

<b>Key Decision Required:</b>	<b>Yes</b>	<b>In the Forward Plan:</b>	<b>Yes</b>
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## CABINET

7 NOVEMBER 2012

### REPORT OF FINANCE AND ASSET MANAGEMENT PORTFOLIO HOLDER

#### **A.4 CORPORATE BUDGET MONITORING REPORT FOR THE SECOND QUARTER OF 2012/13**

(Report prepared by Richard Barrett)

#### **PART 1 – KEY INFORMATION**

##### **PURPOSE OF THE REPORT**

To provide an overview of the Council's actual financial position against the budget as at the end of September 2012.

##### **EXECUTIVE SUMMARY**

The Council's financial position against the approved budget has been prepared for the second quarter of 2012/13.

The position to the end of September 2012, as set out in more detail in the Executive Summary attached, shows that overall the actual General Fund Revenue position is behind the profiled budget by **£5.386m**. A considerable element of this variance is due to the timing of expenditure and income although some emerging issues have been identified which have been set out below.

In respect of other areas of the budget such as the Housing Revenue Account, Capital Programme, debt recovery and treasury activity, there are no significant issues that have been identified to date. In respect of treasury, a half year review has been undertaken with the outcome from this activity being set out in the relevant section below.

Where emerging issues have been identified, these will be monitored and updates provided in future budget monitoring reports where further action may be required and / or considered as part of the Financial Strategy and budget setting framework for 2013/14.

Following their review of the Budget Monitoring Report for the first four months of the year the Corporate Management Committee have provided their comments to Cabinet which are set out later on in this report.

##### **RECOMMENDATION(S)**

**It is recommended that:**

- (a) The financial position as at the end of September 2012 is noted.**
- (b) The budget adjustments totally £0.116m that are required to realign the Leisure budgets are approved.**
- (c) Cabinet review and determine a response to the comments from the Corporate**

**Management Committee following their review of the budgetary position for the first four months of the year.**

## **PART 2 – IMPLICATIONS OF THE DECISION**

### **DELIVERING PRIORITIES**

Effective budgetary control is an important tool in ensuring the financial stability of the authority by drawing attention to issues of concern at an early stage so that appropriate action can be taken. Financial stability plays a key role in delivering the Council's corporate and community aims and priorities.

### **FINANCE, OTHER RESOURCES AND RISK**

#### **Finance and other resources**

The financial implications are considered in the body of the report.

#### **Risk**

A number of variances will be subject to change as the year progresses although at this stage it is expected that any adverse position can be managed within the overall budgets. The budget position will be monitored and reviewed as part of both the future budget monitoring arrangements and the Financial Strategy Process currently underway.

### **LEGAL**

The Local Government Act 2003 makes it a statutory duty that Local Authorities monitor income and expenditure against budget and take appropriate action if variances emerge.

### **OTHER IMPLICATIONS**

**Consideration has been given to the implications of the proposed decision in respect of the following and any significant issues are set out below.**

**Crime and Disorder / Equality and Diversity / Health Inequalities / Area or Ward affected / Consultation/Public Engagement.**

The delivery of crime and disorder preventions and equality and diversity measures are managed within the overall budget.

## **PART 3 – SUPPORTING INFORMATION**

### **BACKGROUND**

The Council's financial position against the approved budget has been prepared for the second quarter of 2012/13.

Some expenditure or income trends may still be emerging although various issues identified within the position reported at the end of July 2012 remain. These may be subject to change over the second half of the year or actions have been identified to address them including reviewing a number of items as part of the budget setting process currently in progress.

Significant issues that remain along with any new issues emerging to date have been highlighted and comments provided as necessary.

#### **Response from the Corporate Management Committee**

The Corporate Management Committee considered the position for the first four months of the year at their meeting on 17 September 2012 and resolved:

*That the Corporate Management Committee note the budgetary position as at the end of July 2012 [and made the following comment to Cabinet:]*

*The Committee suggested possibilities be explored in terms of marketing the Careline service and undertaking a piece of work, by way of a review, to feed into the 2014/15 budget setting process.*

## **CURRENT POSITION – GENERAL FUND REVENUE**

The position to the end of September 2012, as set out in more detail in the Executive Summary attached, shows that overall the actual position is behind the profiled budget by **£5.386m** (£3.556m at the end of the July 2012). As set out in the Appendices, a considerable element of this variance is due to the timing of expenditure and income although some emerging issues have been identified which have been set out in the next section of the report.

In continuing with a revised budget monitoring format introduced in 2011/12, the Appendices include summaries by Portfolio and Department along with corporate debt, treasury activity and the position against S106 funding.

Some budgets may be subject to further decisions as the year progresses, so where variances are due to such issues or the timing of expenditure or income, then this has been highlighted on the appendices. However the following section sets out issues that are worth highlighting so far to date along with any associated action.

## **SIGNIFICANT ITEMS EMERGING TO DATE – GENERAL FUND REVENUE**

After excluding the issues relating to the timing of expenditure and income or where the Council is the Accountable Body, the following relate to significant issues that have emerged in the first half of 2012/13.

### **a) Expenditure Budgets Behind Profile**

#### **• Salaries**

Overall employee expenses are behind profile by **£0.862m**. (**£0.588m** behind profile at the end of July 2012).

The current position primarily reflects a number of vacancies that are being held pending the outcome of the fundamental service reviews. A number of fundamental service reviews have now been completed with remaining reviews in progress. Significant and on-going savings are being delivered via these reviews with the most up to date position currently being finalised for inclusion in the 2012/13 revised budget and 2013/14 original budget.

### **b) Income Budgets Behind Profile**

A number of issues experienced in 2011/12 and the first four months of 2012/13 are continuing as the year progresses, such as reduced income in leisure, planning and building control. Although there remains the opportunity to continue to monitor these areas over the remainder of the year and the potential for them to recover back to budget, either fully or partially, they will be considered as part of the wider Financial Strategy process for 2013/14 currently underway.

A summary of the position against the areas identified is as follows:

- **Leisure income behind profile - £0.093m** (£0.072m behind profile at the end of the first four months of the year). *In percentage terms this represents 9% of income budgeted to be achieved to date.*

Following a review of the estimated income targets it has been identified that projected income growth was over estimated especially in light of current market conditions. In following up actions highlighted in the Budget Monitoring report presented earlier in the year, a further review has been undertaken to identify where expenditure budgets can be reduced to partially offset this challenging income position. This has resulted in the realignment of budgets with **£0.116m** of expenditure budgets being reduced to partially offset the reduction in income and although subject to approval, they have been included for the purpose of reporting a more timely position. The adjustments required are across a range of expenditure and income budgets with a recommendation set out in this report seeking the necessary approval for these adjustments.

Although the income position has worsened compared to the amount at the end of July, the increase has been limited due to the budget changes mentioned above. Although both the expenditure budgets and income budgets will be closely monitored over the remainder of the year, at present it is possible that income could remain behind profile by up to **£0.150m to £0.200m** at the end of the year. However, it is important to recognise that this position is partly a reflection of income growth being over estimated, with historic income levels to a large extent being maintained, which given the current economic conditions reflects the commitment of the service in responding to the challenging financial position. This issue will need to be considered as part of the Financial Strategy process along with the potential for recovery of the income position through investment, marketing and commercial activity, which are amongst a range of actions being considered.

