

## AUTUMN BUDGET STATEMENT

### Headlines

- Growth forecast revised down whilst deficit forecast up, austerity to last until 2018
- Working age benefits & Child benefit increase by 1%
- Further reductions in public sector expenditure for 2013/14 and 2014/15 to fund Capital Expenditure
- Pay freeze lifted: average 1% pay rise for public sector
- Chancellor scraps 3p fuel duty rise
- Corporation tax cut to 21% from April 2014
- The tax free personal allowance has increase by £235 however the threshold at which the 40% tax rates starts has been lowered.

### Detail

The Chancellor of the Exchequer presented his Autumn Statement to the House of Commons on 5<sup>th</sup> December 2012. This briefing is to highlight the key announcements from the Autumn Statement as well as how this affects Local Government.

The Office for Budget Responsibility (OBR) has lowered its forecasts for GDP growth this year and next. Britain's economy is now expected to contract by 0.1% for this year, down from 0.8% predicted in the Budget. Table 1 shows the continuing downward trend of the OBR's forecast of the UK economy.

**Table 1 – GDP growth forecasts for the UK**

<b>Announcement</b>	<b>2011</b>	<b>2012</b>	<b>2013</b>	<b>2014</b>	<b>2015</b>	<b>2016</b>
December 2012	0.9%	(0.1%)	1.2%	2%	2.3%	2.7%
March 2012	0.8%	0.8%	2.0%	2.7%	3.0%	3.0%
November 2011	0.9%	0.7%	2.1%	2.7%	3.0%	-
March 2011	1.7%	2.5%	2.9%	2.9%	2.8%	-
June 2010	2.3%	2.8%	2.9%	2.7%	2.7%	-

In addition to the reduction in growth comes an increase in the anticipate level of borrowing for the coming years as demonstrated in Table 2. Although current year figures are lower than expected, future years debt level is anticipated to be higher than announced in the March budget. Due to the more pessimistic forecasts from the OBR and the current state of the economy, there will need to be a further year of spending reductions in 2017/18 potentially announced at the next spending review or after the next general election.

**Table 2 – Public Sector Net Borrowing forecast for the UK**

Announcement	2012-13	2013-14	2014-15	2015-16	2016-17	2017-18
December 2012	£108bn	£99bn	£88bn	£73bn	£49bn	£31bn
March 2012	£120bn	£98bn	£75bn	£52bn	£21bn	No forecast

### Other Announcements

- The Government announced that from 2014-15 lifetime pension relief allowance will fall from £1.5m to £1.25m
- The basic state pension will rise by 2.5% next year to £110.15 per week
- Child benefit will rise by 1% for two years from April 2014 and most working age benefits will rise by 1% for each of the next three years. This is a below inflation increase resulting in additional savings for the treasury
- An increase in the rate of bank levy by 0.13% from 1 January 2013
- It will reduce the main rate of corporation tax by an additional 1% in April 2014
- An increase to the personal allowance from £9,205 to £9,440 in April 2013, with a 1% increase in the higher rate threshold for 2014/15 and 2015/16
- The higher tax rate of 40% would kick in at a lower point of £41,450, resulting in more people paying a higher rate tax bracket
- The ISA contribution limit will be raised to £11,520 from next April.
- The state pension will increase by 2.5% in April 2013.

### Effect on Local Government

The Chancellor announced further reductions in public sector expenditure for 2013/14 and 2014/15. Departmental resource budgets will be reduced by 1% in 2013/14 and 2% in 2014/15. Local government will not be impacted by the 1% reduction in 2013/14; but will still have the 2% reduction in 2014/15. A 2% reduction in funding is calculated as a reduction to Local Government of £445m nationally in 2014/15. This reduction is designed to boost £5bn of new capital investment for transport, skills, science and education, with an extra £1bn for new academies and free schools.

It was also confirmed that details of departmental spending plans for 2015-16 will be set at a spending review, which will be announced during the first half of 2013. With the need to potentially find further cuts beyond 2015-16 further restraints may be announced during 2013 covering the year up until 2018 or this may be delayed until the next general election.

The public sector pay freeze has been lifted with an average of 1% increase quoted within the budget report. This decision puts an end to the current three year pay freeze.

The government will extend the temporary doubling of the Small Business Rate Relief for a further 12 months from April 2013. It was also announced that it will exempt all newly built commercial property completed between 1 October 2013 and 30 September 2016 from empty property rates for the first 18 months. There are still

uncertainties how this will affect the retention of business rates and will not be fully understood until details of the settlement is released.

## LOCAL GOVERNMENT FINANCE SETTLEMENT

### PROVISIONAL LOCAL GOVERNMENT FINANCE SETTLEMENT 2013/14

#### 1. Introduction

- 1.1. On 19 December 2012, the Secretary of State for Communities and Local Government (CLG), Eric Pickles MP, made his statement to Parliament concerning the provisional local government finance settlements 2013/14 and 2014/15. This briefing note highlights key issues of note and some comparative information.
- 1.2. The provisional settlement provides local authorities with their provisional funding allocations for the next two years (2013/14 and 2014/15) only. This settlement brings about major changes to the settlement process with the introduction of the localisation of business rates alongside the formula grant calculation.

#### 2. Headlines

- 2.1. The Secretary of State announced that councils will face an average reduction in spending power of 1.7%; and that no authority would experience a decrease of more than 8.8%. In a similar manner to the previous two years, the government's headlines focus on comparative figures concerning a local authority's "revenue spending power".
- 2.2. The initial statement releasing the settlement was released on the afternoon of the 19<sup>th</sup> of December however the information released only included a high level summary. Further details were released over the Christmas period with the most recent release on the 4<sup>th</sup> of January 2013. With this in mind the deadline for comment on the provisional settlement is the 15<sup>th</sup> of January 2013.
- 2.3. From the introduction of localisation of business rates, the method of calculating RSG has also changed. Previously the RSG was calculated using the numerous deprivation / population indicators, however this now forms part of a "start-up funding allocation" which include Havering business rate baseline. This Baseline is used to provide a notional figure (or target business rate yield) which in theory would be equivalent to the amount of business rates we would collect.
- 2.4. As originally announced in the Autumn Budget Statement, local government was exempt from the 1% reduction in funding in 2013/14, however a 2% reduction has been reflected in the 2014/15 figures.
- 2.5. The estimated business rate aggregate has been calculated at £21.8bn, lower than anticipated due to the inclusion of appeals into the calculation. This figure is used to determine an authority's business rate baseline via the use of

proportionate share calculation.

### 3. National Control Total and Spending powers

- 3.1. The average spending power reduction nationally has been stated as 1.7%, however Havering's reduction in 2013/14 and 2014/15 is 1.5% and 2.7% respectively. Appendix 1 shows the 2012/13, 2013/14 and 2014/15 calculations.
- 3.2. Appendix 1 shows a reduction in spending of £8m from the 2012/13 allocation, however this does not include the additional new burden placed on local authorities. For example the Council Tax Support grant of £13.5m which has been included in the start-up allocation has been used in arriving at the spending power reduction. This does not include the £1.5m reduction in funding being placed on Local Authorities therefore is not reflected in the headline reductions.
- 3.3. The table below shows the changes in spending control total since the 2010 Spending Review. The further breakdown can be found in Appendix 2.

