</u></b>	<b><u>Variances</u></b>
	£	£	£
<b><u>Head of Service</u></b>			
Deputy Chief Executive	1,186	1,209	23
Head of Governance	1,293	1,063	-230
Head of Housing and Community	2,243	1,924	-319
Head of Finance & ICT	1,838	2,571	733
Head of Development & Public Protection	2,058	1,797	-261
Head of Property and Procurement	6,492	5,170	-1,322
Head of Revenues and Benefits	3,011	2,574	-437
Salary Vacancy Provision	-250	0	250
Revocation of changes to LGPS	200	0	-200
Council Tax Second Homes	-89	-89	0
Contingency	175	0	-175
	<b>18,157</b>	<b>16,219</b>	<b>-1,938</b>
Depreciation	-2,704	-1,383	1,321
Pension Adjustments	993	683	-310
Contribution to/(from) Reserves			
- Local Development Framework Reserve	-77	56	133
- Special Projects Reserve	-767	-1,403	-636
- Planning Delivery Grant	-331	-51	280
<b>Net Service Expenditure</b>	<b>15,271</b>	<b>14,121</b>	<b>-1,150</b>
<b><u>Financing Adjustments</u></b>			
Interest Receivable	-750	-736	14
Interest Payable	405	404	-1
Deferred Charges	-248	-301	-53
Grant Applied	0	345	345
<b>Total Budget Requirement</b>	<b>14,678</b>	<b>13,833</b>	<b>-845</b>
<b>Financed by:</b>			
Revenue Support Grant	1,581	1,581	0
<b>NDR</b>	8,189	8,189	0
Collection Fund Surplus	119	119	0
Council Tax	5,237	5,237	0
<b>Total Financing</b>	<b>15,126</b>	<b>15,126</b>	<b>0</b>
<b>General Fund Surplus (-)/Deficit for the Year</b>	<b>-448</b>	<b>-1,293</b>	<b>-845</b>

**SUMMARY OF GENERAL FUND VARIANCES FOR 2006/07**

	Total Variance	Transfers to and From Reserves			Technical Adjustments				Other Variations				Carry Forwards
		Planning Delivery Grant	Local Development Framework	Special Projects	FRS17	Capital Charges	Deferred Charges	Government Drants Deferred	Significant One-Off Items	Vacancy Provision	Interest	Direct Variance	
		£000s	£000s	£000s	£000s	£000s	£000s	£000s	£000s	£000s	£000s	£000s	
<b>Head of Service</b>													
Deputy Chief Executive	23				-20	-20		-9		0		72	43
Head of Governance	-230				-22	0		-13		-127		-68	16
Head of Housing and Community	-319			8	-45	-184	-14			-127		43	48
Head of Finance & ICT	733			571	486	-21	67	-83		-75		-212	7
Head of Development & Public Protection	-261	-280	-133	38	-12	-12		-49		-127		314	36
Head of Property and Procurement	-1,322			40	-37	-1,080		-102		-126		-17	109
Head of Revenues and Benefits	-437			-21	-40	-4		-91	-300	-89		108	38
Salary Vacancy Provision	250									250		0	
Revocation of changes to LGPS	-200											-200	
Council Tax Second Homes	0											0	
Contingency	-175											-175	
	<b>-1,938</b>	<b>-280</b>	<b>-133</b>	<b>636</b>	<b>310</b>	<b>-1,321</b>	<b>53</b>	<b>-347</b>	<b>-300</b>	<b>-421</b>	<b>0</b>	<b>-135</b>	<b>297</b>
Depreciation	1,321					1,321						0	
Pension Adjustments	-310				-310							0	
Contribution to/(from) Reserves												0	
- Local Development Framework Reserve	133		133									0	
- Special Projects Reserve	-636			-636								0	
- Planning Delivery Grant	280	280										0	
												0	
<b>Net Service Expenditure Variance</b>	<b>-1,150</b>											<b>-135</b>	<b>297</b>
<b>Financing Adjustments</b>													
Interest Receivable	14									14		0	
Interest Payable	-1									-1		0	
Deferred Charges	-53					-53						0	
Grant Applied	345						345					0	
<b>Total Variance</b>	<b>-845</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>-2</b>	<b>-300</b>	<b>-421</b>	<b>13</b>	<b>-135</b>	<b>297</b>

Appendix B

## **Explanation of Main General Fund Variations**

There is a total variance of £845k (favourable).

This falls into three main sections :-

- Transfers to and From Reserves;
- Technical Adjustments; and
- Other Variations

### **Transfers to and From Reserves**

These transfers have no net effect on the total requirement, since any increase or reduction in expenditure at Head of Service level has been offset by an adjustment in the amount transferred to or from reserves.

The most significant variation in the transfers to reserves is an increase in the transfer from the Special Projects Reserve. This was principally due to the earlier timing of projects and the costs of redundancies. Expenditure on Special Projects (see Appendix F) remains within budget.