- **Planning income behind budget - £0.055m** (£0.028m behind profile at the end of July 2012.) *In percentage terms this represents 20% of income budgeted to be achieved to date.*

**Building Control income behind budget - £0.015m** (£0.011m behind profile at the end of July 2012). *In percentage terms this represents 14% of income budgeted to be achieved to date.*

- **Other Budgets**

**Air Show**

As the air show was held during the second quarter of the year it is timely to highlight the position against the budget for the 2012 show. Although a number of invoices have yet to be received, the net actual direct spend is expected to be **£0.022m** against a direct budget **£0.028m** resulting in the event being delivered **£0.006m** under budget for 2012.

The following budgets have been identified for regular review by officers in consultation with the relevant Portfolio Holders as they relate to specific areas of risk, volatility or importance:

**1) Parking Income – Ahead of Profile by £0.008m.** (£0.077m behind profile at the end of July 2012).

At present there are two 'live' parking initiatives – 'Free from 3' and Residents Parking Permits. The position for parking income overall has improved since the last report. Comparing income achieved in August last year with this year there was no considerable reduction in overall income even though the residents parking became live in the same month. However it is important to highlight that there was a significant improvement in the weather from August, which would have had a favourable effect on the income achieved, so to a large extent has 'masked' the impact of the residents parking permits.

Taking into account the income achieved to date (**£0.386m**) the remaining income needed to be achieved between October and March 2013 to ensure the annual income budget (**£0.446m**) is fully achieved is **£0.060m**. The annual budget is after taking into account the additional one-off funding for residents permits of **£0.250m** met from the 2011/12 outturn position approved by Cabinet at its 13 June 2012 meeting. At the same meeting Cabinet also approved that if necessary this would be supported by the contingency reserve if costs are not met from this aforementioned **£0.250m**.

The budgets remain under close review given the number of variables that could have an impact on the overall position over the second half of the year, such as the two parking initiatives. At present and as a result of the one-off 'subsidy' for residents permits of **£0.250m**, it is anticipated that income can be maintained within the overall budget at the end of the year, which to some extent is likely to be due to underlying performance, with the full cost of the residents parking permits only becoming clearer over the remainder of the year.

**2) External Legal and Professional Advice – total budget for the year - £0.206m / total spend to the end of September 2012 - £0.067m.** (£0.041m spent at the end of July 2012)

This covers a range of areas such as taking benefit fraud cases to prosecution, asset management advice and planning enforcement.

Over and above the additional comments set out above or within the departmental analysis in **Appendix B**, there are no further significant issues to highlight at this stage.

#### **HOUSING REVENUE ACCOUNT – REVENUE**

An overall position is set out in the Executive Summary attached.

As at the end of September 2012, the HRA is **£0.123m** behind the profiled budget (£0.034m behind the profiled budget at the end of the July 2012) with no significant issues to highlight to date as this largely reflects the timing of expenditure such as maintenance and repairs.

#### **CAPITAL PROGRAMME – GENERAL FUND**

The overall position is set out in **Appendix D**

As at the end of September 2012 the programme is behind profile by **£0.467m** (£0.170m behind profile at the end of the July 2012).

Where schemes are currently being delivered, relevant information is provided in the appendix. There are no significant issues to highlight at this stage.

### **CAPITAL PROGRAMME – HOUSING REVENUE ACCOUNT**

The overall position is set out in the Executive Summary attached

As at the end of September 2012 the programme is behind profile by **£1.529m** (£1.305m behind the profile at the end of the July 2012).

This budget relates to the on-going major repairs and improvements to the Council's own dwellings. There are no specific issues to highlight at this stage and the expectation is that expenditure / commitments will be broadly in line with the budget over the course of the year with contracts currently being let / anticipated to become payable in the second half of the year.

### **CORPORATE DEBT**

A detailed analysis of the current position is shown in **Appendix E**.

There are no significant issues to highlight at the present time. Income will continue to be collected over the remainder of the year with recovery arrangements and action taken as necessary.

### **TREASURY ACTIVITY**

A detailed analysis of the current position is shown in **Appendix F**. Following the move to HRA self financing from April this year, interest relating to the HRA is now shown separately from the General Fund to aid transparency.

The Council agreed the Treasury Strategy for 2012/13 on 27 March 2012 and in accordance with Financial Procedure Rules this strategy has been subject to a half yearly review with the outcomes set out below:

#### **The Economy**

In August the Bank of England substantially lowered its expectations for the speed of recovery and rate of growth over the coming months and materially amended its forecasts for 2012 and 2013.

The UK is heavily influenced by worldwide economic developments and on-going negative sentiment in that area permeates into UK's performance. Investor confidence in the Eurozone remains weak. This has a major effect in undermining business and consumer confidence not only in Europe and UK but also in America and the Far East/China.

Consumer confidence remains depressed in the UK with unemployment concerns, indebtedness and a squeeze on real incomes from high inflation and limited pay rises all taking a toll.

The weak recovery has caused social security payments to remain elevated and tax receipts to be depressed. Consequently the plan to eliminate the annual public sector borrowing deficit has been pushed back.

#### **Economic Outlook for next 6 months**

Risks in economic forecasts continue unabated. Concern has been escalating about the Chinese economy along with weak growth in America. Eurozone growth will also remain weak as austerity programmes curtail overall economic growth.

Concern remains that the Bank of England's forecasts of a weaker and delayed robust recovery may still prove to be over optimistic. Weak export markets will remain a drag on the economy and consumer expenditure will continue to be depressed due to a focus on paying off debt and job fears.

Expectations are:

- Low growth in the UK to continue with Bank Rate unlikely to rise in next 2 years – keeps investment returns depressed.
- Expected longer run trend is for PWLB borrowing rates to eventually rise. (A recent forecast received by the Council is highlighting that the Bank Rate will remain at 0.5% until December 2014 and PWLB rates to start increasing in September 2013.)

Against this backcloth, UK treasury stock / bills remain as one of the primary options in terms of investments that are being placed in general.

### **Investments**

Investment returns are currently ahead of the budget in part due to an advantageous cash flow position. However interest rates achievable in the market have recently dropped considerably against which returns for the second half of the year unlikely to perform as strongly, particularly towards the end of the year as cash flow advantages reduce as budgets are spent.

The Eurozone sovereign debt crisis and its potential impact on banks prompt a low risk and short term strategy which gives low investment returns. Treasury Bills are not the Council's main source of investment options given the relatively low returns as better investments opportunities remain with other local authorities.

### **Borrowing**

The 'flip' side to the above is that borrowing rates that the Council can access remain relatively low. Rates available to the Council are to become more advantageous from November 2012, with discounted rates (0.2% lower than standard rates) being offered by PWLB where Local Authorities have 'signed' up to the associated transparency requirements that must be fulfilled to access these rates. This Council 'signed up' to these requirements which primarily relate to information the Council currently provides as a matter of course elsewhere. At present no additional borrowing is planned for 2012/13.