<b>Announcements</b>	<b>2013/14 (£m)</b>
<b>SR2010 Formula grant</b>	<b>23,196</b>
<b>2011 Autumn Statement</b>	<b>(260)</b>
<b>Business Rate Retention</b>	
Grants being Rolled in	7,959
Transfers Out	(4,106)
Other Adjustments including NHB	(717)
<b>Revised Spending Control Total</b>	<b>26,072</b>

- 3.4. The spending control total has increased significantly due to the large amount of grants being rolled into the formula. This is not an increase in funding but a movement in funding stream or additional burdens placed on local authorities.

### 4. The Formula Funding – Havering

- 4.1. Due to the lateness of the settlement and numerous changes in funding formula so close to setting the budget, it creates a large amount of risk in risks and uncertainties in being able to set the budget.
- 4.2. The settlement calculation is normally a series of complex and interlinking calculations using various demographics and deprivation indicators. The 2013/14 calculation has not only had this aspect but also £31m of rolled in grants as well as the introduction of the business rate retention funding. 2013/14 has been the biggest change in funding for 20 years and the lateness of the release of information has hindered the budget setting process and the full understand of the changes affecting Havering.

- 4.3. Havering's provisional start-up funding allocation is used to determine both Havering's RSG and business rate baseline. This comprises the current four-block formula grant model as well as incorporating £31.2m of rolled in grants. This equate to a provisional start-up funding allocation for 2013/14 of £75.569m (£69.3m for 2014/15) compared to a 2012/13 equivalent of £79.7m. As part of the revised calculation to determine Havering's business rate baseline and RSG allocation a ratio is applied the start-up funding allocation. As the localised element of the business rates only amount to £10.096bn against the spend control totals of £26.2bn, this creates a 60.1:39.9 split. This creates an RSG figure for Havering of £45.4m and a business rate baseline or business rate target of £30.1m.
- 4.4. From the introduction of the new funding regime, no authority was said to be worse off under this arrangement, however due to the method of calculating the retained element of funding formula and the four block model, Havering will be facing a reduction in funding.
- 4.5. The four block element of this funding can be shown in more detail in Appendix 3, however on the face of the calculation, there is an overall reduction of £4.4m, of which around £2m is related to mainstream Revenue Support Grant. This is due to numerous changes including:
- Updating of indicators
  - Removal of New Homes Bonus Funding (£500m nationally) and
  - The impact of the floor / damping.
- 4.6. Havering's grant per head is still considerably lower than that the outer London average, as well its neighbouring boroughs. Figure 1 below compares Havering's grant per head against the outer London average and neighbouring boroughs.

Figure 1

	2013/14 Formula Grant	Projected 2013 Population	Grant per head	Grant per head Ranked	2014/15 Formula Grant	* Projected 2013 Population	Grant per head	Grant per head Ranked
<b>Havering</b>	75,569,000	243,676	310.12	5	69,311,000	243,676	284	5
<b>Newham</b>	243,756,000	318,369	765.63	1	220,137,000	318,369	691	1
<b>Redbridge</b>	116,860,000	293,541	398.10	3	105,728,000	293,541	360	3
<b>Barking &amp; Dagenham</b>	126,172,000	196,094	643.42	2	114,364,000	196,094	583	2
<b>Bromley</b>	84,131,000	318,378	264.24	6	77,123,000	318,378	242	6
<b>Bexley</b>	80,148,000	237,794	337.048	4	73,050,000	237,794	307	4
<b>Outer London</b>	2,427,320,000	5,435,100	446.60		2,206,192,000	5,435,100	406	

\* 2014/15 population uses the 2013 projected as details on project population for 14/15 have yet to be released.

- 4.7. The formula grant has been updated to reflect the most recent data available including the population, council tax base, and various demographics / deprivation indicators. This also includes updating the grants rolled in 2011/12 to provide a more reflective picture of the allocation of these grants.

- 4.8. From initial briefings from the Department of Communities and Local Government, £2bn was to be moved from the formula in full to fund the New Homes Bonus, however it has been decided to phase this gradually and in 2013/14 £500m has been removed. This process will leave winners and losers as those who increase house building, bringing homes back into use and building affordable homes over and above the amount removed will benefit. The £500m is more than the actual amount paid out and any surplus will be returned once the final new homes bonus allocations have been confirmed.
- 4.9. The cost of guaranteeing the minimum increase in grant continues to be paid for by scaling back the increase in grant for authorities above the floor. As in previous years, the floor damping system is self-financing within each group of authorities i.e. authorities in one group will not cross-subsidise the floor for authorities in another group.
- 4.10. Funding formula will be subject to damping or smoothing as per previous settlement. Four bands have been set up according to an authority's level of grant dependency. Due to the fact Havering receives one of the lowest settlements in London and has a relatively large council tax base, it faces the highest level of reduction of 8.7%. Only four authorities in London face this level of reduction. Below is a summary of the bands and number of borough in each band as per London Councils.

Floor band	Social Services authorities	Shire district councils	Fire & rescue authorities	No. of London boroughs
<b>Band 1 (most dependent)</b>	-2.70%	-5.40%	-8.70%	17
<b>Band 2</b>	-4.70%	-7.40%	-9.20%	3
<b>Band 3</b>	-6.70%	-9.40%	-11.70%	9
<b>Band 4 (least dependent)</b>	-8.70%	-11.40%		4

- 4.11. As part of the funding formula £31.2m of grants have been rolled into the formula. A full list can be found in Appendix 4. Of these grants the majority was as expected from previous announcements from DCLG, however some changes have occurred in the Early Intervention Grant (EIG) and the Local Authority Central Spend Equivalent Grant (LACSEG) transfers.
- 4.12. The funding for the early intervention grant has now been separated between the core allocations, an apportionment for two year olds and an £150m top-slice. In addition from the national figures £150m has been held centrally and as of yet we are not aware of the use of this funding. A flooring mechanism has also been incorporated which reduces the equivalent grant figure by £600k. The full effect of this reduction is still being analysed however it is assumed to be in the region of £2m. An analysis of this is shown at Appendix 5.

## **5. Business Rate Baseline - Havering**

5.1. As stated above, Havering's business rate baseline has been set at £30.1m however this is not the actual allocation which will be received, it is a notional amount or target to obtain an equivalent funding as set out in the start-up funding allocation. In addition a separate calculation is used to determine whether the amount of business rates by a local authority which are collected is over or under this baseline this used to calculate the Top-up or tariff for local authorities. The calculation is as follows:

National Business Rate Aggregate \* Local share (30%) \* the proportionate Share = individual business rate Baseline

$£21.797bn \times 30\% \times 0.0032354 = £21.157m$

The proportionate share calculation has been calculated by using a two year average in business rate collection against the average national amount collected.

5.2. The individual business rate baseline is used as Havering target business rates. As this is only a notional amount there will be difference once compared to the actual / estimated business rate yield.

5.3. Those authorities who collect more business rates than their business rate baseline will pay a tariff whilst those who collect less will be paid a top-up. Some authorities will collect significantly more than their start-up funding and as a result pay a tariff, however Havering collects less than this, therefore receiving a top-up of £9.03m. Appendix 6 shows the calculation of the provisional RSG, business rate baseline and top-up.