### **Technical Adjustments**

The significant technical variations arise from FRS17, Capital Charges and Government Grants Deferred. Although these variations impact on the net cost of services, they have no impact on the overall outturn. They are explained below.

#### **FRS17**

The SOPR, and FRS17, require local authorities to include, in the costs of services, the cost to the authority of the additional pension earned in the year. This then has to be reversed out of the accounts and replaced by the actual pension payments made to the pension fund.

Adjustments in the value of the FRS17 figures therefore have no net effect on the overall outturn.

#### **Capital Charges**

Like FRS 17, capital charges are shown in the costs of services but are reversed out of the accounts "below the line". As a result any variations in capital charges (resulting, generally, from the acquisition, revaluation or disposal of assets) is also reversed out below the line and has no net effect on the overall outturn.

#### **Government Grants Deferred**

Where an asset is financed from government grant, the grant is released to the revenue account over the life of the asset to offset the depreciation charge. This adjustment therefore also has no net impact upon the overall outturn.

### Other Variations

The "Other Variations" all have a direct effect on the overall outturn, since they are not reversed out below the line.

### Significant One-Off Items

This £300k variance arises from higher recovery of Housing Rent Rebate, Rent Allowance and Council Tax benefits where it has been incorrectly claimed by claimants.

### Vacancy Provision

The original budget included a £250k vacancy provision. This has been exceeded by £421k. The variance reflects staff turnover and difficulties in recruitment. No recruitment "freeze" has been applied to generate savings.

### Direct Variance

This is a summary of all the other variances in outturn against the budgets managed by the various Heads of Service.

The main / significant items are summarised below :-

Search Fee income higher than expected	(199,118)
Housing Strategy - Consultants Fees (Projects deferred to 2007/08)	(130,000)
Additional Consultants Fees - Interim Housing Manager	23,128
Emergency Accommodation higher utilisation than anticipated	17,211
White Cliffs Careline Consultant Fees not required	(75,000)
Premature Retirement / Pay in Lieu (incl. Dep Ch Exec)	130,000
Net reduction in provision for bad and doubtful debts (sundry debts).	(31,105)
Savings made in Debt Management Expenses	(17,882)
Reduced costs of cesspool, sewerage & env services	(31,610)
Refuse Collection Contract - reduced inflation uplift	(60,522)
Servicing recycle banks-reduction in costs	(9,918)
KCC Recycling Credits higher than estimated	(29,468)
Costs re closed multi-storey Car Park	26,326
Off-street Car Parks - Shortfall on estimated income	95,907
White Cliffs Countryside Project savings	(62,305)
Extra Grant Money given to Vista Leisure	180,200
Council Tax Benefit less rebates	(48,339)
Penalties And Fines-Council Tax & NNDR	(78,882)
Additional cost of county-wide bus pass scheme.	28,489
Evaluation of Parking Strategy for the future	90,000

**Housing Revenue Account - Income and Expenditure Account for the Year Ended  
31/03/07**

	<b>Original 2006/07</b>	<b>Actual 2006/07</b>	<b>Variance</b>
<b>INCOME</b>			
Dwelling Rents	(14,659)	(14,758)	(99)
Non-dwelling Rents	(308)	(335)	(27)
Charges for Services and Facilities	(1,040)	(1,277)	(237)
<b>TOTAL INCOME</b>	<b>(16,007)</b>	<b>(16,370)</b>	<b>(363)</b>
<b>EXPENDITURE</b>			
Repairs and Maintenance	4,276	4,531	255
Supervision and Management	4,081	3,703	(378)
Negative Subsidy Entitlement (Incl MRA)	3,983	4,344	361
Capital	3,757	3,607	(150)
<b>TOTAL EXPENDITURE</b>	<b>16,097</b>	<b>16,185</b>	<b>88</b>
<b>Total Increase for the Year</b>	<b>90</b>	<b>(185)</b>	<b>(275)</b>

**HOUSING REVENUE ACCOUNT 2006/07 VARIATIONS STATEMENT - ORIGINAL TO OUTTURN**

£000

**Original budget 2006/07 - deficit** **90**

Major variations

Increased rent mainly arising because of reduced right to buy sales. This represents less than a 1% variance on the original budget for rents. (96)

Consultants costs less than originally estimated. (338)

The leaseholders contributions budget was increased following a review early in 2006/07. (202)

A provision for leaseholders costs has been written back to the account (£210k) and offsets the provision made for bad debts in year. (244)

Reduction in supporting people grant from Kent County Council. 85

Income from investments are higher due to increased balances and higher interest rates. (46)

Repairs and maintenance costs were more than the original budget due primarily to void repairs (£210k) 255

Increased negative subsidy paid to the DCLG. 361

Right to buy administration fee income less than budgeted due to a reduced number of Council house sales 78

Net variations on Estate Management (82)

Expenditure on equipment at the White Cliffs Careline were less than original budget. (51)

Other minor variations (6)

