

CABINET**28th JUNE 2013****FINANCE AND CORPORATE SERVICES****REPORT OF THE CORPORATE DIRECTORS' GROUP****INDEX OF REPORT ITEMS****Doc.Code: CAB-280613-REP-CDG**

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Item 1

REVENUE OUTTURN AND RESERVES POSITION STATEMENT 2012/13

1. Introduction

- 1.1. The purpose of this report is to provide details relating to the Council's general fund revenue outturn and reserves position for the 2012/13 financial year.

EXECUTIVE SUMMARY

The Council's Outturn position for its Directorates shows a net underspend of £830,000, when compared to the revised estimate reported in February 2013.

After taking account of all revenue movements there are net contribution to the General Reserve during 2012/13 of £2.770m. This results in the General Reserve having a closing balance of £5.933m, with Specific Reserves at 31st March 2013 of £38.719m.

2. Service Outturn Position 2012/13

- 2.1. The net position for Service budgets, **before** additional reserve requests, is as follows:

	Original Budget £'000	Revised Budget £'000	Outturn Position £'000	Variance %
Education, Leisure & Lifelong Learning	104,856	106,039	105,775	-0.25%
Social Services and Health	75,244	74,376	74,241	-0.18%
Environment	34,883	33,644	33,730	0.25%
Finance & Corporate Services	12,931	14,218	13,284	-6.57%
Chief Executive's	5,218	4,546	4,428	-2.59%
Net Position	233,132	232,823	231,457	-0.59%

Further details of the under spend of £1.366m are included in Appendix 1 (page 8). This reduces to an underspend of £830,000 following additional reserve transfers as set out in Appendix 3 (pages 16-20). An explanation of the main budget variances for all service areas is included in Appendix 2 (pages 9-15)

3. Specific Reserves 2012/13

- 3.1. The outturn position has been prepared based on a range of contributions to reserves which have been made in accordance with the following principles.
- The schedule of interim specific reserve balances as at 31st March 2013 was agreed by Council on 27th February 2013 as part of the 2012/13 Revised Budget deliberations.
 - The final reserve balances will be further reviewed following audit and as part of the annual budget process.

- School Reserves (£3.668m) – delegated school budget reserves must be carried forward in accordance with current legislative requirements. Reserve balances have increased by £665,189 during the year and a small number of Secondary and Primary Schools are in deficit positions. The Authority will not allow a school to set a deficit budget without a fully costed recovery plan in place. The recovery plans are signed off by the Director of Education and Lifelong Learning, the Head Teacher and Chair of Governors and reviewed on an annual basis. Schools are required to provide the Authority with details on how they intend to utilise their reserves.

- 3.2. In addition, the following contributions to reserves in relation to revenue under spending and pressures are recommended. Full details of these reserve requests are included as Appendix 3.

Directorate	£'000
Education, Leisure and Lifelong Learning	From 18
Social Services Health and Housing	From 8
Finance and Corporate Services	To 530
Chief Executive's	To 32
Sub total	To 536
Environment – operating accounts	From 275
Total	To 261

- 3.3. Following the approval of these proposals, the Specific reserves position is as follows:

	£'000
Opening Balance 1 st April 2012	Cr 40,458
Net reserve movements (Appendix 4)	Dr 2,000
	<hr/> Cr 38,458
Additional Bids (from para 3.2)	Cr 261
Closing Balance as at 31st March 2013	<hr/> Cr 38,719 <hr/>

Full details of Specific Reserve balances are given in Appendix 4.

4. Revenue Account and General Reserves 2012/3

- 4.1. A review of specific reserves was undertaken during 2012/13 and as a consequence £1.984m was transferred to the general reserve.
- 4.2. If the recommended contributions to specific reserves detailed above are approved, the Council's closing General Reserve position will be £5.933m, made up as follows:

	£'000
Opening Balance 1 st April 2012	Cr 3,163
Reserve Movements	Cr 2,770
Closing Balance 31st March 2013	Cr 5,933

Full details of the movement in the General Reserve is shown in Appendix 5.

