

<b>Report To:</b>	<b>CABINET</b>
<b>Date:</b>	<b>17 FEBRUARY 2025</b>
<b>Heading:</b>	<b>2024/25 FORECAST OUTTURN FOR GENERAL FUND, HOUSING REVENUE ACCOUNT (HRA) AND CAPITAL PROGRAMME AS AT DECEMBER 2024</b>
<b>Executive Lead Member:</b>	<b>EXECUTIVE LEAD MEMBER FOR FINANCE, REVENUES AND BENEFITS – CLLR RACHEL MADDEN</b>
<b>Ward/s:</b>	<b>ALL</b>
<b>Key Decision:</b>	<b>YES</b>
<b>Subject to Call-In:</b>	<b>YES</b>

## **Purpose of Report**

To summarise the Council's forecast financial outturn position to 31 March 2025 compared to the latest approved budgets for the General Fund, Housing Revenue Account (HRA) and the Capital Programme. The forecast financial outturn is based on the actual financial activity to 31 December 2024 and forecast costs and income from 1 January 2025 to 31 March 2025.

## **Recommendation(s)**

Cabinet is requested:

- (1) To note the current forecast outturn for the General Fund, Housing Revenue Account (HRA) and Capital Programme for 2024/25.
- (2) To recommend to Council the amendments and the addition of new schemes to the Capital Programme 2024/25 to 2028/29 and the funding of the Capital Programme as set out in Section 6 and Appendix 3 of the report.
- (3) To note the monitoring of Prudential and Treasury Management indicators for 2024/25 detailed in Appendix 4.

## **Reasons for Recommendation(s)**

In accordance with the Council's Financial Regulations to report to those charged with Governance the financial position.

## **Alternative Options Considered**

The financial position has to be reported to those charged with governance. Therefore, there are no other options.

## **Detailed Information**

### **Budget Monitoring April 2024 to December 2024 (General Fund and HRA)**

#### **1. Summary Budget for General Fund**

- 1.1 Table 1 below sets out the 2024/25 net revenue forecast outturn position based on actual income and expenditure to December 2024 and forecast income and expenditure from January 2025 to March 2025, compared to the current revised budget (based on the original budget approved by Council on 4<sup>th</sup> March 2024 and Council approved budget adjustments to 31st December 2024).
- 1.2 The current General Fund forecast is a £417k underspend compared to the revised budget; a decrease of £107k from the underspend of £524k reported for July. However:-
  - 1.3 Service budgets are forecasting an overspend that is masked by higher than forecast interest receipts, due to ongoing high interest rates. The continuity of those rates is outside the Council's control.
  - 1.4 There is a forecast net drawing of £1.8m on earmarked reserves (£4.3m drawn out compared with £2.5m contributed) as per appendix 2. At face value this is unsustainable in the long run. However, £1.8m of the drawings is to fund Direct Revenue Financing (DRF) of items of a capital nature, as distinct from funding everyday spending. Setting aside DRF, the net contribution to/from reserves is broadly in balance.

**Table 1 - Net General Fund Revenue Forecast to 31 March 2025 by Directorate**

<b>General Fund</b>	<b>Revised Budget</b>	<b>Forecast</b>	<b>Current Forecast Variance</b>	<b>Previous Forecast Variance</b>	<b>Change</b>
	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>
<b>Directorate</b>					
Chief Executive Officer	770	774	4	0	4
Governance	2,710	2,768	58	(7)	65
Transformation	1,052	1,501	449	90	359
Place	4,716	4,820	104	(10)	114
Operations	7,664	7,746	82	29	53
<b>Total Net Directorate Expenditure</b>	<b>16,912</b>	<b>17,609</b>	<b>697</b>	<b>102</b>	<b>595</b>
Net Recharges	(3,486)	(3,486)	0	0	0
Capital Financing	3,553	3,570	17	(566)	583
Net Interest Payable /(Receivable)	(135)	(1,765)	(1,630)	64	(1,694)
<b>Net Revenue Expenditure</b>	<b>16,844</b>	<b>15,928</b>	<b>(916)</b>	<b>(400)</b>	<b>(516)</b>
<b>Funding</b>	<b>(17,570)</b>	<b>(17,570)</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Net Revenue Expenditure before transfer to(from) earmarked reserve</b>	<b>(726)</b>	<b>(1,642)</b>	<b>(916)</b>	<b>(400)</b>	<b>(516)</b>
Transfer to/(from) earmarked reserve	726	1,225	499	(124)	623
<b>Net Revenue Expenditure after transfer to(from) earmarked reserve</b>	<b>0</b>	<b>(417)</b>	<b>(417)</b>	<b>(524)</b>	<b>107</b>

- 1.5 Appendix 1 provides details of the variances for each Directorate, Corporate Costs and Funding.
- 1.6 Appendix 2 provides details of the approved and forecast earmarked reserves movements as at 31 December 2024.
- 1.7 The projected overspend in the Governance Directorate has increased to £58k in December. This is mainly due to the additional costs associated with postage and stationery.
- 1.8 The projected overspend in the Transformation Directorate arises mainly due to the following, Council Tax and the reduction in government grants, as well as other income reductions totalling £185k. £42k also relates to increases in repairs and loss of income from Brook Street offices. There has also been additional costs within the Digital services area of around £113k. Agency costs within the Policy & Performance area £45k of which has been utilised to help Council meet its Corporate Plan objectives.
- 1.9 The projected underspend reported for July in the Place Directorate of £10k has become a £104k overspend. The projected increase in costs of £114k is mainly due to £75k for the Local Plan examination, as well as several small increases across the Directorate.

- 1.10 The projected overspend in the Operations Directorate reported in July of £29k has increased by £53k to £82k. This is mainly due to the increased use of agency staff within the Directorate.
- 1.11 The variances in Capital Financing Costs and Net Interest represents an overspend of £201k. However it must be noted that direct financing of £1.184k has been utilised, removing the need to borrow which is a positive decision.

## 2. General Fund Savings/Efficiencies Monitoring 2024/25

- 2.1 The 2024/25 budget included the proposed savings and efficiencies as detailed in Table 2 below. The forecast achievement of these savings is identified, on the following basis:
- saving has been achieved (green),
  - saving forecast to be achieved but actions are still required to secure the saving (amber),
  - saving will not be achieved (red).

**Table 2 - General Fund Savings/Efficiencies Monitoring 2024/25**

<b>Saving / Efficiency</b>	<b>Detail</b>	<b>Budgeted Saving</b>	<b>Forecast Achieved Saving</b>	<b>Forecast Saving Shortfall</b>
		<b>£'000</b>	<b>£'000</b>	<b>£'000</b>
Council wide Base Budget Review	Line by line review of all service budgets to realign to service budget requirements	486	486	0
Regeneration	Savings generated from the review of the Service during 2024/25	1	1	0
Revenues & Benefits	Renegotiated contract with Civica for the Revenues and Benefits system	82	82	0
	<b>Total</b>	<b>569</b>	<b>569</b>	<b>0</b>

- 2.2 The position outlined above shows all of the £569k savings are forecast to be achieved.

## 3. General Fund Budget Adjustments and Reserve Movements

- 3.1 There are no General Fund budget adjustments to report.
- 3.2 The reserve movements for approval are within appendix 2 as shown below.

#### 4. Summary for Housing Revenue Account (HRA)

4.1 Table 3 below sets out the 2024/25 HRA forecast outturn position based on actual income and expenditure to 31 December 2024 and forecast income and expenditure from January 2025 to March 2025, compared to the revised budget.

4.2 Details of any significant variances incorporated within the forecast Outturn are detailed in the commentaries below the table.

