

GENERAL FUND OUTTURN 2017/18

Summary Revenue Account				
	Outturn 2017/18			
	Latest Estimate	Outturn	Variance + Over / (Under)	Favourable / Adverse
	£'000	£'000	£'000	
Net Service Expenditure				
Tourism and Leisure Committee	1,996	2,059	63	Adv
Operational Management Committee	2,573	2,623	50	Adv
Environment, Health and Housing Committee	769	696	(73)	Fav
Planning Committee	927	1,039	112	Adv
Finance and Democracy Committee	3,183	3,340	157	Adv
Contingency	(247)	0	247	Adv
Net Cost of Services	9,201	9,757	556	Adv
Contributions to / (from) other Funds	(676)	(675)	1	Adv
Capital Accounting Adjustments	(378)	(916)	(538)	Fav
Interest payable and similar charges	39	39	0	-
Interest and investment income	(64)	(74)	(10)	Fav
Minimum Revenue Provision	672	672	0	-
Pension accounting adjustment	0	(331)	(331)	Fav
Sub-Total of Appropriations	(407)	(1,285)	(878)	Fav
Total Net Requirement (See App B, part 1 for variance details)	8,794	8,472	(322)	Fav
Financing				
General Government Grants:				
- New Homes Bonus	(1,665)	(1,665)	0	-
- Other Government Grants	(29)	(79)	(50)	Fav
Revenue Support Grant	(354)	(354)	0	-
Council Tax Outturn (incl previous years surplus/deficit)	(5,773)	(5,773)	0	-
Business Rates Outturn (incl previous years surplus/deficit)	(3,195)	(3,340)	(145)	Fav
Business Rates - s31 Grants	(901)	(1,081)	(180)	Fav
Less: budgeted transfer to Funding Volatility Reserve	2,000	2,000	0	-
Total Net Requirement	(9,917)	(10,292)	(375)	Fav
Surplus of resources for the year	(1,123)	(1,820)	(697)	Fav
Approved Transfer to/from Reserves				
Transfer to M55 Link Road Reserve	41	41	0	-
Transfer to Capital Investment Reserve	1,082	1,082	0	-
Recommended transfers to reserves	0	(697)	(697)	Fav
Analysis of recommended Transfers to/from Reserves:				
Recommended transfer from general fund revenue balances				
- transfer to general fund revenue balances re slippage	0	(137)	(137)	Fav
- transfer to Capital Investment Reserve	0	(560)	(560)	Fav
Recommended transfers to reserves	0	(697)	(697)	Fav
Statement of General Fund Revenue Balances				
General Fund Revenue Balances b/f	(3,548)	(3,548)	0	-
Recommended transfer to general fund revenue balances	0	(137)	(137)	Fav
General Fund Revenue Balances c/f	(3,548)	(3,685)	(137)	Fav

Note - this table has been provided to assist Members in understanding the outturn position. The Statutory Statement of Accounts will be in a different format to comply with the latest Code of Practice on Local Authority Accounting.

Note: Shaded area relate to items for which a slippage request has been made

STAFFING COSTS AND AUTHORITY WIDE BUDGETS						
Service Area	Detailed Description	Latest Full Year Budget £'000	Actual Outturn £'000	Variance £'000	Adverse/ Favourable	Reason for Variance
Authority Wide	Employee costs including basic pay, pension, NI, and overtime, plus agency costs	8,434	8,257	-177	FAV	The savings forecast which was approved by Budget Council in March 2017 assumed reduced payroll costs as a result of 'turnover savings' (delays in the recruitment to vacant posts) of £200k per annum. This target was reviewed in January 2018 and increased to £238k for 2017/18. The actual of savings achieved in relation to direct employee costs for the current year to date is in excess of this level by £177k. A slippage request is being made in the sum of £15k in respect of the temporary Estates Officer who has been brought in to assist the Estates and Asset Manager in reviewing existing Council assets to ensure revenue generation is maximised.
Authority Wide	Repairs and maintenance of council assets	299	311	12	ADV	Some works which had been planned to be undertaken in later years were required to be undertaken during 2017/18, resulting in this adverse outturn variance.
Authority Wide	Organisational Improvement Costs	23	17	-6	FAV	Funds had been allocated / set aside to be spent on a collaborative leadership initiative with a range of senior and operational managers that was planned for January 2018. Unfortunately this had to be postponed because of employee availability. This work is an essential element of the follow up work from the LGA Peer Review and slippage of this resource into 2018/19 is being requested to allow this to be delivered during 2018/19.
Sub total		8,756	8,585	-171	Favourable	