5. Housing Revenue Account

- 5.1 The Council's housing stock was transferred to NPT Homes in March 2011 and Welsh Government agreed to release £5.5m of the former HRA reserve to the General Reserve during 2012/13. Members should also note that the audit of the final housing subsidy grant was concluded in March 2013 and as a consequence the HRA reserve position has improved by £645k. The closing balance on the HRA reserve is now £8.5m.

6. Recommendations

- 6.1. It is recommended that the following be commended to Council for determination and approval:
- the Revenue Outturn position for 2012/13
 - the Specific Reserves attached at Appendix 4
 - the General Reserve attached at Appendix 5.

Reason for Proposed Decision

To agree the revenue outturn position and reserve schedules for 2012/13

List of Background Papers

Outturn Working Papers 2012/13

Appendices

Appendix 1 – Revenue Outturn Summary 2012/13 (page 8)

Appendix 2 – Variance Statement (pages 9-15)

Appendix 3 – Additional Reserve Movements (pages 16-20)

Appendix 4 – Reserves Schedule (pages 21-28)

Appendix 5 – General Reserve Statement (page 29)

Wards Affected

All

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COMPLIANCE STATEMENT

REVENUE OUTTURN AND RESERVES POSITION STATEMENT 2012/13

Implementation of Decision

The decision is proposed for implementation immediately after consultation with the relevant Scrutiny Committee and determination by Council.

Sustainability Appraisal

Community Plan Impacts

Economic Prosperity
Education & Lifelong Learning
Better Health & Well Being
Environment & Transport
Crime & Disorder

Other Impacts

Welsh Language
Sustainable Development
Equalities
Social Inclusion

The Council has delivered its services within budget and the general reserve balance has improved. The report identifies various movements to and from reserves. The overall impact on the Council's finances is therefore positive.

Consultation

This item has been included in the Forward Work Programme.

Revenue Outturn Summary 2012/13

	Original Budget	Revised Budget	Actual Outturn	Interim Variance	Addn Reserve Contrib- ution	Total Variance
	£'000	£'000	£'000	£'000	£'000	£'000
Directly Controlled Expenditure						
Education, Leisure and Lifelong Learning	104,856	106,039	105,775	(264)	(18)	(282)
Social Services, Health and Housing	75,244	74,376	74,241	(135)	(8)	(143)
Environment	34,883	33,644	33,730	86	0	86
Finance and Corporate Services	12,931	14,218	13,284	(934)	530	(404)
Chief Executive	5,218	4,546	4,428	(118)	32	(86)
Total Directly Controlled Expenditure	233,132	232,823	231,457	(1,366)	536	(830)
Other Budget Movements						
Capital Financing	16,437	15,951	15,951	0	0	0
Levies, Precepts and Contributions	6,912	6,912	6,907	(5)	0	(5)
Contingencies, reserves and Miscellaneous Funds	(1,830)	(2,021)	(2,970)	(769)	0	(769)
Outcome Agreement Grant	(1,462)	(1,462)	(1,462)	0	0	0
Total Expenditure	253,189	252,023	249,883	(2,140)	536	(1,604)
Revenue Support Grant & NNDR	197,845	197,845	197,845	0	0	0
Council Tax income	55,344	55,344	55,344	0	0	0
Income	253,189	253,189	253,189	0	0	0
Net Expenditure from/(to) General Reserve	0	(1,166)	(3,306)	(2,140)	536	(1,604)

General Reserve Summary 2012/13

	£'000	£'000
Opening Balance 1 st April 2012		3,163
Reserve Movements – revised budget	1,166	
Reserve Movements – additional movement	1,604	
		<u>2,770</u>
Closing Balance 31st March 2013		<u>5,933</u>

