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<b>REPORT TO:</b>	<b>FINANCE AND MANAGEMENT COMMITTEE SPECIAL - BUDGET</b>	<b>AGENDA ITEM:</b> 7
<b>DATE OF MEETING:</b>	<b>18th JANUARY 2007</b>	<b>CATEGORY:</b> <b>RECOMMENDED</b>
<b>REPORT FROM:</b>	<b>DIRECTOR OF CORPORATE SERVICES</b>	<b>OPEN</b>
<b>MEMBERS' CONTACT POINT:</b>	<b>KEVIN STACKHOUSE (595811)</b>	<b>DOC:</b> u/ks/budget round 200708/consolidated budget proposals
<b>SUBJECT:</b>	<b>CONSOLIDATED BUDGET PROPOSALS and MEDIUM TERM FINANCIAL PLAN TO 2010</b>	<b>REF:</b>
<b>WARD(S) AFFECTED:</b>	<b>ALL</b>	<b>TERMS OF REFERENCE:</b> FM 08

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## **1.0 Recommendations**

- 1.1 That the estimates of revenue income and expenditure for 2006/07 and 2007/08 for the General Fund are considered and a level of income and expenditure approved.
- 1.2 That the Council Tax Base for 2007/08 of 30,051.4 is approved.
- 1.3 That the estimated Collection Fund Surplus of £36,000 for 2006/2007 be used in the calculation of the Council Tax for 2007/2008.
- 1.4 That a level of Council Tax for 2007/08 be proposed.
- 1.5 That the updated 3-year financial projection on the General Fund to 2010 including associated assumptions and risks be approved.
- 1.6 That the revenue service developments are considered and any new spending is proposed.
- 1.7 That the existing capital investment programme and available financing to 2012 is considered and any changes proposed.
- 1.8 That the decisions made in recommendations 1.1 to 1.7 are used as the basis for consultation with local residents and businesses.

## **2.0 Purpose of Report**

2.1 To detail the Council's overall financial position for the 2007/08 budget round. Essentially, it builds on the financial plan and strategy approved in July and October 2006. The report covers the following:

- The Council's annual financial settlement from the Government for 2007/08.

- The General Fund's 3-year financial forecast including proposed spending by Policy Committees and associated analysis.
- The proposed council tax base and collection fund surplus
- The effects of indicative Council Tax levels.
- Proposed service developments
- A review and update of the existing capital investment programme and financing available.

### **3.0 Executive Summary**

- 3.1 The Council's overall financial position on its General Fund is forecasted to remain relatively healthy over the next 3-year planning period to 2010. Broadly, current and planned levels of service can be financed and the Council should be able to maintain a sufficient level of general reserves as a contingency against potential financial risks and any other unforeseen circumstances.
- 3.2 Provision has been made in the projection for the effects of the pay and grading review, challenge to the Local Plan and the next actuarial valuation of the Pension Fund. Clearly however, these could vary significantly and it is important that a minimum balance of £1m (as set out in the Financial Strategy) is maintained by 2010 as a further safeguard.
- 3.3 The position on capital investment is much tighter. This is due to limited and in fact a shortfall in overall resources to meet the current planned programme to 2012.
- 3.4 The Council is subject to risk, where many factors such as programmed funding and the level of capital receipts for reinvestment, are outside the control of the Council. In addition, proposals for service improvements and new investment are likely to put further pressure on the current financial position.
- 3.5 In particular those emanating from the recent "Ideas into Action" initiative on which the Council's budget proposals are largely based. Therefore, reviewing existing spending levels, considering alternative options and constantly reviewing efficiency are still as important as ever.

### **4.0 Detail**

#### **THE COUNCIL'S ANNUAL FINANCIAL SETTLEMENT 2007/08**

- 4.1 This is the annual statement that provides local authorities with the level of Government funding (its Formula Grant) for the next financial year. It is a crucial element for the Council as it forms the main income stream for funding General Fund services.
- 4.2 As part of the Government's move towards 3-year settlements, the Council effectively received its formula grant allocation for 2007/08 12 months ago, as part of a 2-year settlement. The Government have confirmed the Council's grant for 2007/08 and it remains unchanged from that awarded last year, i.e. an increase of £348,616 (5.5%) over 2006/07.
- 4.3 The Council's Medium Term Financial Plan (MTFP) had already included this amount.
- 4.4 However, the Council is still "losing" grant through a contribution to protect other authorities (the Council is scaled back in a floor and ceilings mechanism). Over the

last 4 years this has been decreasing but will still be approximately £148,000 for 2007/08 (effectively, the Council will still be this amount behind on its full funding formula).

#### Future Grant Settlements Beyond 2007/08

- 4.5 These will depend on the Governments Comprehensive Spending Review (called CSR 07). This is effectively undertaking a base budget review of public sector spending and future public investment. Due to this, general government grant in the medium-term financial projection has only been increased by 2% in 2008/09 and 2009/10.
- 4.6 CSR 07 could also impact upon the level of other (more specific) grants, in particular Planning Delivery Grant. Therefore, a cash limit position based on the 2006/07 base budget has been assumed over the next 3-years.

#### Lyons Inquiry into Local Government

- 4.7 This is the on-going inquiry set up by the Government, into the role, function and funding of local government. It is now scheduled to be completed during 2007 and any implications for the Council will need to be considered in the on going monitoring of the financial strategy and medium term financial plan.

#### GENERAL FUND 3-YEAR FINANCIAL PROJECTION

- 4.8 This is detailed in **Appendix 1** and summarised in the table below. This includes proposed spending levels of the Council's main Policy Committees, but at this stage, the projection does not take into account any resources that still may be allocated to meet new spending proposals.

	2006/07 Probable Out-turn £'000	2007/08 Original Estimate £'000	2008/09 Projection £'000	2009/10 Projection £'000
<b>Net Revenue Expenditure</b>	11,476,855	12,115,545	11,915,215	12,275,825
<b>Less Financing</b>				
General Government Grant	6,353,952	6,702,568	6,836,619	6,973,352
Council Tax	4,166,063	4,282,423	4,517,981	4,778,855
Earmarked Reserves	809,200	136,680	92,060	94,820
<b>Equals Amount Required from General Reserves</b>	147,640	993,874	468,555	428,798
<b>General Fund Reserve Balance (at year end)</b>	3,318,319	2,324,445	1,855,890	1,427,092

- 4.9 The above table shows that general reserves are projected to be approximately £1.4m by March 2010. This is above the minimum level required by the Financial Strategy of £1m.

- 4.10 Within the overall projection, some anticipated future spending pressures in the form of higher pension contributions and the statutory pay review have been accommodated.
- 4.11 In addition, the projection incorporates additional expenditure approved to increase resources in certain areas and to begin meeting the costs of implementing "Ideas into Action." To a certain extent, this additional expenditure has been offset by an increase in income, in particular from planning fees.
- 4.12 The projection has built in Council Tax increases (for District services) of 2.9% in 2007/08 and 4.5% in both 08/09 and 09/10 (as originally planned 12 months ago).
- 4.13 The previous projection, following the budget out-turn for 2005/06, reported a balance of £1,867,288 as at March 2010, approximately £440,000 more than the current projection. The main reasons for the change are summarised in the following table.

<b>Changes – Effects over 2006 to 2010 (4 years)</b>	<b>£'000</b>
Increased Planning Fees	+300
Increase in income from Liquor Licensing	+88
Savings on retendering contracts on central supplies	+75
Savings on posts transferred to the Contact Centre	+81
Approved staffing restructures and other expenditure	-322
Provision made for costs re: challenge to Local Plan	-200
Ideas into Action (as approved at Committee on 30/11/06)	-105
Additional provision for costs of Pay and Grading Review	-150
Additional energy costs at Etwall Leisure Centre	-111
Additional inflation	-26
Increased costs of Concessionary Travel	-34
Additional costs associated with Rosliston Forestry Centre	-38
Other variations	+2
<b>Total reduction in 3-year projected balances</b>	<b>-440</b>

- 4.14 The main assumptions regarding future pay and price changes underpinning the projection are detailed in **Appendix 2**.
- 4.15 The Council's other policy committees (including a separate report to this Committee) have considered in detail the probable out-turn for 2006/07 and the base budget for 2007/08.

