

FALKIRK COUNCIL

Subject : CAPITAL PROGRAMMES UPDATE REPORT
Meeting : EXECUTIVE
Date : 30 September 2014
Author : CHIEF FINANCE OFFICER

1. INTRODUCTION

The purpose of this report is to provide details of the outturn position, subject to final Audit review, for the 2013/14 General Services and Housing Capital Programmes. A forecast for the out-turn of the 2014/15 Capital Programmes is also presented.

2. GENERAL SERVICES OUTTURN 2013/2014

2.1 Subject to audit the outturn for the General Services capital expenditure for 2013/14 is:

	Budget £'m	Outturn £'m
Expenditure		
Education Services	7.67	4.66
Roads & Transport	5.67	5.50
Flooding & Environmental	1.20	0.42
Economic Development	3.12	0.28
Social Work	2.45	0.73
Corporate & Neighbourhood	7.60	4.98
Central Support	0.84	0.01
Community Trust	1.68	0.45
Helix	15.79	15.43
TIF	2.36	1.13
Total Expenditure	<u>48.38</u>	<u>33.59</u>
Resources		
Borrowing	18.69	4.77
Government Grants and Other Funding	29.69	28.82
Total Resources	<u>48.38</u>	<u>33.59</u>

- 2.2 The 2013/14 approved budget was revised from £27.6m to £48.4m. The main movements in the budget were: the 2012/13 slippage (£10m); the additional Scottish Government grant for shovel ready projects (£1.2m) and the reprofiling of TIF (-£0.9m). Moreover, the approved budget was presented net and only reflected the Council's contribution to Helix, however the budget was latterly revised to include external costs which were funded by Big Lottery/Scottish Canal and a matching adjustment was made to the resources within the programme (£12.7m). As a result of these various amendments the approved budget was revised to £48.4m with an outturn of £33.6m. The following paragraphs in section 2 will focus on the main areas of spend during 2013/14 whilst section 3 will detail the slippage and the reasons for it.
- 2.3 **Education Services** – Work commenced in March 2014 on Antonine Primary School extension with a spend of £0.4m. Work was completed on St Andrew's Gym Hall £0.5m, Primary School kitchen refurbishments £0.2m and Grange Primary School atrium and car park £0.2m. In addition, there was spend across a number of schools for health and safety, capacity issues and general upgrade of c£2.1m. The ICT spend for Education was c£1.0m.
- 2.4 **Roads & Transport** – £1.1m was spent on the bridge assessment and strengthening programme and in particular the Redding Road Railway Bridge. The rolling programme of structural works for roads, road safety and lighting continued with a spend of c£3.9m.
- 2.5 **Flooding & Environment** – Spend on flood prevention projects, other than Chapel Burn (see para 3.2) was £0.2m and £0.1m was spent on the Countryside Access Strategy and Sustainable Falkirk Fund budgets.
- 2.6 **Economic Development** – Denny Town Centre Regeneration spend was £0.2m and c£0.1m was spent on the demolition of the Pilkington buildings. Works on the business property reinvestment project of £1m are contingent on receipts from Abbotsford business park which have not been realised yet. The budget for Falkirk Town Centre Regeneration has been carried forward into 2014/15 as has the underspend for Denny Town Centre and Arnotdale House phase 2.
- 2.7 **Social Work** – Work was completed on the Camelon Social Work office roof amounting to £0.4m and various works completed on the Older People Homes £0.2m, Brockville and Rossvail £0.1m.
- 2.8 **Corporate & Neighbourhood** – £1.6m was spent on the vehicle replacement programme and a further £0.2m spent on corporate ICT investment. There was a minimal spend on the Crematorium budget due to the ongoing feasibility study of various options. Investment in parks and the completion of MUGA pitches equated to £0.7m. Consent to borrow under the National Housing Trust Initiative was granted by Scottish Government. This consent was used to finance a loan of £2.3m to Carrongrove NHT 2011 LLP for the purchase of housing units under this scheme. The loan will be repaid to the Council on the sale of houses.
- 2.9 **Central Support** – The Accommodation Investment budget was not spent and the funds carried forward to 2014/15. There was a minor spend of £0.02m in respect of Adaptations for Disabled.
- 2.10 **Community Trust** – £0.1m was spent on phase 1 of the replacement boilers for the Mariner Centre and £0.1m spent on alterations to Grangemouth Golf clubhouse with a further £0.2m spent on various projects.