Education, Leisure and Lifelong Learning – Variances

The schedule provides an explanation for all variances of more than £50,000

Service Area	Value £000	Reason/Action
Schools Specific Contingencies	Ov 72	Additional expenditure was incurred in respect of legal and Barristers fees - re employment tribunals.
School Sickness cover Fund	Ov 135	Additional cost associated with the early retirement of staff, via the management of change process, in accordance with the school improvement programme.
Home to School Transport	Ov 58	Actual expenditure was slightly more than anticipated (0.8%)
Education Welfare Service	Un 51	The under spend has arisen as a result of the transfer of staff to work on a specific grant project during 2012 / 13
School Meals	Ov 63	The over spend has largely arisen as a consequence of the need to create a provision for bad debts of £52k.
Out of County Placements	Un 69	The Authority received additional post 16 funding for pupils.
Adult Education	Ov 86	This pressure, in respect of the NPT Works Programme, was identified and included in the quarterly budget monitoring reports. Staffing adjustments were actioned during 2012/13 to minimise the over spend as much as possible.
Youth	Un 68	The under spend has arisen as a result of change in the timescales for completion of the building repairs programme at Llandarcy community centre.
YOT & Community Safety	Un 178	The under spend is largely attributable to under spending on staffing budgets. It is proposed that £68k is transferred to the YOT reserve.

Education, Leisure and Lifelong Learning – Variances

The schedule provides an explanation for all variances of more than £50,000

Cymorth	Un 68	The under spend is attributable to a change in the planned timescale for undertaking childcare sufficiency assessments.
Libraries	Un 98	Savings have arisen in respect of the cost of broadband at Libraries as part of the public sector broadband aggregation process.
Margam Park	Un 135	Additional Income has been secured from filming activity at the Park and at Charlottes Pantry.
Gwyn Hall	Un 61	An under spend has arisen because anticipated expenditure was not incurred during the year.
Programming & Marketing of Concerts	Ov 51	Increased expenditure has arisen due to the timing of events which will be recovered in the 2013-14 financial year

Social Services, Health and Housing – Variances

The schedule provides an explanation for all variances of more than £50,000

Service Area	Value £000	Reason/Action
Children's and Family Services - Residential Care - External Provision	Ov 385	The overspend has arisen as a consequence of the need to make provision for the cost of a placement currently under dispute with Health, and an additional £58k expenditure due to a child staying in residential placement longer than anticipated.
Children's & Family Services - Other Community Care - Adoption Service	Ov 93	The over spend has arisen due to an increase in the adoption allowances paid (£23k) and additional cost of inter-agency adoption expenses (£64k).
Children's and Family Services - Other Community Care - External Provision	Ov 56	Additional cost of allowances paid to independent foster carers due to the increased activity.
Child & Family Management	Ov 96	The additional cost of childcare legal fees (£112k) has been partly offset by savings arising from staff vacancies.
Elderly Services - Home Care Service	Un 94	The under spend is largely attributable to savings on staff costs and car allowances.
Elderly Services - Other Community Care - External Provision	Un 463	The under spend has arisen as a consequence of there being more turnover and fewer packages allocated, than was anticipated at the time the revised budget was set.
Learning Disabilities Residential Care - Rhodes / Respite	Un 64	The under spend has arisen from staff savings (£30k), and additional income (£30k).
Learning Disabilities - Residential Care - External Provision	Ov 55	An over spend has arisen as a consequence of a dispute over funding of a placement.
Mental Health Needs - Residential Care - External Provision	Un 71	An under spend has arisen as a consequence of changes in placements activity after the budget had been set. - 3 clients left the service, funding for 1 client was taken over by another LA, 1 client did not attend placement.

Social Services, Health and Housing – Variances

The schedule provides an explanation for all variances of more than £50,000

Housing General Fund - Hostels	Ov 149	The over spend has arisen due to a reduction in housing benefit income received.
Housing General Fund - Supporting People	Un 52	The under spend has arisen due to delays in the new 4 bedded scheme becoming operational.