Notwithstanding the above, there are no significant matters to highlight at the present time with investment and borrowing activity on-going in line with the Treasury Strategy and associated practices / requirements.

## **BACKGROUND PAPERS FOR THE DECISION**

None

## **APPENDICES**

Front Cover and Executive Summary

Appendix A – Summary by Portfolio / Committee

Appendix B – General Fund Budget Position by Department

Appendix C – Housing Revenue Account Budget Position  
Appendix D – Capital Programme  
Appendix E – Corporate Debt  
Appendix F – Treasury Activity  
Appendix G – Income from S106 Agreements



# *Tendring*

## *District Council*



### ***Appendices Included:***

<b>Executive Summary</b>	<b>A summary of the overall position.</b>
<b>Appendix A</b>	<b>A summary of the overall position by Portfolio</b>
<b>Appendix B</b>	<b>An analysis by Department of all General Fund Revenue budgets.</b>
<b>Appendix C</b>	<b>An analysis of Housing Revenue Account budgets.</b>
<b>Appendix D</b>	<b>The position to date for all capital projects.</b>
<b>Appendix E</b>	<b>Position on corporate debt.</b>
<b>Appendix F</b>	<b>Treasury activity.</b>
<b>Appendix G</b>	<b>Section 106 monies.</b>

**Corporate Budget Monitoring**

***September 2012***

## Corporate Budget Monitoring - Executive Summary as at the end of September 2012

The tables below show the summary position for the General Fund, Housing Revenue Account, Capital, Debt and Treasury Activity.

### General Fund - Summary by Department Excluding Housing Revenue Account

	Full Year Budget	Profiled Budget to Date	Actual to Date	Variance to Profile
	£	£	£	£
Corporate Services	2,961,880	1,847,023	1,343,792	(503,231)
Planning	2,435,800	914,455	287,721	(626,734)
Life Opportunities	3,401,160	1,800,776	1,551,423	(249,353)
Public Experience	7,730,780	1,848,276	1,737,431	(110,845)
Resource Management	(16,529,620)	(3,802,586)	(7,706,156)	(3,903,570)
Management Team and Executive Corporate Support	0	141,170	148,810	7,640
<b>Total</b>	<b>0</b>	<b>2,749,114</b>	<b>(2,636,979)</b>	<b>(5,386,093)</b>

### Housing Revenue Account

	Full Year Budget	Profiled Budget to Date	Actual to Date	Variance to Profile
	£	£	£	£
<b>Total HRA</b>	<b>0</b>	<b>(4,609,652)</b>	<b>(4,733,019)</b>	<b>(123,367)</b>

### Capital

	Full Year Budget	Profiled Budget to Date	Actual to Date	Variance to Profile
	£	£	£	£
General Fund	4,348,790	641,696	174,992	(466,704)
Housing Revenue Account	3,840,000	2,125,380	596,446	(1,528,933)
<b>Total</b>	<b>8,188,790</b>	<b>2,767,076</b>	<b>771,438</b>	<b>(1,995,637)</b>

### Debt

	Arrears this month as % of Amount Collectable to date	Variance to date
General Debt	6.95%	
Housing Rents	2.09%	
Council Tax		-0.31%
NNDR		1.20%

### Treasury

	£'000
Total External Borrowing	56,824
Total Investments	43,087

# Appendix A - Revenue Budget Position at the end of September 2012

## Portfolio / Committee Summary

	2012/13 Current Full Year Budget	2012/13 Profiled Budget to date	2012/13 Actual to date	2012/13 Variance to Profile
	£	£	£	£
Benefits and Revenues	1,907,950	1,289,536	(321,902)	(1,611,439)
Customer and Central Services	533,350	1,646,164	1,427,903	(218,261)
Environment	4,644,180	1,701,453	1,759,546	58,093
Finance and Asset Management	8,752,110	2,543,778	420,467	(2,123,312)
Housing General Fund	1,356,460	931,022	702,733	(228,289)
Planning	2,435,800	914,455	287,721	(626,734)
Regeneration	2,065,020	898,713	517,227	(381,486)
Technical Services	1,813,460	667,480	575,564	(91,917)
Tourism and Community Life	2,693,440	315,004	260,532	(54,472)
Development Control Committee	16,280	15	36	21
Human Resources Committee	23,400	103,175	50,628	(52,547)
Licensing Committee	125,480	(46,025)	(84,002)	(37,977)
Regulatory Committee	282,960	167,186	200,170	32,984
<b>Net Cost of Services</b>	<b>26,649,890</b>	<b>11,131,957</b>	<b>5,796,621</b>	<b>(5,335,335)</b>
Revenue support for Capital Investment	1,250,030	0	0	0
Financing Items	(747,720)	835,823	785,117	(50,707)
<b>Budget Before use of Reserves</b>	<b>27,152,200</b>	<b>11,967,780</b>	<b>6,581,738</b>	<b>(5,386,042)</b>
Contribution to / (from) earmarked reserves	(9,575,570)	0	0	0
<b>Total Net Budget</b>	<b>17,576,630</b>	<b>11,967,780</b>	<b>6,581,738</b>	<b>(5,386,042)</b>
National Non - Domestic Rates	(9,667,810)	(5,268,952)	(5,269,012)	(60)
Revenue Support Grant	(187,410)	(89,001)	(89,001)	0
Collection Fund Surplus	(80,000)	(40,000)	(40,000)	0
Parish Precepts	1,494,380	747,190	747,191	1
Income from Council Tax Payers including Parish Precepts	(9,135,790)	(4,567,903)	(4,567,895)	8
	<b>0</b>	<b>2,749,114</b>	<b>(2,636,979)</b>	<b>(5,386,093)</b>

# Corporate Budget Monitoring - General Fund Budget Position at the end of September 2012

## Department - Management Team

	2012/13 Current Full Year Budget	2012/13 Profiled Budget to date	2012/13 Actual to date	2012/13 Variance to Profile	Next Quarters Profile	Comments
	£	£	£	£	£	
<b><u>Analysis by Type of Spend</u></b>						
<b>Direct Expenditure</b>						
Employee Expenses	275,840	137,920	147,768	9,848	68,960	
Transport Related Expenditure	640	320	371	51	160	
Supplies & Services	4,710	2,930	671	(2,259)	820	
<b>Total Direct Expenditure</b>	<b>281,190</b>	<b>141,170</b>	<b>148,810</b>	<b>7,640</b>	<b>69,940</b>	
<b>Net Direct Costs</b>	<b>281,190</b>	<b>141,170</b>	<b>148,810</b>	<b>7,640</b>	<b>69,940</b>	
<b>Indirect Income/Expenditure</b>						
FRS17 Pension Costs	16,250	0	0	0	0	
Service Unit and Central Costs	67,180	0	0	0	0	
Recharged Income	(364,620)	0	0	0	0	
<b>Total Indirect Income/Expenditure</b>	<b>(281,190)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	
<b>Total for Management Team</b>	<b>0</b>	<b>141,170</b>	<b>148,810</b>	<b>7,640</b>	<b>69,940</b>	