FINANCE & DEMOCRACY COMMITTEE

Interest and Investment Income	Investment & Bank Interest Received	-64	-74	-10	FAV	It has been possible to generate additional interest income from Treasury Management activities due to the favourable cash-flow position during the year.
Electoral Registration	Canvassers Fees and Equipment Purchase	46	7	-39	FAV	The Individual Electoral Registration (IER) transition is still in progress and there has been an underspend in 2017/18 due to the high number of returns and data matching requirements. The IER costs are funded by a Cabinet Office grant and slippage of these items is being requested to allow completion of the work in 2018/19.
	Individual Electoral Registration	-49	-12	37	ADV	
Revs & Bens Central Costs	Council Tax Reduction Scheme (CTRS) - Hardship Fund	7	1	-6	FAV	This budget represents the balance of the original £10k allocation of funding for this purpose. Slippage is being requested to carry forward this resource into 2018/19 to provide some budget provision for potential claimants during the new year - as per the management of the CTRS scheme as adopted.
Sub total		-60	-78	-18	Favourable	

Appendix B (cont'd)

Service Area	Detailed Description	Latest Full Year Budget £'000	Actual Outturn £'000	Variance £'000	Adverse/ Favourable	Reason for Variance
OPERATIONAL MANAGEMENT COMMITTEE						
Computer Services	Purchase of Computer Equipment/Licences/etc.	390	318	-72	FAV	This budget provision was intended to fund the purchase of replacement servers which host the Council's core IT systems. This has not been progressed as intended as there has been a delay in the availability of updated hardware from the Council's preferred supplier. This is now expected to be available during 2018/19. This budget also provided for the intended migration to Office 365 and other cloud platforms for the internal and external ICT service. This is now planned to take place in 2018/19, subject to the slippage request being approved.
Sub total		390	318	-72	Favourable	
ENVIRONMENT, HEALTH & HOUSING COMMITTEE						
Mortgage Repossessions	Mortgage Repossn - grants	34	2	-32	FAV	This budget represents central government funding provided to assist in preventing homelessness as a result of mortgage repossession or landlord repossession. Only a proportion of the funding is anticipated to be required each year and a policy is in place such that the unspent balance of funding is carried forward to be used the following year, subject to general budget pressures permitting. A slippage request in this regard is being submitted for approval.
	Mortgage Repossn Prevntn Grant	-34	-2	32	ADV	
Housing Standards	Disabled Facilities Grant Fees	-55	-76	-21	FAV	An increase in the level of government funding in 2017/18 has resulted in the generation of an increased level of administration fees levied by Fylde Council for the management of grant-funded works. This budget will be reviewed in respect of future year income expectations.
Community Safety	Community Safety Initiatives	42	21	-21	FAV	Community Safety Funding consists mainly of a legacy left by the former LSP which was identified to be used solely for community safety initiatives. Although reducing each year there is an agreement that any surplus is slipped to the following financial year and a request has been submitted in this regard.
		-42	-21	21	ADV	
Licensing Act 2003	Premises Licences 2003 Act	-75	-90	-15	FAV	The prescribed Licensing Act fees are linked to the non-domestic rateable value (the RV) of a premises. As a result of the issue of a new rating list for 2017/18, a number of premises have attracted an increased RV which consequently increased the level of premises licence fees payable. In addition there have been an increase in the number of new and variation applications during the year. The budget in respect of future years will be reviewed as part of the budget right-sizing exercise during 2018/19.
Cemetery and Crematorium	Interments	-188	-201	-13	FAV	Despite earlier forecasts that the increased income expectations for 2017/18 would not be achieved, an increase in activity towards the latter part of the year recovered that position, resulting in a favourable outturn variance as compared to the revised income budgets. This is a key area of income for the Council and the budgets will be reviewed once again during 2018/19.
	Cremations	-993	-1,121	-128	FAV	
Sub total		-1,311	-1,488	-177	Favourable	

Appendix B (cont'd)