Environment – Variances

The schedule provides an explanation for all variances of more than £50,000

Service Area	Value £000	Reason/Action
Highway Maintenance - Reactive	Ov 282	The unusually long and harsh winter resulted in gritting costs being incurred from November to March and a significant over spend in the Winter Maintenance costs.
CCTV	Un 54	In year anticipated maintenance commitments did not materialise resulting in a "one off" under spend of expenditure, due to a re profiling of the maintenance costs.
Refuse Collection	Un 156	The cost of the service split between residual waste collections and dry recyclables and food waste has been reviewed. This has resulted in reduced costs in this budget but increased costs to the budget shown below.
Refuse Disposal	Ov 112	The cost of the service split between residual waste collections and dry recyclables and food waste has been reviewed. This has resulted in increased costs in this budget but reduced costs to the budget shown above.
Industrial Workshops	Ov 54	Extra expenditure has been incurred due to emergency repairs required to a roof at the workshops.

Finance and Corporate Services – Variances

The schedule provides an explanation for all variances of more than £50,000

Service Area	Value £000	Reason/Action
Accountancy - Financial Services	Un 50	The under spend has arisen due to staff vacancies and a saving on Wales Audit Office grant audit fees
Council Tax	Un 188	The under spend has arisen as a consequence of an additional grant of £130k for setting up the Council Tax support scheme, staff vacancies and additional £22k income from liability order receipts.
Housing Benefits Administration	Un 60	The under spend has arisen due to additional income (£39k) for transition funding, staff vacancies and less expenditure on computer costs
ICT	Un 495	The under spend has arisen due to staff vacancies (£120k), less expenditure spend on IT equipment & renewals (£108k) and other IT spend (£134k) together with income contributions transferred from other Directorate Budgets to be spent in 2013/14. It is proposed that £400k be transferred to a Desktop replacement reserve.
Democratic Services	Un 57	The under spend has arisen due to a reduction in expenditure for member allowances (£46k), and a reduction in expenditure on corporate subscriptions
Legal Services - Childcare	Ov 178	Additional costs were incurred as a result of the relocation of the service to Port Talbot Civic Centre, but which can be offset by under spends arising elsewhere in the Directorate.

Chief Executive's – Variances

The schedule provides an explanation for all variances of more than £50,000

Service Area	Value £000	Reason/Action
CMIU - Organisation Development	Un 91	The main reason for this under spend is because the anticipated contribution of £82k towards the Building Capacity Project was not required in 2012-13.

Education, Leisure and Lifelong Learning - Additional Reserve Movements

Service Area/Reserve	Requested Reserve Movement £000	Reason/Action
Strategic Management	Out 135	It is requested that there should be a transfer from the Corporate Management of Change reserve to fund the early retirement costs of teachers that were approved Corporately as part of the Management of Change process, associated with the School Improvement Programme.
Home to School Transport & Post 16 Transport	Out 40	This reserve was created to manage the variation between financial and academic financial years. It is proposed that a transfer from the Home to school transport reserve is made to offset the additional costs incurred during 2012/13.
YOT & Community Safety	In 68	From April 2013 there are going to be changes regarding the funding of the cost of secure remand placements. Traditionally the local authority had to pay a third of the cost of placements. However, from 2013 the Local Authority will be responsible for paying full cost of any placement. It is proposed that £68k is transferred to the Youth Offending Team equalisation reserve to create a £100k reserve to meet the cost of any unforeseen secure remand placements in future years.
Margam Park	In 88	It is proposed that £88k should be transferred to the Leisure equalisation reserve to cover the match funding element of the Heritage Lottery funded project

Social Services, Health and Housing - Additional Reserve Movements

Service Area/Reserve	Requested Reserve Movement £000	Reason/Action
Housing strategy and support	Out 8	Residual costs arising from housing stock transfer to be funded from housing post transfer reserve.

Environment - Additional Reserve Movements

Service Area/Reserve	Requested Reserve Movement £000	Reason/Action
Vehicle Tracking Reserve	Out 4	Expenditure has been incurred on the IT systems in the existing vehicle trackers, which was not anticipated when the budgets were prepared.
Operating account - vehicle renewals	Out 99	The reserve is utilised to fund additional costs incurred during 2012/13.
Operating account -streetcare equalisation	Out 171	The reserve is utilised to fund additional costs incurred during 2012/13.