### **Commutation Reserve**

- 4.16 This reserve had previously been set-aside to cover the additional costs in future years of what was termed the "commutation adjustment." However, as previously reported, Council resources are no longer required for this issue. The reserve currently stands at £410,000.
- 4.17 A provision of £250,000 (at £50,000 per year) has been earmarked against this £410k as a contribution to new capital investment over the next 5-years. This is effectively a contingency in lieu of receipts to be generated from the disposal of assets identified as "surplus to requirements."

- 4.18 However, this will not be required if receipts totalling this amount are generated over the planning period.
- 4.19 It should be noted that as this reserve is no longer required it should be incorporated into the Council's general reserves in any case, unless the Committee resolved to earmark the remaining sum for other purposes.

### **Financial Risks - Minimum Level of General Reserves**

- 4.20 The Council faces many financial risks, and therefore, needs to be prudent in ensuring that it maintains an adequate level of general reserves on its General Fund to act as a contingency. The Council cannot earmark special provisions or reserves unless they are known and amounts involved can be reasonably predicted.
- 4.21 The Local Government Act 2003, places the emphasis on each local authority to determine its minimum level of reserves, based on advice from the authority's Section 151 (Chief Finance) Officer. This will depend on local circumstances and the minimum level should be reviewed on a regular basis.
- 4.22 The Council's minimum level as set out in its Financial Strategy is £1m on the General Fund, at the end of every 3-year planning period (£1/2m for the Housing Revenue Account).
- 4.23 This level is calculated based on an assessment of the major financial risks facing the Council and is detailed in **Appendix 3**.

### **Other Provisions**

- 4.24 In addition, the projection also allows for some fairly significant changes to the future base budget. These are areas where an additional liability is almost certain, although the amounts involved may not be fully known at this stage. This includes:
- Potential costs arising from the Pay and Grading Review (Job Evaluation) – implementation date April 2007.
  - Pension increases on the next valuation of the Pension Fund – effective from April 2008.
  - Appeals inquiries into planning applications (May 2007).
  - Loss of rental income on sale of industrial site (November 2008).

### **Available Revenue Resources**

- 4.25 As highlighted above, projected balances show £1,427,000 as at 2010. Therefore, after allowing for a minimum level of general reserves of £1m, resources of £427,000 are available for new spending over the 3 years to 2010.

## **COUNCIL TAX**

### **Council Tax Base**

- 4.26 Regulations under the Local Government Finance Act (1992) require each billing authority to calculate its tax base for the forthcoming fiscal year. This is the amount that the actual council tax levels are based upon.

- 4.27 The tax base as calculated for 2007/08 is summarised in **Appendix 4**. As usual, this assumes a collection rate of 99% and is based on the number of properties (by Parish/Area) as at 2<sup>nd</sup> January 2007.
- 4.28 The calculation shows a total tax base for 2007/08 of 30.051.4. This is an increase of 1.4% compared to 2006/07 (29,645.9) and this has been used to calculate the amount of income from council tax in 2007/08.
- 4.29 The medium term financial projection assumes an increase in the council tax base of 1.25% for both 2008/09 and 2009/10. This is broadly in line with the planned growth of residential development in the District over this period.

### **Collection Fund Surplus/Deficit**

- 4.30 In setting the level of council tax for 2007/08, the Council is also required to calculate the estimated balance on its Collection Fund for the current year.
- 4.31 The estimated position on the Collection Fund for 2006/07 with a comparison to previous years is summarised in **Appendix 5**. The overall balance is distributed to the major precepting authorities on the Fund, i.e. this Council, Derbyshire County, Police and Fire Authorities in proportion to their precepts on the Fund.
- 4.32 It should be noted that Parish councils do not get a share of any balance on the Fund as they are categorised as local (and not major) preceptors under the Local Government Finance Act (1992).
- 4.33 **Appendix 5** shows an estimated surplus balance on the Collection Fund as at 31<sup>st</sup> March 2007 of approximately £313,000. In accordance with the prescribed formula, this is shared as follows:
- Derbyshire County Council - £231,000
  - Derbyshire Police Authority - £32,000
  - Derbyshire Fire Authority - £14,000
  - South Derbyshire District Council - £36,000

- 4.34 The amount attributable to the District Council is £36,000. In accordance with statutory regulations, this amount will effectively be returned to local taxpayers as part of the Council Tax for 2007/08. This will equate to around £1.20 on a Band D bill for the District Services.

### **Council Tax Levels**

- 4.35 As highlighted earlier, the projection has built in Council Tax increases (for District services) of 2.9% in 2007/08 and 4.5% in both 08/09 and 09/10 (as originally planned 12 months ago).
- 4.36 In announcing the financial settlement for 2007/08, the Secretary of State for Communities and Local Government said:

*“We (the Government) expect to see an average council tax increase in England in 2007/08 of less than 5%. We will not allow excessive council tax increases.... We have used our reserve capping powers in previous years to deal with excessive increases and wont hesitate to do so again if that proves necessary.”*

- 4.37 A 1% increase or decrease in council tax equates to approximately £40,000 per year – £120,000 over the 3-year planning period.

## SPENDING PRESSURES AND PROPOSED SERVICE DEVELOPMENTS

- 4.38 **Appendix 6** summarises the proposed service developments that have been evaluated and considered by the Service and Financial Planning Working Group (SFPWG). Many of these are to meet issues arising from the “Ideas into Action” consultation with local residents in order to meet the Council’s vision and priorities in the Corporate Plan.
- 4.39 They also include other service demands identified by Heads of Service. The revenue bids total over £3m. Clearly, it would be impossible to afford all of these bids and the SFPWG agreed some initial proposals given the amount of additional revenue finance available over the next 3-years.
- 4.40 The initial proposals put forward by the SFPWG are summarised in the following table.

PROPOSAL	3-YEAR COST (£)
A new post of Urban Designer (Fixed 3-year term)	45,500
Setting up an Environmental Invest to Save Fund	10,000
Implementing the Economic Regeneration Strategy	20,000
Contribution to the Domestic Violence Outreach Services	7,500
Further Promotion of Rosliston Forestry Centre	12,000
Fear of Crime Project (mainstreaming post)	37,050
Continuation of Get Active in the Forest Physical Activity	50,000
Young People's Cultural Development Project	47,250
Team Assistant – Disabled Adaptations Services (1-year post)	20,256
Derbyshire Sports Awards Project	3,000
Swadfest	3,000
Support for procuring Greenbank Leisure Centre contract	15,000
Funding a further 2 editions of “The News” on a permanent basis.	60,000
Appointment of Democratic Services Assistant on a permanent basis	67,500
<b>TOTAL – INITIAL PROPOSALS</b>	<b>398,056</b>

### Identifying Additional Resources

- 4.41 Clearly, the above demands will put pressure on the Council’s medium term financial position. Therefore, reviewing existing spending levels, considering alternative options and constantly reviewing efficiency are as important as ever.
- 4.42 In recent years, the Council has been able to make fairly large savings in its base budget to help generate additional resources for service delivery and to sustain the overall revenue position in the medium-term.
- 4.43 For example, the repayment of all Government debt and the replacement of leasing have eased considerably the cost of finance in the Council’s future base budget. In addition, cash savings from the Customer First service and from corporate

procurement in particular, are starting to be realised. Amounts generated to-date have been built into the medium term projection

## **CAPITAL INVESTMENT and FINANCING**

- 4.44 The Council is guided under the National Prudential Code to set a 5-year capital investment programme. Clearly, this has to be based on assumptions about likely resources to be available and potential commitments facing the Council over this period.
- 4.45 The Council's current approved spending and financing programme to 2011/12 is detailed in **Appendix 7**. As previously reported, there is still a projected shortfall in resources to meet the entire planned programme over the next 5-years.
- 4.46 In particular, there is a projected shortfall on General Capital Receipts. Based on current plans, expenditure starts to exceed income in 2009/10 and approximately £1/2m of resources are still required to fully finance all the planned projects and commitments.