**Outturn 2006/07 - surplus** **(185)**

## DRAFT MEDIUM TERM CAPITAL PROGRAMME - OUTTURN 2006-07

Projects included in the programme	APPROVED BUDGET						PROPOSED BUDGET						
	Previous years	Estimate 2006/07	Estimate 2007/08	Estimate 2008/09	Estimate 2009/10	Total	Previous years	Actual 2006/07	Estimate 2007/08	Estimate 2008/09	Estimate 2009/10	Future years	Total
	£	£	£	£	£	£	£	£	£	£	£	£	£
<b>Work in Progress</b>													
Aylesham Regeneration Project	407,979	270,000	220,000	150,934	0	1,048,913	407,979	272,106	217,894	150,934	0	0	1,048,913
Dover Pride - Dover Town Investment Zone	429,924	205,000	250,000	50,000	0	934,924	429,924	154,163	300,837	50,000	0	0	934,924
DTIZ - SEEDA funded projects	0	4,699,989	700,011	0	0	5,400,000	0	4,699,989	700,011	0	0	0	5,400,000
DTIZ - English Partnership funded projects	0	148	2,509,852	0	0	2,510,000	0	148	2,509,852	0	0	0	2,510,000
Dover Pride - Dover Priory Ph 1 & 2 (see grants & contributions appx)	10,000	28,425	56,575	0	0	95,000	10,000	32,455	52,545	0	0	0	95,000
Dover Pride - Dover Sea Sport Centre (see grants & contributions appx)	0	0	250,000	0	0	250,000	0	0	250,000	0	0	0	250,000
Capital grants and contributions - North Deal project (see appx)	2,840	38,820	0	0	0	41,660	2,840	8,900	29,920	0	0	0	41,660
Capital grants and contributions - voluntary organisations (see appx)	43,394	109,271	37,765	0	0	190,430	43,394	104,306	42,717	0	0	0	190,417
Capital grants and contributions - other organisations (see appx)	64,075	(30,378)	0	0	0	33,697	64,075	(31,326)	0	0	0	0	32,749
Deal Pier	2,248,755	50,000	819,000	0	0	3,117,755	2,248,755	56,726	812,274	0	0	0	3,117,755
Leisure Centres - fitness equipment (part financed by specific reserve)	5,663	0	10,337	0	0	16,000	5,663	0	10,337	0	0	0	16,000
North Deal Pre-school Building	22,018	11,020	11,020	0	0	44,058	22,018	11,023	11,020	0	0	0	44,061
Kingsdown Beach Nourishment Coast Protection Scheme	1,344,915	50,000	247,194	0	0	1,642,109	1,344,915	100,211	196,983	0	0	0	1,642,109
Pegwell Bay Coast Protection Scheme - aborted & tf to revenue	0	0	0	0	0	0	0	8,000	(8,000)	0	0	0	0
Antisocial behaviour database	4,075	(4,075)	0	0	0	0	4,075	(4,075)	0	0	0	0	0
Interreg IIIa programme	0	0	40,000	0	0	40,000	0	0	40,000	0	0	0	40,000
Major redevelopment of skate parks - Pencester Gdns & Victoria Pk	0	109,000	140,000	50,000	0	299,000	0	92,060	156,940	50,000	0	0	299,000
Housing Revenue Account Property Projects	n/a	4,463,000	4,937,000	0	0	9,400,000	n/a	4,482,698	4,937,000	0	0	0	9,419,698
Housing Revenue Account Computer Project (Anite)	459,396	0	0	0	0	459,396	459,396	0	0	0	0	0	459,396
Mandatory Disabled Facilities Grants	n/a	443,703	550,000	500,000	500,000	1,993,703	n/a	382,039	500,000	600,000	680,000	0	2,162,039
Renovation Grants	n/a	60,000	134,404	100,000	100,000	394,404	n/a	68,984	125,420	100,000	100,000	0	394,404
Dover Urban Scheme - private sector renewals - internal fees	12,180	4,900	0	0	0	17,080	12,180	4,900	0	0	0	0	17,080
Dover Urban Scheme - private sector renewals - loans paid	0	95,100	284,820	0	0	379,920	0	100,018	279,902	0	0	0	379,920
Private Sector housing schemes - loans (budget split from below **)	0	0	0	0	0	0	0	0	1,042,000	915,000	0	0	1,957,000
Private Sector housing schemes - grants and fees **	0	400,000	3,008,000	0	0	3,408,000	0	304,021	878,000	268,979	0	0	1,451,000
Purchase derelict property - Barton Ward	75,100	25,000	0	0	0	100,100	75,100	21,180	0	0	0	0	96,280