Service Area	Detailed Description	Latest Full Year Budget £'000	Actual Outturn £'000	Variance £'000	Adverse/ Favourable	Reason for Variance
PLANNING COMMITTEE						
Building Control	Building Notice Fee - Domestic Extensions	-69	-82	-13	FAV	The Building Regulations Building Notice fee income reflects both a change in application trends from Full Plans applications and a buoyant construction industry. The budget will be reviewed during 2018/19 as part of the budget right-sizing exercise.
Development Management	Consultants Fees	38	17	-21	FAV	A number of major planning applications received during the latter part of the year that require specialist external input were not determined during 2017/18 but will now be determined in 2018/19, resulting in an underspend against this budget. A slippage request has been submitted to provide for this work to be undertaken in 2018/19.
	Archaeology and Ecology Agreement	24	4	-20	FAV	Archaeological advice was previously provided to the Council via Lancashire County Council (LCC). This arrangement, which was effectively subsidised by LCC, has now ceased and new interim arrangements are under review. This has led to an underspend of this budget during 2017/18. A slippage request has been submitted to provide for this resource in 2018/19 following the review of future arrangements.
	Planning Application Fees	-750	-644	106	ADV	The number of major planning applications received during the year has been lower than expected and income has consequently been reduced as compared to the original budget estimate. The budget will be reviewed during 2018/19 as part of the budget right-sizing exercise.
	Pre-Planning Advice Fees	-20	-6	14	ADV	
Planning Appeals	Planning Appeal Hearing Costs Including Legal Fees	40	75	35	ADV	The cost of dealing with planning appeal hearings during the year exceeded the available budget. The budget for subsequent years is higher than the 2017/18 budget and will be reviewed as part of budget rightsizing during 2018/19.
Planning Enforcement	Miscellaneous Receipts	0	-12	-12	FAV	The council carried out works in default in order to secure compliance with a planning enforcement notice. The owner of the land has been issued with an invoice for payment and the council is pursuing payment. A land charge has also been placed against the land in order to secure recovery of the costs.
Local Plan	Legal Fees and Court Costs	69	80	11	ADV	The local plan examination in public was extended and required additional evidence to demonstrate the housing number proposed by the council was "sound". The EiP is nearing completion and, presuming the inspector finds the plan to be sound, any further costs will be limited.
Sub total		-668	-568	100	Adverse	
Other minor variances				16	Adverse	
Total Variances - Net Budget Requirement				-322	Favourable	

Revenue Slippage 2017/18
Appendix C
Requests to transfer 2017/18 budget to 2018/19

Scheme	Detail	Slippage Requested £000	Explanation of Slippage	Effect on service delivery if not approved
--------	--------	----------------------------	-------------------------	--

FINANCE & DEMOCRACY COMMITTEE

Revs & Bens Central Costs	Council Tax Reduction Scheme (CTRS) - Hardship Fund	6	Balance of the original £10k allocation of funding for this purpose carried forward to next financial year to provide some budget provision for potential claimants during the new year - as per the management of the CTRS scheme as adopted.	The Council has a legal obligation to provide a hardship fund for CTRS recipients - this represents the resource to meet that obligation.
Electoral Registration	Individual Elector Registration (IER)	37	IER Funding from Cabinet Office to cover implementation of individual elector registration.	The slippage is required to enable the delivery of electoral registration forms to householders. If this is not carried out the grant funding would be returned to central government.
		-37		
Organisational Improvement	Oganisational Improvement Costs	3	Funds had been allocated / set aside to be spent on a collaborative leadership initiative with range of senior and operational managers that was planned for January 2018. Unfortunately this had to be postponed because of employee availabilty. This work is an essential element of the follow up work from the LGA Peer Review and approval of the slippage of this resource into 2018/19 would allow this to be delivered.	Because the known commitments on this budget for 2018/19 this initiative could not be delivered if the slippage were not to be approved, resulting in the loss of a significant opportunity for organisational development.
Sub-total		9		