## Department - Management Team

	2012/13 Current Full Year Budget	2012/13 Profiled Budget to date	2012/13 Actual to date	2012/13 Variance to Profile	Comments
	£	£	£	£	
<b><u>Analysis by Service/Function</u></b>					
<b>Total for Management Team</b>	0	141,170	148,810	7,640	
<b>Total for Management Team</b>	0	141,170	148,810	7,640	

# Corporate Budget Monitoring - General Fund Budget Position at the end of September 2012

## Department - Resource Management

	2012/13 Current Full Year Budget	2012/13 Profiled Budget to date	2012/13 Actual to date	2012/13 Variance to Profile	Next Quarters Profile	Comments
	£	£	£	£	£	
<b><u>Analysis by Type of Spend</u></b>						
<b>Direct Expenditure</b>						
Employee Expenses	7,221,610	2,888,856	2,663,704	(225,152)	1,485,340	
Premises Related Expenditure	144,520	136,330	128,832	(7,498)	2,730	
Transport Related Expenditure	40,850	32,390	28,365	(4,025)	7,510	
Supplies & Services	9,257,940	2,775,373	637,815	(2,137,558)	1,526,953	
Third Party Payments	761,060	368,319	319,761	(48,558)	198,665	
Transfer Payments	70,528,330	24,058,000	24,888,661	830,661	12,029,000	
Interest Payments	277,670	108,433	123,445	15,011	0	
<b>Total Direct Expenditure</b>	<b>88,231,980</b>	<b>30,367,700</b>	<b>28,790,582</b>	<b>(1,577,119)</b>	<b>15,250,198</b>	
<b>Direct Income</b>						
Government Grants	(73,118,000)	(24,435,825)	(26,661,238)	(2,225,413)	(12,121,862)	
Other Grants reimbursements and Contributions	(824,110)	(409,495)	(421,024)	(11,529)	(227,516)	
Sales, Fees and Charges	(68,840)	(38,885)	(56,764)	(17,879)	(13,977)	
Rents Receivable	(210)	(105)	(100)	5	(52)	
Interest Receivable	(84,870)	(67,310)	(139,901)	(72,591)	(30,528)	
Formula Grant and Council Tax	(17,576,630)	(9,218,666)	(9,218,717)	(51)	(4,772,875)	
<b>Total Direct Income</b>	<b>(91,672,660)</b>	<b>(34,170,286)</b>	<b>(36,497,744)</b>	<b>(2,327,458)</b>	<b>(17,166,812)</b>	
<b>Net Direct Costs</b>	<b>(3,440,680)</b>	<b>(3,802,586)</b>	<b>(7,707,162)</b>	<b>(3,904,576)</b>	<b>(1,916,614)</b>	
<b>Indirect Income/Expenditure</b>						
FRS17 Pension Costs	(1,766,570)	0	0	0	0	
Service Unit and Central Costs	7,359,360	0	0	0	0	
Capital Financing Costs	518,710	0	1,007	1,007	0	
Recharged Income	(9,624,870)	0	0	0	0	
<b>Total Indirect Income/Expenditure</b>	<b>(3,513,370)</b>	<b>0</b>	<b>1,007</b>	<b>1,007</b>	<b>0</b>	
<b>Net Contribution to/(from) Reserves</b>	<b>(9,575,570)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	
<b>Total for Resource Management</b>	<b>(16,529,620)</b>	<b>(3,802,586)</b>	<b>(7,706,156)</b>	<b>(3,903,570)</b>	<b>(1,916,614)</b>	

## Department - Resource Management

	2012/13 Current Full Year Budget	2012/13 Profiled Budget to date	2012/13 Actual to date	2012/13 Variance to Profile	Comments
	£	£	£	£	
<b><u>Analysis by Service/Function</u></b>					
<b>Total for Head of Resource Management and Administration</b>	8,410	61,940	66,145	4,205	
<b>Total for Finance and Procurement</b>	30,670	543,456	501,447	(42,010)	This primarily reflects the position against salary budgets with an overall comment set out in the main body of the report.
<b>Total for Asset Management</b>	3,110,250	141,518	70,729	(70,789)	This primarily relates to the CAROS budget where over the course of the year the budget will be applied to meet the annual cost of the scheme.
<b>Total for Corporate IT</b>	28,960	672,868	580,902	(91,966)	Similarly to previous years, expenditure will be incurred as IT initiatives and projects are delivered over the course of the year.
<b>Total for Legal Services</b>	(2,700)	103,855	62,891	(40,964)	
<b>Total for Human Resources</b>	190,800	250,652	212,783	(37,868)	

## Department - Resource Management

	2012/13 Current Full Year Budget	2012/13 Profiled Budget to date	2012/13 Actual to date	2012/13 Variance to Profile	Comments
	£	£	£	£	
<b>Total for Benefits, Revenues and Customer Contact SU</b>	0	877,932	827,387	(50,545)	This primarily reflects the position against salary budgets with an overall comment set out in the main body of the report.
<b>Total for Benefits</b>	897,170	277,169	(1,202,243)	(1,479,412)	Timing differences remain between when benefit payments are made and when the associated subsidy is received from the Government. A 'New Burdens Grant' of £0.084m has also recently been received to support the implementation of the Local Council Tax Scheme from April 2013.
<b>Total for Revenues</b>	951,210	11,175	(3,900)	(15,075)	
<b>Total for Customer Contact</b>	10,790	143,570	85,383	(58,187)	The current position is largely due to the last payments due from ECC in respect of concessionary fares administration being received in first half of the year.
<b>Total for F&amp;P - Other Corporate Costs</b>	7,004,510	1,537,245	(489,529)	(2,026,774)	The current position reflects the timing of payments in respect of external audit fees in addition to budgets where further decisions / commitments will be made as the year progresses such as Fit for Purpose, Contingency and the New Homes Bonus. Additional investment income achieved so far to date also contributes to the position at the end of September.



## Department - Resource Management

	2012/13 Current Full Year Budget	2012/13 Profiled Budget to date	2012/13 Actual to date	2012/13 Variance to Profile	Comments
	£	£	£	£	
<b>Total for F&amp;P - Financing Items</b>	(11,183,060)	794,700	800,566	5,866	
<b>Total for F&amp;P - Formula Grant and Council Tax</b>	(17,576,630)	(9,218,666)	(9,218,717)	(51)	
<b>Total for Resource Management</b>	(16,529,620)	(3,802,586)	(7,706,156)	(3,903,570)	