**Table 3 – Housing Revenue Account Forecast to 31 March 2025**

Description	2024/25 Revised Budget £'000	2024/25 Forecast Outturn £'000	Current Forecast Variance £'000	Previous Forecast Variance £'000	Change £'000
<b>Income</b>					
Rents, Charges and Contributions	(30,581)	(30,679)	(98)	(100)	2
Interest and investment income	(700)	(2,000)	(1,300)	(1,000)	(300)
<b>Total Income</b>	<b>(31,281)</b>	<b>(32,679)</b>	<b>(1,398)</b>	<b>(1,100)</b>	<b>(298)</b>
<b>Expenditure</b>					
Repairs and Maintenance	9,412	9,417	5	0	5
Supervision and Management	5,517	5,521	4	19	(15)
Interest payable and similar charges	3,548	3,548	0	0	0
Rents, Rates, Taxes and other charges	176	181	5	0	5
Depreciation and impairments of fixed assets	4,692	4,692	0	0	0
Debt Management Costs	44	44	0	0	0
Contribution to the Bad Debt Provision	200	200	0	0	0
Transfer to Major Repairs Reserve	8,722	0	(8,722)	(4,557)	(4,165)
Capital expenditure funded by the HRA	4,736	4,055	(681)	(146)	(535)
<b>Total Expenditure</b>	<b>37,047</b>	<b>27,658</b>	<b>(9,389)</b>	<b>(4,684)</b>	<b>(4,705)</b>
<b>Net Cost of HRA Services</b>	<b>5,766</b>	<b>(5,021)</b>	<b>(10,787)</b>	<b>(5,784)</b>	<b>(5,003)</b>

#### 4.3 Rent, Charges, and Contributions

Increased rental income expected due to higher average property numbers than estimated through the financial year.

#### 4.4 Interest and Investment Income

Interest rates have remained high in the banking sector throughout 2024 producing a high interest return on the HRA balances. Currently forecasting an increase of £1.3m.

#### 4.5 Transfer to the Major Repairs Reserve (MRR)

The current forecast outturn shows the reduced level of financing required from the HRA for the major repair element of the Capital Programme for 2024/25 due to delayed works on Capital Programme schemes due to the onboarding of a new major repairs contractor. As

such it is current practice to allow the underspend to go against the HRA General Reserve balance as shown within Appendix 2.

#### 4.6 Capital Expenditure Funded by the HRA

Capital expenditure internally funded by the HRA is forecast lower than budget due to the changes made by Central Government to the maximum permitted contribution from Right To Buy receipts from 50% to 100% (2024/25 and 2025/26 only) towards replacement affordable housing.

### **5. HRA Savings/Efficiencies 2024/25**

5.1 The 2024/25 HRA budget included no proposed savings and efficiencies.

### **6. Capital Programme 2024/25 to 2028/29**

6.1 The proposed Capital Programme and funding is summarised in Table 4 below. Appendix 3 shows a detailed breakdown of all the schemes below.

6.2 The three areas of the Capital Programme (Area Schemes, General Fund and HRA) are discussed in more detail below.

**Table 4 – Capital Programme (2024/25 to 2028/29)**

	2024/25 £'000	2025/26 £'000	2026/27 £'000	2027/28 £'000	2028/29 £'000	Total £'000
<b>Capital Expenditure</b>						
Area Schemes	598	994	0	0	0	1,592
General Fund	36,858	71,464	5,860	6,110	1,110	121,402
Housing Revenue Account	11,641	43,012	19,742	18,280	17,329	110,004
<b>Grand Total</b>	<b>49,097</b>	<b>115,470</b>	<b>25,602</b>	<b>24,390</b>	<b>18,439</b>	<b>232,998</b>
<b>Capital Financing</b>						
Developers Contributions - Area Schemes	1,156	352	0	0	0	1,508
Reserves	0	7	0	0	0	7
Capital Receipts	4	0	0	0	0	4
Other Capital Grants and Contributions - Area Schemes	73	0	0	0	0	73
<b>Sub Total - Area Schemes</b>	<b>1,233</b>	<b>359</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>1,592</b>
Prudential Borrowing - General Fund	15,645	31,567	4,750	5,000	0	56,962
Direct Revenue Financing - General Fund	1,814	484	0	0	0	2,298
Developers Contributions - General Fund	662	112	0	0	0	774
Capital Receipts	1,230	22	0	0	0	1,252
Other Capital Grants and Contributions - General Fund	17,507	39,278	1,110	1,110	1,110	60,115
<b>Sub Total - General Fund</b>	<b>36,858</b>	<b>71,463</b>	<b>5,860</b>	<b>6,110</b>	<b>1,110</b>	<b>121,401</b>
Funded from HRA Reserves	3,956	39,967	18,468	17,006	16,055	95,452
Homes England	3,001	1,377	0	0	0	4,378
Social Housing Decarbonisation Fund 2	961	0	0	0	0	961
Economic Dev - Kingsway Car park	10	0	0	0	0	10
S106 Fairhaven	387	0	0	0	0	387
Local Authority Housing Fund - second funding round	293	0	0	0	0	293
Nottingham City Council Retrofit	514	0	0	0	0	514
Future 1-4-1 Capital Receipts Funding Recently Built and New Schemes	1,501	788	394	394	394	3,471
Non 1-4-1 Capital Receipts	1,018	880	880	880	880	4,538
<b>Sub Total - HRA</b>	<b>11,641</b>	<b>43,012</b>	<b>19,742</b>	<b>18,280</b>	<b>17,329</b>	<b>110,004</b>
<b>Grand Total</b>	<b>49,732</b>	<b>114,834</b>	<b>25,602</b>	<b>24,390</b>	<b>18,439</b>	<b>232,997</b>

## Area Capital Programme

6.3 These consist of mainly self-financed schemes that enhance the local environment. Developers' contributions (known as Section 106 funding) make up the largest funding source. Additional grant funding is sought wherever possible to maximise the benefit to local communities. Area schemes are included in Table 5.

**Table 5 – Area Schemes (2024/25 to 2028/29)**

	2024/25 £'000	2025/26 £'000	2026/27 £'000	2027/28 £'000	2028/29 £'000	Total £'000
<b>Area</b>						
Hucknall Area	158	16	0	0	0	174
Kirkby Area	85	176	0	0	0	261
Sutton Area	59	328	0	0	0	387
Rural	60	0	0	0	0	60
<b>Total</b>	<b>362</b>	<b>520</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>882</b>
<b>Funded by</b>						
Capital Receipts	4	0	0	0	0	4
Lawn Tennis Association	63	0	0	0	0	63
Nottinghamshire County Council (NCC)	10	0	0	0	0	10
Reserves	0	7	0	0	0	7
Section 106	1,156	352	0	0	0	1,508
<b>Total</b>	<b>1,233</b>	<b>359</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>1,592</b>

6.4 Table 6 below shows where changes to capital schemes by Area are proposed due to project delays (slippage) or changes in project spend.

**Table 6 – Area Schemes (changes in proposed expenditure)**

	2024/25 £'000	2025/26 £'000	2026/27 £'000	2027/28 £'000	2028/29 £'000	Total £'000
<b>Approved Area Schemes</b>	<b>1,233</b>	<b>359</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>1,592</b>
Changes to Sutton Area Schemes	-156	156	0	0	0	0
Changes to Kirkby Area Schemes	-5	5	0	0	0	0
Changes to Skegby Area Schemes	-474	474	0	0	0	0
<b>Proposed Area Schemes to be Approved</b>	<b>598</b>	<b>994</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>1,592</b>





**Table 10 – General Fund Projects (changes in budget – by scheme)**

	2024/25 £'000	2025/26 £'000	2026/27 £'000	2027/28 £'000	2028/29 £'000	Total £'000
<b>Changes to Current Projects</b>						
LUF Hucknall Programme	-9,281	9,281	0	0	0	0
Hucknall Car Park - Titchfield Street	-115	115	0	0	0	0
Desktop Refresh	-47	47	0	0	0	0
Hucknall Leisure Centre - New Pool	-110	110	0	0	0	0
Depot Roof	-7,146	7,146	0	0	0	0
Purchase of Vehicles	-736	736	0	0	0	0
<b>Towns Fund</b>						
Ashfield Construction Centre	-357	357	0	0	0	0
Automated Distribution and Manufacturing Centre	-10,624	10,624	0	0	0	0
Cycling and Walking Routes	-731	731	0	0	0	0
Green Ashfield	-558	558	0	0	0	0
North Kirkby Gateway	-3,966	3,966	0	0	0	0
<b>Grand Total</b>	<b>-33,670</b>	<b>33,670</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

6.7 Table 10 above shows the proposed changes to budget on a scheme by scheme basis.

Key changes to Existing General Fund Projects.

