

PERTH AND KINROSS COUNCIL**12 February 2015****COMPOSITE CAPITAL BUDGET 2015 - 2023****Report by the Head of Finance****ABSTRACT**

This report outlines proposals for the Council to consider when setting the next Capital Budget for the years to 2022/23.

1. BACKGROUND/MAIN ISSUES

- 1.1 The Council set a seven year Capital Budget for 2014/15 to 2020/21 at its meeting on 13 February 2014 (report 14/45 refers). Revisions to the budget for these seven years have been considered by the Strategic Policy & Resources Committee throughout the year. In addition, the Council also approved additional expenditure of £15.7M on Perth Transport Futures Phase 1 in May 2014 (report 14/192 refers), as well as increased Prudential Borrowing of £6.598M on the Perth Office Programme (POP) in October 2014 (report 14/439 refers).
- 1.2 This report seeks to set out proposals towards maintaining a seven year rolling budget up to 2022/23. The Prudential Code requires that the Council determines the level of capital expenditure which is affordable and subsequently sets a capital budget to meet local needs and priorities in the most cost-effective manner. Maintaining a 7 year rolling budget supports the Council's medium term strategic financial planning.

2. ADDITIONAL PRESSURES IN THE COMPOSITE CAPITAL PROGRAMME

- 2.1 As a result of additional capital expenditure and borrowing of £58.085M approved by the Council (excluding Prudential Borrowing) over the last two years, which is summarised at Appendix I, increased pressure on the Loan Charges budget has arisen. Previous estimates had shown that the Capital Fund could be used to support the annual Loan Charges budget for at least the next twenty years. However as a result of the additional expenditure outlined above, the current estimated position is that the Capital Fund is forecast to be fully utilised by 2024/25, leaving a significant deficit in the Loan Charges budget in subsequent years of around £6.5M each year. This is illustrated at Appendix II.

- 2.2 Further potential pressures and priorities within the capital budget have since been identified. These included significant projects in relation to expanding the school estate and the provision of infrastructure to support anticipated population growth. The Revenue Budget report being considered at this meeting of the Council includes a proposal to increase the Loan Charges budget by £500K in 2015/16. However, it is anticipated that the Loan Charges budget would need to increase over the medium term, and the impact of increasing it by £750K and £1M per annum each year is modelled at Appendix III and IV. It should also be noted that the Loan Charges budget has not significantly increased since 1996, however the budget has been able to continue to support £12M of new borrowing in recent years when setting the Capital Budget up to 2019/20. This has been possible because of falling long term interest rates in recent years and pro-active Treasury Management in managing the Council's debt portfolio.
- 2.3 As noted above, various additional pressures have been identified, however there remains considerable uncertainty over the nature, costs, timing and potential alternative funding sources for individual projects. These projects would potentially have a significant impact on the Loan Charges revenue budget if it were not augmented incrementally. However, as the exact timing of any increase is uncertain, there is a need to allow for flexibility, and therefore the need to augment the Loan Charges budget should be considered in the context of the Revenue Budget process.
- 2.4 The Council is also considering funding options for Perth City Development. These potentially include the City Deal on a collaborative basis with other Scottish Cities, and the Growth Accelerator Model (GAM) with developers and the Scottish Government. However, all funding options will inevitably involve some element of increased borrowing by the Council to support these development initiatives, but with considerable uncertainty over the various funding sources.
- 2.5 In February 2014, when setting the Composite Capital Budget for 2020/21, no new borrowing was included. This was on the basis that such new borrowing was not affordable based on current Loan Charge budgets as a result of increased borrowing on various projects, as described in Section 2.1 above. Therefore, the only resources available for the 2020/21 Capital Budget were an assumed amount for Capital Grant, which was allocated to some ongoing rolling programmes. These programmes were those which were previously subject to top-slicing (ie Structural Maintenance and Footways); those which had previously been transferred from the Revenue Budget (Computer and IT Expenditure and Occupational Therapy Equipment) and those which had previously scored highly under the ranking criteria (Modernising Primaries and Secondaries and IST Infrastructure).
- 2.6 It is therefore proposed that, in conjunction with the proposed increase in the Loan Charges budget, the Council approve new borrowing of £12M in 2020/21, and invite Services to submit Business cases for consideration by the Council in February 2016. Annual new borrowing of £12M is the amount deemed affordable in the previous Capital Budget Strategies, and has been

assumed within the Capital Fund estimates in considering the increase in the Loan Charges budget discussed under Section 2.2 above.

