
ADDENDUM TO TRANSEUROPA REPORT

To: **Council – 11 July 2013**

Main Portfolio Area: **Financial Services**

By: **Financial Services Manager**

Classification: **Unrestricted**

Ward: **All**

Summary: This is an addendum to the Transeuropa Outstanding Debt Report following a review of the council's outturn position for 2012/13. This amends the draw downs required from earmarked reserves to cover the outstanding debt.

For Decision

1.0 Introduction and Background

1.1 This report is an addendum to the Transeuropa Outstanding Debt report and amends the draw downs from the earmarked reserves required to cover the outstanding debt.

2.0 The Current Situation

2.1 Following the completion of the draft accounts for 2012/13, the outturn position for that year has now been confirmed. As a result of an under-spend for the year, the draw downs from the earmarked reserves in respect of Transeuropa debt have been reviewed. The draw down from the New Homes Bonus has been revised from £1m to £502k and the draw down from the Customer Services Reserve has been revised from £1m to £659k. All other draw downs remain as per the original report.

3.0 Options

3.1 Members approve the amended draw downs from reserves to fund the debt.

3.2 Members identify alternative sources of funding.

4.0 Corporate Implications

4.1 Financial and VAT

4.1.1 A sum of £3.3m has had to be identified to offset the outstanding debt that has been accumulated in respect of Transeuropa. The main report identifies the sources of funding to cover this debt. As an under-spend has arisen for 2012/13, this addendum reduces the amounts required from the New Homes Bonus Reserve from £1m to £502k and from the Customer Services Reserve from £1m to £659k.

4.2 Legal

4.2.1 The Legal Team will endeavour to take whatever action is available to chase the outstanding debt.

4.3 Corporate

4.3.1 Corporate priorities can only be delivered with robust finances. This report, together with the main report, has identified how the Transeuropa debt position can be addressed without impacting on the delivery of the council's priorities.

4.4 Equity and Equalities

4.4.1 There are no equity or equality issues arising directly from this report.

5.0 Recommendation

5.1 That Members approve the sources of funding as identified in paragraph 3.1 of the main report, as recommended by Cabinet, to fund the outstanding debt, but with the New Homes Bonus draw down amended to £502k and the Customer Services Reserve draw down amended to £659k.

Contact Officer:	Sarah Martin, Financial Services Manager
Reporting to:	Sue McGonigal, Chief Executive and S151 Officer

Annex List

None	
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Corporate Consultation Undertaken

Finance	n/a
Legal	Harvey Patterson – Corporate & Regulatory Services Manager