- **LUF Hucknall Programme** – Funding at risk of being withdrawn – currently in consultation with MHCLG. Outcome should be in Jan /Feb 2025. Slipped funding into 25/26
- **Depot Roof** – Project currently in procurement stage appointing a contractor February 2025. Majority of costs now slipped into 25/26.
- **Purchase of Vehicles** – Vehicle purchases expected to occur in 2024/25 are now expected to be delayed until 2025/26.
- **Towns Fund** – The Capital Programme has now been updated. This will now result in 24/25 forecast slipping into 25/26 due to project delays.
- **Automated Distribution and Manufacturing Centre** - Site acquisition has delayed main contract proceeding. This scheme is now not expected to be completed until 2025/26.
- **Cycling and Walking Routes** – Funds will be committed Jan/Feb 2025. Drawdown from the contractor will occur over financial years 24/25 & 25/26.
- **Green Ashfield** – Project in Phase 1 delivery with likely year end spend of £602k subject to confirmation. Phase 2 currently being costed with some delivery potentially in Q4 24-25 but more likely now throughout 25-26.
- **North Kirkby Gateway** –Total spend includes design, survey fees and acquisition of site. Early construction not expected to start until 25/26.

The actual allocation for each project is shown at Appendix 3.



## 6.10 Housing Revenue Account (HRA) Capital Programme

Key changes to existing schemes are as follows:

- **Decent Homes Schemes** – There have been changes to the profiling and mix of these schemes, slippage has been reviewed in 23/24 and moved to 25/26 to aid future planning.
- **Community Centres new housing scheme** – Allocation added to the Capital Programme and profiled accordingly over 23/24 and 24/25.
- **Central Avenue new housing scheme** – Allocation added to the Capital Programme and profiled accordingly over 23/24 and 24/25.
- **Retrofit Infill Properties** – This scheme is dependent on the Council receiving the Retrofit grant to make improvements to Infill Properties.
- **Northern View, Sutton in Ashfield** – Removed from the Capital Programme.

Full details of the HRA Capital Programme are shown in Appendix 3.

**Table 14 – Housing Revenue Account (changes to budget)**

<b>HRA Scheme Changes and HRA Funding</b>						
	<b>2024/25</b>	<b>2025/26</b>	<b>2026/27</b>	<b>2027/28</b>	<b>2028/29</b>	<b>Total</b>
	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>
<b>Expenditure Approved</b>	<b>23,781</b>	<b>30,872</b>	<b>19,742</b>	<b>18,280</b>	<b>17,329</b>	<b>110,004</b>
<b>Changes to Current Projects</b>						
Decent Home Schemes	-6,068	6,068				
<b>Sub Total</b>	<b>-6,068</b>	<b>6,068</b>		<b>0</b>	<b>0</b>	<b>0</b>
<b>Other Housing Revenue Account Schemes</b>						
Community Centres New Housing Scheme	-250	250	0	0	0	0
Housing Vehicles	-427	427	0	0	0	0
Fairhaven Development	-5395	5,395				
<b>Sub Total</b>	<b>-6,072</b>	<b>6,072</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Grand Total</b>	<b>11,641</b>	<b>43,012</b>	<b>19,742</b>	<b>18,280</b>	<b>17,329</b>	<b>110,004</b>
<b>Capital Funding</b>						
Funded from HRA Reserves	3,956	39,967	18,468	17,006	16,055	95,452
Homes England	3,001	1,377	0	0	0	4,378
Social Housing Decarbonisation Fund 2	961	0	0	0	0	961
Economic Dev - Kingsway Car park	10	0	0	0	0	10
S106 Fairhaven	387	0	0	0	0	387
Local Authority Housing Fund - second funding round	293	0	0	0	0	293
Nottingham City Council Retrofit	514	0	0	0	0	514
Future 1-4-1 Capital Receipts						
Funding Recently Built and New Schemes	1,501	788	394	394	394	3,471
Non 1-4-1 Capital Receipts	1,018	880	880	880	880	4,538
<b>Total Capital Funding</b>	<b>11,641</b>	<b>43,012</b>	<b>19,742</b>	<b>18,280</b>	<b>17,329</b>	<b>110,004</b>

## 7. Prudential and Treasury Management Indicators

7.1 The 2021 Prudential Code and Treasury Management Code introduced a new requirement that monitoring of the treasury management indicators should be reported quarterly (along with the other prudential indicators) as part of the Authority's general revenue and capital monitoring. To comply with this, the Prudential and Treasury Management Indicators are included in this report.

7.2 Detailed information on the indicators including original and revised indicators for 2024/25 is shown at Appendix 4.

### Implications

#### **Corporate Plan:**

The Revenue and Capital Budgets and Outturn position reflect delivery of the priorities in the Corporate Plan.

#### **Legal:**

This report ensures compliance with the Council's approved Financial Regulations. [RLD 01/02/2025]

**Finance:** [PH 30/01/2025].

<b>Budget Area</b>	<b>Implication</b>
General Fund – Revenue Budget	As set out in the body of this report and the appendices.
General Fund – Capital Programme	As set out in the body of this report and the appendices.
Housing Revenue Account – Revenue Budget	As set out in the body of this report and the appendices.
Housing Revenue Account – Capital Programme	As set out in the body of this report and the appendices.

#### **Risk:**

<b>Risk</b>	<b>Mitigation</b>
Failure to spend within approved budgets could impact the financial sustainability of the Council.	Regular financial monitoring reports to SLT and Cabinet. Financial Regulations. Finance training for Budget Managers and Budget Holders

#### **Human Resources:**

No HR implications [KB 30.01.2025]

#### **Environmental/Sustainability**

No implications

## **Equalities:**

No implications

## **Background Papers**

Annual Budget and Council Tax 2024/25 and Medium-Term Financial Strategy Update to Council  
4<sup>th</sup> March 2024;

2024/25 Forecast Outturn for General Fund, Housing Revenue Account (HRA) and Capital  
Programme as at July 2024

## **Report Author and Contact Officer**

**Andrew Page**

**Assistant Director Finance**

**Email: [Andrew.page@ashfield.gov.uk](mailto:Andrew.page@ashfield.gov.uk)**

**Tel: 01623 457503**

## **Sponsoring Director**

**Craig Bonar**

**Executive Director - Transformation**

**Email: [Craig.Bonar@ashfield.gov.uk](mailto:Craig.Bonar@ashfield.gov.uk)**

**Tel: 01623 457203**

Directorate: Chief Executive's Department

Forecast as at: 31/12/2024

Service Area	Forecast Underspend OR Income over-recovery (-) £'000	Forecast Overspend OR Income under-recovery (+) £'000	Key reasons for forecast variance
CEO		4	Superannuation Back funding is £3k over budget, £1k Civic Regalia Car Hire
Total	0	4	
Net Forecast Under/Overspend	4		

Directorate:

Governance

Forecast as at:

31/12/2024

Service Area	Forecast Underspend OR Income over-recovery (-) £'000	Forecast Overspend OR Income under-recovery (+) £'000	Key reasons for forecast variance
Registration of Electors (3004): Postage Stationery  Legal Services ADC Projects (3014)		31 12  15	Increase in line with actual expenditure to December 2024 Increase in line with actual expenditure to December 2024  Project to register all ADC land not yet registered with Land Registry, commenced October 23. £71,159 agreed budget, funded from Economic Development & Place Reserve (fully drawn down in 23/24). Spent £42,626.51 in 23/24, expecting ~£15k in 24/25, remainder £13,532 will be spent in 25/26.
Total	0	58	
Net Forecast - Under/+Overspend	58		



Directorate:

Transformation

Forecast as at:

31/12/2024

Service Area	Forecast Underspend OR Income over-recovery (-) £'000	Forecast Overspend OR Income under-recovery (+) £'000	Key reasons for forecast variance
Director		9	Vacancy Factor plus Honoraria
Financial Services		7	Increase in Subscription Costs and Audit Fees
Procurement		3	Social Portal - ODR, Honoraria
Property - Commercial		42	Various, increase in repairs and loss of income mainly Brook Street void
Customer Experience - Publicity		45	Increase in agency cost £30 & printing costs £15
Digital Services			
Application Software		71	Increase In Application Software Costs
ICT		42	Increase in Licensing Costs
Policy & Performance		45	Agency Costs
Revenues & Benefits			
Council Tax		90	Net result to recoding of a Government Grant of which has now been rolled up into the Revenue Support grant
NNDR		13	Amount of costs invoiced for collection has decreased against the budget
Rent Allowances		82	Amount of costs invoiced for collection has decreased against the budget
Total	0	449	
Net Forecast Under/Overspend	449		

Directorate:

Place

Forecast as at:

31/12/2024

Service Area	Forecast Underspend OR Income over-recovery (-) £'000	Forecast Overspend OR Income under-recovery (+) £'000	Key reasons for forecast variance
Land Charges General (4006): Fee income		20	Service in decline, as LLC1 service being taken over by Land Registry
External Contractors	-5		Reduced costs, as LLC1 service being taken over by Land Registry
Planning Policy (4008):		75	Local Plan Examination
Hackney Carriage Vehicles (4009)		5	Increased costs of vehicle plates and brackets
Private Hire Vehicles (4010)		4	Increased costs of vehicle plates and brackets
Dog Breeding (4018)		1	Vet fees
Trading Consents (4022)		5	Reduced income. Lost several street traders as locations not good
Gambling Act 2005 (4023)	-3		Increased fee income due to increased number of applications
Afghan Resettlement Scheme (4045)	-101	101	Grant income and associated expenditure not originally budgeted, though they net to zero
Private Sector Housing (4050)			

Reimbursements (income)	-89		Stock modelling survey - we're the lead for Notts County, being delivered by Derby City Council - we're receiving all contributions then passing on funds to Derby. One off project in 24/25
Govt Grants	-130		£130k grant for Healthy Homes programme - one off grant, to be spent in full during the year
External contractors		88	Stock modelling survey - we're the lead for Notts County, being delivered by Derby City Council - we're receiving all contributions then passing on funds to Derby. One off project in 24/25
Town Centres (4063)		3	Discover Ashfield
UKSPF Management Fee (4074)		80	Management fee
Health & Wellbeing (4075)	-12		Ridewise Project contribution
Leisure Centres (4080)		41	FMG consultants, Management Fee for Jamie Brough
General Teversal Grange (4121)		5	Zero budget originally
Domestic Violence Prevention (4104)			
Govt Grants	-35		Unexpected grant
External Contractors		16	Domestic Homicide Review
CP EH Admin Support (4111)		35	Agency staff while team restructure review is underway
Total	-375	479	
Net Forecast Under/Overspend	104		

Directorate:

Operations

Forecast as at:

31/12/2024

Service Area	Forecast Underspend OR Income over-recovery (-) £'000	Forecast Overspend OR Income under-recovery (+) £'000	Key reasons for forecast variance
Operations Director	-5		Vacancy saving.
Garage Workshop	-54		Vacancy saving.
	-2		Sale of Vehicles under £10k
Waste Services	-68		Fuel Costs - current fuel prices less than budget figure.
	-40	145	Garden Waste Increase in customers.
			Agency costs covering additional works, sickness and vacancy factor. Reconfiguration of waste rounds now in progress to increase efficiency and reduce the additional cost pressures.
		62	Vehicle Maintenance and Additional vehicle hire.
		25	Increase in Trade Refuse disposal costs.
		22	Additional new bin purchases required plus bins for additional Garden Waste customers.
Neighbourhood Services	-18		Increased Developer contributions, new developments added in year 2024/25.
	-27		Fuel Costs - current fuel prices less than budget figure.
		50	Cemeteries - reduced income compared to budget to date.
		54	Overall staffing position combining - Establishment changes, agency, overtime, vacancy factor.
	-28		Increase in Grass Cutting contract income.
Asset Management	-42		Vacancy Savings.
Car Parks		8	Maintenance and additional business rate.
Total	-284	366	
Net Under/Overspend	82		

## Corporate Costs

## Corporate Costs

Forecast as at:

31/12/2024

Service Area	Forecast Underspend OR Income over-recovery (-) £'000	Forecast Overspend OR Income under-recovery (+) £'000	Key reasons for forecast variance
Loan Interest Payable		550	Actual finance costs higher than originally budgeted for
Minimum Revenue Provision	-533		As borrowing is not required, MRP is reduced. It has also reduced due to switch funding and programme slippage
Direct Revenue Financing		1,814	£800k Maun Valley, £509k Hucknall Leisure Centre (PSDS3), £500k In District Regeneration, £5k Lindley's Windmill Roof
Net Interest Payable/Receivable	-1,630	0	Interest received/paid recalculated and extrapolated for full year. This will require review as the year progresses.
	-2,163	2,364	
Net Forecast Under/Overspend	201		

**Funding**

Forecast as at:

**31/12/2024**

<b>Service Area</b>	<b>Forecast Underspend OR Income over-recovery (-) £'000</b>	<b>Forecast Overspend OR Income under-recovery (+) £'000</b>	<b>Key reasons for forecast variance</b>
No forecast variances	0	0	
Net Forecast Under/Overspend	0		

**Statement of Movement on Reserves**

Service Earmarked Reserve	Opening Balance at 1st April 2024	Approved	Approved	Approved Balance as at 31 July 2024	Requiring Approval	Requiring Approval	Closing Balance as at 31 March 2025
	£	Contributions £	Withdrawals £	£	Contributions	Withdrawals	£
<b>Earmarked Reserves</b>							
Elections	(55,858)	(54,000)	0	(109,858)	0	0	(109,858)
Insurance Related Funds (Inc Risk Mngt)	(375,815)	(75,000)	0	(450,815)	0	0	(450,815)
Revenue Grant Reserve	(3,807,810)	0	0	(3,807,810)	0	0	(3,807,810)
District Planning Enquiry Fund	(120,140)	0	0	(120,140)	0	0	(120,140)
Asset Renewal	(600,060)	0	116,000	(484,060)	0	159,778	(324,282)
Leisure Maintenance Reserve	(1,900,519)	(494,000)	0	(2,394,519)	0	17,600	(2,376,919)
NNDR Equalisation Reserve	(5,982,109)	0	1,209,000	(4,773,109)	0	0	(4,773,109)
Supported Housing Trading Fund	(53,376)	0	0	(53,376)	0	0	(53,376)
Corporate Change Reserve	(838,551)	(150,000)	8,000	(980,551)	(750,000)	813,000	(917,551)
Commercial Property Investment Reserve	(4,400,000)	0	0	(4,400,000)	(1,000,000)	2,014,000	(3,386,000)
Economic Development and Place Reserve	(225,350)	0	0	(225,350)	0	12,900	(212,450)
Joint Crematorium Reserve	(642,139)	0	0	(642,139)	0	0	(642,139)
Selective Licencing	(138,044)	0	0	(138,044)	0	0	(138,044)
Licensing Reserve	(271,087)	0	0	(271,087)	0	0	(271,087)
Legal Reserve	(35,000)	(10,000)	0	(45,000)	0	0	(45,000)
Winter Maintenance Reserve	(20,000)	(5,000)	0	(25,000)	0	0	(25,000)
Commercial Property Dilapidations Reserve	(540,000)	(10,000)	0	(550,000)	0	0	(550,000)
IT Reserve	(25,000)	(10,000)	0	(35,000)	0	0	(35,000)
<b>Total Earmarked Reserves</b>	<b>(20,030,857)</b>	<b>(808,000)</b>	<b>1,333,000</b>	<b>(19,505,857)</b>	<b>(1,750,000)</b>	<b>3,017,278</b>	<b>(18,238,579)</b>
<b>General Reserve</b>	<b>-10,000,805</b>			<b>-10,000,805</b>	<b>0</b>	<b>0</b>	<b>-10,000,805</b>