- 2.7 Furthermore, as no new Business Cases will be considered in setting the Capital Budget until February 2016, budgets for 2021/22 and 2022/23 will then be required to restore a full seven year Composite Capital Budget for 2016/17 to 2022/23 at that time. Capital Budget proposals for the years 2021/22 and 2022/23 are discussed further in the next section.

3. COMPOSITE CAPITAL BUDGET 2021/22 and 2022/23

- 3.1 In order to develop the Capital Budget proposals it has been assumed at this stage that the proposals to increase the Loan Charges budget described under Section 2.2 above are approved in the medium term.
- 3.2 On this basis, it is proposed that the same level of capital resources that were estimated to be available in 2020/21 when setting the Capital Budget in February 2014, together with the inclusion of £12M of new borrowing discussed above, will also be available in 2021/22 and 2022/23. The assumed level of resources can therefore be summarised in the table below:

Composite Capital Resources	2021/22	2022/23
	£'000	£'000
Composite Borrowing	12,000	12,000
General Capital Grant	10,000	10,000
Ring-Fenced Capital Grant	200	200
Capital Receipts	0	0
Total Resources Available	22,200	22,200

- 3.3 It should, however, be noted that the Scottish Government has not issued allocations for Capital Grants beyond 2015/16. Therefore, the above estimates of General and Ring-Fenced Capital Grants are subject to significant uncertainty. These assumptions may need to be revised in future years when actual allocations become known. However, the amounts assumed at this stage are consistent with those used in previous years.
- 3.4 A modest estimate of General Fund property disposal receipts each year had been included in previous years. However, given the continuing difficult economic conditions affecting the property market and the reduction in suitable property for disposal, it is proposed that no provision is included for property disposal receipts at this stage. However, this will be subject to ongoing review throughout the budget period.
- 3.5 It is recommended that the practice of “top-slicing” resources for Structural Maintenance (£6,800K) and Footways (£435K), as in previous years, be continued in 2021/22 and 2022/23. No increase in the amount to be top-sliced to take account of inflation is proposed, to reflect the constrained level of

resources available and to ensure that efficiencies are sought within these programmes. In addition, the assumed Ring-Fenced Grant for Cycling Walking & Safer Streets of £200K each year is to be top-sliced for this programme of work.

- 3.6 Additionally, the Capital/Revenue transfers implemented in 2013 resulted in some expenditure which was previously in the Revenue Budget being permanently transferred to the Capital Budget. This relates mostly to PC Replacement, other IT Expenditure and Occupational Therapy Equipment, and amounts to £852K per annum. As these budgets had traditionally been financed in the Revenue Budget, and had transferred to the Capital Budget to facilitate Capital Budget transfers to the Revenue Budget, it is proposed for the purpose of developing budget proposals that these amounts are maintained and so also top-sliced in 2021/22 and 2022/23.
- 3.7 After top-slicing all the amounts above, the estimated remaining resources available for distribution total £13,913K in each of the years 2021/22 and 2022/23, in addition to the £12,000K new borrowing proposed for 2020/21.
- 3.8 It is proposed that each Service is invited to submit Outline Business Cases (OBCs) up to the value of £10M for each of these three years. These will be subjected to a ranking process, with proposals to be submitted to the Council when setting the Composite Capital Budget in February 2016. The proposals to be considered by the Council in February 2016 will also include a review of the Commercial Property Investment Programme and any Prudential Borrowing schemes proposed by Services.
- 3.9 The ranking criteria and weightings to be applied to the Business Cases were last reviewed over two years ago, and reflected the priorities of the Council at that time. Therefore it is also proposed that the criteria are fully reviewed and updated as appropriate to ensure they reflect current priorities and remain fit for purpose.