5.4. The business rate baseline will increase year on year and as part of the settlement an increase of 3.07% has been used. As a result Havering would need to increase their business rates by this percentage in order to match the equivalent funding as set out in the start-up allocations.

## **6. Pooling**

6.1. Currently London boroughs have not decided to pool, however work is being undertaken by London Councils to monitor and assess the impact if London had pooled.

6.2. Assuming London had pooled, London as a whole would be a tariff paying authority which would also be required to pay a levy of 10p in the pound.

## **7. Timeline for Response**

7.1. The Government is consulting on the draft settlement figures and written representative must be sent by the 15<sup>th</sup> January 2013.

## **8. Definitions**

8.1. Given the amount of new terminology introduced with the new funding system, a glossary of key terms is set out in Appendix 7.



## Spending Powers as per DCLG

## Appendix 1

Year	2012-13 Council Tax Requirement (m's)	Start-up Funding Assessment 2012-13 (adjusted) (m's)	CT Freeze Grant 2012- 13 (m's)	Lead Local Flood Authorities 2012-13 (adjusted) (m's)	Social Fund Admin Grant 2012-13 (adjusted) (m's)	Community Right to Challenge 2012-13 (m's)	Community Right to Bid 2012-13 (m's)	New Homes Bonus 2012- 13 (m's)	Local Reform & Community Voices DH revenue grant 2012- 13 (adjusted) (m's)	NHS funding to support social care & benefit health 2012- 13 (m's)	Estimated 2012-13 Revenue Spending Power including NHS support for social care (m's)
2012-13	107.732	79.032	2.693	0.078	0.137	0.009	0.005	0.837	0.167	2.553	193.242

Year	2012-13 Council Tax Requirement (m's)	Start-up Funding Assessment 2013-14 (m's)	CT Freeze 2013- 14 (m's)	Lead Local Flood Authorities 2013-14 (m's)	Social Fund Admin Grant 2013-14 (m's)	Community Right to Challenge 2013-14 (m's)	Community Right to Bid 2013-14 (m's)	New Homes Bonus 2013- 14 (m's)	Local Reform & Community Voices DH revenue grant 2013- 14 (m's)	NHS funding to support social care & benefit health 2013- 14 (m's)	Estimated 2013-14 Revenue Spending Power including NHS support for social care (m's)	Change in estimated 'revenue spending power' 2013-14 (m's)	Change in estimated 'revenue spending power' 2013-14 (m's)
2013-14	107.732	75.569	1.083	0.078	0.128	0.009	0.008	1.797	0.176	3.600	190.179	-3.063	-1.59%

**Local Government Spending Control Total**

**Appendix 2**

Element	2013-14			Total
	Police	Fire	Other	
<b>SR</b>	3,093	953	19,150	23,196
<b>Autumn Statement and New Development Deals</b>	-24	-5	-231	-260
<b>Fire Grants</b>		-42	-7	-50
<b>Neighbourhood Planning</b>			-15	-15
<b>Ordnance Survey</b>			-21	-21
<b>Capitalisation and Safety Net Support for Single Service Fire Authorities</b>				0
<b>New Homes Bonus</b>			-506	-506
Of which:				
<b>Capitalisation and Safety Net Support for Other Authorities</b>			-125	-125
<b>"Formula Grant"</b>	3,069	906	18,245	22,220
<b>Central Education Services currently within LACSEG</b>				-1,039
<b>Council Tax Freeze Grant</b>				593
<b>Council Tax Support</b>				3,295
<b>Early Intervention Grant</b>				1,709
<b>GLA General Grant</b>				46
<b>GLA Transport Grant / London Bus Services Operators' Grant</b>				802
<b>Homelessness Prevention</b>				80
<b>Lead Local Flood Authorities</b>				21
<b>Learning Disability and Public Health</b>				1,413
<b>Police</b>				-3,067
<b>TOTAL</b>				26,073

Local Authority	Havering 12/13	Actual Havering 13/14	Reduction	Notes
<b>Grants Rolled In Using Tailored Distributions</b>	6.775	7.854		
<b>Relative Needs Amount</b>	48.224	47.614		
<b>Relative Resource Amount</b>	-29.957	-35.718		
<b>Central Allocation</b>	29.420	33.547		
<b>Floor Damping</b>	-3.111	-3.980		
<b>Total Formula Grant before Adjustments</b>	<b>51.351</b>	<b>49.318</b>	<b>-2.033</b>	Reasons due to the following: Removal £500m nationally of the NHB Changes to sparsity calculation Updating of Population, Demographic and Deprivation data A floor set at 8.7%
<b>Central Education Functions within LACSEG</b>	4.978	4.978		New calculation, now formula based. Additional grant due to be returned for non-academy schools
<b>Formula Funding</b>	<b>46.373</b>	<b>44.340</b>	<b>-2.033</b>	
<b>Council Tax Freeze Compensation</b>	2.680	2.680		
<b>Council Tax Support Funding</b>	13.564	13.549	-0.015	Reduction from previous DCLG estimate Assuming 0.6m transferred to DSG for statutory place funding per DfE announcement 27 Nov. Grant reduces from 12/13 level of 8.934m to revised 12/13 of 7.276m, and then for 13/14 formula equivalent of 6.940m and finally 6.646m with floors & ceilings
<b>Early Intervention Funding (EIG)</b>	8.934	6.646	-2.288	
<b>Homelessness Prevention Funding</b>	0.400	0.400		
<b>Lead Local Flood Authority Funding</b>	0.132	0.132		
<b>Learning Disability and Public Health Reform Funding</b>	7.630	7.822	+0.192	Increase in base amount for 13/14
<b>Start-Up Funding Allocation</b>	<b>79.713</b>	<b>75.569</b>	<b>-4.144</b>	

2013-14

		Council Tax Freeze	Council Tax Support	EIG	Homelessness	Lead Local Flood Authority funding	Learning Disability and Health Reform	Total Rolled-in Grants
Havering	Revenue Support Grant	1.609	8.136	3.991	0.240	0.079	4.697	<b>18.753</b>
	Business Rates	1.071	5.413	2.655	0.160	0.053	3.125	<b>12.476</b>
		<b>2.680</b>	<b>13.549</b>	<b>6.646</b>	<b>0.400</b>	<b>0.132</b>	<b>7.822</b>	<b>31.229</b>

<b>Summary - EIG</b>		<b>Appendix 5</b>	
		<b>National</b>	<b>Havering</b>
		<b>£bn</b>	<b>£m</b>
a)	12/13 Allocation (*)	2.603	8.934
b)	Removal of 2 Year olds Funding	-0.534	-1.658
c)	Removal of Top Slice	-0.15	
d)	Revised 12/13 Allocation (a+b+c)	1.919	7.276
e)	Formula Based 2013/14 allocation	1.919	6.940
f)	Reduction (d*(1-e)) (**)	11%	4.62%
	<b>Floor from 8.7% to 13% (8.7% for Havering) based on revised 12/13 allocation</b>	<b>1.708</b>	<b>6.646</b>
	<i>*) based on the revised 12/13 allocations and transfers.</i>		
	<i>***) as the reduction is less than 8.7% Havering will face the lower reduction of 8.7% against the revised 12/13 allocation.</i>		