### **Recycling "Windfall Receipts"**

- 4.47 This is the money for reinvestment in supporting the HRA and to supplement the existing private sector housing programme. It is additional finance that would normally be paid over to the national "pool" for redistribution.
- 4.48 Due to the Council being free of Government debt, reduced payments have been allowed for the period 2004/05 to 2006/07.
- 4.49 There is still £139,000 uncommitted in this Pot that could be recycled to finance other housing investment. This would reduce the contribution required from general receipts and help to finance some of the forecasted shortfall.

### **Government Grant for Capital Investment**

- 4.50 Government grant of £250,000 has been assumed for 2007/08 to finance the Housing Investment Programme (excluding the HRA). A bid of £648,000 has been submitted to the Government under the Decent Homes programme. Any additional grant over and above the £250k will also reduce the contribution required from general receipts and again help to reduce the forecasted shortfall.

### **On-going Schemes**

- 4.51 The overall plan includes on-going spending (not as yet all committed) until 2010 as previously approved, in the following areas:
- Private Sector Improvement and Renewal Grants
  - Crime Prevention
  - Community Partnership Grants
  - Youth and Play Facilities
  - Planned Maintenance of Public Buildings



## **The Council's own Resources**

- 4.52 Future resources are very much dependant on receipts from council house sales and other asset disposals. The financing plan assumes a certain level but these can easily fluctuate.
- 4.53 The level of council house sales has fallen significantly over the last 2 to 3 years. This is also affecting national government and an outcome from CSR 07 could be a reduction in the amount of centrally supported capital expenditure.
- 4.54 This places more pressure on the Council (through its Disposals Policy) to generate resources locally. Proceeds generated to-date together with a yearly target have been included in the financing plan.
- 4.55 Potentially, there may be several significant disposal of assets (deemed surplus to requirements) over the next 5-years and 1 or 2 are already in the pipeline. However, it is not recommended that commitment to any new investment be made until these resources are certain.
- 4.56 In summary, this leaves very little (if anything) for investment in new schemes at this stage.

## **Business Improvement Grant**

- 4.57 This is a yearly grant introduced for 2005/06 that rewards areas experiencing a growth in local businesses. It is awarded based on a measurement of how much ratable value space for business locally, has increased during the preceding 12 months.
- 4.58 The Council did not qualify last year, but all indications suggest that it will for 2007/08. However, the amount will not be known until late February 2007 and the amount could range from a few thousand pounds to tens of thousands of pounds.
- 4.59 This will depend on the total amount set-aside nationally from business rates and how South Derbyshire's increase compares to all other authorities that qualify. The grant is not ring-fenced but is a one-off – the Council may not automatically qualify a year later.
- 4.60 It is recommended that should the Council be awarded grant, then this is used as a contribution to new capital investment.

## **Pressures to Increase Capital Investment**

- 4.61 **Appendix 8** summarises proposals for new capital investment over and above that included in the current 5-year programme. Once again, these have been evaluated and considered by the SFPWG. Many of these are to meet issues arising from the "Ideas into Action" consultation with local residents in order to meet the Council's vision and priorities in the Corporate Plan.
- 4.62 They also include other service demands identified by Heads of Service. The bids total just under £2m. Given the lack of further resources at this stage, the SFPWG have not put forward any proposals from the bids submitted.

## **Possible Sources of Finance**

4.63 Besides being awarded further government grant later in the year and generating additional receipts from asset disposals, other options available to provide resources for capital investment are as follows:

- **Revenue Contributions** – given the relatively healthy position on the General Fund Revenue Account in particular, this is an option, and in particular for “one-off” contributions. However, it clearly reduces the amount available for revenue developments.
- **Prudential Borrowing** – based on current interest rates, the approximate cost of repayment per £100,000 borrowed is:
  - 5 years - £26,000 per year
  - 10 years - £15,500 per year
  - 20 years - £10,000 per year

4.64 Under the Prudential Framework for Borrowing, there are several “tests” to pass. The main one for the Council would be demonstrating that the cost is affordable and sustainable and can be met in the long-term.

4.65 In addition, the repayment period should reflect the life of the asset. For example, borrowing over 20 years would need to be in accordance with significant improvements/developments to assets such as land and buildings. Borrowing over 5 years is designed for replacing vehicles, plant and equipment.

4.66 The Council’s approved Capital Strategy does contain provision for prudential borrowing on an “invest to save” basis, i.e. the cost of loan finance is met from the payback of the investment (efficiencies, greater income, etc).

## **5.0 Financial Implications**

5.1 As detailed in the report

## **6.0 Corporate Implications**

6.1 None Directly

## **7.0 Community Implications**

7.1 The proposed budgets and spending, provides the financial resources to enable many of the on-going services and Council priorities to be delivered to the local community.

## **8.0 Conclusions**

8.1 The Committee is requested to consider carefully the income and expenditure proposals (including proposed new spending) for the Council in the light of its overall financial position, and to approve a set of proposals to be used as the basis for the forthcoming corporate plan and budget information/consultation process.

## **9.0 Background Papers**

9.1 The Local Government Financial Settlement (and associated papers) 2007/08.

APPENDIX 1

GENERAL FUND REVENUE ACCOUNT - MEDIUM TERM FINANCIAL PROJECTION (JANUARY 2007)

	Original Estimate	Updated Estimate	Probable Out-turn	Original Estimate	Projection	Projection
	2006/07	2006/07	2006/07	2007/08	2008/09	2009/10
	£	£	£	£	£	£

Cost of Services before Adjustments	11,284,970	12,355,030	13,063,090	12,567,880	12,822,240	13,086,150
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Capital Adjustments

Reversing Depreciation	0	-89,000	-330,020	-422,670	-435,670	-447,670
Reversing Interest and Deferred Charges	0	-641,180	-1,359,400	-650,000	-650,000	-650,000
FRS 17 Pension Adjustment to Represent Cash Paid	-3,550	251,500	93,685	91,685	89,685	87,685
Principal Repayments on Transferred Assets	0	0	20,000	20,000	20,000	20,000
Commutation Adjustment	-76,000	-76,000	-76,000	-26,000	0	0

Net Cost of Services in Base Budget

	11,205,420	11,800,350	11,411,355	11,580,895	11,846,255	12,096,165
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Approved/Known Variations to the Base Budget

Termination of Leasing Agreements	0	0	0	0	-83,000	-143,000
Interest Payments	0	0	-2,000	-29,700	-68,500	-89,900
Reduction in Energy Costs	0	0	0	-13,500	-14,850	-15,150
Revenue Contribution to Capital (Revenues System)	0	0	0	200,000	0	0
2005/06 Service Improvements (Pay and Grading Support)	0	0	0	0	-15,000	-15,000
2006/07 Service Improvements	0	0	0	0	34,500	35,200
Action to tackle Graffiti	0	0	5,000	5,000	5,000	5,000
Saturday Refuse Freighter Service	0	0	3,000	10,000	10,000	10,000
Melbourne Memorial Garden Scheme	0	0	9,000	0	0	0
Disability Equality Scheme Actions	0	0	10,000	5,000	5,000	5,000
Grant Scheme for Spring Bulbs and Trees	0	0	10,000	0	0	0
Rosliston Village - National in Bloom Competition	0	0	8,000	0	0	0
Ending of Temporary Posts	0	0	0	0	-71,000	-113,500
Tree Planting Budget Brought Forward	0	0	0	0	-5,000	-5,000

APPENDIX 1

GENERAL FUND REVENUE ACCOUNT - MEDIUM TERM FINANCIAL PROJECTION (JANUARY 2007)

	Original Estimate 2006/07 £	Updated Estimate 2006/07 £	Probable Out-turn 2006/07 £	Original Estimate 2007/08 £	Projection 2008/09 £	Projection 2009/10 £
Loss of Rental Income on Industrial Estates (Nov 08)	0	0	0	0	55,750	167,500
Local Election (One-off in May 2007)	0	0	0	0	-97,140	-97,140
Legal Services	0	0	0	0	-47,300	-47,300
External Contributions to Maurice Lea Park (5 years)	0	0	0	-18,000	-18,000	-18,000
Interest on Short-term Investments and Bank Deposits	0	0	-17,500	3,500	56,150	135,700