4. CONCLUSION AND RECOMMENDATIONS

- 4.1 This report provides an update on the current Composite Capital Programme and outlines proposals for progressing new Business cases for 2020/21, 2021/22 and 2022/23 to maintain a seven year programme, for consideration by the Council in February 2016.

It is recommended that the Council:

1. Approve the indicative available resources for 2020/21, 2021/22 and 2022/23 outlined at Section 3.2.
2. Approve the proposed methodology outlined at Sections 3.4 to 3.9 for setting the Composite Capital Budget in February 2016, including the submission of OBCs by Services, and reviewing the ranking criteria to be applied to the OBCs.

Author(s)

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Approved

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Council Text Phone Number 01738 442573

1. IMPLICATIONS, ASSESSMENTS, CONSULTATION AND COMMUNICATION

Strategic Implications	Yes / None
Community Plan / Single Outcome Agreement	
Corporate Plan	Yes
Resource Implications	
Financial	
Workforce	
Asset Management (land, property, IST)	
Assessments	
Equality Impact Assessment	Yes
Strategic Environmental Assessment	Yes
Sustainability (community, economic, environmental)	
Legal and Governance	
Risk	
Consultation	
Internal	
External	
Communication	
Communications Plan	

1. Strategic Implications

Corporate Plan

- 1.1 The Council's Corporate Plan 2013 – 2018 lays out five outcome focussed strategic objectives which provide clear strategic direction, inform decisions at a corporate and service level and shape resources allocation. They are as follows:
- (i) Giving every child the best start in life;
 - (ii) Developing educated, responsible and informed citizens;
 - (iii) Promoting a prosperous, inclusive and sustainable economy;
 - (iv) Supporting people to lead independent, healthy and active lives; and
 - (v) Creating a safe and sustainable place for future generations.
- 1.2 The Chief Executive's Service provides a range of functions for internal and front-line customers alike. Those functions support the work of the whole Council by assisting them in the delivery of the Council's Corporate Objectives. As a consequence, this report does not specifically relate to one of the objectives, but assists with the delivery of all five.

2. Resource Implications

Financial

- 2.1 There are no direct financial implications arising from this report other than those reported within the body of the main report.

Workforce

- 2.2 There are no direct workforce implications arising from this report other than those reported within the body of the main report.

3. Assessments

Equality Impact Assessment

- 3.1 The information presented in this report was considered under the Corporate Equalities Assessment Framework and the determination was made that the items summarised in this report do not require further assessment as they do not have a direct impact on people's wellbeing.

Strategic Environmental Assessment

- 3.2 The Environmental Assessment (Scotland) Act 2005 places a duty on the Council to identify and assess the environmental consequences of its proposals.

The matters presented in this report were considered under the Act and no further action is required as it does not qualify as a PPS as defined by the Act and is therefore exempt.

4. Consultation

There has been no consultation in the preparation of this report.

2. BACKGROUND PAPERS

No background papers, as defined by Section 50D of the Local Government (Scotland) Act 1973 (other than any containing confidential or exempt information) were relied on to any material extent in preparing the above report.

3. APPENDICES

Appendix I – Additional Approved Capital Expenditure and Borrowing

Appendix II – Loans and Capital Fund - Current Projections.

