

## Budget Option 2019/20 – 2020/21

### Cumulative Net Savings

<b>Reference:</b>	RE 5
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2018/19 £'000	2019/20 £'000	2020/21 £'000
300	300	300

<b>Director Responsible for Delivery</b>	Strategic Director Regeneration and Environment
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<b>Cabinet Portfolio Holder</b>	Cllr Hoddinott
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<b>Finance Business Partner</b>	Jon Baggaley
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<b>Proposal Description</b>	Capitalise revenue expenditure for capital works carried out on the Highway Network, specifically Multihog patching works.
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<b>Details of Proposal (including implications on service delivery)</b>	<p>The Multihog carriageway patching programme permanently replaces approximately £330k worth of carriageway surfaces each year.</p> <p>Based on the Council's depreciation policy, highways works have an estimated life of 40 years and therefore meet the definition of capital expenditure (beyond one year). Therefore it would be appropriate to capitalise this element of the highways works budget. The annual capital financing costs have been netted off the savings.</p>
<b>Implications on other Services (identify which services and possible impact)</b>	None
<b>Support required from Corporate Services – Finance, HR, Legal, ICT (please specify)</b>	None
<b>Reduction in Staffing Posts (FTEs)</b>	None
<b>Reduction in Head Count</b>	None

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<b>Decision Maker : Either Cabinet or Officer/Management Action</b>	
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