# Corporate Budget Monitoring - General Fund Budget Position at the end of September 2012

## Department - Corporate Services

	2012/13 Current Full Year Budget	2012/13 Profiled Budget to date	2012/13 Actual to date	2012/13 Variance to Profile	Next Quarters Profile	Comments
	£	£	£	£	£	
<b>Analysis by Type of Spend</b>						
<b>Direct Expenditure</b>						
Employee Expenses	1,392,340	698,989	651,231	(47,758)	345,621	
Premises Related Expenditure	485,490	352,432	320,754	(31,678)	77,418	
Transport Related Expenditure	40,100	20,200	20,745	545	10,055	
Supplies & Services	2,525,240	1,136,497	654,256	(482,241)	519,433	
Third Party Payments	870	0	0	0	0	
<b>Total Direct Expenditure</b>	<b>4,444,040</b>	<b>2,208,118</b>	<b>1,646,986</b>	<b>(561,132)</b>	<b>952,526</b>	
<b>Direct Income</b>						
Government Grants	0	0	0	0	0	
Other Grants reimbursements and Contributions	(262,680)	(217,320)	(228,874)	(11,554)	(1,310)	
Sales, Fees and Charges	(27,340)	(5,735)	(2,244)	3,491	(3,550)	
Rents Receivable	(92,600)	(45,320)	(34,089)	11,231	(22,660)	
<b>Total Direct Income</b>	<b>(382,620)</b>	<b>(268,375)</b>	<b>(265,207)</b>	<b>3,168</b>	<b>(27,520)</b>	
<b>Net Direct Costs</b>	<b>4,061,420</b>	<b>1,939,743</b>	<b>1,381,779</b>	<b>(557,964)</b>	<b>925,006</b>	
<b>Indirect Income/Expenditure</b>						
FRS17 Pension Costs	76,570	0	0	0	0	
Service Unit and Central Costs	1,929,850	0	0	0	0	
Capital Financing Costs	186,980	0	0	0	0	
Recharged Income	(3,292,940)	(92,720)	(37,987)	54,733	(46,360)	
<b>Total Indirect Income/Expenditure</b>	<b>(1,099,540)</b>	<b>(92,720)</b>	<b>(37,987)</b>	<b>54,733</b>	<b>(46,360)</b>	
<b>Total for Corporate Services</b>	<b>2,961,880</b>	<b>1,847,023</b>	<b>1,343,792</b>	<b>(503,231)</b>	<b>878,646</b>	

## Department - Corporate Services

	2012/13 Current Full Year Budget	2012/13 Profiled Budget to date	2012/13 Actual to date	2012/13 Variance to Profile	Comments
	£	£	£	£	
<b><u>Analysis by Service/Function</u></b>					
<b>Total for Head of Corporate Services and Administration</b>	(12,440)	205,742	104,733	(101,009)	This primarily reflects the position against salary budgets with an overall comment set out in the main body of the report.
<b>Total for Democratic Services</b>	891,310	488,725	530,643	41,918	The current position largely reflects both the timing of electoral registration expenditure along with incurring expenditure for the upcoming police elections in advance of the income being received to meet these costs.
<b>Total for Regeneration</b>	1,699,150	666,334	310,581	(355,754)	The current position mainly relates to the Big Society Budget where further commitments will be made as the year progresses and subject to applications made. In addition, commitments against a wider regeneration budget are still to be made although a number of activities have been identified for implementation in the second half of the year.
<b>Total for Facilities Management</b>	133,680	582,042	529,373	(52,669)	This currently reflects the timing of repairs and maintenance work.
<b>Total for Business Manager</b>	250,180	(95,820)	(131,537)	(35,717)	The current position reflects the income received in advance of expenditure in respect of the Essex Family Needs Project along with the Rural Infrastructure budget where expenditure will be incurred as the project develops over the course of the year.
<b>Total for Corporate Services</b>	2,961,880	1,847,023	1,343,792	(503,231)	

# Corporate Budget Monitoring - General Fund Budget Position at the end of September 2012

## Department - Public Experience

	2012/13 Current Full Year Budget	2012/13 Profiled Budget to date	2012/13 Actual to date	2012/13 Variance to Profile	Next Quarters Profile	Comments
	£	£	£	£	£	
<b><u>Analysis by Type of Spend</u></b>						
<b>Direct Expenditure</b>						
Employee Expenses	3,264,110	1,651,326	1,555,323	(96,004)	800,001	
Premises Related Expenditure	2,806,000	1,749,408	1,728,725	(20,683)	445,331	
Transport Related Expenditure	463,980	184,402	190,042	5,641	93,105	
Supplies & Services	1,113,610	533,524	375,249	(158,275)	257,562	
Third Party Payments	4,357,830	1,597,724	1,590,325	(7,399)	1,099,246	
<b>Total Direct Expenditure</b>	<b>12,005,530</b>	<b>5,716,384</b>	<b>5,439,664</b>	<b>(276,720)</b>	<b>2,695,245</b>	
<b>Direct Income</b>						
Government Grants	(1,000)	(500)	0	500	0	
Other Grants reimbursements and Contributions	(1,400,210)	(506,935)	(307,215)	199,719	(365,652)	
Sales, Fees and Charges	(3,037,750)	(2,059,042)	(2,107,795)	(48,752)	(487,429)	
Rents Receivable	(192,950)	(151,333)	(149,646)	1,686	(24,612)	
<b>Total Direct Income</b>	<b>(4,631,910)</b>	<b>(2,717,809)</b>	<b>(2,564,656)</b>	<b>153,153</b>	<b>(877,693)</b>	
<b>Net Direct Costs</b>	<b>7,373,620</b>	<b>2,998,575</b>	<b>2,875,008</b>	<b>(123,567)</b>	<b>1,817,552</b>	
<b>Indirect Income/Expenditure</b>						
FRS17 Pension Costs	167,420	0	0	0	0	
Service Unit and Central Costs	4,347,440	0	0	0	0	
Capital Financing Costs	933,530	0	0	0	0	
Recharged Income	(5,091,230)	(1,150,299)	(1,137,577)	12,722	(228,526)	
<b>Total Indirect Income/Expenditure</b>	<b>357,160</b>	<b>(1,150,299)</b>	<b>(1,137,577)</b>	<b>12,722</b>	<b>(228,526)</b>	
<b>Total for Public Experience</b>	<b>7,730,780</b>	<b>1,848,276</b>	<b>1,737,431</b>	<b>(110,845)</b>	<b>1,589,027</b>	

## Department - Public Experience

	2012/13 Current Full Year Budget	2012/13 Profiled Budget to date	2012/13 Actual to date	2012/13 Variance to Profile	Comments
	£	£	£	£	
<b><u>Analysis by Service/Function</u></b>					
<b>Total for Head of Public Experience and Administration</b>	12,450	111,055	120,997	9,942	
<b>Total for Pollution and Environment</b>	452,770	125,808	108,799	(17,009)	
<b>Total for Environment</b>	4,376,340	1,600,391	1,679,984	79,592	Amounts receivable from Essex County Council in respect of recycling credits remain outstanding.
<b>Total for Food and Health &amp; Safety</b>	323,810	210,823	194,558	(16,265)	
<b>Total for Coastal Projects and Engineering Services</b>	1,645,980	411,969	369,647	(42,322)	This primarily reflects the position against salary budgets with an overall comment set out in the main body of the report in addition to the timing of spend against coast protection maintenance budgets.
<b>Total for Horticultural and Bereavement</b>	737,050	210,133	198,513	(11,620)	
<b>Total for Streets and Seafronts</b>	182,380	(821,905)	(935,068)	(113,163)	This reflects a mix of increased income along with the timing of expenditure so far to date.
<b>Total for Public Experience</b>	7,730,780	1,848,276	1,737,431	(110,845)	