Environmental Health - database	57,398	0	0	0	0	57,398	57,398	0	0	0	0	0	57,398
CCTV budget prior year reinstated	0	8,085	0	0	0	8,085	0	3,740	0	0	0	0	3,740
Dover Leisure Centre - telephone system (financed by specific reserve)	0	8,131	0	0	0	8,131	0	8,131	0	0	0	0	8,131
Fitness equipment at Leisure Centres (financed by specific reserve)	0	18,833	0	0	0	18,833	0	18,833	0	0	0	0	18,833
Air quality assessments	0	12,670	12,000	0	0	24,670	0	11,484	13,186	0	0	0	24,670
Open Revenues Windows Migration	0	44,280	0	0	0	44,280	0	44,280	0	0	0	0	44,280
CRM project costs - now split between capital and revenue	55,634	10,596	161,503	0	0	227,733	55,634	10,596	161,503	0	0	0	227,733
IEG - licensing	0	12,500	0	0	0	12,500	0	12,500	0	0	0	0	12,500
IEG - planning	0	2,317	0	0	0	2,317	0	2,317	0	0	0	0	2,317
Dover Area Office, Conversion of Castle Street Premises	173,519	41,481	0	0	0	215,000	173,519	37,653	3,828	0	0	0	215,000
Waste Management Confirm Computer System	0	37,550	0	0	0	37,550	0	0	40,000	0	0	0	40,000
St Margarets car park	0	50,000	60,000	0	0	110,000	0	22,495	87,505	0	0	0	110,000
Local Land and Property Gazetteer software purchase	0	20,000	0	0	0	20,000	0	17,003	2,997	0	0	0	20,000
Microsoft office software	0	11,812	0	0	0	11,812	0	11,812	0	0	0	0	11,812
Business continuity - generator at Whitfield offices	0	0	57,000	0	0	57,000	0	0	57,000	0	0	0	57,000
Deal seafront - environmental enhancements	0	50,000	82,000	0	0	132,000	0	99,476	32,524	0	0	0	132,000
Youth Spaces Aylesham	5,075	(5,075)	0	0	0	0	5,075	(5,075)	0	0	0	0	0
Expansion of CCTV	0	0	90,000	0	0	90,000	0	0	90,000	0	0	0	90,000
Wind Turbine at Whitfield	0	0	85,000	0	0	85,000	0	0	85,000	0	0	0	85,000
Whitfield offices - transferred to special revenue projects	0	0	0	0	0	0	3,759	(3,759)	0	0	0	0	0
<b>Sub total</b>	<b>5,421,940</b>	<b>11,352,103</b>	<b>14,753,481</b>	<b>850,934</b>	<b>600,000</b>	<b>32,978,458</b>	<b>5,433,699</b>	<b>11,144,012</b>	<b>13,667,195</b>	<b>2,134,913</b>	<b>780,000</b>	<b>0</b>	<b>33,159,819</b>
<b>Projects approved subject to capital appraisal</b>													
Unallocated Compulsory purchase orders	0	0	55,000	0	0	55,000	0	0	58,820	0	0	0	58,820
Community based regeneration site at Golf Rd/Cannon Str, Deal	0	0	0	63,000	0	63,000	0	0	0	63,000	0	0	63,000
Leisure Centres equipment (financed by specific reserve)	0	0	2,167	0	0	2,167	0	0	2,167	0	0	0	2,167
Coast protection - Walmer to Kingsdown (100% Govt grant)	0	0	0	720,000	0	720,000	0	0	0	720,000	0	0	720,000
Victoria Park - artificial pitch (DDC contribution)	0	0	0	0	0	0	0	0	0	0	0	0	0
Dover Town Hall - new booking system	0	0	0	10,000	0	10,000	0	0	0	10,000	0	0	10,000
Integrated visiting efficiency project - gross of £40k grant	0	0	110,000	0	0	110,000	0	0	110,000	0	0	0	110,000
Replace cash receipting and income system	0	0	50,000	0	0	50,000	0	0	50,000	0	0	0	50,000
Aylesham leisure projects	0	0	0	400,000	0	400,000	0	0	0	400,000	0	0	400,000
Dover Museum improved displays	0	0	100,000	0	0	100,000	0	0	100,000	0	0	0	100,000
Provision for additional costs on major projects	0	0	48,000	0	52,000	100,000	0	0	48,000	0	52,000	0	100,000
Contingency	0	0	0	0	0	0	0	0	0	0	0	0	0
<b>Sub total</b>	<b>5,421,940</b>	<b>11,352,103</b>	<b>15,118,648</b>	<b>2,043,934</b>	<b>652,000</b>	<b>34,588,625</b>	<b>5,433,699</b>	<b>11,144,012</b>	<b>14,036,182</b>	<b>3,327,913</b>	<b>832,000</b>	<b>0</b>	<b>34,773,806</b>