Finance and Corporate Services - Additional Reserve Movements

Service Area/Reserve	Requested Reserve Movement £000	Reason/Action
Council Tax	In 130	A transfer to a Corporate Welfare reserve is proposed to meet anticipated additional costs arising from welfare reform, from 2013/14 onwards.
ICT	In 400	It is proposed that part of the 12/13 underspend is used to establish a new Desktop replacement reserve.

Chief Executive's - Additional Reserve Movements

Service Area/Reserve	Requested Reserve Movement £000	Reason/Action
CMIU - Performance Management & Improvement	In 32	A proportion of the net under spend for the Directorate is transferred to the Health & safety/occupational health reserve to fund an additional screening nurse.

Revenue Reserves

Description	Reserve at 31st March 2012 £000	2012/13 Reserve Movements £000	Interim Balance at 31st March 2013 £000	Additional Requests £000	Final Balance at 31st March 2013 £000
EDUCATION, LEISURE & LIFELONG LEARNING					
<i>Delegated Schools Cash Reserves</i>					
Primary Schools Reserve A/C	Cr2,158	Cr309	Cr2,467	0	Cr2,467
Secondary Schools Reserve A/C	Cr423	Cr354	Cr777	0	Cr777
Special Schools Reserve A/c	Cr142	Cr2	Cr144	0	Cr144
ERVR Primary	Cr64	Cr9	Cr73	0	Cr73
Schools Repair and Maintenance reserve	Cr212	6	Cr206	0	Cr206
	Cr2,999	Cr668	Cr3,667	0	Cr3,667
<i>Education, Leisure and Lifelong Learning</i>					
School Improvement Reserve	Cr423	175	Cr248	0	Cr248
Leisure Regeneration	Cr1,152	Cr500	Cr1,652	0	Cr1,652
Equalisation Account-Leisure	Cr238	97	Cr141	Cr88	Cr229
Cleaning & Equipment Reserve	Cr59	59	0	0	0
Primary Kitchen Refurbishment Reserve	Cr39	39	0	0	0
Equalisation Account - Education	Cr1,379	618	Cr761	0	Cr761
Equalisation Account - YOT	0	Cr32	Cr32	Cr68	Cr100
Upper Afan Valley Sports Reserve	Cr3	3	0	0	0
School Transport Reserve	Cr257	151	Cr106	40	Cr66
	Cr3,550	610	Cr2,940	Cr116	Cr3,056
Total Education Leisure & Lifelong Learning	Cr6,549	Cr58	Cr6,607	Cr116	Cr6,723

Revenue Reserves

Description	Reserve at 31st March 2012 £000	2012/13 Reserve Movements £000	Interim Balance at 31st March 2013 £000	Additional Requests £000	Final Balance at 31st March 2013 £000
SOCIAL SERVICES, HEALTH & HOUSING					
<i>Hillside Secure Unit</i>					
* Hillside General Reserve	Cr1,808	55	Cr1,753	0	Cr1,753
	Cr1,808	55	Cr1,753	0	Cr1,753
<i>Other</i>					
Social Services Equalisation	Cr1	0	Cr1	0	Cr1
Residential Care – rent provision	0	Cr272	Cr272	0	Cr272
	Cr1	Cr272	Cr273	0	Cr273
Total Social Services, Health and Housing	Cr1,809	Cr217	Cr2,026	0	Cr2,026