- 2.11 **Helix** – £15.4m was spent in 2013/14 of which £2.7m was funded by the Council and the remaining £12.7m from external funding, including Big Lottery and Scottish Canals.
- 2.12 **TIF** – £1.1m was spent on the M9 Junction 6 project.

3. **SLIPPAGE 2013/14**

- 3.1 The Council programme is a three year programme and there will inevitably be movement in spend between years. Nevertheless there was a significant underspend of £14.8m for 2013/14, as detailed in paragraph 2.1. However, the carry forward has been adjusted to £13m to reflect genuine slippage. The report to the Executive in January 2014 highlighted slippage of £8.9m, however the final slippage figure increased further as shown below.

<u>Service</u>	<u>£'000</u>
Education	2,360
Development – Roads & Transport	337
Development – Planning & Environment	674
Development – Economic Development	1,839
Social Work	1,713
Corporate & Neighbourhood	2,554
Central Support	671
Community Trust	1,280
Helix	364
TIF	<u>1,223</u>
Total Slippage C/F	<u>13,015</u>

The reasons for this significant movement, as advised by Services, is explained in the following tables.

- 3.2 As noted in paragraph 3.1 slippage in January, as reported to Members was projected at £8.9m with a final slippage figure of £13.015m. It should be noted that, following the report to the Executive in January, Services were asked to consider what projects, if any, could be brought forward to reduce the underspend. However, due to timescales, the capacity to bring forward projects was limited. The reasons for the slippage are detailed in the table below:

Service	Variance Reported In January (£000's)	Outturn Variance (£000's)	Reasons for Variance
Education			
Antonine Primary School	955	112	Work on phases 2 and 3 was delayed pending acceptance of the tender. Tender for Phase 2 works came in over budget and had to be referred back to Members for approval.
Camelon Education Centre	273	29	Project on hold as tender came in over budget and decisions are yet to be taken with regard to annexe and relocation of staff elsewhere.
Minor Projects	29	-	
Community Education	-	158	Works at Park Street and Bowhouse delayed because of Council restrictions e.g. bat infestation, "listed" status and asbestos discovered on site.
Capital Improvements	-	804	Includes a new Nursery Mobile at California Primary School £0.3m which was delayed for a number of reasons e.g. request by Parent Council to delay works to Summer 2014 to avoid disruption to the children and pending agreement on the site for the location of a new war memorial.
	<u>1,257</u>	<u>1,103</u>	
Devp Services – Roads & Transport			
Road Safety	125	22	Signalling work postponed as a result of Redding Road Bridge work.
Glenbervie Slip Road	-	190	Monies to be carried forward to meet the cost of all land/CPO compensation issues which may take several years to resolve.
	<u>125</u>	<u>212</u>	

Service	Variance Reported In January (£000's)	Outturn Variance (£000's)	Reasons for Variance
Devp Services – Flooding & Environ.			
Chapel Burn	430	-	The project was tendered however, the successful contractor withdrew after acceptance and the project had to be re-tendered.
Flooding Scheme	-	244	Some technical problems and issues with ground investigation work.
Contaminated Land	<u>85</u>	<u>15</u>	Demand led spend.
	515	259	
Devp Services – Economic Dev.			
Economic Development Strategy	437	21	Work at Arnotdale on hold. Bid for additional monies submitted in the capital bid process.
Business Property Reinvestment	1,000	-	Dependent on matching capital receipts.
Falkirk THI	500	-	Work to begin April/May 2014 following approval of phase 2 funding from the Townscape Heritage Initiative Fund.
Denny Town Centre	511	370	Delays in acquisitions of sites due to difficulties agreeing compensation particularly with the TSB.
	<u>2,448</u>	<u>391</u>	
Social Work			
Older People Accommodation	1,942	-	Project is on hold pending options appraisal works being undertaken. The project will be reported separately to Members.
Various Buildings	<u>391</u>	<u>(174)</u>	
	2,333	(174)	
Corporate & Neighbourhood			
Cremators	750	-	Work delayed due to re-appraising options and production of a feasibility report.
Vehicles	400	1,370	Changes to European Legislation on vehicle emissions has meant delays in the procurement process for larger Fleet.
Kinneil Kerse	-	300	Details of work to be finalised
Minor Projects	<u>34</u>	<u>-</u>	
	1,184	1,670	