Provisions

Bad and Doubtful Debts	40,000	40,000	40,000	40,000	40,000	40,000
Contribution to the I.T. Reserve	42,350	42,350	0	42,350	42,350	42,350
Annual Regradings and Increments	10,000	0	0	0	0	0
Pay and Grading Review	0	0	0	90,000	145,000	185,000
Increase in Pension Contributions	0	0	0	0	95,000	97,900
Review of Local Plan	0	0	0	200,000	0	0
Elections/Electoral Registration - New Burdens	29,000	29,000	0	0	0	0
Equality for Disabled People - New Burdens	5,000	5,000	0	0	0	0
Freedom of Information - New Burdens	5,000	5,000	0	0	0	0
Other - New Burdens	10,000	10,000	0	0	0	0

OVERALL NET REVENUE EXPENDITURE (1)

	11,346,770	11,931,700	11,476,855	12,115,545	11,915,215	12,275,825
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EXTERNAL FINANCING

General Government Grant	6,353,952	6,353,952	6,353,952	6,702,568	6,836,619	6,973,352
Council Tax	4,166,063	4,166,063	4,166,063	4,282,423	4,517,981	4,778,855

Total - External Financing

	10,520,015	10,520,015	10,520,015	10,984,991	11,354,600	11,752,207
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GENERAL FUND REVENUE ACCOUNT - MEDIUM TERM FINANCIAL PROJECTION (JANUARY 2007)

	Original Estimate 2006/07 £	Updated Estimate 2006/07 £	Probable Out-turn 2006/07 £	Original Estimate 2007/08 £	Projection 2008/09 £	Projection 2009/10 £
<b>Add - Contributions from Earmarked Reserves</b>						
Section 106 - Swadlincote Woodlands	51,500	51,500	45,130	52,750	54,330	55,960
Section 106 - Open Space Maintenance	17,290	17,290	25,240	36,630	37,730	38,860
I.T. Reserve (Housing)	0	0	13,650	0	0	0
Commitments and Carry Forwards from 2005/06	0	725,180	725,180	47,300	0	0

**TOTAL - FINANCING (2)**

<b>10,588,805</b>	<b>11,313,985</b>	<b>11,329,215</b>	<b>11,121,671</b>	<b>11,446,660</b>	<b>11,847,027</b>
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**Amount required from General Reserves (1 less 2)**

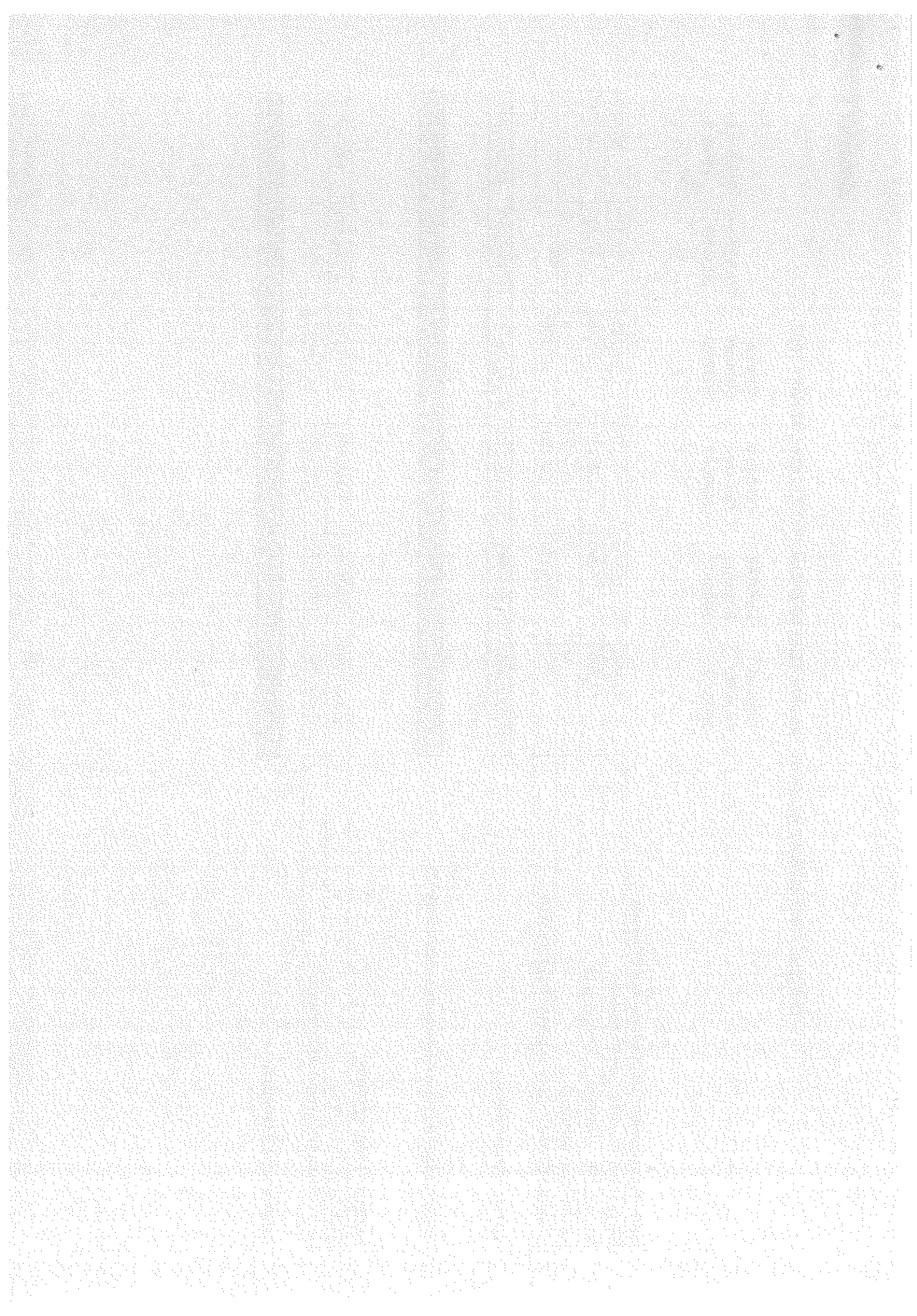
<b>757,965</b>	<b>617,715</b>	<b>147,640</b>	<b>993,874</b>	<b>468,555</b>	<b>428,798</b>
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**GENERAL FUND RESERVE**

Balance as at 1st April	2,715,920	3,465,959	3,465,959	3,318,319	2,324,445	1,855,890
Less contributions required as above	-757,965	-617,715	-147,640	-993,874	-468,555	-428,798

**Balance as at 31st March**

<b>1,957,955</b>	<b>2,848,244</b>	<b>3,318,319</b>	<b>2,324,445</b>	<b>1,855,890</b>	<b>1,427,092</b>
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## 2007/08 BUDGET ROUND - INFLATION INDICES

2007/08 2008/09 2009/10

## EXPENDITURE

## Employees

Salaries and Wages	3.00%	3.00%	3.00%
Employer's NI	3.00%	3.00%	3.00%
Pension Contributions	3.00%	3.00%	As above (provision below the line for actuarial increases)
All Other Heads	2.70%	2.70%	Government's GDP deflator

## Premises

Repairs and Maintenance	2.90%	2.90%	As per CPI (Sept 06 report)
Planned Maintenance	3.25%	3.25%	As per HRA Business Plan
Gas	39.00%	2.70%	As per CPI (Sept 06 report) - but see note 5 below
Electricity	27.00%	2.70%	As per CPI (Sept 06 report) - but see note 6 below
Water	5.50%	2.70%	As per CPI (Sept 06 report)
Oil and Solid Fuel	7.10%	2.70%	As per CPI (Sept 06 report)
NNDR	3.20%	2.70%	RPI as at Sept 06 (then GDP deflator)
All Other Heads	2.70%	2.70%	Government's GDP deflator

## Transport

Repairs and Spare Parts	5.90%	2.70%	As per CPI (Sept 06 report)
Fuels and Lubricants		2.70%	As per CPI (Sept 06 report)
Licenses and any other Heads	2.50%	2.50%	As per CPI (Sept 06 report)