OPERATIONAL MANAGEMENT COMMITTEE

Property Management	Salaries - Basic Pay	15	The former Principal Estates Suveyor left Fylde Council in December 2016. following a staffing review of the Technical Services Team in early 2017 a new post of Estates and Assets Manager was created to manage the estates and assets team, increase revenue from wxisting assets and explore new revenue generating options. This post was filled in October 2017. Due to the length of time the post was vacant a back-log of work developed. To enable the Estates and Assets Manager to focus on additional revenue generation ideas it has been proposed the a temporary Estates Officer be brought in to assist the Estates and Asset Manager in reviewing existing Council assets to ensure revenue generation is maximised. It it expected that additional revenue generated will exceed the cost of the temporary Estates Officer.	If the slippage were not to be approved the Estates and Asset Manager would not be able to focus on exploring additional revenue generating options reulting a potential opportunities not being able to be exploited.
Computer Services	Hardware Replacement	72	This budget provision was intended to fund the purchase of replacement servers which host the Council's core IT systems. This has not been progressed as intended as there has been a delay in the availabiltiy of updated hardware from the Council's preferred supplier. This is now expected to be available during 2018/19. This budget also provided for the intended migration to Office 365 and other cloud platforms for the internal and external ICT service. This is now planned to take place in 2018/19.	If the slippage were not to be approved this would most likely result in a further delay in the replacement of hardware which may in turn have security implications and expose ICT services to cyber vulnerabilities. Additionally the Council may encounter possible software license usage vs entitlement issues.
Sub-total		87		

Appendix C (cont'd)

Scheme	Detail	Slippage Requested £000	Explanation of Slippage	Effect on service delivery if not approved
--------	--------	----------------------------	-------------------------	--

ENVIRONMENT, HEALTH & HOUSING COMMITTEE

ENVIRONMENT, HEALTH & HOUSING COMMITTEE				
Community Safety Initiatives	Community Safety Initiatives	21	Community Safety funding is now significantly diminished due to the fact that external grants are no longer being received, other than for smaller amounts of funding, for example, from the Police and Crime Commissioner. The intention is to manage the limited resources prudently and when such usage is most effective. As a result during 2017/18 a relatively small amount of funding has been granted to support a number of partnership projects and consequently a slippage request has been made to transfer the remaining resource into 2018/19. It is possible that not all of this will be used in 2018/19 and a future request to transfer funding beyond 2018/19 may be made. The Grant monies are specifically for Community Safety Initiatives as stipulated by the LSP until such time as the money is fully spent.	If the slippage were not to be approved this would have a detrimental effect on the funding local community safety initiatives. The initiatives are aimed at addressing particular crime or anti-social behaviour issues within Fylde and the monies would have to be repaid to Lancashire County Council.
		-21		At the cessation of the LSP an undertaking was given to utilise the funding for the agreed purposes. It is unclear what would be the consequence if that undertaking were not honoured.
Mortgage Repossessions	Mortgage Repossessions - Grants & Loans	32	In 2009/10 DCLG allocated £23.5k to Fylde Council to assist in preventing homelessness as a result of mortgage repossession or landlord repossession and in 2012 provided a further £30k for the same purpose. A policy is in place such that the unspent balance of funding is carried forward to be used the following year, subject to general budget pressures permitting.	If the slippage were not to be approved the mortgage repossession prevention work could not continue. As this is grant funding that can only be used for mortgage repossession prevention work the funding would need to be returned to central government if not used for the intended purpose.
		-32	Funding for project as described above.	
	Sub-total	0		




PLANNING COMMITTEE






Development Management	Archaeology & Ecology	20	Archaeology advice was previously provided to the Council via LCC. This arrangement, which was effectively subsidised by LCC, has ceased and new interim arrangements are under review and so the costs associated with the service are not yet finalised.	If the slippage were not to be approved it could result in a failure to adequately assess certain planning applications which may result in legal challenges or planning appeals which, in turn, will present additional resource implications.
Development Management	Consultants Fees	21	A number of major planning applications received during the latter part of the year that require specialist external input will be determined during 2018/19 financial year.	If the slippage were not to be approved it could result in a failure to adequately assess certain planning applications may result in legal challenges or planning appeals which, in turn, will present additional resource implications.
Sub-total		41		