Appendix III – Loans and Capital Fund Estimates – Increased Expenditure and Increased Loan Charges Budget by £750K

Appendix IV – Loans and Capital Fund Estimates – Increased Expenditure and Increased Loan Charges Budget by £1M

**Additional Approved Capital Expenditure
and Borrowing**

December 2012 (report 12/586)

<u>Project Expenditure</u>	<u>£'000</u>	<u>£'000</u>
Perth Theatre Redevelopment	4,424	
New Secondary School & Site Selection (net of SFT)	7,667	
Oudenarde Primary School	11,500	
Rural Broadband	1,200	
Total Expenditure	<u>24,791</u>	

Less Funding Approved

Additional Capital Grant	1,806	
Use of Reserves/Headroom	3,000	
Developer Contributions (Oudenarde)	700	
Total Funding	<u>5,506</u>	

Balance funded from borrowing	<u>19,285</u>
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June 2013 (report 13/336)

Perth Transport Futures Phase 1 (A9/A85 Road Junction Improvements)	20,920
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May 2014 (report 14/192)

Perth Transport Futures Phase 1 (A9/A85 Road Junction Improvements)	15,700
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October 2014 (report 14/408)

Perth Transport Futures Phase 1 (A9/A85 Road Junction Improvements)	2,180
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Total Additional Capital Expenditure Funded by Borrowing	<u>58,085</u>
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LOANS FUND - Updated Projections

	2014/15	2015/16	2016/17	2017/18	2018/19	2019/20	2020/21	2021/22	2022/23	2023/24	2024/25	2025/26	2026/27	2027/28	2028/29	2029/30
Loans Fund Budget	12,744	16,572	16,572	16,572	16,572	16,572	16,572	16,572	16,531	16,531	16,531	16,531	16,531	16,531	16,531	16,531
Estimated General Fund Loan Charges*	13,540	13,980	15,063	17,185	18,805	20,038	20,767	21,260	22,368	23,432	24,437	24,883	24,498	24,383	24,679	24,915
Transfer to/(from) the Capital Fund	(796)	2,592	1,509	(613)	(2,233)	(3,466)	(4,195)	(4,688)	(5,837)	(6,901)	(1,478)	(1,518)	(1,855)	(1,867)	(1,880)	(1,893)
Loans Fund Budget Surplus/(Deficit)	0	0	0	0	0	0	0	0	0	0	(6,428)	(6,834)	(6,112)	(5,985)	(6,268)	(6,491)

* based on applying Statutory Guidance

Estimated CLF Interest Rate	3.52%	3.18%	2.89%	2.82%	3.00%	3.20%	3.35%	3.44%	3.53%	3.74%	3.96%	4.02%	4.10%	4.18%	4.22%	4.34%
New Composite Borrowing Included (estimates for HRA and Prudential Borrowing have also been included in overall Loans Fund assumptions in all years)	31,558	21,901	56,516	25,004	8,443	10,736	308	17,900	17,900	11,900	11,900	11,900	11,900	11,900	11,900	11,900

Notes:

- 1 New borrowing estimates are per latest Capital Monitoring to 2020/21 on the Core General Fund Programme.
- 2 No new borrowing assumed in 2020/21, with **£12M** new borrowing assumed from 2021/22 on the Core General Fund Programme.
- 3 **£6M** provision for Oudenarde assumed each year in 2021/22 and 2022/23, with **£100K** of contributions assumed each year from 2021/22.
- 4 Includes the additional borrowing approved for A9/A85 Road Junction Improvements and POP.