# Business Rate Retention

Appendix 6

## Business Rates Retention 2013/14

Local Funding Baseline		£ms	£ms
a	Funding Baseline	75.569	
b	Ratio	0.399	
c	Business Rate Baseline (a x b)	30.189	
d	RSG (a - c)	45.380	<b>75.569</b>

Business Rate Baseline		£ms	£ms
e	Aggregate Business rates	21,797	
f	Proportionate Share	0.00324	
g	Local share	30%	
<b>h</b>	<b>Individual Business Rate baseline (e x f x g)</b>		<b>21.157</b>

i	<b>Top-Up / (Tariff) Previous Year</b>	9.032	
j	Inflation		
k	Top-up		<b>9.032</b>

			<b>30.189</b>
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## GLOSSARY OF KEY TERMS

**Individual authority start-up funding assessment**

Referred to as start-up funding allocation in the technical consultation paper. A local authority's share of the *local government spending control total* which will comprise its *Revenue Support Grant* for the year in question and its *baseline funding level*.

**Individual authority business rates baseline**

Derived by apportioning the *billing authority business rates baseline* between billing and major precepting authorities on the basis of *major precepting authority shares*.

**Baseline funding level**

The amount of a local authority's *start up funding assessment* which is provided through the *local share* of the estimated business rates aggregate at the outset of the scheme. It will form the baseline against which *tariffs* and *top-ups* will be calculated.

**Spending Power**

The definition of revenue spending power is spending power from council tax, Government revenue grants and National Health Service Funding for social care. The calculation of each local authority's spending power is used to calculate eligibility for Efficiency Support Grant.

**Tariffs and top-ups**

Calculated by comparing an *individual authority business rates baseline* against its *baseline funding level*. *Tariffs* and *top-ups* will be self-funding, fixed at the start of the scheme and index linked to the RPI in future years.

**Tariff authority**

An authority with a higher *individual authority business rates baseline* than its *baseline funding level*, and which therefore pays a *tariff*.

**Tariff payment**

The payment made from tariff authorities to central government over the course of the financial year.

**Top-up authority**

An authority with a lower *individual authority business rates baseline* than its *baseline funding level*, and which therefore receives a *top-up*.

**Top-up payment**

The payment made from central government to top-up authorities over the course of the financial year.

**Safety net**

Mechanism to protect any authority which sees its business rates income drop, in any year, by more than 7.5 per cent below their *baseline funding level*. The baseline funding levels are updated each year by the September RPI for the purposes of assessing eligibility for the safety net.

**Safety net threshold**

This is 92.5 per cent of a local authority's baseline funding level.

**Floor damping**

A method by which stability in funding is maintained through limiting the effect of reductions in grant. A floor guarantees a lower limit to year-on-year reductions in

grant for each authority. The grant changes of authorities whose grants are above the floor are scaled back by a fixed proportion to help pay for the floor.

More information can be found in the document titled "A Practitioners Guide : Business Rates Retention and the Settlement", which can be found on the DCLG website at:

<http://www.local.communities.gov.uk/finance/1314/practitionersguidev2.pdf>



## SPECIFIC GRANTS (AS NOTIFIED 7 JANUARY 2013)

Service	Funding Body	Grant name	SPECIFIC RING-FENCED GRANT 2012/13 £000's	SPECIFIC RING-FENCED GRANT 2013/14 £000's	SPECIFIC UNRING-FENCED GRANT 2012/13 £000's	SPECIFIC UNRING-FENCED GRANT 2013/14 £000's	TOTAL ROLL-ED INTO RSG AND BUS RATES 2013/14 £000's
CULTURE & LEISURE	Sport England	Community Sport & Physical Activity Network	5.00	0.00	0.00	0.00	0.00
CUSTOMER SERVICES		Births Deaths and Marriages	7.07	0.00	0.00	0.00	0.00
CUSTOMER SERVICES		The Contact Centre	5.22	0.00	0.00	0.00	0.00
CUSTOMER SERVICES	DCLG	Localisation Support for CT Transitional Grant Scheme	0.00	0.00	0.00	366.81	0.00
CUSTOMER SERVICES	DWP	Rent Allowances	44,444.54	0.00	0.00	0.00	0.00
CUSTOMER SERVICES	DWP	Disc Hsg Pay and App Imple	193.42	0.00	0.00	0.00	0.00
CUSTOMER SERVICES	DWP	Rent Rebates	31,192.95	0.00	0.00	0.00	0.00
CUSTOMER SERVICES	DWP	Benefits claims, overpayments and appeals	1,516.39	1,380.49	0.00	0.00	0.00
CUSTOMER SERVICES	DWP	Recession Funding	152.85	68.31	0.00	0.00	0.00
CUSTOMER SERVICES	DCLG	New Burdens Business rate relief	0.00	0.00	3.50	0.00	0.00
CUSTOMER SERVICES	MOPAC	Community Safety	0.00	0.00	110.41	0.00	0.00
CUSTOMER SERVICES	DCLG	Implementation of new CT Scheme	0.00	0.00	84.00	123.06	0.00
HOUSING & PUBLIC PROTECTION	DOH	Supported Employment Grant	2.46	0.00	0.00	0.00	0.00
HOUSING & PUBLIC	DCLG	Homelessness Grant	0.00	0.00	400.00	0.00	400.00

Service	Funding Body	Grant name	SPECIFIC RING-FENCED GRANT 2012/13 £000's	SPECIFIC RING-FENCED GRANT 2013/14 £000's	SPECIFIC UNRING-FENCED GRANT 2012/13 £000's	SPECIFIC UNRING-FENCED GRANT 2013/14 £000's	TOTAL ROLLED INTO RSG AND BUS RATES 2013/14 £000's
PROTECTION							
HOUSING & PUBLIC PROTECTION	DCLG	Tenancy Fraud Funding	0.00	0.00	100.00	0.00	0.00
REGENERATION POLICY & PLANNING	DCLG	Community Rights to Bid	0.00	0.00	0.00	7.86	0.00
REGENERATION POLICY & PLANNING	DCLG	Community Rights to challenge new burdens - New	0.00	0.00	8.55	8.55	0.00
REGENERATION POLICY & PLANNING	DCLG	Flood Funding	0.00	0.00	209.50	77.53	132.00
REGENERATION POLICY & PLANNING	DCLG	Assets of Community Value - New	0.00	0.00	4.87	0.00	0.00
REGENERATION POLICY & PLANNING	DCLG	Town Team Partners	0.00	0.00	30.00	0.00	0.00
STREETCARE	DCLG	Waste Collection - Green Rewards	0.00	0.00	146.33	462.76	0.00
STREETCARE	DCLG	Waste Collection Campaign	0.00	0.00	96.58	127.04	0.00
							0.00
			<b>77,519.90</b>	<b>1,448.79</b>	<b>1,193.74</b>	<b>1,173.60</b>	532.00
							0.00
ADULTS & HEALTH SERVICES TRANSFORMATION	DOH	NHS Support for Social Care	15.00	0.00	0.00	0.00	0.00
COMMISSIONING	DOH	NHS Support for Social Care	0.00	0.00	2,553.10	3,599.51	0.00
COMMISSIONING	HO	DAAT Drug Interventions _DIP	56.19	0.00	0.00	0.00	0.00
COMMISSIONING	DOH	Localisation of Social Fund - Programme Funding	0.00	0.00	0.00	604.18	0.00
COMMISSIONING	DOH	Localisation of Social Fund - Admin	0.00	0.00	0.00	127.67	0.00
COMMISSIONING	DOH	Localism of Social Fund Start Up Funding	0.00	0.00	6.04	0.00	0.00
COMMISSIONING	DCLG	Supporting People	0.00	0.00	0.00	0.00	0.00