Total Revenue Slippage	137	
------------------------	-----	--

CAPITAL OUTTURN 2017/18




Appendix D





KEY:		SCHEME DELIVERED TO BUDGET DURING THE YEAR
		SCHEME UNDERSPENT AGAINST BUDGET
		SCHEME OVERSPENT AGAINST BUDGET

APPROVED SCHEMES	Financing Source	Latest Budget 2017/18 £000	Actual Outturn 2017/18 £000	Variance £000	Variance	See key	Slippage Requested £000	Comments
FINANCE & DEMOCRACY COMMITTEE								
Accommodation Project - Phase 6 & 7 - Council Chamber & Internal Refurb / Services	Proceeds from the sale of surplus Council Assets, and the Accommodation Project Reserve	500	500	0	On target		0	The completion of these phases of the scheme, within the approved budget, marks the completion of the internal refurbishment and modernisation of the Town Hall. This has been a major capital scheme, delivered over a number of years, resulting in much improved office accommodation and fit-for-purpose meeting rooms and Council Chamber.
Sub total		500	500	0			0	
TOURISM & LEISURE COMMITTEE								
Fairhaven Lake & Promenade Gardens	Capital Investment Reserve / Direct Revenue Finance	113	108	5	On target		5	Half of the project funding was expected to be required during 2017/18. This level of funding has not actually been required and the balance will now be used in 2018/19, subject to the slippage request being approved.
Development of Play Area - Bridges Playing Field, Warton	S106 Developer Contributions	107	107	0	On target		0	The scheme has been completed within the approved budget during the year.
Fleetwood Road Playing Fields, Wesham	S106 Developer Contributions	25	25	0	On target		0	The scheme has been completed within the approved budget during the year.
Mussel Tank Project	Specific Grant (LSA Civic Society)	130	130	0	On target		0	The scheme has been completed within the approved budget during the year.
Sub total		375	370	5			5	

CAPITAL OUTTURN 2017/18




Appendix D (Cont'd)








KEY:  SCHEME DELIVERED TO BUDGET DURING THE YEAR
 SCHEME UNDERSPENT AGAINST BUDGET
 SCHEME OVERSPENT AGAINST BUDGET

APPROVED SCHEMES	Financing Source	Latest Budget 2017/18 £000	Actual Outturn 2017/18 £000	Variance £000	Variance	See key	Slippage Requested £000	Comments
OPERATIONAL MANAGEMENT COMMITTEE								
Replacement Vehicles	Capital Investment Reserve / Borrowing / S106 Developer Contributions / Direct Revenue Finance	1,316	1,297	19	Underspent		19	An operational vehicle, of a bespoke specification, was not delivered to the Council by the year-end. Slippage is requested in this regard and the vehicle is now expected to be received in the early part of the financial year 2018/19.
Fylde Headlands Preliminary Work	Specific Government Grant (Environment Agency)	8	8	0	On target		0	The scheme has been completed within the approved budget during the year.
Public Transport Improvements	S106 Developer Contributions	18	18	0	On target		0	The scheme has been completed within the approved budget during the year.
Fairhaven and Church Scar Coast Protection Scheme	Specific Government Grant (Environment Agency) / Capital Investment Reserve	2,825	2,995	-170	Overspent		-170	Although grant for this scheme may be claimed three months in advance of it being expended, grant may not be claimed beyond the financial year end date. There has recently been an accelerated spend on the scheme towards the end of financial year 2017/18 and the balance of the associated grant was claimed early in the new financial year. Expenditure forecasts will continue to be reviewed as the scheme progresses and adjusted as necessary.
Sub total		4,167	4,318	-151			-151	

CAPITAL OUTTURN 2017/18




Appendix D (Cont'd)





KEY:  SCHEME DELIVERED TO BUDGET DURING THE YEAR
 SCHEME UNDERSPENT AGAINST BUDGET
 SCHEME OVERSPENT AGAINST BUDGET

APPROVED SCHEMES	Financing Source	Latest Budget 2017/18 £000	Actual Outturn 2017/18 £000	Variance £000	Variance	See key	Slippage Requested £000	Comments
ENVIRONMENT, HEALTH & HOUSING COMMITTEE								
Disabled Facilities Grants Programme	Specific Grant (Better Care Fund) / External Contributions / Grant repayments	1,255	1,010	245	Underspent		245	This budget has seen a significant increase in central government funding during 2016/17 and 2017/18 which has facilitated the clearance of the backlog / waiting list for disabled facility works. The slippage of £245k reflects the residual balance from 2017/18. An annual monitoring report on DFG's is due to be considered by the Environment, Health and Housing Committee at its next meeting. The £245k is fully allocated and represents the on-going work within the section. The slippage has allowed the service to continue into the current financial year as the Council are still awaiting confirmation and receipt of the 2018/19 DFG allocation.
Housing Needs Grants	DFG Grant Repayments	8	8	0	On target		0	The scheme has been completed within the approved budget during the year.
93 St Albans Road - Compulsory Purchase Order	S106 Developer Contributions	99	89	10	Underspent		0	The scheme has been completed (purchase of the asset) in 2017/18 with a minor underspend.
Affordable Housing Scheme - 93 St Albans Road Refurbishment	S106 Developer Contributions	56	56	0	On target		0	The first phase of the scheme has been completed to budget during the year.
Affordable Housing Scheme - Sunnybank Mill, Kirkham	S106 Developer Contributions	460	460	0	On target		0	The first phase of the scheme has been completed to budget during the year.
Affordable Housing Scheme - Church Road Methodist Church, St Annes	S106 Developer Contributions	275	0	275	Underspent		275	There has been a delay in the transfer of land from the Methodist Church to Great Places Housing Association. The scheme has been awaiting approval from Regional Methodist Church Circuit, which is now expected soon, allowing the scheme to progress in 2018/19, subject to the slippage request being approved.
Affordable Warmth Scheme	Specific Grant (Lancashire County Council)	46	15	31	Underspent		31	The Affordable Warmth Scheme is an ongoing programme funded by Lancashire County Council (LCC). LCC have confirmed that the scheme will continue in 2018/19. The slippage requested is expected to be fully-utilised in 2018/19, if approved.
Sub total		2,199	1,638	561			551	