## Statement of Movement on HRA Reserves

Service Earmarked Reserve	Opening Balance 1 April 2024	Approved		Balance as at 31 July 2024	Forecast as at 31 December 2024		Forecast Closing Balance as at 31 March 2025	Forecast Comments
		Contributions	Withdrawals		Contributions	Withdrawals		
HRA Revenue Grants Reserve	-53,424	0	10,000	-43,424	3,600	0	-47,024	£10k estimated for survey work, actual £6.4k
HRA Eco Funding Reserve	-243,430	0	130,000	-113,430	130,000	0	-243,430	Tied to capital major works that has been delayed
HRA Insurance Reserve	-156,905	-30,000	30,000	-156,905	0	0	-156,905	No Change
HRA Technology Investment	-25,566	0	25,566	0	0	0	0	No Change
HRA Welfare Reform Reserve	-90,399	0	50,000	-40,399	50,000	0	-90,399	Staff turnover reduced overall expenditure in year, reserve not required.
<b>Total HRA Earmarked Reserves</b>	<b>-569,724</b>	<b>-30,000</b>	<b>245,566</b>	<b>-354,158</b>	<b>183,600</b>	<b>0</b>	<b>-537,758</b>	
<b>HRA General Reserve</b>	<b>43,876,000</b>			<b>43,876,000</b>	<b>5,821,000</b>		<b>49,697,000</b>	Movement mainly due to unspent Major Repairs



## Appendix 3 – Capital Programme

Capital Schemes	Lead Officer	2024/25	2025/26	2026/27	2027/28	2028/29	Total	Loan	Section 106	Grant	Grant Funder	Capital Receipts	Reserves	Total
		£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000	e.g. Lottery	£'000	£'000	£'000
Ashfield Innovation and Technology PASK	John Bennett	4,500	0	0	0	0	4,500	4,500	0	0		0	0	4,500
Comm Facilities Investment - Selston Country PASK	John Bennett	3	0	0	0	0	3	3	0	0		0	0	3
Depot Roof	Charles Edwards	1,456	7,146	0	0	0	8,602	6,711	0	1,527		364	0	8,602
External health and safety works required for the Urban Road office	Charles Edwards	12	0	0	0	0	12	12	0	0		0	0	12
Firewalls	Craig Bonas	0	0	0	0	0	0	0	0	0		0	0	0
Flood Support Schemes	AD - Neighbourhoods	0	0	0	0	0	0	0	0	0		0	0	0
Green Space Improvements	John Bennett	6	0	0	0	0	6	0	6	0		0	0	6
Green Homes Grant (GF) (1)	Charles Edwards	0	0	0	0	0	0	0	0	0		0	0	0
Green Homes Grant (GF) (2)	Charles Edwards	37	0	0	0	0	37	0	0	37	Green Homes Grant	0	0	37
Hucknall Car Park - Titchfield Street	John Bennett	0	115	0	0	0	115	22	93	0		0	0	115
Hucknall Leisure Centre CAS PASK Extension	John Bennett	372	372	0	0	0	744	350	0	0		394	0	744
Hucknall Leisure Centre - Fixtures, Fittings and Equipment	John Bennett	296	0	0	0	0	296	296	0	0		0	0	296
Hucknall Leisure Centre - New Pool	John Bennett	152	110	0	0	0	262	262	0	0		0	0	262
Hucknall Leisure Centre (PSDS3)	John Bennett	874	0	0	0	0	874	365	0	0	PSDS3	0	509	874
In District Regeneration	John Bennett	3,000	0	0	0	0	3,000	2,500	0	0		0	500	3,000
Lammas Leisure Centre cASbon reduction	John Bennett	169	0	0	0	0	169	0	0	169	Sport England - Swimming Pool support fund	0	0	169
Idlewells Market Hall	John Bennett	9	0	0	0	0	9	9	0	0		0	0	9
Asbestos removal works	John Bennett	0	277	0	0	0	277	0	0	0		0	277	277
Refurbishment of market traders toilets	John Bennett	0	77	0	0	0	77	0	0	0		0	77	77
Replacement of flat roofs	John Bennett	0	130	0	0	0	130	0	0	0		0	130	130
Improvement Grants 1996 Act Disabled Facility Grant	Charles Edwards	1,000	1,575	1,110	1,110	1,110	5,905	0	0	5,905	BCF	0	0	5,905
IT Wiring Infrastructure	Craig Bonas	0	0	0	0	0	0	0	0	0		0	0	0
Kings Mill Reservoir (The King and Miller to Kingfisher)	John Bennett	103	0	0	0	0	103	18	0	85	NCC £67k, MDC £10k, Development (HLF) £0k, NCC ROW £3k & Donations £5k	0	0	103
Kirkby Leisure Centre	John Bennett	621	0	0	0	0	621	621	0	0	Sport England £0k	0	0	621
Lindley's Windmill Roof	John Bennett	5	0	0	0	0	5	0	0	0		0	5	5
Members' IT	Craig Bonas	0	37	0	0	0	37	37	0	0		0	0	37
New Servers	Craig Bonas	0	20	0	0	0	20	20	0	0		0	0	20
Desktop Refresh	Craig Bonas	0	87	0	0	0	87	87	0	0		0	0	87
Teams Room in the Chambers	Craig Bonas	0	50	0	0	0	50	0	0	0		0	0	50
Officers' IT for Agile Working (General Fund)	Craig Bonas	40	45	0	0	0	85	85	0	0		0	0	85
Public Space Protection Order and other UKSPF funded schemes	John Bennett	205	0	0	0	0	205	0	0	195	£25k Safer Streets, £165k UKSPF and £5k PCC	10	0	205
Purchase of Vehicles	Charles Edwards	824	5,236	4,750	5,000	0	15,810	15,810	0	0		0	0	15,810
Rapid Deployable CCTV Cameras and Installation	John Bennett	0	0	0	0	0	0	0	0	0	PCC	0	0	0
SAN HASdweAS	Craig Bonas	0	0	0	0	0	0	0	0	0		0	0	0
Safer Streets	John Bennett	0	0	0	0	0	0	0	0	0	Notts PCC	0	0	0
Safer Streets for Kirkby	John Bennett	0	0	0	0	0	0	0	0	0	Notts PCC	0	0	0
Discovery Centre and PlanetASium	John Bennett	1,425	0	0	0	0	1,425	0	0	1,425	DLUHC	0	0	1,425
Switch Network HASdwASe	Craig Bonas	0	0	0	0	0	0	0	0	0		0	0	0
Butlers Hill	John Bennett	20	0	0	0	0	20	0	0	0		20	0	20
Maun Valley	John Bennett	800	0	0	0	0	800	0	0	0		0	800	800