Service	Variance Reported In January (£000's)	Outturn Variance (£000's)	Reasons for Variance
Central Support			
Accommodation Investment	-	671	Mainly Municipal Buildings work
Helix Visitor Centre	-	364	Will be completed in 2014/15
TIF M9 Junction 6	-	1,223	Re-profiling of project spend
Community Trust			
3G Pitches	740	-	Ongoing delays per reports to Members.
Mariner Boilers	247	75	The project has been staggered to avoid an impact on service delivery.
Various Projects	54	164	
	<u>1,041</u>	<u>239</u>	
Total (Over)/Underspend =	<u>8,903</u>	5,958	
Less: Projects not carried forward		<u>(1,846)</u>	
Underspend January to March		<u>4,112</u>	
Add: Underspend at January		8,903	
TOTAL SLIPPAGE		<u>13,015</u>	

- 3.3 This slippage will be fully funded by borrowing which was already budgeted for in 2013/14. The impact of this borrowing on revenue has therefore been delayed by a year.

4. HOUSING CAPITAL INVESTMENT OUTTURN 2013/2014

4.1 Subject to audit, the outturn for the Housing Capital expenditure for 2013/14

	Budget £'m	Outturn £'m
Expenditure		
Elemental Improvements	12.81	12.88
Energy Efficiency	8.40	8.38
High Rise Flats	4.90	5.18
New Build Housing	12.80	13.92
Estates & Other Expenditure	1.05	1.33
Main Programme Expenditure	39.96	41.69
Additional to Main Programme		
Property Buy Backs	5.00	4.13
LHS Initiatives	0.70	0.07
Windows Lease Buy Out	1.76	1.76
Mortgage to Rent Scheme	0.00	1.08
Total Expenditure	47.42	48.73
Resources		
Borrowing	40.25	35.91
Council House Sales	1.60	3.54
Funding from Revenue and other sources	1.66	2.62
Scottish Government New Build Grant	2.15	3.82
Main Programme Resources	45.66	45.89
Additional Borrowing for Windows Lease	1.76	1.76
Additional Borrowing for Mortgage to Rent	0.00	0.84
Government Funding for Mortgage to Rent	0.00	0.24
Total Resources	47.42	48.73

4.1.1 A total of £48.7m was spent during 2013/14, delivering a range of improvements to the Council's housing stock and housing estates. The Housing Investment Programme has also helped to fund the delivery of additional houses to meet the continuing need for affordable housing. In overall terms, expenditure was 2.8% above budget, which has been funded from additional Council house sales income and grant income.

4.1.2 Elemental Improvements

Of the £12.9m spent in relation to Elemental Improvements, £8.5m was spent on external fabric improvements, £1.4m on kitchen/bathroom renewals and £3.0m spent on electrical upgrading works.

4.1.3 Energy Efficiency

This expenditure covers the programme of replacement and upgrading of heating to more energy efficient systems across the Council area.

4.1.4 High Rise Flats

The expenditure within this category covers the continued programme of upgrading works to the High Rise flats, in particular Symon, Leishman and Marshall Towers.

4.1.5 New Build Housing

Approximately £14m was incurred in 2013/14 in relation to the continued programme of new Council house building, with expenditure relating to new build projects at Summerford, Falkirk; Parkhill Drive, Maddiston; Merchiston Road, Falkirk and Tinto Drive, Grangemouth. These projects are due to be completed in 2014/15 and will provide 187 new homes. The new build expenditure was partly offset with funding from the government of £3.8m.

4.1.6 Buy Backs

In 2013/14 a programme of buying back ex-Local Authority houses commenced, with a total of £4.1m expenditure incurred in acquiring approximately 70 additional homes to help meet housing demand.