CAPITAL OUTTURN 2017/18

Appendix D (Cont'd)

KEY:  SCHEME DELIVERED TO BUDGET DURING THE YEAR
 SCHEME UNDERSPENT AGAINST BUDGET
 SCHEME OVERSPENT AGAINST BUDGET

APPROVED SCHEMES	Financing Source	Latest Budget 2017/18 £000	Actual Outturn 2017/18 £000	Variance £000	Variance	See key	Slippage Requested £000	Comments
PLANNING COMMITTEE								
Woodlands Road Regeneration Scheme - Town Centre Phase 3	Capital Investment Reserve / S106 Developer Contributions	6	6	0	On target		0	The scheme has been completed within the approved budget during the year.
St Annes Regeneration Schemes	S106 Developer Contributions	170	162	8	Underspent		8	This scheme relates to the refurbishment of St. Andrews Road South in St Annes. It was anticipated that the scheme would be completed by the end of the 2017/18 financial year. However, with the onset of adverse weather conditions in March 2018 the scheme was not fully completed. It will, however, be completed by the end of May 2018.
Staining Regeneration Schemes	S106 Developer Contributions	40	40	0	On target		0	The scheme has been completed within the approved budget during the year.
M55 Link Road - design works	S106 Developer Contributions	387	279	108	Underspent		108	This scheme relates to the detailed technical design of the proposed link road. This work is progressing and payment is being made in stages as work is completed rather than as an upfront payment. Accordingly payments will be spread across two financial years and slippage into 2017/18 in the sum of £137k is now requested. The design works are due to be completed by June. Subject to overall funding agreements being in place tendering by LCC for construction of the new road is due in autumn of 2018.
Sub total		603	487	116			116	
Total Expenditure		7,844	7,313	531			521	

Capital Slippage 2017/18
Requests to transfer 2017/18 Budget to 2018/19

Appendix E

Scheme	Detail	Slippage Requested £000	Explanation of Slippage	Effect on service delivery if Slippage is not approved
--------	--------	----------------------------	-------------------------	--

TOURISM & LEISURE COMMITTEE

Fairhaven Lake & Promenade Gardens	Building Works and Improvements	5	Half of the project funding was expected to be required during 2017/18. This level of funding has not actually been required and the balance will now be used in 2018/19, subject to the slippage request being approved.	If the slippage were not to be approved there may be insufficient funding in 2018/19 to carry out all the necessary work.
	Sub-total	5		

OPERATIONAL MANAGEMENT COMMITTEE

Replacement Vehicles	Purchase of Vehicles	19	An operational vehicle, of a bespoke specification, was not delivered to the Council by the year-end. Slippage is requested in this regard and the vehicle is now expected to be received in the early part of the financial year 2018/19.	If the slippage were not to be approved the vehicle would have to be funded from the 2018/19 budget for vehicle replacements which would impact on the delivery of future years of the vehicle replacement schedule.
Fairhaven and Church Scar Coast Protection Scheme	Building Works and Improvements	-170	There has recently been an accelerated spend on the scheme towards the end of financial year 2017/18 and the balance of the associated grant was claimed early in the new financial year. Expenditure forecasts will continue to be reviewed as the scheme progresses and adjusted as necessary.	If the accelerated spend was not granted the works would have to be funded from other resources which would adversely impact the delivery of services elsewhere.
	Sub-total	-151		

Appendix E (Cont.)