<b>Towns Fund Projects</b>	John Bennett	0	0	0	0	0	0	19,454	580	43,041	DLUHC £40.674k, LTA £108k, HLF £45k, Football Foundation £1,950k and ATTFE Sutton Academy Trust £264k	0	1	63,076
Ashfield Civil Engineering Centre	John Bennett	1,832	0	0	0	0	1,832	0	0	0				0
Ashfield Construction Centre	John Bennett	3,057	1,713	0	0	0	4,770	0	0	0				0
Automated Distribution and Manufacturing Centre	John Bennett	1,376	17,727	0	0	0	19,103	403	0	0				403
Cycling and Walking Routes	John Bennett	291	1,644	0	0	0	1,935	0	0	0				0
Green Ashfield	John Bennett	602	1,601	0	0	0	2,203	0	0	0				0
High Street Property Fund	John Bennett	300	671	0	0	0	971	0	0	0				0
Kings Mill Reservoir Leisure Development	John Bennett	1,647	0	0	0	0	1,647	0	0	0				0
Kingsway Sports Hub	John Bennett	160	2,004	0	0	0	2,164	0	0	0				0
LibrASy Innovation Centres	John Bennett	429	36	0	0	0	465	0	0	0				0
North Kirkby Gateway	John Bennett	2,000	11,726	0	0	0	13,726	0	0	0				0
Portland SquASe Refurbishment	John Bennett	1,590	0	0	0	0	1,590	0	0	0				0
Science Discovery Centre & PlanetASium	John Bennett	203	0	0	0	0	203	0	0	0				0
Sutton Lawn Sports Hub	John Bennett	120	4,258	0	0	0	4,378	0	0	0				0
Visitor Digital Offer	John Bennett	85	0	0	0	0	85	0	0	0				0
West Kirkby Gateway	John Bennett	2,000	5,507	0	0	0	7,507	0	0	0				0
Rename Cornerstone	John Bennett	498	0	0	0	0	498	0	0	0				0
Walking and Cycling project	John Bennett	0	0	0	0	0	0	0	0	0				0
Sutton Property Purchase	John Bennett	0	0	0	0	0	0	0	0	0				0
Towns Fund Accelerated Funding Projects	John Bennett	170	0	0	0	0	170	170	0	0			0	170
Tree Planting and Habitat Improvements, Ashfield-Wide	John Bennett	15	19	0	0	0	34	0	24	10	EMG Homes £4k, J Tomlinson £2k and £4k Trees for Cities	0	0	34
Urban Road Offices (PSDS3)	Charles Edwards	1,124	0	0	0	0	1,124	660	0	0	PSDS3	464	0	1,124
Vehicle Tracking Scheme	Charles Edwards	5	0	0	0	0	5	5	0	0		0	0	5
LUF Hucknall Programme	John Bennett	0	9,281	0	0	0	9,281	0	0	9,281	LUF	0	0	9,281
<b>Future High Street Funding Schemes</b>														
Sutton Academy Community Theatre/Cinema	John Bennett	2,135	0	0	0	0	2,135	2,135	0	0	ATTFE Sutton Academy Trust £100k	0	0	2,135
Sutton Maker Space and Business Hub	John Bennett	153	0	0	0	0	153	153	0	0	FHSF £663 + Town Fund £587 (Used in 23-24)	0	0	153
Low Street vacant units	John Bennett	652	0	0	0	0	652	652	0	0		0	0	652
Fox Street pop-up food court and car park	John Bennett	485	0	0	0	0	485	214	71	200	DLUHC £200k	0	0	485
<b>Total General Fund</b>		<b>36,858</b>	<b>71,464</b>	<b>5,860</b>	<b>6,110</b>	<b>1,110</b>	<b>121,402</b>	<b>55,554</b>	<b>774</b>	<b>61,875</b>		<b>1,252</b>	<b>2,299</b>	<b>121,754</b>

## Appendix 3 – Capital Programme

<b>Housing Revenue Account Capital Schemes</b>							
<b>Housing Revenue Account</b>	<b>Lead Officer</b>	<b>2024/25</b>	<b>2025/26</b>	<b>2026/27</b>	<b>2027/28</b>	<b>2028/29</b>	<b>Total</b>
		<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>
<b>HOUSING REVENUE ACCOUNT</b>							
<b>Decent Homes Schemes</b>							
Future Major Works - Central Heating	Charles Edwards	192	2,116	2,127	2,127	2,127	<b>8,689</b>
Future Major Works - Depot Central Heating Boiler Breakdowns	Charles Edwards	10	0	0	0	0	<b>10</b>
Future Major Works - Decoration Vouchers/Incentive payments (Quality)	Charles Edwards	5	115	125	125	125	<b>495</b>
Future Major Works - Electrical and associated works	Charles Edwards	70	1,611	1,936	1,936	1,937	<b>7,490</b>
Future Major Works - External Doors	Charles Edwards	55	426	220	220	220	<b>1,141</b>
Future Major Works - Roof Coverings and associated works	Charles Edwards	460	1,190	880	680	500	<b>3,710</b>
Future Major Works - Wall Finishes	Charles Edwards	0	200	1,600	1,600	1,600	<b>5,000</b>
Future Major Works - Window Replacement	Charles Edwards	35	1,225	1,075	1,075	1,075	<b>4,485</b>
Future Major Works - Communal heating	Charles Edwards	50	3,150	0	0	0	<b>3,200</b>
Future Major Works - Common Areas	Charles Edwards	325	2,775	900	530	530	<b>5,060</b>
Catch up (K/B)	Charles Edwards	10	2,795	3,362	3,362	3,362	<b>12,891</b>
		1,212	15,603	12,225	11,655	11,476	<b>52,171</b>
Service Improvements Loft Insulation	Charles Edwards	10	30	30	30	30	<b>130</b>
Service Imps Boundary Walls, Paving&Fencing	Charles Edwards	10	100	100	100	100	<b>410</b>
Footpaths	Charles Edwards	20	31	20	15	15	<b>101</b>
Housing Health and Safety Rating System	Charles Edwards	10	50	50	50	50	<b>210</b>
Communal Heating; Improved CASbon Saving	Charles Edwards	0	1,500	0	0	0	<b>1,500</b>
CASbon Saving Works	Charles Edwards	2,273	2,990	3,333	3,333	3,334	<b>15,263</b>
Conversions and Associated Works	Charles Edwards	0	130	130	60	0	<b>320</b>
Hard to Treat Properties	Charles Edwards	5	25	25	25	25	<b>105</b>
Service Improvements -Garage	Charles Edwards	5	90	75	75	76	<b>321</b>
Service Improvements - Estate Improvement	Charles Edwards	0	10	10	10	10	<b>40</b>
Service Improvements -Sound Insulation	Charles Edwards	0	10	10	10	10	<b>40</b>
SHDF2 funding -	Charles Edwards	50	895	0	0	0	<b>945</b>
		2,383	5,861	3,783	3,708	3,650	<b>19,385</b>
Asbestos Surveys and Removals	Charles Edwards	50	30	27	50	50	<b>207</b>
Uninsured Structural Works	Charles Edwards	20	50	50	50	50	<b>220</b>
Radon Testing	Charles Edwards	0	10	5	5	5	<b>25</b>
Flood Protection	Charles Edwards	0	30	25	25	25	<b>105</b>
Cold Bridging Remediation	Charles Edwards	0	15	10	10	10	<b>45</b>

		70	135	117	140	140	<b>602</b>
Non-Trad Props and Solid Wall Props	Charles Edwards	0	2,353	950	0	0	<b>3,303</b>
External Walkways	Charles Edwards	0	40	20	20	20	<b>100</b>
		0	2,393	970	20	20	<b>3,403</b>
Stock Condition Surveys	Charles Edwards	60	0	0	70	0	<b>130</b>
30 Yr validation & non-trad surveys	Charles Edwards	0	120	0	0	0	<b>120</b>
		60	120	0	70	0	<b>250</b>
Disabled adaptations - Minor adaptations	Charles Edwards	426	400	400	400	400	<b>2,026</b>
Disabled adaptations - Major adaptations	Charles Edwards	64	205	100	100	100	<b>569</b>
		490	605	500	500	500	2,595
Management Fee	Charles Edwards	701	701	701	701	701	<b>3,505</b>
<b>Grand Total</b>		<b>4,916</b>	<b>25,418</b>	<b>18,296</b>	<b>16,794</b>	<b>16,487</b>	<b>81,911</b>
<b>Other Housing Revenue Account Schemes</b>							
ACRS	Charles Edwards	550	0	0	0	0	<b>550</b>
Retrofit Infill Properties	Charles Edwards	514	64	0	0	0	<b>578</b>
Community Centres New Housing Scheme	Charles Edwards	758	650	0	0	0	<b>1,408</b>
Central Avenue New Housing Scheme	Charles Edwards	1,716	1,600	45	0	0	<b>3,361</b>
Investment in New or Existing Dwellings	Charles Edwards	1,501	788	788	788	788	<b>4,653</b>
Davies Avenue Housing Project - Frog Hopper Lane	Charles Edwards	25	0	0	0	0	<b>25</b>
Development of Unviable Garage Sites in Kirkby-in-Ashfield and Hucknall (Daley Avenue and Spruce Grove New Builds)	Charles Edwards	25	0	0	0	0	<b>25</b>
Green Homes Grant (HRA) (1)	Charles Edwards	4	0	0	0	0	<b>4</b>
Housing Vehicles	Charles Edwards	0	914	560	644	0	<b>2,118</b>
Major Repairs Temporary Accommodation	Charles Edwards	93	53	53	54	54	<b>307</b>
Maun View Sutton-in-Ashfield	Charles Edwards	53	0	0	0	0	<b>53</b>
Officers' IT for Agile Working (HRA)	Charles Edwards	46	30	0	0	0	<b>76</b>
Vehicle Tracking Scheme	Charles Edwards	4	0	0	0	0	<b>4</b>
Hardwick Lane Recreation Ground	Charles Edwards	1,238	8,100	0	0	0	9,338
Fairhaven Development	Charles Edwards	100	5,395	0	0	0	5,495
Kingsway Allotment Car park	Charles Edwards	10	0	0	0	0	10
WASwick Close, Kirkby-in-Ashfield	Charles Edwards	88	0	0	0	0	<b>88</b>
<b>Grand Total</b>		<b>6,725</b>	<b>17,594</b>	<b>1,446</b>	<b>1,486</b>	<b>842</b>	<b>28,093</b>
<b>Total Housing Revenue Account</b>		<b>11,641</b>	<b>43,012</b>	<b>19,742</b>	<b>18,280</b>	<b>17,329</b>	<b>110,004</b>