4.1.7 Mortgage to Rent

The costs of buying tenant's houses under the Mortgage to Rent initiative is part funded by a Government grant of £0.2m with the rest of the spend funded through borrowing. The additional borrowing will be met from the rental income received from these newly acquired properties.

4.1.8 Resources

Council House Sales income increased sharply compared to 2012/13, we believe due to the Government's intention to end right to buy entitlements. The Housing (Scotland) Bill passed by the Scottish Parliament on 25 June 2014, will effectively mean that the right to buy entitlement will end in approximately two years time which will have implications for future capital receipts. After taking into consideration the grants from the Government and the contribution from revenue of £2.5m, a total of £38.5m was required to be borrowed.

5. **PRUDENTIAL INDICATORS**

- 5.1 A series of Prudential Indicators are used to demonstrate that capital spending plans are affordable, prudent and sustainable. Appendix 1 details these indicators for 2013/14.

6. **2014/15 GENERAL CAPITAL PROGRAMME**

- 6.1 Services have been asked to provide updated forecasts for their projects. Appendix 2 shows the latest forecast against the revised budget. The forecast for the 2014/15 Capital Programme outturn is as follows:

	<u>£'000</u>
Approved Programme 2014/15	21,170
Add Slippage c/f from 2013/14	13,015
Revised Budget 2014/15	<u>34,185</u>
Variances Forecast	<u>(9,243)</u>
Outturn Forecast	<u>24,942</u>

- 6.2 A breakdown of this projected slippage, together with reasons, are presented in the table below. The highest value projects in the table below have been carried forward for a number of years with clear explanations for the delay, for example Denny Town Centre, Older Peoples Homes, Synthetic Pitches and Crematorium.

Service	Forecast Variance (£000's)	Reasons for Variance
<u>Education</u>		
Antonine Primary School	194	Work was delayed waiting on acceptance of tender
St Joseph's Primary School	473	After consultation with Parent Council and Care Commission, plans were revised with a later start date of February 2015 and completion in August 2015.
Wallacestone Primary School	72	Subject to protracted Legal Agreement on private road adoption
Expansion of Early Years	181	Waiting on feasibility between Larbert and Inchlair. Estimated start date of December 2014.
Camelon Education Centre	202	Spend on hold until results of consultation with staff and Camelon Community Project. Consultation will hopefully end October 2014.
Minor works	5	
	1,127	
<u>Dev Services – Roads/Transport</u>		
Falkirk High Station Car Park	400	Applied for additional funds to complete project
<u>Dev Services - Economic Dev.</u>		
Falkirk Town Centre THI	444	Re-profiled spend following approval from THI
Denny Town Centre	1,194	Programme delayed due to acquisitions and compensation problems in 2013/14. If phase 1 start date delayed until April 2015, Council could attract potential external funding (see separate agenda for Denny Town Centre Regeneration)
Econ Dev Strategy Fund - Arnotdale	469	Not enough funds, new bid submitted for 15/16
	2,107	

Service	Forecast Variance (£000's)	Reasons for Variance
<u>Community Trust</u>		
Victoria Buildings re-location of staff	66	Put on hold until new location is found for staff from Victoria Buildings, currently in temp accommodation. Club led bids to be submitted to access funds. Mechanism and criteria for allocating funds to be reported to Executive.
Synthetic Pitches	740	
	806	
<u>Social Work</u>		
Older Peoples Homes	2,884	Options appraisal work to be completed by Hubco, spend not anticipated until 2015/16. Project on hold pending options appraisal. These projects are funded through the R&R Fund
Capital Improvements - Various buildings	579	
Misc Projects – Various Buildings	(578)	
	2,885	
<u>Corporate & Neighbourhood</u>		
Playpark upgrades	(22)	Variance reflects minor overspend c/f from 2013/14. Proposed to bring forward funding from 2015/16. Work delayed due to re-appraisal of options details of which will be reported to October Executive meeting.
Crematorium	1,269	
	1,247	
<u>Central Support</u>		
Accommodation Investment	671	Awaiting conclusion of Business Case on HQ proposals
Total Projected (Over)/Underspend =	9,243	

- 6.3 Of the projected underspend of £9.243m, £7.337m relates to long term strategic projects with well known reasons for the delays. Until decisions are taken on some of these major projects, the underspend is likely to remain fairly high.
- 6.4 It should be noted that whilst delivery of the capital programme is our main aim, any underspend should flow through to the revenue budget and be reflected in reduced loans charges. Given the pressures facing the revenue budget, this is clearly beneficial in the short term.