## Supplies and Services

Licenses and Subscriptions	2.70%	2.70%	Government's GDP deflator
Members' Allowances	2.70%	2.70%	Government's GDP deflator
Assistance to Voluntary Groups	2.70%	2.70%	Government's GDP deflator
Audit Fees	2.70%	2.70%	Government's GDP deflator
Bank/Giro/PO Charges	3.20%	2.70%	RPI as at Sept 06
Telephones	0.00%	2.70%	As per CPI (Sept 06 report) - but see Note 1 below
Stationery	0.00%	0.00%	Cash Limit - but see Note 2 below
Printing, incl. Consumables	0.00%	0.00%	Cash Limit - but see Note 3 below

2007/08 BUDGET ROUND - INFLATION INDICES

2007/08 2008/09 2009/10

Postage	0.00%	0.00%	0.00%	Cash Limit - but see Note 4 below
All Other Heads	0.00%	0.00%	0.00%	Cash Limit

**Transfer/Agency Payments**

Concurrent Functions	2.70%	2.70%	2.70%	Government's GDP deflator
Bus Passes	2.70%	2.70%	2.70%	Government's GDP deflator
Benefits	2.70%	2.70%	2.70%	Government's GDP deflator
All Other Heads	2.70%	2.70%	2.70%	Government's GDP deflator

**Capital Financing**

Leasing (per leasing Schedule)	n/a	n/a	n/a	
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**Insurances**

All categories	2.90%	2.90%	2.90%	As per CPI (Aug 06 report)
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**INCOME**

**Grants and Reimbursements**

All heads	2.70%	2.70%	2.70%	Government's GDP deflator
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**Fees, Charges, Sales and Misc Income**

Rents	0.00%	0.00%	0.00%	Subject to rent reviews
All other heads	2.50%	2.50%	2.50%	As per CPI (Aug 06 report)

**NOTES - to build in price gains achieved by Procurement Officer**

1 Telephones

All telephone (landlines) budgets, including line rental and cost of calls to be reduced by 30% from August 2006. The base 2007/08 to include the FYE and no inflation to be added for 07/08 as the latest reports show costs slightly reducing in any case.



## 2007/08 BUDGET ROUND - INFLATION INDICES

2007/08 2008/09 2009/10**2** Central Stationery

The central stationery budget to be reduced by 3% from November 2006 and this is on-going. The base 2007/08 to include FYE and then to be cash limited. All other direct stationery to be cash limited.

**3** Printer Consumables

This budget held in the central printing unit to be reduced by £2,500 from November 2006 and this is on-going. The base 2007/08 to include FYE and then to be cash limited.

**4** Postage

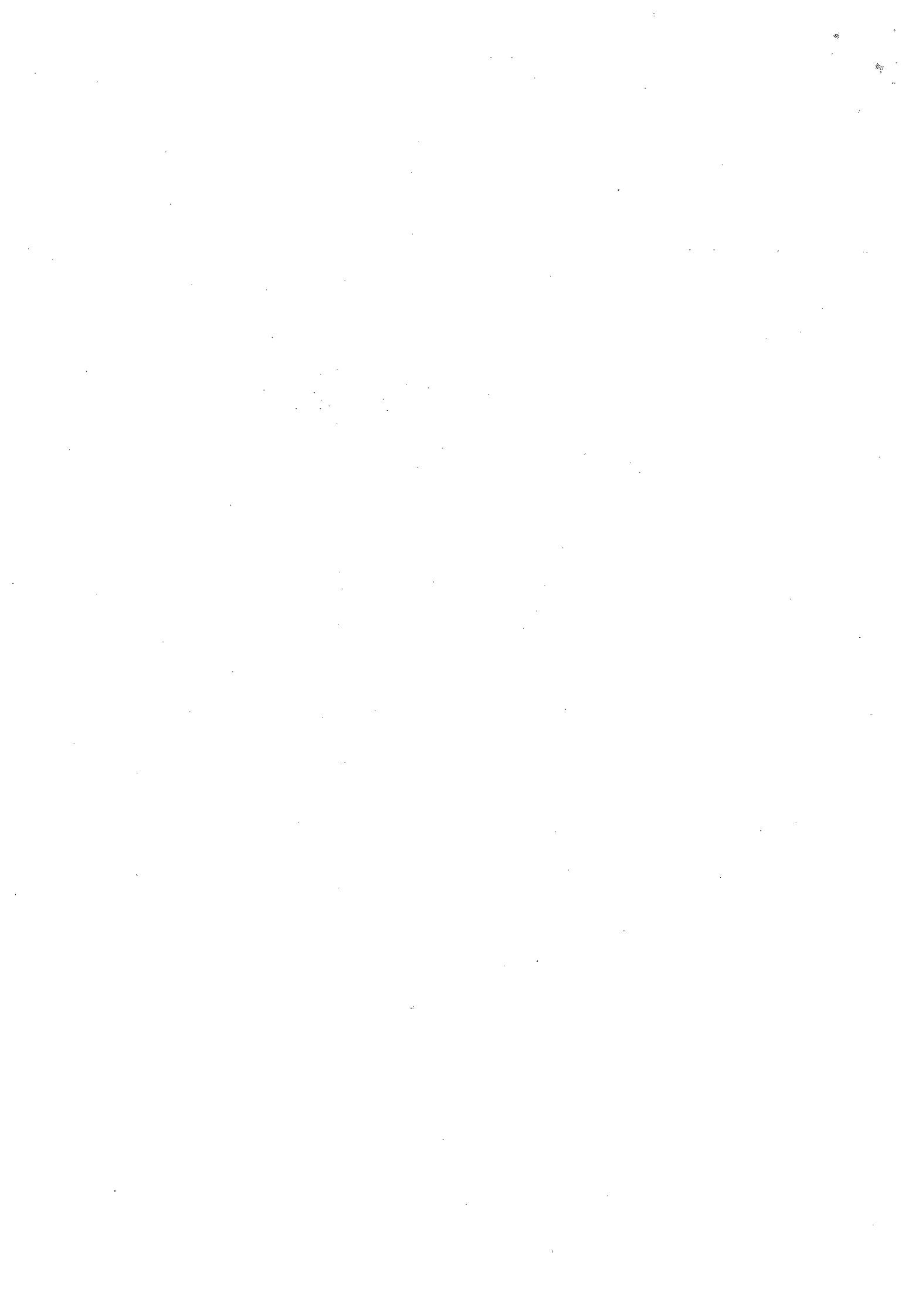
The central postage budget to be reduced by £2,800 from October 2006 and this is on-going. The base 2007/08 to include FYE and then to be cash limited. All other postage costs to be cash limited.

**5** Gas

Budget on the Civic Offices only to be reduced by £1,000 from September 2006. The base budget to include FYE and inflation applied for 2008/09 and 2009/10 only (2007/08 is now fixed at this lower rate). All other gas budgets to be increased by the inflation index as above.

**6** Electricity

Budgets on the Civic Offices and Greenbank Leisure Centre to be reduced by £4,500 each from September 2006. The base budget to include FYE and inflation applied for 2009/10 only (the next 2 years are now fixed at the lower rates). All other electricity budgets to be increased by the inflation index as above.