CAPITAL FUND - Updated Projections

	2014/15	2015/16	2016/17	2017/18	2018/19	2019/20	2020/21	2021/22	2022/23	2023/24	2024/25	2025/26	2026/27	2027/28	2028/29	2029/30
Balance b/f	15,832	19,160	20,729	22,384	22,115	20,454	17,728	14,385	10,719	6,027	320	0	0	0	0	0
Contribution from General Fund	3,034	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Contributions Carried Forward	1,040	(1,040)	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Contribution (to)/from POP	0	(38)	(169)	(277)	(290)	(299)	(308)	(319)	(332)	(347)	(360)	13	350	362	375	388
Under/(over)spend - Loans Fund	(796)	2,592	1,509	(613)	(2,233)	(3,466)	(4,195)	(4,688)	(5,837)	(6,901)	(1,478)	(1,518)	(1,855)	(1,867)	(1,880)	(1,893)
General Fund IORB Surplus/(Deficit)	32	0	130	245	420	630	805	980	1,155	1,330	1,505	1,505	1,505	1,505	1,505	1,505
IORB on Capital Fund balances	18	55	185	376	442	409	355	360	322	211	13	0	0	0	0	0
Balance c/f	19,160	20,729	22,384	22,115	20,454	17,728	14,385	10,719	6,027	320	0	0	0	0	0	0

IORB to General Fund

	2014/15	2015/16	2016/17	2017/18	2018/19	2019/20	2020/21	2021/22	2022/23	2023/24	2024/25	2025/26	2026/27	2027/28	2028/29	2029/30
General Fund IORB per Budget*	86	70	70	70	70	70	70	70	70	70	70	70	70	70	70	70
Latest Estimated IORB**	118	70	200	315	490	700	875	1,050	1,225	1,400	1,575	1,575	1,575	1,575	1,575	1,575
Additional IORB	32	0	130	245	420	630	805	980	1,155	1,330	1,505	1,505	1,505	1,505	1,505	1,505

* IORB Budget for 2013/14 and future years subject to confirmation/Committee approval

** It is assumed that additional IORB will be transferred to the Capital Fund as in previous years, but is subject to Committee approval

**PERTH AND KINROSS COUNCIL
LOANS AND CAPITAL FUND ESTIMATES**

**APPENDIX III
INCREASED EXPENDITURE AND
INCREASED LOAN CHARGE BUDGET OF £750K**

LOANS FUND - Updated Projections

(£'000)	2014/15	2015/16	2016/17	2017/18	2018/19	2019/20	2020/21	2021/22	2022/23	2023/24	2024/25	2025/26	2026/27	2027/28	2028/29	2029/30
Loans Fund Budget	12,744	16,572	17,322	18,072	18,822	19,572	20,322	21,072	21,781	22,531	23,281	23,281	23,281	23,281	23,281	23,281
Estimated General Fund Loan Charges*	13,540	13,980	15,149	17,506	19,474	21,288	22,879	24,294	25,492	26,388	27,442	27,912	27,555	27,470	27,788	28,054
Transfers to/(from) the Capital Fund	(796)	2,592	2,173	566	(652)	(1,716)	(2,557)	(3,222)	(3,711)	(3,857)	(4,161)	(4,631)	(4,274)	(4,189)	(4,507)	(4,773)
Loans Fund Budget Surplus/(Deficit)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0

* based on applying Statutory Guidance

Increase in Loan Charges Budget

	0	500	750	750	750	750	750	750	750	750	750	0	0	0	0	0
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Additional Capital Expenditure Assumed

	0	0	5,000	4,529	10,750	11,121	23,415	5,515	(6,250)	0	0	0	0	0	0	0
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Estimated CLF Interest Rate

	3.52%	3.18%	2.90%	2.84%	3.05%	3.26%	3.46%	3.55%	3.62%	3.80%	4.00%	4.05%	4.12%	4.20%	4.23%	4.34%
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New Composite Borrowing Included

	31,558	21,901	61,516	29,533	19,193	21,857	23,723	23,415	11,650	11,900	11,900	11,900	11,900	11,900	11,900	11,900
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(estimates for HRA and Prudential Borrowing have also been included in overall Loans Fund assumptions in all years)

Notes:

- 1 New borrowing estimates are per latest Capital Monitoring to 2020/21 on the Core General Fund Programme.
- 2 No new borrowing assumed in 2020/21, with £12M new borrowing assumed from 2021/22 on the Core General Fund Programme.
- 3 £6M provision for Oudenarde assumed each year in 2021/22 and 2022/23, with £100K of contributions assumed each year from 2021/22.
- 4 Includes the additional borrowing approved for A9/A85 Road Junction Improvements and POP.
- 5 Includes provision of £54M for expanding the school estate and infrastructure projects in 2016/17 to 2022/23.

