

Ref:	Called in	Yes/No
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THE THANET DISTRICT COUNCIL
RECORD OF DECISION OF CABINET

Name of Cabinet Member:

Relevant Portfolio:

Date of Decision:

Subject:

Key Decision In Forward Plan

Brief summary of matter:

The report presents the draft outturn position against the general fund, HRA and capital programme for 2012/13
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Decision made:

1. That Cabinet note the General Fund, HRA and capital outturn position for 2012/13;
2. That Cabinet approve the proposed movements to earmarked reserves as outlined in paragraphs (a) and (b) of the report hereby detailed below:
 - a) The under-spend of £2.1m has enabled a number of movements to and from earmarked reserves to be proposed as per the table overleaf.

	Revenue
	Appropriations
	£000's
Insurance Risk Management	35
Capital Projects	385
Local Development Framework	(11)
General Fund Repairs	41
Slippage Fund – General Fund	(432)
- Harbour	5
Slippage Fund – HRA	59
Information Technology	101
Environmental Action Plan	(17)
Housing and Planning Delivery	(46)
Grant	(34)
Cremator & Cemeteries Works	144
Decriminalisation	(344)
Priority Improvement	497
Customer Services	(296)
Unringfenced Grant	314
Waste Reserve	32
Council Election	53
Homelessness	4
Renewal Reserve	(50)
Performance Reward Grant	20
Maritime Reserve	19
VAT Reserve	462
East Kent Services	348
New Homes Bonus	432
Housing Intervention	380
Pay and Reward	380
	2,101

- b) In accordance with statutory requirements, the Council has to make a depreciation charge within the HRA to reflect the use of the HRA assets over their useful lives. Within the old Housing Subsidy System the Council received a Major Repairs Allowance which was considered to be an appropriate measure of

depreciation for the HRA assets. Now that the Housing Subsidy System has come to an end there is no longer an actual Major Repairs Allowance paid to the Council, however, for the next five years the Council is allowed to continue to use the Major Repairs Allowance figure, as detailed in the HRA self-financing settlement, as a proxy for depreciation. As part of the final accounts an actual depreciation charge has been calculated on the HRA assets. The difference of £1.17m between the actual charge and the Major Repairs Allowance settlement figure has been transferred to the Major Repairs Reserve in accordance with accounting guidance and will be used to support the maintenance and capital works to the existing housing stock.

Reasons for decision:

Corporate priorities will only be deliverable with a robust budget. The budget needs to be carefully monitored and any variations reported to Members for approval

Alternatives considered and why rejected:

None considered

Details of any conflict of interest declared by any executive Member who has been consulted and of any dispensation granted by the Standards Committee:

None

Author of Officer Report:

Sarah Martin, Financial Services Manager and Deputy S.151 Officer

Background papers

Budget Outturn Report 2012-13
Annex 1 Earmarked Reserves
Budget Outturn Report 2012-13 Annex 2

Statement if decision is an urgent one and therefore not subject to call-in:

None

Last date for call in: 9 August 2013