APPENDIX 3

CALCULATION OF A MINIMUM LEVEL OF GENERAL RESERVES

**GENERAL FUND**

Variable	Risk	Sensitivity - Allowance	Provision £
Inflation	Rises above economic forecasts	1% point above forecast	122,750
Planning, Building Regs and Land Charges	Reduction in market share or demand	10% of annual income	115,700
General Government (Fourmula) Grant	Adverse formula and data changes	1.5% of annual grant	104,600
Targetted Government Grants	Phased out/not mainstreamed	10% of annual grant	32,500
Partnership Contributions	Cut/do not materialise	50% of annual contributions	47,325
Bank Deposits and Temporary Borrowings	Adverse interest rates/negative cash flow	50% of net interest received	52,500
Council Tax Collection	Tax base is lower/collection rate dips	1% of estimated income collected	48,000
Housing Benefits	Government contribution reduced	1% of total benefits paid in year	140,700
Professional Legal Fees	Need to engage professional advice	Nominal amount allowed	50,000
Insurance Premiums (80% Gfund)	Volatile market	Additional 10% over base budget	26,000
Emergency Assistance	Statutory provision is required	0.2% of net revenue expenditure	24,550
Gross Revenue Expenditure (excl benefits)	Unforeseen variations - capacity/service issues	1% of total expenditure	187,000
Capital Spend	Unforeseen variations or external financing reduced	1% of capital programme	42,920
			<b>994,545</b>

**HOUSING REVENUE ACCOUNT**

Variable	Risk	Sensitivity - Allowance	Provision £
Inflation on Management Costs	Rises above economic forecasts	1% point above forecast	17,000
Inflation on Repairs and Maintenance	Rises above economic forecasts (Building Industry)	2% point above forecast	60,000
Payment to the Government Pool	Adverse formula and data changes	2% of annual payment	84,000
Supporting People Grant	Cut	10% of annual grant	35,000
Empty Properties	Void increase reducing rent	1% of rent income	87,000
Right to Buy Sales	Increase which reduces rent	10% increase	27,560
Professional Legal Fees	Need to engage professional advice	Nominal amount allowed	50,000
Insurance Premiums (20% HRA)	Volatile market	Additional 10% over base budget	6,500
Revenue Expenditure (excl subsidy)	Unforeseen variations - capacity/service issues	1% of total expenditure	46,000
Capital Spend	Unforeseen variations or external finances reduced	1% of capital programme	18,630
			<b>431,690</b>



## CALCULATION OF TAX BASE 2007/08

Council Parish/Area	Relevant Amount	Tax Base Collection Rate (99%)	2006/07
Ash	23.9	23.7	24.2
Aston-on-Trent	679.7	672.9	667.2
Barrow-on-Trent	238.2	235.8	233.4
Barton Blount	29.0	28.7	30.1
Bearwardcote	12.2	12.1	11.5
Bretby	394.0	390.1	383.6
Burnaston	671.5	664.8	666.3
Calke	8.7	8.6	10.1
Castle Gresley	504.3	499.3	500.5
Catton	20.0	19.8	19.8
Cauldwell	47.0	46.5	45.5
Church Broughton	228.2	225.9	218.4
Coton-in-the-Elms	286.0	283.1	281.3
Dalbury Lees	116.6	115.4	107.9
Drakelow	63.4	62.8	62.6
Egginton	258.1	255.5	260.1
Elvaston	710.3	703.2	708.3
Etwall	990.0	980.1	944.0
Findern	640.6	634.2	634.9
Foremark	33.6	33.3	33.3
Foston & Scropton	233.4	231.1	229.7
Hartshorne	1,163.7	1,152.1	1,133.6
Hatton	887.9	879.0	879.0
Hilton	2,162.3	2,140.7	2,032.4
Hoon	22.2	22.0	22.4
Ingleby	47.5	47.0	45.4
Linton	685.5	678.6	673.1
Lullington	64.7	64.1	60.9
Marston-on-Dove	15.4	15.2	15.2
Melbourne	1,814.6	1,796.5	1,791.7
Netherseal	341.2	337.8	330.8
Newton Solney	287.1	284.2	278.5
Osleston and Thurvaston	122.5	121.3	118.4
Overseal	805.4	797.3	795.3
Radbourne	50.9	50.4	52.2
Repton	1,013.2	1,003.1	983.9

## CALCULATION OF TAX BASE 2007/08

Council Parish/Area	Relevant Amount	Tax Base Collection Rate (99%)	2006/07
Rosliston	271.0	268.3	267.5
Shardlow and Great Wilne	396.2	392.2	383.8
Smisby	118.7	117.5	117.8
Stanton-by-Bridge	111.0	109.9	110.6
Stenson Fields	1,207.7	1,195.6	1,197.9
Sutton-on-the-Hill	60.9	60.3	61.1
Swadlincote	8,936.1	8,846.7	8,769.0
Swarkestone	82.6	81.8	86.2
Ticknall	298.3	295.3	296.4
Trusley	39.2	38.8	41.2
Twyford and Stenson	68.5	67.8	61.7
Walton-on-Trent	320.7	317.5	317.9
Weston-on-Trent	464.2	459.6	459.7
Willington	909.6	900.5	897.0
Woodville	1,397.4	1,383.4	1,292.8
<b>Total - All Areas</b>	<b>30,354.9</b>	<b>30,051.4</b>	<b>29,645.9</b>

## ESTIMATED SURPLUS ON COLLECTION FUND 2006/07

	Actual 2004/05 £'000	Estimated 2005/06 £'000	Actual 2005/06 £'000	Estimated 2006/07 £'000
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**INCOME**

Council Tax Collectable	31,974	33,299	33,244	35,402
Business Rates Collectable	12,712	14,886	15,075	16,384
Council Tax Benefits	3,402	3,556	3,618	3,725

**Total Income**

48,088	51,741	51,937	55,511
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**EXPENDITURE**

County Council Precept	25,718	26,759	26,759	28,410
Police Authority Precept	3,524	3,765	3,765	4,007
Fire Authority Precept	1,501	1,603	1,603	1,709
SDDC Precept (incl. Parishes)	3,904	4,162	4,162	4,434
Payments to Business Rate Pool	12,566	14,800	14,983	16,294
Business Rates Collection Costs	86	86	86	90
Bad Debts Provision - Council Tax	-25	50	213	100
Bad Debts Provision - Business Rates	60	0	4	0
Repaid Previous Year's Surplus - County Council	579	558	558	614
Repaid Previous Year's Surplus - Police Authority	71	77	77	86
Repaid Previous Year's Surplus - Fire Authority	0	33	33	37
Repaid Previous Year's Surplus - District Council	82	85	85	95

**Total Expenditure**

48,066	51,978	52,328	55,876
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**Estimated Surplus/Deficit (-)**

22	-237	-391	-365
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Opening Balance 1st April

1,047	1,069	1,069	678
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Estimated Surplus/Deficit (as above)

22	-237	-391	-365
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**Closing Balance 31st March**

1,069	832	678	313
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**Split of Surplus**

	£'000		£'000
County Council	28,410	73.7%	231
Police Authority	4,006	10.4%	32
Fire Authority	1,709	4.4%	14
District Council	4,434	11.5%	36

38,559	100.0%	313
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## REVENUE DEVELOPMENT PROPOSALS 2007/08