<b>Service</b>	<b>Funding Body</b>	<b>Grant name</b>	<b>SPECIFIC RING-FENCED GRANT 2012/13 £000's</b>	<b>SPECIFIC RING-FENCED GRANT 2013/14 £000's</b>	<b>SPECIFIC UNRING-FENCED GRANT 2012/13 £000's</b>	<b>SPECIFIC UNRING-FENCED GRANT 2013/14 £000's</b>	<b>TOTAL ROLLED INTO RSG AND BUS RATES 2013/14 £000's</b>
COMMISSIONING	N/A	Homecare	0.00	0.00	0.00	0.00	0.00
COMMISSIONING	N/A	Direct Payments	0.00	0.00	0.00	0.00	0.00
ADULT SOCIAL CARE	DOH	Local Reform and Community Voices	0.00	0.00	0.00	176.14	0.00
ADULT SOCIAL CARE	DOH	DOLS additional Funding	0.00	0.00	0.00	22.16	0.00
ADULT SOCIAL CARE	DOH	Helathwatch Funding	0.00	0.00	0.00	46.98	0.00
ADULT SOCIAL CARE	DOH	Learning Disability and Health Reform Grant	0.00	0.00	7,630.65	0.00	7,821.66
			<b>71.19</b>	<b>0.00</b>	<b>10,189.79</b>	<b>4,576.63</b>	7,821.66
							0.00
ISB	DFE	Dedicated Schools Grant	130,589.66	189.13	0.00	0.00	0.00
ISB	DFE	Dedicated Schools Grant -New alloc for 2 year olds from 13/14	0.00	0.00	0.00	2,119.82	0.00
ISB	YPLA	YPLA Funding (Formerly LSC)	858.89	0.00	0.00	0.00	0.00
ISB	YPLA	YPLA Teachers Pay Grant	115.59	0.00	0.00	0.00	0.00
ISB	YPLA	YPLA Pupil Premium Grant	3,373.25	0.00	0.00	0.00	0.00
LEARNING & ACHIEVEMENT	YPLA	LSC Havering College of Adult Education	181.77	0.00	0.00	0.00	0.00
LEARNING & ACHIEVEMENT	YPLA	LSC Havering Adult Education Central Office(FLIF/TTG funding)	1,086.50	0.00	0.00	0.00	0.00
LEARNING & ACHIEVEMENT	YPLA	YPLA 14-19 Apprentices	43.67	0.00	0.00	0.00	0.00
LEARNING & ACHIEVEMENT	DCLG	Extended Rights to Free Travel	0.00	0.00	58.00	0.00	0.00
LEARNING & ACHIEVEMENT	ARTS COUNCIL	Havering Music School	319.96	0.00	0.00	0.00	0.00
LEARNING &	DFE	HIAS Development Projects	53.31	0.00	0.00	0.00	0.00

<b>Service</b>	<b>Funding Body</b>	<b>Grant name</b>	<b>SPECIFIC RING-FENCED GRANT 2012/13 £000's</b>	<b>SPECIFIC RING-FENCED 2013/14 £000's</b>	<b>SPECIFIC UNRING-FENCED GRANT 2012/13 £000's</b>	<b>SPECIFIC UNRING-FENCED GRANT 2013/14 £000's</b>	<b>TOTAL ROLL-ED INTO RSG AND BUS RATES 2013/14 £000's</b>
ACHIEVEMENT							
LEARNING & ACHIEVEMENT	DFE	Creation of Childcare Places	111.30	0.00	0.00	0.00	0.00
CHILDREN & YOUNG PEOPLE	DFE	Social Work Improvement Team	316.01	0.00	0.00	0.00	0.00
CHILDREN & YOUNG PEOPLE	DCLG	Troubled Families	0.00	0.00	541.60	0.00	0.00
CHILDREN & YOUNG PEOPLE	DOH	Supported Employment	5.45	0.00	0.00	0.00	0.00
CHILDREN & YOUNG PEOPLE	DFE	Early Intervention Grant	0.00	0.00	8,944.59	0.00	6,646.10
CHILDREN & YOUNG PEOPLE	YJB	YOT Prevention	33.20	0.00	0.00	0.00	0.00
CHILDREN & YOUNG PEOPLE	YJB	Youth Offending Team	336.41	0.00	0.00	0.00	0.00
CHILDREN & YOUNG PEOPLE	DFE	Adoption Improvement Grant	40.80	0.00	0.00	0.00	0.00
CHILDREN & YOUNG PEOPLE	YJB	Children on Remand - New	0.00	0.00	0.00	91.63	0.00
CHILDREN & YOUNG PEOPLE	DFE	Local Safeguarding Board	17.50	0.00	0.00	0.00	0.00
			<b>137,483.27</b>	<b>189.13</b>	<b>9,544.19</b>	<b>2,211.45</b>	6,646.10
							0.00
FINANCE & PROCUREMENT	DCLG	Social Housing Fraud	19.68	0.00	0.00	0.00	0.00
BUSINESS SYSTEMS	DOH	Supported Employment	0.00	0.00	0.00	0.00	0.00
HUMAN RESOURCES	DOH	Supported Employment	47.20	0.00	0.00	0.00	0.00
DEVELOPMENT & BUILDING CONTROL		Planning Control	135.00	0.00	0.00	0.00	0.00
EXTERNAL FINANCE	DCLG	Council Tax Freeze Grant Year 1	0.00	0.00	2,680.19	0.00	2,680.19

Service	Funding Body	Grant name	SPECIFIC RING-FENCED GRANT 2012/13 £000's	SPECIFIC RING-FENCED GRANT 2013/14 £000's	SPECIFIC UNRING-FENCED GRANT 2012/13 £000's	SPECIFIC UNRING-FENCED GRANT 2013/14 £000's	TOTAL ROLL-ED INTO RSG AND BUS RATES 2013/14 £000's
EXTERNAL FINANCE	DCLG	Council Tax Freeze Grant Year 2	0.00	0.00	2,693.30	0.00	0.00
EXTERNAL FINANCE	DCLG	Council Tax Freeze Grant	0.00	0.00	0.00	1,083.19	0.00
EXTERNAL FINANCE	DCLG	New Homes Bonus	0.00	0.00	836.70	1,797.35	0.00
			<b>201.88</b>	<b>0.00</b>	<b>6,210.19</b>	<b>2,880.54</b>	2,680.19
							0.00
PUBLIC HEALTH	DOH	Healthy Lives for Healthy People - Public Health Funding	0.00	6,900	84.00	0.00	0.00
			<b>0.00</b>	<b>6,900.00</b>	<b>84.00</b>	<b>0.00</b>	<b>0.00</b>
		<b>TOTAL EXCLUDING NHB AND RSG</b>	<b>215,276.24</b>	<b>8,537.92</b>	<b>27,221.91</b>	<b>10,842.21</b>	<b>17,679.95</b>
CUSTOMER SERVICES	DCLG	Council Tax Benefit	19,880.38	0.00	0.00	0.00	13,549.03
	DCLG	Revenue Support Grant	0.00	0.00	51,362.91	0.00	26,626.12
COLLECTION FUND	DCLG	Business Rates	0.00	0.00	0.00	0.00	17,714.15
		<b>TOTAL INCLUDING NHB AND RSG</b>	<b>235,156.62</b>	<b>8,537.92</b>	<b>78,584.83</b>	<b>10,842.21</b>	<b>75,569.25</b>