Revenue Reserves

Description	Reserve at 31st March 2012 £000	2012/13 Reserve Movements £000	Interim Balance at 31st March 2013 £000	Additional Requests £000	Final Balance at 31st March 2013 £000
ENVIRONMENT					
Transportation Planning Reserve	Cr20	0	Cr20	0	Cr20
Future Jobs Fund Reserve	Cr100	0	Cr100	0	Cr100
Local Development Plan	Cr273	Cr114	Cr387	0	Cr387
Regeneration Scheme Reserve	Cr35	0	Cr35	0	Cr35
Environment Equalisation Reserve	0	0	0	0	0
Planning Equalisation	0	Cr200	Cr200	0	Cr200
Parking Improvements	Cr87	30	Cr57	0	Cr57
Lighting Improvements	Cr109	109	0	0	0
Economic Development	0	0	0	0	0
Winter Maintenance Reserve	Cr222	0	Cr222	0	Cr222
Improvement & Relocation Reserves	Cr38	Cr67	Cr105	0	Cr105
Carbon Reduction - Equalisation Reserve	Cr50	Cr5	Cr55	0	Cr55
Building Maintenance Reserve	Cr325	137	Cr188	0	Cr188
Income Equalisation Reserve	0	0	0	0	0
European Fund	Cr54	Cr2	Cr56	0	Cr56
Workways Equalisation Reserve	0	Cr15	Cr15	0	Cr15
Grounds Maintenance Commuted Sums	Cr11	6	Cr5	0	Cr5
Environment Legacy Reserve (SWTRA)	Cr131	71	Cr60	0	Cr60
Phytophthora Reserve	0	Cr60	Cr60	0	Cr60
Civic Buildings Future Maintenance	Cr490	Cr80	Cr570	0	Cr570
	Cr1,945	Cr190	Cr2,135	0	Cr2,135
Operating Accounts					

Revenue Reserves

Description	Reserve at 31st March 2012 £000	2012/13 Reserve Movements £000	Interim Balance at 31st March 2013 £000	Additional Requests £000	Final Balance at 31st March 2013 £000
ENVIRONMENT					
* Operating Accounts -Vehicle Renewals	Cr1,455	Cr57	Cr1,512	99	Cr1,413
* Fleet Sentinel Maintenance Reserve	Cr100	0	Cr100	0	Cr100
Vehicle Tracking	Cr22	0	Cr22	4	Cr18
Operating Account -Equalisation	Cr448	0	Cr448	171	Cr277
	Cr2,025	Cr57	Cr2,082	274	Cr1,808
Total Environment	Cr3,970	Cr247	Cr4,217	274	Cr3,943

Revenue Reserves

Description	Reserve at 31st March 2012 £000	2012/13 Reserve Movements £000	Interim Balance at 31st March 2013 £000	Additional Requests £000	Final Balance at 31st March 2013 £000
FINANCE AND CORPORATE SERVICES					
Job Evaluation Reserve-New Pay and Grading	Cr1,693	235	Cr1,458	0	Cr1,458
Job Evaluation JE Employee Support	Cr80	71	Cr9	0	Cr9
Legal Equalisation Account	Cr382	70	Cr312	0	Cr312
F&CS I.T. Developments	Cr195	Cr192	Cr387	0	Cr387
Desktop Replacement Reserve	0	0	0	Cr400	Cr400
Development Fund for Modernisation	Cr77	Cr16	Cr93	0	Cr93
Equalisation Reserve	Cr98	26	Cr72	0	Cr72
IT Renewals Fund	Cr1,343	Cr62	Cr1,405	0	Cr1,405
Access to Services Strategy	Cr238	232	Cr6	0	Cr6
Community Council Grant Scheme	Cr130	130	0	0	0
Management of Change Reserve	Cr337	131	Cr206	135	Cr71
Grants to Voluntary Organisations	Cr40	0	Cr40	0	Cr40
Total Finance and Corporate Services	Cr4,613	625	Cr3,988	Cr265	Cr4,253

Revenue Reserves

Description	Reserve at 31st March 2012 £000	2012/13 Reserve Movements £000	Interim Balance at 31st March 2013 £000	Additional Requests £000	Final Balance at 31st March 2013 £000
CHIEF EXECUTIVE'S					
Elections Equalisation Fund	Cr246	176	Cr70	0	Cr70
Health & Safety/Occupational Health	Cr109	63	Cr46	Cr32	Cr78
Local Service Board	Cr33	33	0	0	0
Community Engagement	Cr15	Cr5	Cr20	0	Cr20
Transformation , Management Capacity, Development	Cr244	Cr386	Cr630	0	Cr630
Youth Offending Team Equalisation Fund	Cr121	121	0	0	0
Building Capacity & Capability	Cr72	0	Cr72	0	Cr72
HR Equalisation	Cr16	16	0	0	0
Total Chief Executive's	Cr856	18	Cr838	Cr32	Cr870