DRAFT MEDIUM TERM CAPITAL PROGRAMME - OUTTURN 2006-07

APPENDIX E(i)

Projects included in the programme	APPROVED BUDGET						PROPOSED BUDGET						
	Previous years	Estimate 2006/07	Estimate 2007/08	Estimate 2008/09	Estimate 2009/10	Total	Previous years	Actual 2006/07	Estimate 2007/08	Estimate 2008/09	Estimate 2009/10	Future years	Total
	£	£	£	£	£	£	£	£	£	£	£	£	£
<b>HRA projects to be approved as part of budget setting process</b>													
HRA Projects financed by Major Repairs Reserve	0	see above	see above	3,193,000	3,332,000	6,525,000	0	see above	see above	3,193,000	3,332,000	0	6,525,000
HRA Property Projects financed by capital receipts	0			148,000	153,000	301,000	0			148,000	153,000	0	301,000
HRA Property Projects financed by the HRA	0			443,000	380,000	823,000	0			443,000	380,000	0	823,000
HRA Property Projects financed by Supported Borrowing	0			196,000	201,000	397,000	0			196,000	201,000	0	397,000
<b>Sub total of projects approved</b>	<b>5,421,940</b>	<b>11,352,103</b>	<b>15,118,648</b>	<b>6,023,934</b>	<b>4,718,000</b>	<b>42,634,625</b>	<b>5,433,699</b>	<b>11,144,012</b>	<b>14,036,182</b>	<b>7,307,913</b>	<b>4,898,000</b>	<b>0</b>	<b>42,819,806</b>
<b>New bids for approval to carry out appraisal</b>													
<b>Total</b>	<b>5,421,940</b>	<b>11,352,103</b>	<b>15,118,648</b>	<b>6,023,934</b>	<b>4,718,000</b>	<b>42,634,625</b>	<b>5,433,699</b>	<b>11,144,012</b>	<b>14,036,182</b>	<b>7,307,913</b>	<b>4,898,000</b>	<b>0</b>	<b>42,819,806</b>
<b>Financed by:</b>													
Capital projects financed in previous financial years	5,421,940	0	0	0	0	5,421,940	5,433,699	0	0	0	0	0	5,433,699
Capital receipts	n/a	1,097,346	2,832,084	671,934	505,000	5,106,364	n/a	1,083,962	2,858,374	711,934	577,000	0	5,231,270
Major Repairs Allowance	n/a	3,246,000	3,172,000	3,193,000	3,332,000	12,943,000	n/a	3,210,698	3,096,000	3,193,000	3,332,000	n/a	12,831,698
Direct Revenue Financing - HRA	n/a	905,000	1,434,000	443,000	380,000	3,162,000	n/a	905,000	1,434,000	443,000	380,000	n/a	3,162,000
Direct Revenue Financing - General Fund	n/a	11,812	0	0	0	11,812	n/a	11,812	0	0	0	n/a	11,812
Grants													
- SEEDA for DTIZ	n/a	4,699,989	700,011	0	0	5,400,000	n/a	4,699,989	700,011	0	0	0	5,400,000
- English Partnerships for DTIZ/mid-town centre	n/a	0	2,510,000	0	0	2,510,000	n/a	0	2,510,000	0	0	0	2,510,000
- KCC for skate parks	n/a	100,000	100,000	0	0	200,000	n/a	41,455	158,545	0	0	0	200,000
- Barclays Leisure grant for skate parks	n/a	50,000	0	0	0	50,000	n/a	50,000	0	0	0	0	50,000
- Air quality assessments	n/a	11,666	12,000	0	0	23,666	n/a	11,484	12,000	0	0	0	23,484
- Mandatory Disabled Facilities Grants	n/a	222,000	248,000	300,000	300,000	1,070,000	n/a	222,000	248,000	360,000	408,000	0	1,238,000
- Coast Protection grants	n/a	50,000	247,194	720,000	0	1,017,194	n/a	100,211	196,983	720,000	0	0	1,017,194
- Private Sector Renewals Grant	n/a	400,000	3,008,000	0	0	3,408,000	n/a	304,021	1,920,000	1,183,979	0	0	3,408,000
- EKP (Deal seafront refurbishments)	n/a	30,000	0	0	0	30,000	n/a	30,000	0	0	0	0	30,000
- Deal Town Council (Deal seafront refurbishments)	n/a	0	2,000	0	0	2,000	n/a	2,000	0	0	0	0	2,000
- Pension Agency Partnership Delivery grant (Integrated Visiting)	n/a	0	40,000	0	0	40,000	n/a	0	40,000	0	0	0	40,000
- SEEDA ( Wind turbine)	n/a	0	25,000	0	0	25,000	n/a	0	25,000	0	0	0	25,000
- EDF Green Fund (Wind turbine)	n/a	0	30,000	0	0	30,000	n/a	0	30,000	0	0	0	30,000
- Low Carbon Building Programme (Wind turbine)	n/a	0	30,000	0	0	30,000	n/a	0	30,000	0	0	0	30,000
Supported borrowing - HRA	n/a	187,000	187,000	196,000	201,000	771,000	n/a	187,000	187,000	196,000	201,000	0	771,000
Supported borrowing - General Fund	n/a	150,000	234,820	0	0	384,820	n/a	104,918	279,902	0	0	0	384,820
Unsupported borrowing	n/a	0	0	0	0	0	n/a	0	0	0	0	0	0
Other reserves													
- Special projects reserve - allocated to capital projects	n/a	114,326	302,503	0	0	416,829	n/a	102,498	306,331	0	0	0	408,829
- Special projects reserve allocated to non specific capital projects	n/a	0	0	500,000	0	500,000	n/a	0	0	500,000	0	0	500,000
- Historic buildings reserve (£66k available)	n/a	0	0	0	0	0	n/a	0	0	0	0	0	0
- Leisure centres equipment reserve	n/a	26,964	4,036	0	0	31,000	n/a	26,964	4,036	0	0	0	31,000
- S106 reserve for Buckland Bowling	n/a	50,000	0	0	0	50,000	n/a	50,000	0	0	0	0	50,000
<b>Total</b>	<b>5,421,940</b>	<b>11,352,103</b>	<b>15,118,648</b>	<b>6,023,934</b>	<b>4,718,000</b>	<b>42,634,625</b>	<b>5,433,699</b>	<b>11,144,012</b>	<b>14,036,182</b>	<b>7,307,913</b>	<b>4,898,000</b>	<b>0</b>	<b>42,819,806</b>