Scheme	Detail	Slippage Requested £000	Explanation of Slippage	Effect on service delivery if Slippage is not approved
--------	--------	-------------------------	-------------------------	--

ENVIRONMENT, HEALTH & HOUSING COMMITTEE

Disabled Facilities Grants Programme	Grants	245	This budget has seen a significant increase in central government funding during 2016/17 and 2017/18 which has facilitated the clearance of the backlog / waiting list for disabled facility works. The slippage of £245k reflects the residual balance from 2017/18. An annual monitoring report on DFG's was considered by the Environment, Health and Housing Committee at its meeting earlier this month. The £245k is fully allocated and represents the on-going work within the section. The slippage has allowed the service to continue into the current financial year as the Council is still awaiting receipt of the 2018/19 DFG allocation.	If the slippage were not to be approved there may be insufficient funding in 2018/19 to carry out all the necessary DFG work without the reintroduction of a waiting list being necessary.
Affordable Housing Scheme - Church Road Methodist Church, St Annes	Building Works and Improvements	275	There has been a delay in the transfer of land from the Methodist Church to Great Places Housing Association. The scheme has been awaiting approval from Regional Methodist Church Circuit, which is now expected soon, allowing the scheme to progress in 2018/19, subject to the slippage request being approved.	If the slippage were not to be approved the scheme could not go ahead, resulting in the loss of an opportunity to regenerate this site and deliver affordable homes. As the S106 funding is specifically identified for the delivery of affordable homes, an alternative site would need to be identified for which the monies could be used.
Affordable Warmth Scheme	Grants	31	The Affordable Warmth Scheme is an ongoing programme funded by Lancashire County Council (LCC). LCC have confirmed that the scheme will continue in 2018/19. The slippage requested is expected to be fully-utilised in 2018/19, if approved.	If the slippage were not to be approved the improvements identified through the grant scheme would not be delivered and any unspent funding will have to be returned to Lancashire County Council.
Sub-total		551		

PLANNING COMMITTEE

St Annes Regeneration Schemes	Regeneration Scheme	8	This scheme relates to the refurbishment of St. Andrews Road South in St Annes. It was anticipated that the scheme would be completed by the end of the 2017/18 financial year. However, with the onset of adverse weather conditions in March 2018 the scheme was not fully completed. It will, however, be completed by the end of May 2018.	The slippage is required to provide for the final account payment during 2018/19, marking the completion of the scheme and fulfilment of the agreed contract.
M55 Link Road	Building Works and Improvements	108	This scheme relates to the detailed technical design of the proposed link road. This work is progressing and payment is being made in stages as work is completed rather than as an upfront payment. Accordingly payments will be spread across two financial years and slippage into 2017/18 in the sum of £137k is now requested. The design works are due to be completed by June. Subject to overall funding agreements being in place tendering by LCC for construction of the new road is due in autumn of 2018.	If the slippage were not to be approved the delivery of the M55-Heyhouses link road would be further delayed as funding would only be provided based on the original triggers set out in the planning permission for the residential development at Queensway. Facilitation of the M55 Link Road is a key action within the Council's approved Corporate Plan.
Sub-total		116		
Total Capital Slippage		521		

Prudential Indicators

Prudential Indicator	Revised Indicator 2017/18 £m	Actual 2017/18 £m	Note
Authorised limit for external debt	9.0	1.0	1
Operational boundary for external debt	3.0	1.0	2
Principal sums invested > 364 days	5.1	0	
Limit on fixed interest rate debt	9.0	1.0	
Limit on variable interest rate debt	1.0	0.0	
Maturity structure of borrowing (Upper limits):-			
Under 12 months	100%	0%	
12 months – 2 years	100%	100%	
2 years – 5 years	100%	0%	
5 years – 10 years	100%	0%	
10 years and above	100%	0%	
External Debt – Gross Borrowing	3.0	1.0	2
Investments	16.2	14.5	3
Capital Expenditure	7.8	7.3	
Capital Financing Requirement	5.8	5.7	
Ratio of Financing Costs to Net Revenue Stream	6.5%	6.2%	

Notes

1. The Authorised Limit indicator of £9.0m is set deliberately higher than the actual forecast borrowing amount as it needs to take into account any unexpected cash movements, and becomes the Authority's statutory limit.
2. The Operational Boundary is the expected borrowing position of the Council during the year. It is not a limit and can be breached.
3. This is the actual investments held at 31st March 2018.