

CLYDE MUIRSHIEL PARK AUTHORITY

To: Joint Committee

On: 14 December 2018

Report by: The Treasurer

Heading: Revenue Budget Monitoring Report to 12 October 2018

1. Summary

- 1.1 Gross Expenditure is currently £15,000 overspent and income is £3,000 over recovered resulting in a net overspend of £12,000. This is summarised in point 4.

2 Recommendations

- 2.1 It is recommended that members consider the report.

3 Budget Adjustments Since Last Report

- 3.1 There have been no budget adjustments since the start of the financial year.

4 Budget Performance

4.1 Current Position	Net Overspend £12,000
<i>Previously Reported</i>	<i>Net Overspend £8,000</i>
Projected Year End Position	Net Overspend £20,000
<i>Previously Reported</i>	<i>Net Overspend £34,000</i>

The current net overspend of £14,000, which is projected to climb to £20,000, is mainly due to the non-achievement of agreed budget savings. This is linked to the severely reduced requisition which was agreed at the February

Committee meeting and the departure of the Park Manager who was instructed to develop options to address the savings requirement.

Park management continue to investigate actions to reduce the projected overspend. The current year end projected overspend includes the release of historic project income and management are still investigating the potential release of further project income to reduce the overspend. This is a short-term solution and is not sustainable as an ongoing strategy beyond the end of the current financial year.

The Joint Committee recognises that given the scale of the financial challenges facing the Park that the presumption of “going concern” is called into question. Therefore, a medium-term strategy will require to be developed in line with the ongoing Governance Review as part of the 2019-20 revenue estimates process to ensure the financial sustainability of the Park Authority.

RENFREWSHIRE COUNCIL
REVENUE BUDGET MONITORING STATEMENT 2018/19
1st April 2018 to 12th October 2018

JOINT COMMITTEE : CLYDE MUIRSHIEL PARK AUTHORITY

Description (1)	Agreed Annual Budget (2)	Year to Date Budget (3)	Year to Date Actual (4)	Adjustments (5)	Revised Actual (6) = (4 + 5)	Budget Variance (7)		
£000's	£000's	£000's	£000's	£000's	£000's	£000's	%	
Employee Costs	704	349	361	12	373	(24)	-6.9%	overspend
Property Costs	40	8	8	0	8	0	0.0%	breakeven
Supplies & Services	143	74	72	0	72	2	2.7%	underspend
Contractors and Others	15	12	12	0	12	0	0.0%	breakeven
Transport & Plant Costs	46	20	16	0	16	4	20.0%	underspend
Administration Costs	73	11	8	0	8	3	27.3%	underspend
Payments to Other Bodies	2	0	(1)	1	0	0	0.0%	breakeven
GROSS EXPENDITURE	1,023	474	476	13	489	(15)	-3.2%	overspend
Contributions from Local Authorities	(577)	(432)	(288)	(144)	(432)	0	0.0%	breakeven
Other Income	(446)	(229)	(308)	76	(232)	3	1.3%	over-recovery
INCOME	(1,023)	(661)	(596)	(68)	(664)	3	0.5%	over-recovery
TRANSFER (TO)/FROM RESERVES	0	(187)	(120)	(55)	(175)	(12)	-6.4%	overspend

	£000's
Bottom Line Position to 12th October 2018 is an overspend of	<u>(12)</u>
Anticipated Year End Budget Position is an overspend of	<u>(20)</u>
Opening Reserves	(100)
Projected Draw on Reserves	<u>20</u>
Projected Closing Reserves	<u>(80)</u>