7. ACCELERATION OF CAPITAL PROJECTS

Services have been asked to identify any projects which could be brought forward from future approved budgets in order to reduce the projected underspend for 2014/15. To date the following projects have been identified:

- 7.1 ICT Provision. Corporate and Neighbourhood Services have developed an ICT strategy which includes the potential to use Desktop Virtualisation. Such projects will impact on the deliverability of the new Council HQ project. ICT have highlighted that they may be able to bring forward spend from future years into 2014/15. However, this spend would come from existing approved capital ICT budgets and if further spend was required in these years, capital bids would have to be submitted for approval in the normal way.
- 7.2 Wood Management at Kinneil. The Falkirk Community Trust has identified that £0.035m could be brought forward from future years to fund wood management at Kinneil.
- 7.3 Playpark Upgrades. Playparks upgrade projects have a budget of £0.090m per annum in the approved capital budget. Corporate and Neighbourhood Services have highlighted that they could bring forward £0.022m forward from 2015/16.

8. 2014/15 HOUSING CAPITAL PROGRAMME

- 8.1 The HRA Capital investment programme was approved by the Council on the 12 February 2014. As with the General programme the 2014/15 budget is an integral part of a three year plan. Appendix 3 shows the budget of £36.53m and the current forecast of £36.50, highlighting a small variance of £0.03m.
- 8.2 The improvement and upgrading works to the high-rise flats continues with works now complete to Leishman and Marshall Towers. The final tower, Symon Tower, is due to be completed by December 2014.
- 8.3 The programme of new builds continues with Tinto Drive expected to be complete in November 2014 and the remaining projects at Merchiston Road, Glenfair Nursery and Broad Street expected to be finished by March 2015. The expected saving on budget is attributable to the timing of payments across financial years.
- 8.4 The refurbishment project at Seaview Terrace has been removed from the programme as other sources of funding are currently being considered. As a result of this and other slippage, an extra £0.8m is being diverted to the electrical budget to increase the speed at which the carbon monoxide detectors are fitted. The replacement heating budget is also being increased as a result of slippage elsewhere in the programme.

9. REVIEW OF CAPITAL PROGRAMME PROCEDURES

- 9.1 At a meeting of the Capital Planning Review Working Group (CPRWG) on 8 July, Services were asked to confirm that the carry forward was legitimate and achievable. Essentially, Services were asked to ensure that we weren't inflating the 2014/15 budget unnecessarily, leading to a further significant underspend. The carry forward above of £13.015m was therefore reviewed and agreed by Services.

- 9.2 At meetings of the CPRWG and through email correspondence Services have repeatedly been reminded that Members are concerned about the level of slippage. Finance Services has implemented new monitoring procedures for Services to follow, as agreed by the CPRWG and as part of this we have agreed to prepare regular reports to CMT to report on progress.

10. 2015/16 CAPITAL GRANT SETTLEMENT

- 10.1 I previously advised Members in the February Budget report that I was anticipating an additional capital grant settlement for 2015/16, albeit the level was not known at that point. Confirmation of the 2015/16 grant settlement has now been received from Scottish Government. The General Capital Grant awarded is £2.147m greater than the figure included in the approved capital programme. The additional capital grant will be considered as part of the 2015/18 capital budget process. Members should note that given the significant budget pressures facing the Council, it may be prudent to use the additional grant to reduce Council borrowing rather than increase investment.
- 10.2 In addition the Council has been awarded a further £0.901m for Children and Young People.

11. CONCLUSIONS

- 11.1 The financial outturn for 2013/14, subject to audit, for both the General Fund and Housing Capital Programmes for the year 2013/14 is detailed in sections 2, 3 and 4.
- 11.2 The 2013/14 slippage for the General Fund is detailed in Section 3, together with an explanation.
- 11.3 The increase in the General Capital Grant for 2015/16 is detailed in Section 7.