3-Year  
Total Estimated Ideas Into  
Score SDDC Cost Action  
% £

Line No	Bid No	Proposal	Total Score %	Estimated SDDC Cost £	Ideas Into Action	Comments
1	23	Domestic Violence Outreach Support	86%	7,500		Contribution to partnership and external posts
2	2	Untidy Sites and Empty Homes Officer	85%	87,630	Yes	1 Additional post
3	18	Anti-social Behaviour Officer/Projects	83%	60,000	Yes	Required to mainstream post from 2008/09
4	33	Safer Neighbourhood Officer	83%	43,400		Required to mainstream post from 2008/09
5	24	Environmental Education Service	82%	80,080		Required to mainstream post from 2008/09
6	7	Recruit a Second Clean Team	81%	210,000	Yes	Small external funding and income may accrue
7	45	Urban Designer	81%	45,500		3 year post, partly funded by grant and contribution from NWLDC.
8	10	Environmental Invest to Save Fund	79%	50,000	Yes	Some external funding may accrue
9	11	Additional Safer Neighbourhood Warden	74%	78,900	Yes	1 additional post
10	41	Implementing the Economic Regeneration Strategy	72%	150,000	Yes	Promotion and advice, etc. (Not staffing)
11	20	Community Partnerships Officer	68%	48,300		Required to mainstream post from 2008/09
12	32	Promotion of Position Forestry Centre	65%	12,000		Based on 50% of costs shared with Forestry Commission
13	28	Community Sport Volunteering Project	63%	39,000	Yes	Dependant on 50% external funding to be confirmed
14	29	Youth Engagement and Play Activity	63%	54,000	Yes	Based on 55% of costs externally funded
15	25	Fear of Crime Project	61%	37,050	Yes	Required to mainstream post
16	27	Get Active in the Forest Physical Activity	60%	50,000	Yes	Dependant on 75% external funding to be confirmed
17	40	Young Peoples Cultural Development Project	60%	47,520	Yes	Dependant on 66% external funding to be confirmed
18	8	Team Assistant - Disabled Adaptation Service	58%	20,256		One-off in 07/08 to meet peak in demand
19	14	Funding further Editions of The News	58%	60,000		Mainstreaming 4 editions per year
20	38	Tree Officer	57%	121,500	Yes	1 post and assumes £15k per year saved in Planning
21	43	Business Case for Joint Working (Bldg Control)	55%	10,000		One-off contribution to providing a business case
22	9	Assistant Architect - Disabled Adaptations	54%	87,820		1 additional post
23	19	CAB - Investing in the Community	52%	84,200		How does this relate to funding review of Voluntary Sector?
24	3	Increase Litterbins across the District	50%	160,000	Yes	200 extra bins around the District. Capital bid submitted for purchase
25	34	Sharpe's Pottery Restructure	50%	138,000		Increase in core funding
26	44	Conversion of Manual Records to Electronic	50%	15,000		One-off for Planning and Land Charges
27	1	Waste and Cleansing Education	49%	22,500	Yes	One-off in 07/08
28	16	Additional Resources for Concurrence Functions	49%	132,000		From 2008/09 - cost in later years depends on transition
29	15	Democratic Services Assistant	48%	67,500		Mainstreaming 1 post whose contract expires in Mar 07
30	5	Kerbside Collection - Plastic Bottles	47%	350,000	Yes	1 year proposal pending a formal procurement and funding exercise
31	6	Recycling Centres - Plastic Bottles	47%	150,000	Yes	3 years, but above comment applies
32	17	Upgrade of Allotment Sites	45%	15,000		Bringing sites up to acceptable standards
33	12	ICT Business Related Support	43%	190,800		2 posts to support software packages
34	22	Derbyshire Sport - Sports Awards	39%	3,000		Reliant on sponsorship and funding for 97% of costs

REVENUE DEVELOPMENT PROPOSALS 2007/08

Line No	Bid No	Proposal	3-Year		Comments
			Total Score %	Estimated SDDC Cost £	

35	37	Swadfest	37%	3,000	Dependant on 75% external funding to be confirmed
36	26	Green Bank LC - Contract Procurement	34%	15,000	One-off to support the procurement and options exercise
37	4	Increase Allocation for Parish Lengthsman	29%	24,000	Increase in base budget to meet growth of district
38	35	Shopmobility - Core Funding Increase	29%	6,000	How does this relate to funding review of Voluntary Sector?
39	36	Small Grants Scheme	29%	30,000	How does this relate to funding review of Voluntary Sector?
40	42	Performance Mgt - IT and Officer Support	29%	128,800	1 additional officer and new IT system
41	21	Community Speedwatch	27%	15,000	Equipment, training and administration
42	30	Family Support in South Derbyshire (Relate)	27%	64,800	How does this relate to funding review of Voluntary Sector?
43	31	Fabis Close - Maintenance of Landscaping	27%	6,000	Capital bid for actual landscaping works also submitted
44	46	Rural Post Offices	27%	55,000	Providing support and opportunities for service delivery
45	13	Grounds Maintenance around Sheltered Hsg.	0%	63,000	Not scored, HRA cost to increase collections of cuttings
46	39	Mapping of Grounds M'tance - Housing	0%	10,000	One-off audit to support the above bid

TOTAL COST OF ALL BIDS

**3,149,056**

CAPITAL INVESTMENT and FINANCING TO 2012

	Approved		-----Planned Expenditure-----					TOTAL
	2006/07	2007/08	2008/09	2009/10	2010/11	2011/12	£	
<b>COUNCIL HOUSE IMPROVEMENTS</b>								
Capital Improvements	1,863,850	1,823,087	1,787,340	1,752,294	1,717,936	1,684,251	10,628,758	
Other Disabled Adaptations/Garage Sites	130,000	130,000					260,000	
HRA - Planned Maintenance	337,550	337,550	337,500				1,012,600	
<b>Total Expenditure</b>	<b>2,331,400</b>	<b>2,290,637</b>	<b>2,124,840</b>	<b>1,752,294</b>	<b>1,717,936</b>	<b>1,684,251</b>	<b>11,901,358</b>	

<b>Financed From</b>							
Major Repairs Allowance (Government Grant)	1,809,150	1,823,087	1,787,340	1,752,294	1,717,936	1,684,251	10,574,058
Section 106	12,000						12,000
Major Repairs Reserve	42,700						42,700
Capital Receipts - Windfall Element	467,550	467,550	337,500				1,272,600
<b>Total Financing</b>	<b>2,331,400</b>	<b>2,290,637</b>	<b>2,124,840</b>	<b>1,752,294</b>	<b>1,717,936</b>	<b>1,684,251</b>	<b>11,901,358</b>

<b>DISABLED FACILITY GRANTS (DFG's)</b>							
<b>Allocation</b>	<b>527,900</b>	<b>266,000</b>	<b>166,000</b>	<b>166,000</b>	<b>166,000</b>	<b>166,000</b>	<b>1,457,900</b>

<b>Financed From</b>							
Government Grant (Ring-fenced)	175,700	100,000	100,000	100,000	100,000	100,000	675,700
General Capital Receipts	0	66,000	66,000	66,000	66,000	66,000	330,000
Capital Receipts - Windfall Element	352,200	100,000					452,200
<b>Total Financing - DFG's</b>	<b>527,900</b>	<b>266,000</b>	<b>166,000</b>	<b>166,000</b>	<b>166,000</b>	<b>166,000</b>	<b>1,457,900</b>

## CAPITAL INVESTMENT and FINANCING TO 2012

	Planned Expenditure-----						TOTAL
	Approved 2006/07 £	2007/08 £	2008/09 £	2009/10 £	2010/11 £	2011/12 £	
<b>OTHER HOUSING INVESTMENT</b>							
Housing Management System - Repairs Module	32,500						32,500
Private Sector - Decent Homes	450,000						450,000
Private Sector - Improvement and Renewal Grants, etc.	351,000	384,000	384,000	384,000			1,503,000
Private Sector - Energy Efficiency, Fuel Poverty	150,000						150,000
Private Sector - Housing Needs Survey			40,000				40,000
Contribution to Housing Needs and Market Assessment	28,000						28,000
Resurfacing Alma Road	50,000						50,000
Repayment of Covenants (Council House Improvements)	244,200	264,900	289,700	306,250	331,080	390,800	1,826,930
<b>TOTAL EXPENDITURE</b>	<b>1,305,700</b>	<b>648,900</b>	<b>713,700</b>	<b>690,250</b>	<b>331,080</b>	<b>390,800</b>	<b>4,080,430</b>

<b>Financed From</b>							
Government Grant	515,000	250,000					765,000
Capital Receipts - Windfall Element	762,700						762,700
General Capital Receipts	28,000	398,900	713,700	690,250	331,080	390,800	2,552,730
<b>TOTAL INCOME</b>	<b>1,305,700</b>	<b>648,900</b>	<b>713,700</b>	<b>690,250</b>	<b>331,080</b>	<b>390,800</b>	<b>4,080,430</b>

## GENERAL FUND INVESTMENT PROGRAMME

<b>COMMUNITY SERVICES</b>							
Green Bank Leisure Centre - Refurbishment of Plant	5,000						5,000
Swadincote Woodlands Forest Park - Improvements	72,400						72,400
Maurice Lea Park - Renovation	103,000						103,000
Football Pitch and Car Park Improvements	28,400						28,400
Modernisation of Play Areas and Safety Surfacing	100,000						100,000