Revenue Reserves

Description	Reserve at 31st March 2012 £000	2012/13 Reserve Movements £000	Interim Balance at 31st March 2013 £000	Additional Requests £000	Final Balance at 31st March 2013 £000
CORPORATE RESERVES					
Energy-Spend to Save	0	Cr60	Cr60	0	Cr60
Insurance-Risk Management Reserve	Cr82	72	Cr10	0	Cr10
Insurance-Claims Reserve	Cr12,864	3,160	Cr9,704	0	Cr9,704
Housing Warranties	Cr220	0	Cr220	0	Cr220
Fire Reserve	Cr157	21	Cr136	0	Cr136
Transformation Reserve	Cr345	345	0	0	0
Corporate I.T. Developments	Cr347	347	0	0	0
Welfare Reform Reserve	0	0	0	Cr130	Cr130
Waste Reserve	Cr3,455	126	Cr3,329	0	Cr3,329
LAWDC Contingency Reserve	Cr1,410	330	Cr1,080	0	Cr1,080
Treasury Management Equalisation Reserve	Cr634	Cr661	Cr1,295	0	Cr1,295
Accommodation Strategy	Cr3,031	Cr1,801	Cr4,832	0	Cr4,832
Housing - Post Transfer Reserve	Cr116	0	Cr116	8	Cr108
Total Corporate Reserves	Cr22,661	1,879	Cr20,782	Cr122	Cr20,904
TOTAL ALL REVENUE RESERVES	Cr40,458	2,000	Cr 38,458	Cr261	Cr 38,719

Revenue Reserves

Description	Reserve at 31st March 2012	2012/13 Reserve Movements	Interim Balance at 31st March 2013	Additional adjustment	Final Balance at 31st March 2013
	£000	£000	£000	£000	£000
General Reserve Balance					
	Cr3,163	Cr3,035	Cr6,198	265	Cr5,933
Housing Revenue Account Balance					
	Cr13,354	5,500	Cr7,854	Cr645	Cr8,499

Revenue Reserves

General Reserve Statement

	Revised 2012/13 £000	Actual 2012/13 £000	Difference 2012/13 £000
Opening Balance 1 April	Cr 3,163	Cr 3,163	Ov 0
Council Tax increased income	Cr 1,550	Cr 1,980	Un 430
Capital Financing Costs-Accommodation	400	400	Ov 0
Doubtful Debt Provision	160	149	Un 11
Economic Development Fund	200	200	Ov 0
Community councils	0	19	Ov 19
HRA Balances	Cr 5,500	Cr 5,500	Ov 0
Job Evaluation/Legal/Settlements	50	0	Un 50
Increased Pension fund contributions	138	0	Un 138
Children's services – investment to reduce costs	3,416	3,416	Ov 0
Elderly – residential	489	489	Ov 0
Social Services – other service pressures	473	473	Ov 0
Consultancy costs – transport review	382	382	Ov 0
School funding formula	553	531	Un 22
Miscellaneous	0	230	Ov 230
Transfer from specific reserves	Cr 1,984	Cr 1,984	Ov 0
Contribution to revenue	1,736	0	Un 1,736
Revenue pressures net of capital financing	Cr 129	1,510	Ov 1,639
Net under spends (par 2.1)	0	Cr 1,366	Un 1,366
Closing Balance before additional transfers	Cr 4,329	Cr 6,194	Un 1,865
Additional Reserve requests re under spends (par 3.2)	0	261	Ov 261
Closing Balance after additional transfers	Cr 4,329	Cr 5,933	Un 1,604

Item 2

CAPITAL PROGRAMME OUTTURN 2012/13

1. Purpose of Report

- 1.1 This report sets out the financial outturn position for the Capital Programme for 2012/13