12. RECOMMENDATIONS

Members are invited to :-

- 12.1 Note the outturn position for 2013/14.
- 12.2 Note the explanation for slippage for the 2013/14 General Capital Programme.
- 12.3 Note the forecast position for 2014/15.
- 12.4 Note the Prudential Indicators per Appendix 1.
- 12.5 Note the additional capital grant settlement for 2015/16.
- 12.6 Approve the acceleration of projects as identified at section 7.

LIST OF BACKGROUND PAPERS

1. 3 Year Capital Programme submitted to Falkirk Council 12 February 2014
2. Capital Programme Updates Report submitted to Executive 14 January 2014
3. Capital Programme Updates Report submitted to Executive 8 October 2013
4. Additional Capital Grant Funding submitted to Falkirk Council 26 June 2013
5. 3 Year Capital Programme submitted to Falkirk Council 13 February 2013

Any person wishing to inspect the above papers should telephone Falkirk (01324) 506340 and ask for Carole McGhee/Amanda Templeman.

FALKIRK COUNCIL
PRUDENTIAL CODE INDICATORS
[Excluding HRA]

PRUDENTIAL INDICATOR		BUDGET 2013/14	OUTTURN 2013/14	COMMENTS
1.	Ratio of Financing Costs to Net Revenue Stream	5%	5%	Shows how much of the Council's income is committed to repaying debt arising from capital investment.
2.	Incremental Impact of Capital Expenditure on Council Tax	£2.40	-	Affordability Indicator showing implications of capital expenditure and its financing on the "bottom-line".
3.	Net External Borrowing Accounting Adjustment – Finance Lease Liabilities Capital Financing Requirement (includes HRA) Accounting Adjustment – Finance Lease Liabilities	£'m 189.6 <u>124.8</u> 314.4 286.0 <u>128.8</u> 414.8	£'m 183.6 <u>124.8</u> 308.4 268.6 <u>128.8</u> 397.4	This is a key Prudence Indicator which shows that over the medium term external borrowing will only be for a capital purpose. The capital financing requirement reflects the underlying need to borrow to finance assets. It should be noted that the sums included as “Accounting Adjustment – Finance Lease Liabilities”, are not an increase in borrowing or need to borrow, they are merely a presentational change as a result of the requirement to report under International Reporting Standards (IFRS).
4.	Capital Expenditure	£'m 27.6	£'m 33.6	Simply the approved and actual capital expenditure.
5.	Capital Financing Requirement (GF only)	£'m 318.7	£'m 301.3	The Capital Financing Requirement reflects the underlying need to borrow for Capital Investment.
6.	Authorised Limit (AL) for External Debt:- Borrowing Other Long Term Liabilities	£'m 215.2 <u>124.8</u> <u>340.0</u>	£'m 215.2 <u>124.8</u> <u>340.0</u>	This sets the maximum level of External Debt, based on capital investment plans and allowing some headroom over the Operational Boundary (see below) for exceptional circumstances.
7.	Operational Boundary (OB) for External Debt:- Borrowing Other Long Term Liabilities	£'m 210.2 <u>124.8</u> <u>335.0</u>	£'m 210.2 <u>124.8</u> <u>335.0</u>	This is set at a lower level than the Authorised Limit and is a robust estimate of the External Debt level arising from Capital Investment Plans.

PRUDENTIAL INDICATOR		BUDGET 2013/14	OUTTURN 2013/14	COMMENTS
8.	Actual External Debt: External Borrowing Other Long Term Liabilities	<u>N/A</u>	202.8 <u>124.8</u> <u>327.6</u>	Actual External Debt per Annual Accounts 2013/14 which confirms compliance with Authorised Limit (AL) and Operational Boundary (OB)
9.	CIPFA Code of Practice for Treasury Management in the Public Services	Code has been adopted by the Council		The Treasury Management Code is designed to ensure prudence in treasury operations.