**MEMORANDUM SCHEDULE OF CAPITAL GRANTS AND CONTRIBUTIONS**

	Total Approved Budget	PRIOR YEARS	Approved 2006/07 Budget	2006/07 Actual	Revised 2007/08 Budget	Total Revised Budget
	£	£	£	£	£	£
Dover Pride - Dover Priory Station	95,000	10,000	28,425	32,455	52,545	95,000
Dover Pride - Dover Sea Sports Centre	250,000	0	0	0	250,000	250,000
North Deal regeneration project - initial contribution	41,660	2,840	38,820	8,900	29,920	41,660
Deal Wanderers Rugby Sports & Social Club - clubhouse	20,000	1,567	13,000	12,955	5,478	20,000
Sandwich Sports and Leisure Centre	45,000	40,000	5,000	0	5,000	45,000
Heritage Economic Regeneration Scheme **	33,697	18,081	15,616	14,668	0	32,749
Betteshanger Social Club - community centre	5,000	0	514	607	4,393	5,000
Contribution to KCC for PFI sheltered Housing scheme **	0	45,994	-45,994	-45,994	0	0
Sandwich Bowling and Social Club	2,000	0	1,535	1,535	465	2,000
River Methodist Church	750	0	0	0	750	750
Lifeskills Kent Trust	10,000	0	0	0	10,000	10,000
Buckland Mill Bowling Club **	60,000	0	60,000	60,000	0	60,000
Sandwich Town Cricket Club	5,000	0	3,845	3,845	1,155	5,000
Dover Gymnastics Club	10,000	0	0	0	10,000	10,000
Eastry Village Hall	2,497	1,827	0	0	670	2,497
Dover Roman Painted House **	2,750	0	2,750	2,750	0	2,750
Worth Parish Council	1,000	0	639	639	361	1,000
Hougham Without Parish Council **	5,000	0	5,000	4,990	0	4,990
Sandwich Youth and Recreation Club building	8,000	0	3,555	3,555	4,445	8,000
Aylesham Welfare Scheme for recreation facilities **	8,430	0	8,430	8,430	0	8,430
Wooton Village Hall **	5,000	0	5,000	5,000	0	5,000
<b>TOTAL CAPITAL GRANTS</b>	<b>610,784</b>	<b>120,309</b>	<b>146,135</b>	<b>114,335</b>	<b>375,182</b>	<b>609,826</b>

APPENDIX E(i) contd

**MEDIUM TERM CAPITAL PLAN VARIATIONS AGAINST APPROVED BUDGET**

	<b>£000</b>
<b>Approved Medium Term Capital Plan</b>	<b>42,635</b>
<b>Proposed Medium Term Capital Plan</b>	<b>42,820</b>
<b>Variance - increased budget requirement</b>	<b><u>185</u></b>

**Represented by:****2006/07 approved project variations****Housing revenue account capital works programme 2006/07**

In the February budget monitoring report and the quarter four performance report it was reported that there "would be some re-prioritisation of projects in the Housing Revenue Account capital programme". Budget from replacement doors and windows would be re-allocated to renewal heating and disabled adaptations. The following variations reflect this:

- Replacement doors and windows	-269
- Renewal heating	238
- Disabled adaptations to HRA properties	39
- Decent homes standard (Kitchens, bathrooms etc)	24
- Thermal insulation	-11

Other minor variations HRA and General Fund 2006/07	-7
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<b>Total net variations for 2006/07 projects after slippages between financial years</b>	<b><u>14</u></b>
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**Other variations**

<b>Disabled facilities grants</b>	<b>168</b>
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The Council receives grant aid of 60% up to an approved amount on Disabled Facilities Grants. As demand is high the Council has applied to the Government for increased funding support in 2008/09 and 2009/10. The budget has been adjusted accordingly. The increased spend is offset by increased grant. In reality, the budget for Disabled Facilities Grants in these financial years will reflect in due course the amount of grant support awarded to the Council.

<b>Waste Management Confirm Computer System</b>	<b>3</b>
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A budget increase is required in 2007/08 for data conversion.