# Corporate Budget Monitoring - General Fund Budget Position at the end of September 2012

## Department - Life Opportunities

	2012/13 Current Full Year Budget	2012/13 Profiled Budget to date	2012/13 Actual to date	2012/13 Variance to Profile	Next Quarters Profile	Comments
	£	£	£	£	£	
<b>Analysis by Type of Spend</b>						
<b>Direct Expenditure</b>						
Employee Expenses	4,248,170	2,142,978	1,943,961	(199,017)	1,040,710	
Premises Related Expenditure	810,580	485,122	507,893	22,771	137,889	
Transport Related Expenditure	116,620	63,720	62,733	(987)	26,435	
Supplies & Services	1,543,500	874,841	651,374	(223,466)	384,793	
Third Party Payments	0	0	0	0	0	
Transfer Payments	216,330	0	0	0	0	
<b>Total Direct Expenditure</b>	<b>6,935,200</b>	<b>3,566,661</b>	<b>3,165,962</b>	<b>(400,699)</b>	<b>1,589,828</b>	
<b>Direct Income</b>						
Government Grants	(191,230)	(42,500)	(42,733)	(233)	(21,250)	
Other Grants reimbursements and Contributions	(182,140)	(76,280)	(48,310)	27,970	(34,372)	
Sales, Fees and Charges	(3,230,840)	(1,639,095)	(1,510,785)	128,310	(783,202)	
Rents Receivable	(24,020)	(8,010)	(12,712)	(4,702)	(4,005)	
<b>Total Direct Income</b>	<b>(3,628,230)</b>	<b>(1,765,885)</b>	<b>(1,614,539)</b>	<b>151,345</b>	<b>(842,829)</b>	
<b>Net Direct Costs</b>	<b>3,306,970</b>	<b>1,800,776</b>	<b>1,551,423</b>	<b>(249,353)</b>	<b>746,998</b>	
<b>Indirect Income/Expenditure</b>						
FRS17 Pension Costs	211,490	0	0	0	0	
Service Unit and Central Costs	2,615,680	0	0	0	0	
Capital Financing Costs	816,490	0	0	0	0	
Recharged Income	(3,549,470)	0	0	0	0	
<b>Total Indirect Income/Expenditure</b>	<b>94,190</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	
<b>Total for Life Opportunities</b>	<b>3,401,160</b>	<b>1,800,776</b>	<b>1,551,423</b>	<b>(249,353)</b>	<b>746,998</b>	

## Department - Life Opportunities

	2012/13 Current Full Year Budget	2012/13 Profiled Budget to date	2012/13 Actual to date	2012/13 Variance to Profile	Comments
	£	£	£	£	
<b><u>Analysis by Service/Function</u></b>					
<b>Total for Head of Life Opportunities and Administration</b>	0	43,025	42,730	(295)	
<b>Total for Private Sector Housing</b>	697,320	213,227	124,298	(88,929)	This primarily reflects the position against salary budgets with an overall comment set out in the main body of the report.
<b>Total for Commercial Manager</b>	740,160	678,591	546,171	(132,420)	This position primarily relates to employee costs with an overall comment provided within the main body of the report but also includes reduced homelessness net expenditure where the balancing of prevention to the provision of actual accommodation continues to be a key aim of the service along with looking to provide value for money through the use of alternatives to Bed and Breakfast accommodation wherever possible.
<b>Total for Building Services</b>	14,780	156,670	131,762	(24,908)	
<b>Total for Leisure</b>	1,948,900	709,263	706,462	(2,801)	Although no overall variance is shown to date, further commentary regarding the underlying issue around leisure facility income is set out in the main body of the report.
<b>Total for Life Opportunities</b>	<b>3,401,160</b>	<b>1,800,776</b>	<b>1,551,423</b>	<b>(249,353)</b>	

# Corporate Budget Monitoring - General Fund Budget Position at the end of September 2012

## Department - Planning

	2012/13 Current Full Year Budget	2012/13 Profiled Budget to date	2012/13 Actual to date	2012/13 Variance to Profile	Next Quarters Profile	Comments
	£	£	£	£	£	
<b>Analysis by Type of Spend</b>						
<b>Direct Expenditure</b>						
Employee Expenses	1,669,010	834,685	549,290	(285,395)	417,163	
Premises Related Expenditure	2,230	1,115	509	(606)	558	
Transport Related Expenditure	56,910	28,455	18,522	(9,933)	14,227	
Supplies & Services	1,221,200	530,816	137,093	(393,723)	246,899	
<b>Total Direct Expenditure</b>	<b>2,949,350</b>	<b>1,395,071</b>	<b>705,413</b>	<b>(689,658)</b>	<b>678,847</b>	
<b>Direct Income</b>						
Other Grants reimbursements and Contributions	0	0	(3,479)	(3,479)	0	
Sales, Fees and Charges	(959,150)	(480,616)	(414,213)	66,403	(230,622)	
<b>Total Direct Income</b>	<b>(959,150)</b>	<b>(480,616)</b>	<b>(417,692)</b>	<b>62,924</b>	<b>(230,622)</b>	
<b>Net Direct Costs</b>	<b>1,990,200</b>	<b>914,455</b>	<b>287,721</b>	<b>(626,734)</b>	<b>448,225</b>	
<b>Indirect Income/Expenditure</b>						
FRS17 Pension Costs	96,190	0	0	0	0	
Service Unit and Central Costs	3,139,560	0	0	0	0	
Capital Financing Costs	62,380	0	0	0	0	
Recharged Income	(2,852,530)	0	0	0	0	
<b>Total Indirect Income/Expenditure</b>	<b>445,600</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	
<b>Total for Planning</b>	<b>2,435,800</b>	<b>914,455</b>	<b>287,721</b>	<b>(626,734)</b>	<b>448,225</b>	



## Department - Planning

	2012/13 Current Full Year Budget	2012/13 Profiled Budget to date	2012/13 Actual to date	2012/13 Variance to Profile	Comments
	£	£	£	£	
<b><u>Analysis by Service/Function</u></b>					
<b>Total for Head of Planning and Administration</b>	(21,960)	218,018	112,278	(105,740)	This primarily reflects the position against salary budgets with an overall comment set out in the main body of the report.
<b>Total for Planning Development</b>	1,050,350	271,751	70,944	(200,807)	This position primarily relates to employee costs with an overall comment provided within the main body of the report. This is in addition to lower planning fee income to date which is also subject to further commentary in the main body of the report.
<b>Total for Planning Policy</b>	1,291,940	427,557	92,252	(335,305)	The current situation mainly reflects the position against the Local Plan budget where expenditure is anticipated to be incurred as the year progresses.
<b>Total for Building Control</b>	115,470	(2,871)	12,247	15,118	This relates to Building Control income with further commentary set out in the main body of the report.
<b>Total for Planning</b>	2,435,800	914,455	287,721	(626,734)	