FALKIRK COUNCIL
HRA PRUDENTIAL CODE INDICATORS

PRUDENTIAL INDICATOR		BUDGET 2013/14	OUTTURN 2013/14	COMMENTS
1.	Ratio of Financing Costs to Net Revenue Stream	23%	23%	Shows how much of the Council's HRA income is committed to repaying debt arising from capital investment.
2.	Incremental Impact of Capital Exp. on weekly Rent	£0.85	£4.06	Affordability Indicator showing implications of capital expenditure and its financing on the "bottom-line". Increase is due to additional revenue contributions to capital. The revenue consequences of this contribution have already been accounted for in the Housing Revenue Account.
3.	Capital Expenditure	£'m 40.1	£'m 48.7	Simply the approved and actual capital expenditure.
4.	Capital Financing Requirement	£'m 96.1	£'m 96.2	The Capital Financing Requirement reflects the underlying need to borrow for HRA Capital Investment

2014/15 CAPITAL PROGRAMME**GENERAL PROGRAMME - SUMMARY****APRIL 2014 TO JULY 2014****EXPENDITURE****2014/15
REVISED
BUDGET****2014/15
FORECAST****2014/15
FORECAST
VARIANCE****SERVICE INVESTMENT PLANS****£000****£000****£000**

EDUCATION SERVICES	7,073	5,946	-1,127
ROADS & TRANSPORT	5,307	4,907	-400
FLOODING & ENVIRONMENTAL	1,214	1,214	0
ECONOMIC DEVELOPMENT	3,850	1,743	-2,107
SOCIAL WORK	3,527	642	-2,885
CORPORATE & NEIGHBOURHOOD	7,046	5,799	-1,247
CENTRAL SUPPORT	1,111	440	-671
COMMUNITY TRUST (including Helix)	2,194	1,388	-806
TIF	2,863	2,863	0

TOTAL EXPENDITURE 2014/15**34,185****24,942****-9,243****RESOURCES****2014/15
REVISED
BUDGET****2014/15
FORECAST****2014/15
FORECAST
VARIANCE**

FALKIRK COUNCIL BORROWING	17,642	7,573	-10,069
SCOTTISH GOVERNMENT BLOCK GRANTS	13,548	13,548	0
CAPITAL RECEIPTS - SALES	984	984	0
EXTERNAL FUNDING	556	2,034	1,478
RESERVES (DMR, CFCR and R&R)	1,455	803	-652

TOTAL RESOURCES 2014/15**34,185****24,942****-9,243**

2014/15 CAPITAL PROGRAMME**HOUSING INVESTMENT PROGRAMME - SUMMARY****APRIL 2014 to JULY 2014****EXPENDITURE****BUDGET****2014/15
FORECAST****2014/15
FORECAST
VARIANCE****HOUSING INVESTMENT PLANS****£000****£000****£000**

ELEMENTAL IMPROVEMENTS	11,400	12,200	800
ENERGY EFFICIENCY	4,900	5,900	1,000
HIGH RISE FLATS	2,500	2,240	-260
NEW BUILD HOUSING	9,024	7,960	-1,064
ESTATES & OTHER EXPENDITURE	1,050	988	-62
PROPERTY BUY BACKS	5,000	5,000	0
MORTGAGE TO RENT	1,500	1,500	0
LHS INITIATIVES	700	254	-446
WINDOW LEASE BUY OUT	459	459	0

TOTAL EXPENDITURE 2014/15**36,533****36,501****-32****RESOURCES****BUDGET****2014/15
FORECAST****2014/15
FORECAST
VARIANCE**

BUDGETED PRUDENTIAL BORROWING	25,703	25,671	-32
COUNCIL HOUSE SALES	1,600	1,600	0
ENERGY SECTION INCOME	300	300	0
CFCR	4,855	4,855	0
SCOTTISH GOVERNMENT NEW BUILD GRANT	2,116	2,116	0
SCOTTISH GOVERNMENT MORTGAGE TO RENT GRANT	450	450	0
MORTGAGE TO RENT BORROWING	1,050	1,050	0
WINDOW LEASE BUY OUT	459	459	0

TOTAL RESOURCES 2014/15**36,533****36,501****-32**