## EARLY EDUCATION FUNDING

The Early Education offer for qualifying 2 Year Olds has statutory effect from 1 September 2013 – source Part 1 Education Act 2011; The Local Authority (Duty to Secure Early Years Provision Free of Charge) Regulations 2012.

Under Section 3 of the Regulations, qualifying children are those whose families would qualify for free school meals or are looked after by the Local Authority under Section 22 of the Children Act 1989. Nationally this represents 20% of 2 year olds. The qualification becomes effective the school term after the child's second birthday. The Early Education Entitlement for qualifying children is 570 hours in any year and for no fewer than 38 weeks in any year.

The latest estimate from the Department for Education (DfE) of qualifying 2 Year Olds in Havering from September 2013 is 506 (this has been reduced from 700). The DfE has yet to clarify whether this would be 506 over a full year or per term.

The 2 Year Old Offer is due to be extended with effect from 1 September 2014 to 40% of 2 year olds nationally. The current estimate of qualifying 2 year olds in Havering as notified by the DfE is 1,100. However, as the DfE has reduced the estimate for 2 year olds qualifying from 1 September 2013, this figure may well reduce. The qualifications for the extended offer from September 2014 are expected to include children with special educational needs or disabilities and those who have left care but are unable to return home. This was the subject of a recent consultation exercise but the outcome of this has yet to be announced.

Prior to 2013/14 funding for local 2 year old offer schemes has been from the Early Intervention Grant (EIG). From 2013/14 funding is within the Early Years Block of the Dedicated Schools Grant (DSG). The allocation for 2 year old funding is not ring-fenced either within the Early Years Block or the DGS as a whole. The DSG itself is ring-fenced.

The 2 Year Old offer funding allocations for Havering, announced by the DfE on 27 November 2012 are:

- Statutory Place Funding - £1,522,235. This is Revenue Funding for the payments to settings delivering the free offer. Funding to settings will be through the Early Years Single Funding Formula.
- Trajectory Building - £597,588. This is Revenue Funding to be used, in the main, to create places in preparation for the expanded offer in September 2014.
- Capital - £422,197. This funding is intended to support capital investment necessary to deliver the entitlement for 2 year olds. The capital allocation is not time-bound, so there are no deadlines by which this needs to be spent. However, this capital is not ring-fenced and can be spent on any capital purpose.

## SOCIAL FUND

As of the 1st April 2013, the local authority will assume responsibility for some discretionary aspects of the Social Fund, previously provided by the Department of Work and Pensions. Specifically, the local authority will have a responsibility to replace Community Care Grants and Crisis Loans. These aspects of the Social Fund are intended to support financially vulnerable residents and alleviate the impact of financial crises that cannot be budgeted for.

A significant amount of work has been done to develop a delivery model which supports Havering residents most effectively. It is essential that a local scheme ensures genuine assistance to those most in need. In order to achieve this, robust eligibility criteria has been developed in consultation with representatives across the local authority. It is also vital that a local scheme reflects the needs of the community and builds upon support that is already in place. Finally, a local scheme must endeavour to maximise the support it can provide with available funds, through minimising inappropriate demand and where possible, supporting income maximisation and positive financial decision-making. Havering has been allocated £604,178 per year for 2013/14 and 2014/15. Havering has also been allocated £127,667 in 2013/14 and £ 117,021 in 2014/15 as administrative funding to support the scheme.

The Havering scheme will be based around provision 'in kind' where a specific need is presented. The local authority intend to work in partnership with local foodbanks and furniture reuse organisations to deliver this, and are in conversation with these organisations currently. This will ensure needs are met appropriately and that provision of direct funds are minimised where possible. An interest-free loans system will be provided for other needs, up to a value of £250. Loans above £250 for more significant needs will be provided with a referral from a relevant professional, e.g. social worker, who will verify the need. In order to ensure that available funds are maximised to support as many Havering residents as possible, individuals will not be able to claim for a second loan if they have not repaid a previous loan. The loans will be delivered by an external provider, and a tender process to identify the most appropriate provider will be completed by the end of January. A high level service specification has been drafted and agreed by the local authority's Corporate Management Team. This will then be finalised in partnership with a chosen provider during the development of the service.

Havering is part of a pan-London working group which is working together to identify ways in which fraud can be prevented. This includes the development of a shared 'local connection' clause, to ensure that data regarding awards in different boroughs can be shared.

## SCHEDULE OF REVENUE BUDGET ITEMS

Service Area	Description	2013/14 £000	2014/15 £000
<b>Savings not being delivered and Substitutes</b>			
Culture & Leisure	<b>Westland temporary camping site</b> Focus our efforts to encourage more people to visit Havering. Derive income from a temporary camping site to cater for visitors during the Olympic Games and consider the longer term use of such a site.	50	50
Culture & Leisure	<b>Culture &amp; Leisure Initiatives</b> ( <i>Alternative to Westland temporary camping site</i> ) Reduction in Parks & Open spaces cleaning costs - £5K Increased income from Football pitch lettings - £16k Reduction in Grounds maintenance overtime costs - £10k Removal of Parks Protection officers' car allowance budget - £5k Income from a Higher Level Stewardship scheme at Hornchurch County Park - £14k	(50)	(50)
Internal Services	<b>Corporate Services Review</b> Review corporate services areas following enterprise resource planning areas and customer services to identify further savings.	250	250
Internal Services	<b>ISS future phases (subject to shared services)</b>	150	150
Shared Services/Collaboration with other LAs	Based on the total cost of running the support functions budgets and delivering a phased 10% savings target	0	(500)
Children's Services	<b>Adoption</b> A successful consortia arrangement has been in operation between Havering, Thurrock and Southend Councils for some time. This increases the chances of a successful match between children suitable for adoption and prospective parents. Efficiency savings would be achieved by having 1 manager, fewer panels, shared administration and	250	250