CAPITAL FUND - Updated Projections

(£'000)	2014/15	2015/16	2016/17	2017/18	2018/19	2019/20	2020/21	2021/22	2022/23	2023/24	2024/25	2025/26	2026/27	2027/28	2028/29	2029/30
Balance b/f	15,832	19,160	20,729	23,048	23,969	23,926	23,020	21,420	19,394	17,088	14,812	12,388	9,771	7,743	5,731	3,333
Contribution from General Fund	3,034	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Contributions Carried Forward	1,040	(1,040)	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Contribution (to)/from POP	0	(38)	(169)	(277)	(290)	(299)	(308)	(319)	(332)	(347)	(360)	13	350	362	375	388
Under/(over)spend - Loans Fund	(796)	2,592	2,173	566	(652)	(1,716)	(2,557)	(3,222)	(3,711)	(3,857)	(4,161)	(4,631)	(4,274)	(4,189)	(4,507)	(4,773)
General Fund IORB Surplus/(Deficit)	32	0	130	245	420	630	805	980	1,155	1,330	1,505	1,505	1,505	1,505	1,505	1,505
IORB on Capital Fund balances	18	55	185	387	479	479	460	535	582	598	592	496	391	310	229	133
Balance c/f	19,160	20,729	23,048	23,969	23,926	23,020	21,420	19,394	17,088	14,812	12,388	9,771	7,743	5,731	3,333	586

IORB to General Fund

£'000	2014/15	2015/16	2016/17	2017/18	2018/19	2019/20	2020/21	2021/22	2022/23	2023/24	2024/25	2025/26	2026/27	2027/28	2028/29	2029/30
General Fund IORB per Budget*	86	70	70	70	70	70	70	70	70	70	70	70	70	70	70	70
Latest Estimated IORB**	118	70	200	315	490	700	875	1,050	1,225	1,400	1,575	1,575	1,575	1,575	1,575	1,575
Additional IORB	32	0	130	245	420	630	805	980	1,155	1,330	1,505	1,505	1,505	1,505	1,505	1,505

* IORB Budget for 2013/14 and future years subject to confirmation/Committee approval

** It is assumed that additional IORB will be transferred to the Capital Fund as in previous years, but is subject to Committee approval

**PERTH AND KINROSS COUNCIL
LOANS AND CAPITAL FUND ESTIMATES**

**APPENDIX IV
INCREASED EXPENDITURE AND
INCREASED LOAN CHARGE BUDGET OF £1M**

LOANS FUND - Updated Projections

(£'000)	2014/15	2015/16	2016/17	2017/18	2018/19	2019/20	2020/21	2021/22	2022/23	2023/24	2024/25	2025/26	2026/27	2027/28	2028/29	2029/30	2030/31	2031/32	
Loans Fund Budget	12,744	16,572	17,572	18,572	19,572	20,572	21,572	22,572	23,531	24,531	25,531	26,531	27,531	28,531	29,531	30,531	31,531	32,531	
Estimated General Fund Loan Charges*	13,540	13,980	15,149	17,506	19,474	22,090	25,872	29,515	32,116	33,086	34,221	34,733	34,429	34,396	34,758	35,078	35,356	35,863	
Transfer to/(from) the Capital Fund	(796)	2,592	2,423	1,066	98	(1,518)	(4,300)	(6,943)	(8,585)	(8,555)	(2,335)	(1,518)	(1,855)	(1,867)	(1,880)	(1,893)	(1,906)	(1,919)	
Loans Fund Budget Surplus/(Deficit)	0	0	0	0	0	0	0	0	0	0	(6,355)	(6,884)	(5,043)	(3,998)	(3,347)	(2,654)	(1,919)	(1,413)	
* based on applying Statutory Guidance																			