**Appendix 3 - Capital Programme**

**Area Capital Schemes**

	Start Date	Completion Date	Lead Officer	Reason for Inclusion	Impact of Exclusion	2024/25 £'000	2025/26 £'000	2026/27 £'000	2027/28 £'000	2028/29 £'000	Total £'000	Funding						
												Loan £'000	Section 106 £'000	Grant £'000	Grant Funder e.g. Lottery	Capital Receipts £'000	Reserves £'000	Total Funding £'000
<b>Hucknall Area</b>																		
Titchfield Park Management Programme			John Bennett			153	0	0	0	0	153	0	143	10	NCC	0	0	153
Washdyke Recreation Ground			John Bennett			5	0	0	0	0	5	0	5	0		0	0	5
Nabbs Lane Park			John Bennett			0	16	0	0	0	16	0	16	0		0	0	16
<b>Total Hucknall Area</b>						<b>158</b>	<b>16</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>174</b>	<b>0</b>	<b>164</b>	<b>10</b>		<b>0</b>	<b>0</b>	<b>174</b>
<b>Sutton Area</b>																		
Kingsmill Reservoir management plan: Implementation Works	Ongoing	Ongoing	John Bennett			0	6	0	0	0	6	0	6	0		0	0	6
Roundhill Recreation Ground	Sep-18	Mar-19	John Bennett			9	0	0	0	0	9	0	5	0		4	0	9
Sutton Lawn management Plan		Mar-18	John Bennett			0	43	0	0	0	43	0	36	0		0	7	43
Sutton Town Centre Improvements			John Bennett			0	0	0	0	0	0	0	0	0		0	0	0
Huthwaite Welfare Park			John Bennett			50	210	0	0	0	260	0	208	52	Lawn Tennis association	0	0	260
Biodiversity Net Gain Projects			John Bennett			0	69	0	0	0	69	0	69	0		0	0	69
<b>Total Sutton Area</b>						<b>59</b>	<b>328</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>387</b>	<b>0</b>	<b>324</b>	<b>52</b>		<b>4</b>	<b>7</b>	<b>387</b>

**Appendix 3 - Capital Programme**

**Area Capital Schemes**

	Start Date	Completion Date	Lead Officer	Reason for Inclusion	Impact of Exclusion	2024/25	2025/26	2026/27	2027/28	2028/29	Total	Loan	Section 106	Grant	Grant Funder	Capital Receipts	Reserves	Total Funding
						£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000	e.g. Lottery
<b>Kirkby Area</b>																		
Annesley Art Project			John Bennett			0	0	0	0	0	0	0	0	0		0	0	0
Forest Road Nature Area	Ongoing	Ongoing	John Bennett			0	5	0	0	0	5	0	5	0		0	0	5
Kingsway Park: implementation of management plan	Ongoing	Ongoing	John Bennett			49	101	0	0	0	150	0	139	11	Lawn Tennis	0	0	150
Annesley Green Space	Ongoing	Ongoing	John Bennett			36	70	0	0	0	106	0	106	0		0	0	106
<b>Total Kirkby Area</b>						<b>85</b>	<b>176</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>261</b>	<b>0</b>	<b>250</b>	<b>11</b>		<b>0</b>	<b>0</b>	<b>261</b>

	Start Date	Completion Date	Lead Officer	Reason for Inclusion	Impact of Exclusion	2024/25	2025/26	2026/27	2027/28	2028/29	Total	Loan	Section 106	Grant	Grant Funder	Capital Receipts	Reserves	Total Funding
						£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000	e.g. Lottery
<b>Rural Area</b>																		
Jacksdale Car Park			John Bennett			0	0	0	0	0	0	0	0	0		0	0	0
Papplewick Sports pitches Equipment'			John Bennett			60	0	0	0	0	60	0	60	0		0	0	60
<b>Total Rural Area</b>						<b>60</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>60</b>	<b>0</b>	<b>60</b>	<b>0</b>		<b>0</b>	<b>0</b>	<b>60</b>
<b>Skegby</b>																		
Healdswood Recreation Ground			John Bennett			0	109	0	0	0	109	0	109	0		0	0	109
Stanton Hill Regeneration			John Bennett			236	0	0	0	0	236	0	236	0		0	0	236
Brierley Forest Park Management			John Bennett			0	365	0	0	0	365	0	365	0		0	0	365
<b>Total Rural Area</b>						<b>236</b>	<b>474</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>710</b>	<b>0</b>	<b>710</b>	<b>0</b>		<b>0</b>	<b>0</b>	<b>710</b>
<b>Total Area</b>						<b>598</b>	<b>994</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>1,592</b>	<b>0</b>	<b>1,508</b>	<b>73</b>		<b>4</b>	<b>7</b>	<b>1,592</b>

## Prudential Indicators of Affordability

The Prudential Indicators for 2024-25 were agreed at the Council meeting on 3<sup>rd</sup> March 2024. The Prudential Indicators for affordability are as follows:

- a) Estimate of the ratio of financing costs to the net revenue stream split between the Housing Revenue Account and the General Fund

For the HRA this is calculated by dividing the HRA capital financing costs by the total estimated Council Dwelling Income. For the General Fund this is calculated by dividing the General Fund capital financing costs by the estimated Council Tax Receipt plus Central Government Grants.

**Table 1 – Ratio of financing costs to net revenue stream for the Housing Revenue Account and General Fund.**

	<b>2023/24 Revised</b>	<b>2023/24 Outturn</b>	<b>2024/25 Original %</b>	<b>2024/25 Revised %</b>
Housing Revenue Account	7.34	4.86	8.22	7.49
General Fund	22.94	0.23	25.85	0.24

The General Fund indicator is lower than forecast due to slippage and switch funding of borrowing in 2023/24 reducing the amount of Minimum Revenue Provision in 2024/25 the HRA indicator has reduced due to interest receivable amounts on HRA balances being higher than previously anticipated and higher than expected rental income.

**Table 2 – Ratio of financing costs to net revenue stream for the General Fund including Investment Property income.**

	<b>2023/24 Revised %</b>	<b>2023/24 Outturn %</b>	<b>2024/25 Original %</b>	<b>2024/25 Revised %</b>
General Fund	-6.79	-19.98	-0.48	-20.69

The reason the above figures are negative is due to the Item 8 credit and investment property income being greater than the other financing costs e.g. Minimum Revenue Provision and interest payable. The General Fund indicator is lower than forecast due to slippage and switch funding of borrowing in 2023/24 reducing the amount of Minimum Revenue Provision in 2024/25.

- b) Estimate of the incremental impact of capital investment decisions on the Council Tax and Rent Levels

These indicators have been prepared using the revised Capital Programme, on the same agenda as this report.

The revised indicator for 2024-25 can be found on Table 3 below.

**Table 3 - Incremental Impact of capital investment decisions on Council Tax and Rent Levels**

	<b>2023/24 Revised</b>	<b>2023/24 Outturn</b>	<b>2024/25 Original</b>	<b>2024/25 Revised</b>
<b>General Fund (Band D)</b>	23.51	6.01	32.43	24.75
<b>HRA (52 weeks)</b>				

The table is calculated by dividing the estimated finance costs of the in year capital expenditure by; the estimated number of Council Tax Band D equivalents for the General Fund and the number of Council Dwellings for the HRA. As there has not been any new HRA borrowing in the two years above the indicator is showing a zero. The reason for the difference on the General Fund is due to slippage and switch funding from the 2022/23 Capital Programme.

c) Net borrowing and the Capital Financing Requirement split between the General Fund and the Housing Revenue Account

In order to ensure that in the medium term borrowing is only undertaken for capital purposes, local authorities are required to ensure that external borrowing does not exceed, except in the short term, the total of their capital financing requirement over the planning period. In broad terms the capital financing requirement reflects an authority's need to borrow for capital purposes and is a measure of the assets contained on the balance sheet which have as yet not been fully financed, i.e. there is still some indebtedness outstanding.