<b>Total budget increase required for Medium Term Capital Plan</b>	<b><u>185</u></b>
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Note - the Project Manager for Deal Sea Front Enhancements and St Margaret's Bay car park has reported that these projects will overspend. It is intended that the overspends will be met from efficiency savings made on the 2006/07 corporate maintenance budget. The final accounts are being reviewed and post implementation reports detailing amounts of overspend will be included in the Cabinet agenda on 30 July 2007.

<b>CAPITAL WORKS PROGRAMME</b>	Approved Budget 2006/07	Actual 2006/07	Variance 2006/07	Approved Budget 2007/08
	£	£	£	£
<b><u>HOUSING REVENUE ACCOUNT SCHEMES</u></b>				
<b>IMPROVEMENTS</b>				
1 Reroofing	170,000.00	171,157.75	(1,157.75)	150,000.00
2 Replacement Doors and Windows	650,000.00	380,540.74	269,459.26	127,000.00
3 Renewal Heating/Heating Programme	973,000.00	1,210,928.85	(237,928.85)	800,000.00
4 Thermal Insulation	20,000.00	9,375.61	10,624.39	10,000.00
Environmental Improvements (Tenants				
5 Compact)	150,000.00	140,325.33	9,674.67	150,000.00
6 Asbestos Programme	50,000.00	46,193.31	3,806.69	50,000.00
7 Structural Repairs	300,000.00	308,497.14	(8,497.14)	100,000.00
8 Rewiring	550,000.00	556,643.26	(6,643.26)	500,000.00
Sheltered Refurbishments (Bede and St				
9 Dunstan)	50,000.00	45,009.53	4,990.47	1,700,000.00
10 Decent Homes Standard	950,000.00	974,637.86	(24,637.86)	800,000.00
<b>OTHER SCHEMES</b>				
11 Adaptations for Disabled Persons	600,000.00	639,388.64	(39,388.64)	550,000.00
<b>TOTAL CAPITAL WORKS PROGRAMME</b>	<b>4,463,000.00</b>	<b>4,482,698.02</b>	<b>(19,698.02)</b>	<b>4,937,000.00</b>

**SPECIAL PROJECTS OUTTURN 2006/07**

<b>PROJECTS FINANCED FROM THE SPECIAL PROJECTS RESERVE</b>	<b>Capital / Revenue</b>	<b>Total</b>	<b>Prior</b>	<b>Actual</b>	<b>Revised</b>	<b>Revised</b>	<b>Revised</b>	<b>Future years</b>	<b>Total</b>
		<b>Approved</b>	<b>Years</b>						<b>Revised</b>
		<b>Budget</b>	<b>Exp</b>	<b>2006/07</b>	<b>2007/08</b>	<b>2008/09</b>	<b>2009/10</b>		<b>Budget</b>
		£	£	£	£	£	£	£	£
<b>Projects in progress</b>									
Asset Management Planning and Asbestos Surveys	R	44,200	18,860	9,201	16,139	0	0	0	44,200
Channel Tunnel Rail Link - Domestic Services to East Kent	R	10,000	6,034	170	3,796	0	0	0	10,000
Corporate Property Maintenance	R	457,500	254,446	139,486	63,568	0	0	0	457,500
Play Areas - enhancements to strategic sites	R	200,000	0	0	200,000	0	0	0	200,000
Play Areas - Big Lottery Fund (subject to receipt of grant)	R	257,702	0	0	257,702	0	0	0	257,702
Play Areas - Big Lottery Fund - Premises & Land	R								
Play Areas - Clarendon, Dover provision of new site (only to go ahead if S106 funding available)	R	100,000	0	0	0	0	100,000	0	100,000
Tourism Alarms and Western Road Store (Dover Museum)	R	3,670	0	3,665	0	0	0	0	3,665
A2 Lydden to Dover Improvement Study	R	10,000	0	0	10,000	0	0	0	10,000
CAB refurbishment at Maison Dieu	R	165,000	16,267	141,426	7,307	0	0	0	165,000
Leisure Centres - major equipment and plant	R	53,506	30,206	22,582	0	0	0	0	52,788
Control of Asbestos Regulations Works - Corporate Buildings	R	50,000	9,344	1,432	39,224	0	0	0	50,000
Disability Discrimination Act Works - Corporate Buildings	R	109,000	18,821	4,057	86,122	0	0	0	109,000
Dover Pride - Masterplan (Cabinet - September 2005)	R	8,419	8,419	0	0	0	0	0	8,419
Kick start bus initiative and study	R	37,500	0	3,500	29,000	5,000	0	0	37,500
Whitfield Offices - Migration to Outlook	R	25,700	25,700	0	0	0	0	0	25,700
Redundancies at Whitfield Offices - capitalisation of pension	R	720,000	0	718,008	0	0	0	0	718,008
E Procurement	R	11,000	7,850	2,150	0	0	0	0	10,000
Whitfield offices - reception area	R	268,500	3,759	8,534	256,207	0	0	0	268,500
Prior year internal costs of Aylesham youth space capital project	R	5,075	0	5,075	0	0	0	0	5,075
Prior year costs of antisocial behavioural database capital project	R	4,075	0	4,075	0	0	0	0	4,075
Housing PFI - sheltered housing project	R	73,992	0	75,033	0	0	0	0	75,033
Parking Strategy	R	90,000	0	48,389	41,611	0	0	0	90,000
Whitfield office moves	R	273,000	0	122,030	150,970	0	0	0	273,000
Operations centre	R	55,000	0	0	55,000	0	0	0	55,000
Replacement of wetside cubicles - Dover Leisure Centre	R	10,000	0	3,628	0	0	0	0	3,628
Replacement of wetside lockers - Dover Leisure Centre	R	18,000	0	25,400	0	0	0	0	25,400
Energy saving investment at leisure centres	R	12,000	0	0	12,000	0	0	0	12,000
Replacement of defective plant and equipment at leisure centres	R	10,000	0	2,700	6,272	0	0	0	8,972
Environmental Health database - training and equipment	R	9,000	0	0	9,000	0	0	0	9,000
Coast Protection - aborted capital project	R	0	0	8,000	0	0	0	0	8,000
Whitfield Offices: - Corp. DIP/ Workflow System - evaluation	R	50,000	0	0	50,000	0	0	0	50,000
CRM project - costs (capital & revenue costs 06/07 to be identified separately in due course).	R	141,500	0	54,523	86,977	0	0	0	141,500
<b>Capital projects included in capital programme financed from reserve:</b>									
Dover Area Office, Conversion of Castle Street Premises	C	215,000	173,519	37,653	3,828	0	0	0	215,000
Open Revenues Windows Migration - contribution towards project	C	33,432	0	25,432	0	0	0	0	25,432
CRM project - costs (capital contribution)	C	227,733	55,634	10,596	161,503	0	0	0	227,733
IEG project costs	C	14,817	0	14,817	0	0	0	0	14,817
Disability Discrimination Act budget allocated to Deal Pier	C	41,000	0	0	41,000	0	0	0	41,000
Corporate Maintenance budget allocated to Deal Pier	C	14,000	0	14,000	0	0	0	0	14,000
Provision for additional DTIZ capital costs	C	100,000	0	0	100,000	0	0	0	100,000
Provisionally allocated to capital programme to finance non-specific projects	C	500,000	0	0	0	500,000	0	0	500,000
		<b>4,429,321</b>	<b>628,859</b>	<b>1,505,562</b>	<b>1,687,226</b>	<b>505,000</b>	<b>100,000</b>	<b>0</b>	<b>4,426,647</b>