Increase in Loan Charges Budget

0	500	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000
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Additional Capital Expenditure Assumed

0	0	0	5,000	4,529	10,750	51,121	63,415	45,515	(6,250)	0	0	0	0	0	0	0	0	0	0
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Estimated CLF Interest Rate

3.52%	3.18%	2.90%	2.84%	2.84%	3.05%	3.35%	3.61%	3.74%	3.80%	3.93%	4.09%	4.13%	4.19%	4.25%	4.27%	4.36%	4.40%	4.42%	4.42%
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New Composite Borrowing Included

31,558	21,901	61,516	29,533	19,193	61,857	63,723	63,415	63,415	11,650	11,900	11,900	11,900	11,900	11,900	11,900	11,900	11,900	11,900	11,900
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(estimates for HRA and Prudential Borrowing have also been included in overall Loans Fund assumptions in all years)

Notes:

- 1 New borrowing estimates are per latest Capital Monitoring to 2020/21 on the Core General Fund Programme.
- 2 No new borrowing assumed in 2020/21, with **£12M** new borrowing assumed from 2021/22 on the Core General Fund Programme.
- 3 **£6M** provision for Oudenarde assumed each year in 2021/22 and 2022/23, with **£100K** of contributions assumed each year from 2021/22.
- 4 Includes the additional borrowing approved for A9/A85 Road Junction Improvements and POP.
- 5 **Includes provision of £174M for expanding the school estate, infrastructure projects and CTLR in 2016/17 to 2022/23.**

CAPITAL FUND - Updated Projections

(£'000)	2014/15	2015/16	2016/17	2017/18	2018/19	2019/20	2020/21	2021/22	2022/23	2023/24	2024/25	2025/26	2026/27	2027/28	2028/29	2029/30	2030/31	2031/32
Balance b/f	15,832	19,160	20,729	23,298	24,723	25,445	24,767	21,459	15,713	8,422	1,144	0	0	0	0	0	0	0
Contribution from General Fund	3,034	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Contributions Carried Forward	1,040	(1,040)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Contribution (to)/from POP	0	(38)	(169)	(277)	(290)	(299)	(308)	(319)	(332)	(347)	(360)	13	350	362	375	388	401	414
Under/(over)spend - Loans Fund	(796)	2,592	2,423	1,066	98	(1,518)	(4,300)	(6,943)	(8,585)	(8,555)	(2,335)	(1,518)	(1,855)	(1,867)	(1,880)	(1,893)	(1,906)	(1,919)
General Fund IORB Surplus/(Deficit)	32	0	130	245	420	630	805	980	1,155	1,330	1,505	1,505	1,505	1,505	1,505	1,505	1,505	1,505
IORB on Capital Fund balances	18	55	185	391	494	509	495	536	471	295	46	0	0	0	0	0	0	0
Balance c/f	19,160	20,729	23,298	24,723	25,445	24,767	21,459	15,713	8,422	1,144	0	0	0	0	0	0	0	0

IORB to General Fund

£'000	2014/15	2015/16	2016/17	2017/18	2018/19	2019/20	2020/21	2021/22	2022/23	2023/24	2024/25	2025/26	2026/27	2027/28	2028/29	2029/30	2030/31	2031/32
General Fund IORB per Budget*	86	70	70	70	70	70	70	70	70	70	70	70	70	70	70	70	70	70
Latest Estimated IORB**	118	70	200	315	490	700	875	1,050	1,225	1,400	1,575	1,575	1,575	1,575	1,575	1,575	1,575	1,575
Additional IORB	32	0	130	245	420	630	805	980	1,155	1,330	1,505	1,505	1,505	1,505	1,505	1,505	1,505	1,505

* IORB Budget for 2013/14 and future years subject to confirmation/Committee approval

** It is assumed that additional IORB will be transferred to the Capital Fund as in previous years, but is subject to Committee approval