The latest 2023/24 estimate of the Capital Financing Requirement is shown in Table 4 below.

**Table 4 – Estimates of Capital Financing Requirement.**

	<b>31<sup>st</sup> March 2024 Revised</b>	<b>31<sup>st</sup> March 2024 Outturn</b>	<b>31<sup>st</sup> March 2025 Original</b>	<b>31<sup>st</sup> March 2025 Revised</b>
	<b>£m</b>	<b>£m</b>	<b>£m</b>	<b>£m</b>
Housing Revenue Account	-0.1368	-0.1368	-0.1368	-0.1368
General Fund	103.270	4.132	108.878	25.426
<b>Total</b>	<b>103.133</b>	<b>3.996</b>	<b>108.741</b>	<b>25.289</b>

As mentioned in b) above there is not expected to be any new HRA borrowing and unlike the General Fund there is not a requirement to charge Minimum Revenue Provision (MRP) for the HRA. The decrease in General Fund is due to higher than expected MRP payments and a small decrease in the expected borrowing requirement.

d) Capital Expenditure

Estimates of capital expenditure for 2023/24 years split between the General Fund and the Housing Revenue Account

The estimated total capital expenditure for 2023/24 as detailed in the Capital Programme, is shown below in Table 5:



**Table 5 – Housing Revenue Account and General Fund Capital Expenditure estimates.**

<b>Capital Expenditure £m</b>	<b>2023/24 Revised</b>	<b>2023/24 Outturn</b>	<b>2024/25 Original</b>	<b>2024/25 Revised</b>
General Fund	33.065	16.352	70.528	36.858
HRA	13.287	13.216	23.781	11.641
<b>Total</b>	<b>46.352</b>	<b>29.568</b>	<b>94.309</b>	<b>48.499</b>

The increase in General Fund is due to slippage on Towns Fund schemes, Future High Street Fund Scheme, In District Regeneration and vehicle purchases in 2023/24. The decrease for the HRA is largely due to the main contractor for the decent homes work going into administration.

e) Capital Programme Funding

Table 6 shows how the expenditure in Table 5 is to be funded.

**Table 6 - Capital Expenditure Funding**

<b>Financing of Capital Programme £m</b>	<b>2023/24 Revised</b>	<b>2023/24 Outturn</b>	<b>2024/25 Original</b>	<b>2024/25 Revised</b>
Capital Receipts	2.149	1.153	3.749	3.749
Capital Grants	22.322	12.587	46.440	23.335
Capital Reserves	0.000	0.000	0.000	0.000
Direct Revenue Financing	12.074	11.696	18.694	5.770
Borrowing Requirement	9.807	4.132	25.426	15.645
<b>Total</b>	<b>46.352</b>	<b>29.568</b>	<b>94.309</b>	<b>48.499</b>

The increased borrowing requirement is mainly due to slippage and switch funding from 2023/24. The increase in capital grants is largely due to additional DLUHC Levelling Up Fund 2 funding for the Science Discovery Centre and Planetarium and the decrease in direct revenue financing is largely due to the reduction in Decent Homes Expenditure as a result of the main contractor going into administration.

f) Balance Sheet Summary and Forecast

The Council has an increasing CFR until the end of 2024/25 due to switch funding being used to finance many unfunded schemes in 2023/24. This position is continually reviewed due to the level of reserves and working capital having many variables and due to slippage in delivery of the capital programme making forecasting with certainty difficult.

Table 7 shows the original and revised balance sheet summary for 2024-25.

**Table 7 - Balance Sheet Summary**

31st March:	2023 Revised	2023 Outturn	2024 Original	2024 Revised
Capital Financing Requirement	186.5	166.3	184.8	183.3
Less: External Borrowing	-90.5	-90.5	-86.3	-86.3
<b>Under(Over) Borrowing</b>	<b>96.0</b>	<b>75.8</b>	<b>98.5</b>	<b>97.0</b>
Less: Usable Reserves plus working Capital	-81.6	-79.4	-78.1	-92.1
<b>Investments / (New Borrowing)</b>	<b>-14.4</b>	<b>3.6</b>	<b>-20.4</b>	<b>-4.9</b>

See c) above for explanation of the change in the Capital Financing Requirement. The Usable Reserves is higher than previously expected as a result of HRA reserves being higher than anticipated caused by a decrease in 2024/25 capital expenditure as a result of the main contractor going into administration.

### **External Debt**

g) **Authorised Limit**

This is calculated by taking into account current external debt, new borrowing for loans which mature or for capital purposes and the need to borrow on a short term basis to cover for temporary shortfalls in revenue income and expenditure.

A comparison with the authorised limit to the actual external debt is shown in Table 8 below.

**Table 8 – Authorised Limit**

	2023/24 Original	2023/24 Outturn	2024/2025 Original	31st December 2024 Actual External Debt
	£m	£m	£m	£m
Borrowing	215	192	250	199

The Authority's debt is currently significantly below the Authorised Limit.

h) **Operational Boundary**

As well as an authorised limit the local authority must also set an operational boundary for its external debt for the next three years. The operational boundary is based on the most likely or prudent but not worst-case scenario in relation to cash flow.

The future Operational Boundary comparison to actual external debt as at 31st December 2024 is shown in Table 9.

**Table 9 – Operational Boundary for External Debt**

	<b>2023/24 Original</b>	<b>2023/24 Outturn</b>	<b>2024/2025 Original</b>	<b>31st December 2024 Actual External Debt</b>
	<b>£m</b>	<b>£m</b>	<b>£m</b>	<b>£m</b>
Borrowing	188	169	191	169

The Authority is currently significantly below the Operational Boundary.

### Treasury Management

i) Interest rate exposure

These indicators relate to both fixed and variable rate interest and are net of any investments.

Depending on the level of interest rates and their expected movement in the year, the Council may accept all of its new borrowings in the form of either fixed or variable rate debt. The figures in Table 10 give the following maximum levels, when compared to the authorised limit of exposure to fixed and variable interest rates, which are prudent limits for the forthcoming years:

**Table 10 - Interest Rate Exposure**

<b>Principal Outstanding</b>	<b>2023/24 Original</b>	<b>2023/24 Outturn</b>	<b>2024/25 Original</b>	<b>31<sup>st</sup> December 2024 Actual</b>
	<b>£m</b>	<b>£m</b>	<b>£m</b>	<b>£m</b>
Fixed Rates	215	192	250	199
Variable Rates (No more than 40% of the operational boundary).	86	77	100	80

The Council is significantly within the boundaries previously set.

j) Maturity Structure of borrowing

This indicator relates only to fixed rate debt and is therefore a measure of the longer-term exposure to interest rate risk.

Table 11 shows the proposed lower and upper limits, given the current structure of the Council's debt portfolio:

**Table 11 - Maturity Structure of Debt**

Maturity Structure of Fixed Rate Borrowing	Amount £m	Forecast Position for 31/03/2025	Lower Limit %	Previous Upper Limit %	Revised Upper Limit %
Under 12 Months	2.736	3.22	0%	10%	10%
Under 24 Months	2.736	3.22	0%	15%	15%
Under 5 Years	4.770	5.61	0%	20%	20%
Under 10 years	19.782	23.25	0%	25%	25%
Under 20 years	24.782	29.13	0%	40%	40%
Under 30 years	39.782	46.76	0%	50%	50%
Under 40 years	66.082	77.67	0%	80%	80%
Under 50 years	85.082	100.00	0%	100%	100%
50 Years and Above	0			0%	0%

All the Council debt maturities are within the targets set.

- k) Principal sums invested for more than 364 days  
Maximum investments over £5m as at 31<sup>st</sup> December 2024 is £0.