

**FLINTSHIRE COUNTY COUNCIL**

**REPORT TO:**           **FLINTSHIRE COUNTY COUNCIL**

**DATE:**                   **TUESDAY, 18 FEBRUARY 2014**

**REPORT BY:**           **HEAD OF FINANCE**

**SUBJECT:**               **MINIMUM REVENUE PROVISION 2014/15**

**1.00**   **PURPOSE OF REPORT**

1.01    To present to Council the recommendations of the Cabinet in relation to the setting of a prudent minimum revenue provision for the repayment of debt.

**2.00**   **BACKGROUND**

2.01    At its meeting of 18<sup>th</sup> February 2014, Cabinet considered the Head of Finance's report in respect of the calculation of Minimum Revenue Provision for 2013/14.

2.02    The report of 18<sup>th</sup> February 2014 detailed the requirements and associated guidance in respect of:-

- The four available options for making prudent provision.
- The circumstances for using the options, two of which are available in respect of capital expenditure funded by way of Welsh Government supported borrowing and a further two in respect of that funded by unsupported (prudential) borrowing.

**3.00**   **CONSIDERATIONS**

3.01    The recommendations of Cabinet to County Council are set out in Section 4.00 of the report to Cabinet of 18<sup>th</sup> February 2014, a copy of which is included as Appendix 1 to this report.

**4.00**   **RECOMMENDATIONS**

4.01    Council is requested to agree the recommendations of the Cabinet, being that:-

- Option 1 (Regulatory Method) be used for the calculation of the minimum revenue provision in 2014/15 for all supported borrowing.

- Option 3 (Asset Life Method) be used for the calculation of the minimum revenue provision in 2014/15 for all unsupported (prudential) borrowing.

## **5.00 FINANCIAL IMPLICATIONS**

5.01 The 2014/15 Council Fund Revenue Budget provides for the minimum revenue provision in respect of all supported borrowing, on the basis of Option 1 – Regulatory Method calculation.

5.02 Any planned use of unsupported (prudential) borrowing, will need to take account of the revenue consequences of the Option 3 – Asset Life Method calculation, as part of the overall options appraisal and budget setting processes.

## **6.00 ANTI POVERTY IMPACT**

6.01 None directly as a result of this report.

## **7.00 ENVIRONMENTAL IMPACT**

7.01 None directly as a result of this report.

## **8.00 EQUALITIES IMPACT**

8.01 None directly as a result of this report.

## **9.00 PERSONNEL IMPLICATIONS**

9.01 None directly as a result of this report.

## **10.00 CONSULTATION REQUIRED**

10.01 None required.

## **11.00 CONSULTATION UNDERTAKEN**

11.01 None.

## **12.00 APPENDICES**

Appendix 1 – Report to Cabinet 18<sup>th</sup> February 2014: Minimum Revenue Provision 2014/15.

**LOCAL GOVERNMENT (ACCESS TO INFORMATION ACT) 1985**  
**BACKGROUND DOCUMENTS**

Various Welsh Government papers.

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