Service Area	Description	2013/14 £000	2014/15 £000
	shared systems and marketing.		
Children's Services	<b>Implementations of SEN Green Paper</b> Refresh the way the Council delivers SEN services in line with the SEN Green paper launched in March 2011. Measures will include more partnership working with other agencies and the voluntary sector.	100	100
Children's Services	<b>Management and Administration</b> ( <i>Alternative to Adoption</i> ) CYPs Management and Administration Review.	(110)	(110)
Children's Services	<b>Review and Progress changes to SEN Services</b> ( <i>Alternative to Implementations of SEN Green Paper</i> ) Reduced staffing, income generation from charging for training and non-core services, provision of accreditation training for SENCO's and providing guidance and support to schools to reduce the numbers identified as SEN.	(100)	(100)
<b>Corporate Savings/Reductions</b>			
Taxicard	London Councils will be writing to the boroughs to confirm LBH contribution (likely to be circa £130-140k). 12/13 Budget £306k. The reduction is due to successful lobbying on Havering's contribution to the scheme and has no impact on the scheme itself	(166)	(166)
London Councils Subscription and London Borough Grants Scheme	Reduction in contribution required from Council. Part of a broader overall reduction in operational costs and a continuing review of grant funding	(150)	(150)
Freedom Pass	Reduction in Havering contribution to scheme reflecting changes to distribution formula - £57k on the actual contribution plus £400k allowed for as growth. Also a result of successful lobbying by the Council and has no impact on the scheme itself	(457)	(457)
Review of organisation structure looking at management tiers and approach to commissioning functions	Linked to senior management reorganisation	(130)	(200)

<b>Service Area</b>	<b>Description</b>	<b>2013/14 £000</b>	<b>2014/15 £000</b>
Members Allowances	Review of allowances scheme to reduce the overall cost of payments through a reconfiguration of the Special Responsibility Allowances		(100)
Insurance Provision	Removal of existing provision created when the insurance contracts were last tendered	(500)	(500)
New Homes Bonus	Estimated increase over next 2 years, not currently reflected in base budget	(1,797)	(2,397)
<b>New Pressures/Growth Items</b>			
Efficiency Fund	This budget was due to be removed in 13/14 but the need for a sustained transformation programme to deliver further savings requires the availability of a base budget	1,000	1,000
Housing Benefit Admin Grant	Reduction in allocation 13/14 as the level of grant is being reduced by Government, although there is no similar reduction in work volumes for the foreseeable future	110	110
LACSEG	Corporate recharges currently allocated into schools' support services which will no longer be possible owing to changes to LACSEG funding	300	300
Advertising Hoardings	Removal of the remaining income budget as there is no likelihood this will be capable of being delivered in the current climate	236	236
<b>Savings arising from Grant Reductions</b>			
LACSEG	Net savings arising from restructure of services within Learning & Achievement to offset the reduction in grant funding	(1,000)	(1,000)
	Early Years restructure	(332)	(332)
	Efficiency housekeepings	(72)	(72)
	Review of Asset Management organisation structure and working arrangements with academies	(150)	(150)

## CAPITAL PROGRAMME 2013/14 AND 2014/15

Core Havering Programme	2013/14	2014/15	Total
	£'000	£'000	£'000
Parks, Libraries, Leisure & Cemeteries	1,000	1,000	<b>2,000</b>
Developing ICT Infrastructure	1,000	800	<b>1,800</b>
Street Environment	2,000	2,000	<b>4,000</b>
Protection of Assets and Health and Safety	500	500	<b>1,000</b>
Regeneration	100	100	<b>200</b>
Disabled Facilities Grant (Council element only)	300	300	<b>600</b>
<b>Total</b>	<b>4,900</b>	<b>4,700</b>	<b>9,600</b>
Disabled Facilities Grant (grant funded element - estimated)	626	626	1,252
<b>Total</b>	<b>5,526</b>	<b>5,326</b>	<b>10,852</b>

Note 1 : Cabinet is being asked to approve the 2013/14 Core Programme as set out above, with the proviso that the Streetcare programme will be for a single sum of £4m, cashflowed as appropriate over a 2 year period. The overall Programme for 2013/14 will therefore be £7.526m including the external funding for the DFG element of the programme.

Note 2 : the detailed schemes included within this sum are set out on the following pages.

Capital Scheme Name	Scheme Description	Estimated Spend 2013/14 £	
<b>CEMETERIES &amp; CREMATORIA</b>			
Crematorium Improvements	Crematorium Security Equipment (CCTV)/Audiovisual Technology/Installation of memorials (Sanctum II, Vase Blocks, Front lawns As Show Gardens)/Information Signage	100,000	
Cemetery Improvements	Romford Cemetery Security/Equipment Storage/Information Signage & Noticeboards	60,000	
Cemetery Asset Renewal	Implementation of Priority Condition Survey Work (Upminster Cemetery stonework urgent works for completion by Mar 2010)	30,000	
Crematorium Asset Renewal	Implementation of Priority Condition Survey Work. Programmed Renewal of Cremators and associated ductwork	200,000	
Additional Cemetery Land	Extension of Upminster Cemetery (Supplementary Funding)	45,000	
Bereavement Services Premises Renewal	Implementation of Priority Condition Survey Work (Buildings, Paths, Boundary Walls Programmed Renewal)	45,000	
Bereavement Services ICT Upgrade	Sequel Upgrade and Deceased Online Phase 2 (Increased direct customer access)	20,000	
		<b>500,000</b>	
<b>PARKS &amp; LEISURE</b>			
St Andrew's Cemetery works	Improving access to St Andrew's Cemetery	10,000	
Playground replacement/repairs	Replacement and repairs to equipment in playgrounds	60,000	
Allotments investment	Urgent works required on allotment sites	15,000	
Heritage buildings	Restoration and upkeep of historic buildings	20,000	
Public Rights of Way and Countryside	Fencing and path works	10,000	
Langtons Gardens match funding	HLF Bid match funding to restore Langtons Gardens	50,000	
Depots H&S investment	Urgent works to deal with Health and Safety issues at the depots	20,000	
Wifi in Libraries	Installation of Wifi access in two libraries	10,000	
Libraries redecoration programme	Urgent redecoration and carpet replacement works in Libraries	20,000	
Book fund investment	Book purchase for the new libraries in Rainham and Harold Hill	50,000	
Fairykites Gallery	Match funding for Fairykites Gallery (sinking fund)_	25,000	

<b>Capital Scheme Name</b>	<b>Scheme Description</b>	<b>Estimated Spend 2013/14 £</b>	
Queen's Theatre	Essential repair and maintenance works at the Queen's Theatre	25,000	
Hornchurch Athletics Stadium floodlights	Sinking fund for the floodlight replacement at Hornchurch Athletics Stadium	30,000	
Parks investment	Improving the quality of the environment in parks cross the borough	155,000	
		<b>500,000</b>	
<b>BUSINESS SYSTEMS</b>			
ICT Infrastructure Transformation Programme	Software licences - Microsoft Enterprise Agreement, Microsoft Dynamics CRM, Oracle on Demand	755,200	
ICT Licences	IT Licence Revenue support 2013/14 (previously approved)	202,400	
ICT Infrastructure Transformation Programme	Migration into Cloud (Agreed ELS workstream)	42,400	
		<b>1,000,000</b>	
<b>STREETCARE</b>		<b>Profile of Spend 2013/14 £</b>	<b>Profile of Spend 2014/15 £</b>
<b>Highways</b>			
Footways	Various highway footway improvement schemes	450,000	500,000
Footway Slurry Seal Programme	Various highway footway improvement schemes	200,000	200,000
Carriageways	Various highway carriageway improvement schemes	630,000	620,000
Anti-Skid	Anti skid surface areas in connection with above works	25,000	35,000
<b>Street Lighting</b>			
Street Lighting	Street Lighting replacement programme	250,000	250,000
Centre Island Bollards	Centre Island bollard conversion / removals	25,000	25,000
Lamp Column painting	Large scale painting programme on main routes	20,000	20,000
<b>Other</b>			
Gidea Park station scheme, Phase 3	Station & shopping area improvement scheme part funded by TFL	70,000	70,000
Small scale shopping centre scheme, TBA	Small scale shopping area improvements	50,000	50,000
Large scale shopping centre scheme, TBA	Local area improvement scheme	100,000	100,000
Rivers, one off works	One off rivers & flood management investments to prevent flooding	20,000	
Tree pit upgrades, remove grates & trip hazards	Removal of metal grates and replacement with resin bonded non trip materials	20,000	20,000
Litter Bins	Purchase of replacement & or additional	20,000	15,000