**SPECIAL PROJECTS OUTTURN 2006/07**

<b>PROJECTS FINANCED FROM THE SPECIAL PROJECTS RESERVE</b>	<b>Capital / Revenue</b>	<b>Total Approved</b>	<b>Prior Years</b>	<b>Actual</b>	<b>Revised</b>	<b>Revised</b>	<b>Revised</b>	<b>Future years</b>	<b>Total Revised Budget</b>
		<b>Budget</b>	<b>Exp</b>	<b>2006/07</b>	<b>2007/08</b>	<b>2008/09</b>	<b>2009/10</b>		<b>£</b>
		<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
<b><u>New project bids for approval in principle</u></b>									
Enhancements to Leisure Centres - previously included in the capital programme	C/R	0	0	0	150,000	100,000	0	0	250,000
Whitfield Offices: - Corp. DIP/ Workflow System	C/R	0	0	0	150,000	0	0	0	150,000
Provision - possible abortive costs on unsuccessful Aylesham welfare scheme grant application (Cabinet 17 October 2005)	R	8,430	0	0	8,430	0	0	0	8,430
Feasibility of provision of area offices at Aylesham, Deal and Sandwich	R	0	0	0	60,000	0	0	0	60,000
ICT replacement air conditioning unit	C/R	0	0	0	32,000	0	0	0	32,000
Transportation study contribution	R	0	0	0	25,000	0	0	0	25,000
<b>TOTAL PROJECTS FINANCED FROM SPECIAL PROJECTS RESERVE</b>		<b>4,437,751</b>	<b>628,859</b>	<b>1,505,562</b>	<b>2,112,656</b>	<b>605,000</b>	<b>100,000</b>	<b>0</b>	<b>4,952,077</b>
<b><u>Less amount financed in previous years</u></b>									<b>(628,859)</b>
<b><u>BALANCE TO BE FINANCED</u></b>									<b>4,323,218</b>

	£000		
<b><u>Remaining balance in Special Projects reserve</u></b>			
Balance at 1 April 2006	3,794	Total capital 2006/07	102,498
Allocated to approved schemes	-3,798	total revenue 2006/07	1,403,064
Add back Clarendon play area financed by S106	100		
Add back play areas financed from Big Lottery Grant	258		
Provision for abortive Aylesham welfare costs	-8		
Balance currently available for new projects	346		
New bids received	-517		
Balance - before contributions to reserve	-171		
Contribution to reserve in 2006/07	400		
Contribution to reserve in 2008/09	0		
Repayments to reserve on Invest to Save projects	2		
Balance	231		