# Corporate Budget Monitoring - Housing Revenue Account Budget Position at the end of September 2012

## Housing Revenue Account

	2012/13 Current Full Year Budget	2012/13 Profiled Budget to date	2012/13 Actual to date	2012/13 Variance to Profile	Next Quarters Profile	Comments
	£	£	£	£	£	
<b>Analysis by Type of Spend</b>						
<b>Direct Expenditure</b>						
Employee Expenses	583,990	125,890	107,317	(18,573)	62,945	
Premises Related Expenditure	3,583,820	1,378,641	1,193,010	(185,631)	978,800	
Transport Related Expenditure	3,930	1,965	2,439	474	983	
Supplies & Services	475,770	213,822	149,466	(64,356)	105,974	
Third Party Payments	0	0	703	703	0	
Transfer Payments	17,000	8,500	4,106	(4,394)	4,250	
<b>Total Direct Expenditure</b>	<b>4,664,510</b>	<b>1,728,818</b>	<b>1,457,041</b>	<b>(271,778)</b>	<b>1,152,952</b>	
<b>Direct Income</b>						
Government Grants	(133,930)	0	0	0	0	
Other Grants reimbursements and Contributions	(8,000)	0	(972)	(972)	0	
Sales, Fees and Charges	(747,010)	(415,855)	(476,510)	(60,655)	(162,883)	
Rents Receivable	(12,414,600)	(6,209,185)	(6,156,528)	52,657	(3,102,708)	
Interest Receivable	(58,000)	0	0	0	0	
Formula Grant and Council Tax	0	0	98,529	98,529	0	
<b>Total Direct Income</b>	<b>(13,361,540)</b>	<b>(6,625,040)</b>	<b>(6,535,481)</b>	<b>89,559</b>	<b>(3,265,590)</b>	
<b>Net Direct Costs</b>	<b>(8,697,030)</b>	<b>(4,896,222)</b>	<b>(5,078,440)</b>	<b>(182,219)</b>	<b>(2,112,638)</b>	
<b>Total for HRA</b>	<b>0</b>	<b>(4,609,652)</b>	<b>(4,733,019)</b>	<b>(123,367)</b>	<b>(1,969,353)</b>	

## Housing Revenue Account

	2012/13 Current Full Year Budget	2012/13 Profiled Budget to date	2012/13 Actual to date	2012/13 Variance to Profile	Comments
	£	£	£	£	
<b><u>Analysis by Service/Function</u></b>					
<b>Total for Commercial Manager</b>	(46,560)	(4,609,652)	(4,733,019)	(123,367)	To date the position largely reflects the timing of expenditure such as for repairs and maintenance.
<b>Total for F&amp;P - Financing Items</b>	46,560	0	0	0	
<b>Total for HRA</b>	0	(4,609,652)	(4,733,019)	(123,367)	

# Corporate Budget Monitoring - General Fund Capital Programme Budget Position at the end of September 2012

	Commenced	Source of Funding - External (Ext) or Internal (Int) or Leasing (L)	2012/13 Current Full Year Budget £	2012/13 Profiled Budget to date £	2012/13 Actual to date £	2012/13 Variance to Profile £	Comments
<b>Benefits and Revenues Portfolio</b>							
Replacement folding and inserting machine	no	Int	30,000	0	0	0	
Replacement of High Volume Printers	rolling programme of replacement	Int	7,000	0	0	0	
<b>Environment Portfolio</b>							
Weeley Crematorium Car Park	no	Int	100,000	0	0	0	
Food containers for recycling service	yes	Ext	12,710	0	(242,000)	(242,000)	Current position reflects payment charged to 2011/12 that has yet to be invoiced and paid in 2012/13.
Purchase of green recycling boxes	yes	Int	71,000	70,673	70,673	0	
Migration of databases to CAPS	yes - long term ICT project	Int	12,000	0	6,751	6,751	Work carried out earlier than anticipated
Public Access Module to CAPS	yes - long term ICT project	Int	56,000	0	0	0	
<b>Finance and Asset Management Portfolio</b>							
Audit management software	yes	Int	6,000	0	0	0	
Replacement debit and credit card payment facility	yes	Int	14,630	0	0	0	
Agresso e-procurement	no	Int	52,000	0	0	0	
<b>Housing (GF) Portfolio</b>							
Renovation Grants	yes - ongoing	Ext/Int	33,994	0	0	0	
DFGs	yes - ongoing	Ext/Int	1,426,586	179,120	122,991	(56,129)	The underspend to date is largely due to a 'handover' period following a new provider of Home Improvement Agency services commissioned by ECC. The situation will be closely monitored over the remainder of the year.
Private Sector Leasing	yes - ongoing	Int	33,000	0	0	0	

	Commenced	Source of Funding - External (Ext) or Internal (Int) or Leasing (L)	2012/13 Current Full Year Budget	2012/13 Profiled Budget to date	2012/13 Actual to date	2012/13 Variance to Profile	Comments
			£	£	£	£	
<b>Tourism and Community Life Portfolio</b>							
Replacement of beach hut supports - the Walings	Yes - long term project	Int	24,000	2,384	2,384	0	
Play Route	yes	Ext	9,210	9,210	9,012	(198)	
Brook Country Park	yes	Ext	18,110	18,110	6,593	(11,517)	Future works being considered which will be subject to separate approval
Dovercourt Swimming Pool - redevelopment	yes	Int	698,870	0	0	0	
Refurbishment of Children's Play Areas, Harwich	yes	Ext	1,950	0	0	0	
Refurbishment of Children's Play Area, Marine	no	Ext	160,000	0	0	0	
Cranleigh Close, Clacton, landscaping works	yes	Ext	8,000	2,000	876	(1,124)	
The Hangings, Dovercourt, landscaping works	yes	Ext	38,470	5,000	2,075	(2,925)	
Refurbishment of Blue Chalet beach huts	yes	Ext	9,050	9,050	9,048	(2)	
Additional play equipment, Halstead Road Play Area,	no	Ext	26,790	0	0	0	
<b>Regeneration Portfolio</b>							
Replacement of Careline alarms in Group Schemes	no	Int	60,000	0	0	0	
Clacton seafront improvements	yes	Ext	67,960	58,015	57,916	(99)	
Clacton Regeneration	yes	Ext	65,740	44,190	17,726	(26,464)	Associated study to be commissioned in due course
Regeneration Capital Projects	no	Ext/Int	308,000	0	0	0	
<b>Customer and Central Services Portfolio</b>							
Upgrade of Contact Centre software	yes	Int	3,920	0	0	0	
ICT Core Infrastructure	ongoing	Int	217,660	47,478	48,786	1,308	
<b>Technical Services Portfolio</b>							
Vehicle Replacement	Yes - long term project	L	205,500	118,700	38,375	(80,325)	Invoices awaited
Holland Haven Sea Wall - Gunfleet Boating Club frontage	yes	Ext	153,980	0	(13,982)	(13,982)	Current position reflects payment charged to 2011/12 that has yet to be invoiced and paid.
Cliff Road Sea Wall	yes	Ext	416,660	77,766	37,766	(40,000)	The progress of this project is dependent on outside factors ie weather condition etc.
<b>Total General Fund Capital</b>			<b>4,348,790</b>	<b>641,696</b>	<b>174,992</b>	<b>(466,704)</b>	

## **Corporate Budget Monitoring - Housing Revenue Account Capital Programme Budget Position at the end of September 2012**