2. Budget Outturn

- 2.1 For 2012/13 the approved revised Capital Programme totalled £72.629m. The actual spend during the year totalled £78.182m, the main reason for the difference being re-profiled expenditure on the Harbour Way PDR2 project. This increase was fully funded by external grant. Details of expenditure on the major projects can be found in Appendix 1.
- 2.2 This expenditure represents significant investment within the County Borough which has led to community and service improvements, the following bullet points note some of the significant achievements during the year:
- Completion of the new teaching block at Dwr-y-Felin Comprehensive School and the successful migration of Year 7 and 8 pupils on to the new single site campus.
 - Significant ongoing investment in the new Harbour Way road infrastructure project between Margam and Port Talbot.
 - Continued investment in replacement of the Authority's street lighting infrastructure.
 - Completion of the first and second phases of the Regeneration of Pontardawe Town Centre with a further phase to follow.
 - Ongoing regeneration of Neath and Port Talbot Public Realm Works as well as the commencement of construction of the new Innovation Centre in Croeserw.
 - Completion of the new Park House Children's Respite Centre in Port Talbot.

3. 2013/14 Capital Programme

- 3.1 Work is ongoing to deliver the 2013/14 Capital Programme totalling £47m which was approved by Members as part of the Council's budget setting process in February 2013. This Programme will be continually updated and revised as changes to profiles and funding are identified. Updated information will be reported to Members as part of the 2013/14 budget monitoring cycle.

4. Recommendation

It is recommended that the 2012/13 Capital Programme outturn position be noted.

Reason for Proposed Decision

To agree the capital outturn position for 2012/13

List of Background Papers

Capital Programme Working Files

Appendices

Appendix 1 – Details of 2012/13 Capital Expenditure

Wards Affected

All

Officer Contact

For further information on this report item please contact:

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COMPLIANCE STATEMENT

CAPITAL OUTTURN 2012/13

Implementation of Decision

The decision is proposed for implementation immediately after consultation with the relevant Scrutiny Committee and determination by Council.

Sustainability Appraisal

Community Plan Impacts

Economic Prosperity	-	Positive
Education & Lifelong Learning	-	Positive
Better Health & Well Being	-	Positive
Environment & Transport	-	Positive
Crime & Disorder	-	Positive

Other Impacts

Welsh Language	-	Neutral
Sustainable Development	-	Positive
Equalities	-	Neutral
Social Inclusion	-	Neutral

Consultation

This item has been included in the Forward Work Programme.

Details of 2012/13 Capital Expenditure

<u>Project Description</u>	Original Budget 2012/13	Approved Revised Budget 2012/13	Actual Spend 2012/13
	£'000	£'000	£'000
Harbour Way	23,117	32,100	39,217
SSIP - Ysgol Newydd Sandfields	7,180	3,200	3,467
Dwr Y Felin Comp Single Site Amalgamation	2,620	2,937	3,337
Respite Centre - Adult	3,541	400	280
Disabled Facilities Grants	2,990	3,129	2,797
Street Lighting	4,000	2,400	2,364
Vehicle Replacement Programme	500	500	956
Physical Regeneration	7,750	6,469	5,322
Housing Renewal Areas	1,000	1,138	1,138
Health & Safety	900	900	910
Regeneration Including Studies	250	1,412	1,199
Highways Improvement Grant	2,000	2,180	2,283
Cycling Centre Of Excellence	371	371	695
Neighbourhood Management Improvements - Highways	200	368	255
Salt Barn and associated infrastructure/car park improvements at the Quays	700	850	1,049
Transport Grant improvements		2,684	2,999
Margam Crematorium		1,100	991
Gwyn Hall		800	957
Ty Maes Marchog		624	523
Equipment Financing		500	662
Margam Park Citrus House		420	166
Contingency	400	366	
Remaining Capital Programme	3,832	7,781	6,616
	61,351	72,629	78,182

Breakdown Of Remaining Schemes By Directorate	£'000	£'000	£'000
Education Leisure & Lifelong Learning	1,872	2,728	2,341
Environment	1,649	3,444	3,267
Finance and Chief Executive	71	993	311
Social Services Health and Housing	240	616	697
	3,832	7,781	6,616