

CAPITAL BUDGET 2010/11

APPENDIX 2

Capital expenditure is expenditure over £10,000 on the acquisition or improvement of assets of the Authority which have a useful life of more than one year. All assets are shown on the Authority's balance sheet. Assets are depreciated over their useful life and this depreciation is charged in the Statement of Accounts to the Revenue Account, in order to show the annual cost of the use of assets by services; the depreciation charge is subsequently reversed out and replaced by the amount of debt interest and a statutory Minimum Revenue Provision sum, representing the setting aside of a fixed amount of loan principal each year. This means that the charge against National Park Grant represents effectively the cash outlay each year for servicing borrowing, rather than a full depreciation charge for assets used.

The Capital Budget is financed from a number of sources:-

- capital grants: specific grants received towards the expenditure.
- capital receipts reserve: a cash reserve holding the sale proceeds of any asset sold previously.
- borrowing: within the borrowing limits set out in the Prudential Code (March 2009 report).
- financed from Revenue: monies towards capital expenditure, if available from revenue budgets.

Column A shows the amount of new capital expenditure which will take place in 2010/11. **Column B** shows the amount estimated to take place in the year arising from previously approved expenditure. Any other expenditure mentioned in the budget report or estimated in the Prudential Code Indicators will need to have committee approval as appropriate during the year if proposals are brought forward.

£,000 2010/11 Budget

	A New	B Approved	Total
Acquisition of Land and Existing Buildings	0	0	0
New Construction, conversion and Renovation			
Field Sites (Cycling Development Project)	0	1,650	1,650
Headquarters & Losehill Hall	0	250	250
Vehicles, Plant, Equipment and Machinery			
Computer purchases	21	150	171
Vehicle purchases		0	0
Intangible Fixed Assets	0	0	0
Total Capital Expenditure	21	2,050	2,071

Financed by

Capital Grants	0	1,650	1,650
Borrowing			
Public Works Loan Board	0	400	400
Capital Receipts Reserve			
Financed from Revenue Account	21	0	21
Total Financing	21	2,050	2,071