<b>Capital Scheme Name</b>	<b>Scheme Description</b>	<b>Estimated Spend 2013/14 £</b>	
	litter bins		
<b>Parking</b>			
Car parks, bays white lining	Re lining of car parking bays	30,000	15,000
Car parks, small scale improvements	Shrub beds, litter bins and fencing	10,000	20,000
<b>Waste</b>			
Waste storage areas for flats recycling	Provision of recycle containers and storage facilities for flats	20,000	10,000
<b>Environmental Maintenance</b>			
Dangerous Tree Replacement Programme	Removal of dangerous trees arising from storm damage, disease and or accidents	60,000	50,000
		<b>2,000,000</b>	<b>2,000,000</b>
<b>ASSETS AND HEALTH &amp; SAFETY</b>			
Corporate buildings	Fire risk assessment works	75,000	
Corporate buildings	Legionella	75,000	
Mercury House	Mains renewal (further to works in 2012/13)	100,000	
Corporate buildings	Operational buildings issues	100,000	
Mercury House	Structural repairs and refurbishment	100,000	
Corporate buildings	Corporate landlord works	50,000	
		<b>500,000</b>	
<b>REGENERATION</b>			
Town Centre Regeneration	Local improvement projects to support town centre and neighbourhood initiatives in Elm Park and Collier Row, including match for external funding	100,000	
<b>DFG</b>			
Disabled Facilities Grant	Disabled Facilities Grant - 2013/14	926,000	

DRAFT EDUCATION MAINTENANCE CAPITAL PROGRAMME 2013/14

<b>Capital Scheme Name</b>	<b>Scheme Description</b>	<b>Provisional Estimate</b>	<b>Priority</b>
Various Schools/ PRU's/ Children's Centres	Emergency Repairs	450,000	<b>1</b>
Various Schools *	Urgent / Unplanned Hygiene Water Works Programme	175,000	<b>2</b>
Various Schools *	Education Capital Projects - Asbestos Removal	400,000	<b>3</b>
Various Schools	DDA works	100,000	<b>4</b>
Pinewood Primary	Install DDA Lift to Hall	20,000	<b>5</b>
Pyrgo Priory	Replacement of Oil Fired Boiler	150,000	<b>6</b>
Dycorts	Replacement of Oil Fired Boiler	120,000	<b>7</b>
Harold Wood Primary	Increase Gas Service & Replacement of Oil Fired Boiler	250,000	<b>8</b>
Squirrels Heath	Replace Gas Fired Boiler	200,000	<b>9</b>
Langtons	Replace Gas Fired Boiler	200,000	<b>10</b>
Hacton	Replace Pipework & Heat Emitters	150,000	<b>11</b>
Parkland Jun	Replace Pipework & Heat Emitters	200,000	<b>12</b>
Whybridge Jun	Replace Pipework & Heat Emitters	200,000	<b>13</b>
Hacton	Replace Domestic H+C WaterPipework	120,000	<b>14</b>

<b>Capital Scheme Name</b>	<b>Scheme Description</b>	<b>Provisional Estimate</b>	<b>Priority</b>
Dycorts	Urgent Domestic H&C Water Works	75,000	<b>15</b>
Ravensbourne	Urgent Domestic H&C Water Works	60,000	<b>16</b>
Pinewood	Urgent Domestic H&C Water Works	75,000	<b>17</b>
Branfil	Urgent Domestic H&C Water Works	75,000	<b>18</b>
Langton J & I	Urgent Domestic H&C Water Works	10,000	<b>19</b>
Squirrels Heath	Replace Domestic H+C WaterPipework	120,000	<b>20</b>
Harold Wood	Upgrade Electrical Distribution and Intake	150,000	<b>21</b>
<b>TOTAL</b>		<b>3,300,000</b>	

Note 1 : the Programme set out above is based on a prioritised assessment of schemes, designed to utilise the anticipated grant announcement, which is expected in due course. Should the sum fall short of the estimated £3.3m, schemes will be removed or deferred; should the sum exceed this, further schemes have been identified and costed and will be added to the Programme.

Note 2 : whilst known maintenance requirements in schools have been prioritised, a sum of £450k has effectively been held back to address any unforeseen and urgent repairs, such as mechanical failure, which would otherwise disrupt the operation of the school concerned. Where possible, any unspent balance from this sum will be reallocated to the prioritised list at the appropriate time within the 2013/14 financial year if emergency works do not arise.

Note 3 : maintenance works within schools are frequently programmed to be undertaken during school holidays in order to minimise disruption – hence the capital expenditure profile will reflect this phasing with a larger proportion of expenditure typically being incurred by October.



**CAPITAL PROGRAMME  
OVERALL FORECAST SPEND – GENERAL FUND CAPITAL**

	REVISED CAPITAL BUDGET	ACTUALS (PREVIOUS YEARS)	CURRENT YEAR ACTUALS	FORECAST CURRENT YEAR	FORECAST NEXT YEAR	FORECAST NEXT YEAR Plus 1	TOTAL FORECAST OUTTURN (B+E+F+G)	EXPECTED OVER/(UNDER) SPEND (H-A)
Culture & Community	78,573,858	51,549,566	4,245,906	17,520,104	8,737,892	764,872	78,572,434	(1,424)
Adults' and Health Services	2,408,626	1,222,733	400,473	954,068	0	0	2,176,801	(231,825)
Children's Services	46,493,309	45,659,480	536,636	453,859	81,569	0	46,194,908	(298,401)
Finance & Commerce	139,492,596	87,589,608	8,133,930	22,113,122	24,754,371	4,700,000	139,157,101	(335,495)
Legal & Democratic Services	2,553,109	1,509,622	86,418	499,609	309,398	185,000	2,503,629	(49,480)
Total GF	269,521,498	187,531,010	13,403,365	41,540,762	33,883,230	5,649,872	268,640,874	(916,624)

Note 1 : these figures include the Core Programme for both 2013/14 and 2014/15, which are included under Finance & Commerce

Note 2 : these figures exclude the following grant funded programmes:

TFL Programme for 2013/14 (estimated)	2,920,000
Adults PSS Capital grant 2013/14 (estimated)	521,000
Early Years Capital Grant (estimated)	500,000
Aiming High - Additional Needs for Disabled children (estimated)	170,000

CORPORATE PLAN REFRESH

“PLAN ON A PAGE”