## CAPITAL INVESTMENT and FINANCING TO 2012

	Approved		-----Planned Expenditure-----						TOTAL
	2006/07	2007/08	2008/09	2009/10	2010/11	2011/12	TOTAL		
	£	£	£	£	£	£	£	£	
Provision of Youth and Play Facilities	200,000	250,000	250,000					700,000	
Crime Prevention	100,000	60,000	60,000	60,000				280,000	
Community Partnership Scheme	343,200	100,000	100,000	100,000				643,200	
Etwell Leisure Centre - Provision set-aside	0	0	250,000					250,000	
Renovation of Cemeteries (rolling programme)	47,300							47,300	
Contribution to Artificial Sports Pitch	99,000							99,000	
Rosliston Forestry Centre	70,000							70,000	
Replacement of Christmas Lights	25,000							25,000	
Improvement Works at Midway Fishponds	10,000							10,000	
			1,203,300						
<b>ENVIRONMENTAL AND DEVELOPMENT SERVICES</b>									
Hatton Flood Alleviation Works	10,000							10,000	
Provision of Information Kiosks	11,100							11,100	
Recycling - Extending the Green Box Scheme	52,000							52,000	
								73,100	
<b>PROPERTY and OTHER ASSETS</b>									
Repairs to Village Halls and General Properties	0	95,400						95,400	
Improvements to Civic Offices	94,000							94,000	
Disability Access Improvements	115,600	100,000	100,000					315,600	
Planned Maintenance Programme	100,000	100,000	100,000					300,000	
Corporate Lone Worker System	13,000							13,000	
Internal Recharges (Legal, Finance, etc.)	0	50,000	50,000	50,000	50,000	50,000	50,000	250,000	
Vehicles - Contribution to Renewals Fund	225,000	225,000	225,000	225,000	225,000	225,000	225,000	1,350,000	
Civic Car				20,000				20,000	
Repayment of Covenants	170,800	185,100	200,300	223,750	68,920	81,345	81,345	930,215	
								718,400	
<b>TOTAL EXPENDITURE - GENERAL FUND</b>									
	1,994,800	1,165,500	1,335,300	678,750	343,920	356,345	356,345	5,874,615	

CAPITAL INVESTMENT and FINANCING TO 2012

	Approved					-----Planned Expenditure-----					TOTAL	
	2006/07	2007/08	2008/09	2009/10	2010/11	2011/12	2010/11	2009/10	2008/09	2007/08		£
<b>Financed From</b>	£	£	£	£	£	£	£	£	£	£	£	£
Waste Efficiency and Performance Grant	52,000											52,000
Specific Grant - Flood Alleviation	24,000											24,000
External Contributions (SEE BELOW)	264,150	150,000	150,000									564,150
Section 106 Planning Agreements (SEE BELOW)	48,650											48,650
General Capital Receipts	1,606,000	1,015,500	1,185,300	678,750	343,920							5,185,815
<b>TOTAL INCOME - GENERAL FUND</b>	<b>1,994,800</b>	<b>1,165,500</b>	<b>1,335,300</b>	<b>678,750</b>	<b>343,920</b>	<b>356,345</b>	<b>343,920</b>	<b>678,750</b>	<b>1,335,300</b>	<b>1,165,500</b>	<b>1,994,800</b>	<b>5,874,615</b>

<b>External Contributions</b>												
Youth and Play Facilities	100,000	150,000	150,000									400,000
Rosliston Forestry Centre	50,000											50,000
Maurice Lea Park	114,150											114,150

<b>Section 106 Funding</b>												
Swadlincote Woodlands - Access Improvements	48,650											48,650

## CAPITAL INVESTMENT and FINANCING TO 2012

Approved  
 2006/07 2007/08 2008/09 2009/10 2010/11 2011/12 TOTAL  
 £ £ £ £ £ £ £

-----Planned Expenditure-----

## OVERALL ANALYSIS OF CAPITAL RECEIPTS

## ANALYSIS OF GENERAL CAPITAL RECEIPTS

Balance b/fwd	3,319,966	2,478,867	1,859,967	612,167	-87,633	-251,233
Add: Projected New Receipts (mainly RTB's)	757,900	811,500	667,200	685,200	527,400	541,800
Add: Asset Sales - Cash Generated in Year	73,350					
Add: Predicted Asset Sales (future years)**	0	50,000	50,000	50,000	50,000	50,000
Less - Repayment to Developers	38,349					
Less - Amount required to Fund GFund Programme	1,606,000	1,015,500	1,185,300	678,750	343,920	356,345
Less - Amount required to Fund DFG's	0	66,000	66,000	66,000	66,000	66,000
Less - Amount required to Fund Other Housing	28,000	398,900	713,700	690,250	331,080	390,800
Balance c/fwd	2,478,867	1,859,967	612,167	-87,633	-251,233	-472,578

\*\* Underwritten by the Commutation Reserve if necessary

## ANALYSIS OF WINDFALL RECEIPTS

Balance b/fwd	2,034,517	1,044,942	477,392	139,892	139,892	139,892
Add: Projected New Receipts (RTB's)	592,875					
Less - Amount required to Fund HRA	467,550	467,550	337,500			
Less - Amount required to Fund DFG's	352,200	100,000				
Less - Amount required to Fund Other Housing	762,700					
Balance c/fwd	1,044,942	477,392	139,892	139,892	139,892	139,892

CAPITAL INVESTMENT and FINANCING TO 2012

	-----Planned Expenditure-----						TOTAL
	Approved 2006/07	2007/08	2008/09	2009/10	2010/11	2011/12	
	£	£	£	£	£	£	£

SHELTERED HOUSING CAPITAL RECEIPTS

Balance b/fwd 1st April 2006

Capital Receipts 2006/07

772,253

16,500

Amount Available

**788,753**

These receipts are ring-fenced to help deliver the Strategic Housing Vision for Sheltered Accommodation (as approved by the Council)



## CAPITAL INVESTMENT PROPOSALS 2007/08

Line No	Bid No	Proposal	5-Year		Comments
			Total Score %	Estimated SDDC Cost £	

Total Estimated Ideas Into  
Score SDDC Cost Action  
% £

1	1	Destination Swadlincote - Phase 2	65%	100,000	Contribution to overall works - dependant on Urban Designer post
2	8	Play Facility Development	63%	300,000	3-year programme - dependant on 50% external funding - tbc.
3	17	Rosliston Forestry Centre - Initiatives	62%	300,000	"Shopping list" submitted - external funding may contribute
4	21	Affordable Housing Development Officer	62%	155,000	Capitalise salary at £30,000 per year - always 1st call on resources
5	5	Additional DFGs in the Public Sector (HRA)	60%	160,000	One-off in 2007/08 - however scored based on generic DFG's
6	23	Provision of Kitchen Caddies	58%	51,000	Roll out anticipated over 2-years
7	14	Coton Park Local Nature Reserve	58%	19,250	5-year programme to support planned works
8	18	Ensuring the Viability of Lifts in Council Property	58%	72,500	One-off upgrades to Sheltered Schemes and Civic Offices
9	12	Midway Fishponds - Maintenance Work	56%	205,000	2-year programme - £150k considered essential
10	10	Eureka Park - Contribution to Dev Funding	54%	10,000	To attract capital investment
11	15	Midway Village Hall - Feasibility Work	52%	7,500	To attract capital investment
12	3	Heritage Partnership Scheme	51%	75,000	3-year programme
13	4	Committee Management Information System	50%	26,000	To purchase the system - would be £6k per year revenue costs
14	6	Increase Litterbins across the District	48%	40,000	On-going costs subject to revenue bid
15	20	IT Investment in Housing Services	48%	56,500	To purchase technology - would be £5.5k per year revenue costs
16	22	Improving the Environment	42%	104,700	Improving vehicular congestion and maintenance on 4 estates
17	16	Chapel and War Memorial Gdns - Church Gres.	38%	60,000	To complement works undertaken at Maurice Lea Park
18	13	GBLC/Grove Hall - Resurfacing Paved Surfaces	30%	12,000	To replace existing surfaces with tarmacadam
19	7	Web Cast Council Meetings	28%	45,000	This is a revenue more than a capital bid
20	9	Chestnut Avenue Rec - Boundary Wall M'tance	28%	36,000	To appraise and then undertake essential maintenance
21	2	Alteration and Refurbishment of Offices	26%	20,000	Specifically for internal offices in Planning Services
22	11	Fabis Close Rec - Landscaping	26%	27,000	Revenue bid submitted for on-going maintenance
23	19	Improving Security in the Civic Offices	24%	25,000	Proper options appraisal required
24	24	Installation of Air Conditioning in Offices	24%	20,000	Specifically for internal offices in Revenues

TOTAL COST OF ALL BIDS

1,927,450

