

# Statistical Release

28 February 2007

## LOCAL AUTHORITY CAPITAL EXPENDITURE AND RECEIPTS

### 2006-07 : THIRD QUARTER

This Release provides estimates of local authority capital expenditure and receipts in England during the third quarter of 2006-07.

- Total local authority capital expenditure in England during the third quarter of 2006-07 is estimated at £3.8 billion compared with £3.9 billion for the third quarter of 2005-06.
- Total receipts are estimated at £0.91 billion compared with £0.77 billion in the corresponding period a year earlier.

Table 1 : Local authority capital expenditure and receipts in England : First three quarters of 2006-07

	£ million		
	First quarter (R)	Second quarter (R)	Third quarter
Acquisition of land and existing buildings	191	210	205
New construction, conversion and renovation	1642	2925	2966
Vehicles, plant equipment, and machinery	189	249	266
Intangible assets	21	39	30
<b>Total expenditure on fixed assets</b>	<b>2043</b>	<b>3423</b>	<b>3467</b>
Expenditure for capital purposes on grants	314	324	305
Expenditure for capital purposes on loans & other financial assistance	8	26	12
Acquisition of share and loan capital	1	4	12
<b>Total capital expenditure</b>	<b>2,365</b>	<b>3,776</b>	<b>3,796</b>
Sales of fixed assets	578	763	861
Sales of intangible assets	5	12	1
Repayments of grants and advances	49	8	42
Disposal of investments including share and loan capital	1	10	9
<b>Total capital receipts</b>	<b>632</b>	<b>794</b>	<b>912</b>

(R) = Revised

## **Background Notes**

1. The information in this Statistical Release is derived from the Capital Payments and Receipts Returns (CPR3) covering the first three quarters of 2006-07 (i.e. the period 1 April 2006 to 31 December 2006) and comparing with figures supplied on the CPR2 return covering the first two quarters of 2006-07 (1 April 2006 to 30 September 2006). It is based on a response from all 477 authorities in England. The Release has been compiled by Local Government Finance – Capital Finance and Analysis division of Communities and Local Government.
2. Adjustments (of 1.03 to expenditure and receipts) have been made to local authorities' own estimates to reflect the historic annual difference between provisional and final estimates. A further adjustment has been made to avoid double counting the GLA grants to other London authorities.
3. An early set of grossed estimates based on data collected on the CPR3 form, before 100% response was achieved, was provided to HM Treasury and the Office for National Statistics (ONS) earlier this month. This was done on the grounds that they were emerging findings to be used to inform provisional estimates of GDP. This procedure complies with Paragraphs 5.3a and 5.4a of the National Statistics Code of Practice - Protocol on Release Practices.
4. Estimates for the first and second quarters of 2006-07 have been revised from those given in a previous release on 5 December 2006.
5. Enquiries about this Statistical Release should be addressed to John Wallis at [capital.receipts@communities.gsi.gov.uk](mailto:capital.receipts@communities.gsi.gov.uk) (Tel. 020 7944 4075).
6. For a fuller picture of recent trends in local government finance, readers are directed to *Local Government Financial Statistics England No. 16 2005* which is available in hard copy from Wetherby Publications Centre at [communities@twoten.com](mailto:communities@twoten.com) (Tel. 0870 1226 236) or electronically in PDF format via the Department's website:

[www.local.communities.gov.uk/finance/stats/lgfs/2005/index.htm](http://www.local.communities.gov.uk/finance/stats/lgfs/2005/index.htm)