



**CAPITAL PROGRAMME AND PRUDENTIAL INDICATORS 2015/16 –  
THIRD QUARTER REVIEW**

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**Jane Robinson, Chief Executive**

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**EXECUTIVE SUMMARY**

1. The purpose of this report is to inform of the latest position on the 2015/16 capital programme and Prudential Indicators at the end of the third quarter to 31 December 2015. The report also informs of reasons for the variances from the approved programme and details the proposed financing of the capital programme. The report also considers the impact of CIPFA's Prudential Code on the capital programme and the monitoring of performance against the statutory Prudential Indicators.
2. The original budget for the capital programme for 2015/16 as agreed by Council on 26 February 2015 totalled £82.311m. The third quarter review now projects the year-end expenditure to be £61.329m. The slippage of planned expenditure to future years accounts for the majority of the proposed variance.
3. CIPFA's Prudential Code advises the regular monitoring of performance against the prudential indicators which regulate borrowing and investment. Targets and limits for the prudential indicators for 2015/16 were agreed by Council on 26 February 2015. Borrowing and investment levels have remained within the limits set by Council.
4. The Cabinet has considered the facts and issues arising from the report including alternative options and took all relevant advice before formulating their recommendation.

**RECOMMENDATIONS**

5. It is recommended that Council:
  - i) Agrees all variations to the 2015/16 Capital Programme, as detailed in Appendix 2 of the attached report, as the revised programme
  - ii) Approves the financing of the revised programme
  - iii) Confirms that the capital expenditure and capital financing requirement indicators have been revised in line with the revised budget and that none of the approved Prudential Indicators set for 2015/16 have been breached