	Commenced	Source of Funding - External (Ext) or Internal (Int)	2012/13 Current Full Year Budget £	2012/13 Profiled Budget to date £	2012/13 Actual to date £	2012/13 Variance to Profile £	Comments
Improvements, enhancement & adaptation of the Council's housing stock	Yes - long term project	Ext/Int	3,337,920	1,851,437	483,967	(1,367,470)	This budget covers a range of individual schemes which will be delivered as the year progresses and are subject to the appropriate procurement processes, some of which are already underway in the third quarter.
IT Upgrade & Replacement	Yes - long term project	Ext/Int	20,000	8,623	2,200	(6,423)	
Disabled Adaptations	Yes - long term project	Ext/Int	422,080	235,403	92,279	(143,124)	Similarly to the above, it is anticipated that works will be progressed over the remainder of the year
Cash Incentive Scheme	Yes - long term project	Ext/Int	60,000	29,917	18,000	(11,917)	
<b>Total Housing Revenue Account Capital</b>			<b>3,840,000</b>	<b>2,125,380</b>	<b>596,446</b>	<b>(1,528,933)</b>	

## Corporate Debt : Position at the end of September 2012

The position against General debt, Housing debt and Council Tax / NNDR due for the year are set out separately below.

### GENERAL DEBT

	Amount Collectable to date	Arrears this month	Arrears last month	Arrears this month as % of Amount Collectable to date		Comments
	£'000	£'000	£'000	%		
Sundry / General Debt	3,670	255	418	6.95%		The current level of debt remains consistent with previous years where the amount outstanding decreases as the year progresses resulting in only a limited level of overall arrears by the end of the financial year. Appropriate recovery action will be taken on outstanding amounts.

### HOUSING RENTS

	Total Due for the Year	Amount Collectable to date	Arrears this month	Arrears last month	Arrears this month as % of Total Due	Comments
	£'000	£'000	£'000	£'000	%	
Housing Rents and Service Charges	13,050	6,695	273	249	2.09%	No significant issues have arisen to date.

### COUNCIL TAX AND NNDR

CURRENT YEAR	Total Due for the Year	Expected / Profiled Amount Collectable to date	Actual Collected to date	Variance to Date	Variance to Date last month	Comments
	£'000	%	%	%	%	
Council Tax	62,235	59.24%	58.93%	-0.31%	-0.12%	Collection rates broadly on target.
NNDR	25,763	60.65%	61.85%	1.20%	1.81%	
PREVIOUS YEAR	Total Outstanding to Date	Total Outstanding Last Month	Change from last month			Comments
	£'000	£'000	£'000			
Council Tax	1,751	1,829	(78)			Amounts continue to reduce month on month.
NNDR	203	233	(30)			
<b>TOTAL</b>	1,954	2,062	(108)			

## Treasury Activity : Position at the end of September 2012

Key Treasury Management Performance Data and Prudential Indicators are set out below.

### TREASURY ACTIVITY

Borrowing	Opening Balance 1 April 2012	New Borrowing to date	Borrowing Repaid to date	Balance to Date	Comments
	£'000	£'000	£'000	£'000	
Long Term PWLB Borrowing - GF	2,987	0	101	2,886	
Long Term PWLB Borrowing - HRA	54,920	0	982	53,938	
<b>TOTAL BORROWING</b>	<b>57,907</b>	<b>0</b>	<b>1,083</b>	<b>56,824</b>	

Investments	Opening Balance 1 April 2012	New Investments to date	Investments Repaid to date	Balance to Date	Comments
	£'000	£'000	£'000	£'000	
<i>Investments less than a year</i>					
Investments with UK Government via Treasury Bills/Investments with DMO, and Local Authorities and other public bodies	25,000	47,500	41,000	31,500	Net investments have increased over the reporting period due to the timing of the Council's cash flow such as underspending or income being received ahead of expenditure.
Investments with UK financial Institutions (including Money Market Funds)	5,337	25,400	24,150	6,587	At the end of the period, investments were held with 3 counterparties
Investments with non-UK Financial institutions	0	14,000	9,000	5,000	CDs remaining with 2 counterparties
<b>Total Investments for less than a year</b>	<b>30,337</b>	<b>86,900</b>	<b>74,150</b>	<b>43,087</b>	
<i>Investments for longer than a year</i>	0	0	0	0	
<b>TOTAL INVESTMENTS</b>	<b>30,337</b>	<b>86,900</b>	<b>74,150</b>	<b>43,087</b>	

Interest Paid / Received	Full Year Budget	Profiled Budget to Date	Actual to Date	Variance to date	Comments
	£'000	£'000	£'000	£'000	
Interest Paid on Borrowing - GF	278	129	129	0	The average rate of interest on the Council's GF borrowing is currently 8.65%.
Interest Paid on Borrowing - HRA	1,403	558	558	0	The average rate of interest on the Council's HRA borrowing is currently 3.11%.
Interest Received on Investments	132	68	121	(53)	The average rate of interest being received on the Council's investments is currently 0.55%.

### PRUDENTIAL INDICATORS

	Approved Indicator	Highest amount reached in the period	Comments
	£'000	£'000	
Authorised limit for external borrowing	76,911	58,804	Borrowing has remained within approved limits.
Operational boundary for external borrowing	68,241		
Debt Cap - HRA	60,285	54,920	



## Income from S106 Agreements

Information in respect of S106 income has been split across three areas in the table below - Where money has been formally allocated / being spent, where the money has been 'earmarked' but has not yet been formally included in the Council's spending programmes and where money remains unallocated / uncommitted.

The information below relates to only S106 amounts applicable to TDC.

The schemes set out below are included in the Capital Programme - see Appendix D for overall scheme progress

### ALLOCATED / BEING SPENT

Scheme	Amount Committed / Planned to be Spent in 2012/13 £'000
Children's Play Equipment - Refurbishment of Children's Play Areas, Harwich and Dovercourt	2
Children's Play Equipment - Refurbishment of Children's Play Area, Marine Parade West, Clacton on Sea	160
Children's Play Equipment - Additional equipment at Children's Play Area, Halstead Road, Kirby Cross	27
Cranleigh Close, Clacton - landscaping works	8
The Hangings, Dovercourt - landscaping works	38
<b>TOTAL</b>	<b>235</b>

### EARMARKED

Scheme	Amount Committed / Planned to be Spent in 2012/13 £,000	Amount Committed / Planned to be Spent in 2013/14 £,000	Amount Committed / Planned to be Spent in 2014/15 £,000
Replacement / Upgrade Dovecourt Skate Park - This amount has been ring fenced subject to additional external amounts being investigated by funding partners as part of a larger scheme.	-	15	-

### UNALLOCATED / UNCOMMITTED TO DATE

Permitted Use as per S106 Agreement	Amount Held / 'Spend by' Date		
	Less than 2 Years £'000	2 to 4 Years £'000	4 years + £'000
Affordable Housing	278	-	381
Children's Play Equipment	-	-	-
Dovercourt Town Centre Improvements	103	-	-
Loss of Employment Land	-	-	15
Open Space	-	-	227
<b>TOTAL</b>	<b>381</b>	<b>-</b>	<b>623</b>