Renfrewshire Council

To: Education and Children Policy Board

On: 12 May 2016

Report by: Director of Finance and Resources and Director of Children's Services

Heading: Revenue Budget Monitoring to 4 March 2016

## 1. Summary

1.1 Gross expenditure is £398,000 (0.3%) under budget and income is £91,000 (1.2%) less than anticipated which results in a **net underspend position** for the services reporting to this Policy Board.

This is summarised over the relevant services in the table below:

| Division / Department | Current Reported Position | % variance | Previously Reported Position | % variance |
|---|---|---|---|---|
| Education Services | Breakeven | - | Breakeven | - |
| Children & Families / Criminal Justice | £307,000 Underspend | 1.3% | Breakeven | - |

## 2. Recommendations

2.1 Members are requested to note the budget position.

2.2 Members are requested to approve the carry forward of £500,000 of resources to 2016-17 to meet the costs of the relocation of Extended New Directions and other property works as noted at paragraph 3.8.

2.3 Members are requested to note that since the last report there have been net budget realignments of (£168,812) primarily related to transfers to the corporate landlord partially offset by additional resources released by the Scottish Government in relation to the Youth Employment Strategy.

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3. **Education Services**

| | |
|---|---|
| **Current position:** | **Breakeven** |
| ***Previously reported:*** | ***Breakeven*** |

3.1 **Central Admin:**

| | |
|---|---|
| **Current position:** | **Net overspend £94,000** |
| ***Previously reported:*** | ***Net overspend £78,000*** |

The overspend relates to additional staffing costs.

3.2 **Additional Support for Learning:**

| | |
|---|---|
| **Current position:** | **Net overspend £120,000** |
| ***Previously reported:*** | ***Net overspend £77,000*** |

The overspend relates to staffing costs.

3.3 **Education Development**

| | |
|---|---|
| **Current Position:** | **Net underspend £27,000** |
| ***Previously reported:*** | ***Breakeven*** |

The underspend relates to staffing costs.

3.4 **Pre Five:**

| | |
|---|---|
| **Current position:** | **Net underspend £264,000** |
| ***Previously reported:*** | ***Net underspend £214,000*** |

The underspend is across a number of cost headings and arises from the gradual increase in take up of 600 hours childcare.

3.5 **Primary Schools:**

| | |
|---|---|
| **Current position:** | **Net overspend £230,000** |
| ***Previously reported:*** | ***Net overspend £352,000*** |

Overspends in teachers' salaries and maintenance works are partly offset by an underspend in transport.

3.6 **Secondary Schools:**

| | |
|---|---|
| **Current position:** | **Net underspend £166,000** |
| ***Previously reported:*** | ***Net underspend £368,000*** |

The underspend relates to transport costs and teachers' salaries.

3.7 **Special Schools:**

| | |
|---|---|
| **Current position:** | **Net overspend £13,000** |
| ***Previously reported:*** | ***Net overspend £83,000*** |

The overspend relates to teachers' salaries, including central cover.

3.8 **Projected Year End Position**

Education Services is expected to breakeven at year end. This is after provision of £500,000 for the relocation of Extended New Directions from West College Scotland and some school property works which were planned for 2015-16 but due to time constraints will not now be completed until 2016-17.

4. **Childcare**

| | |
|---|---|
| **Current position:** | **Net underspend £307,000** |
| ***Previously reported:*** | ***Breakeven*** |

The underspend relates to lower than anticipated expenditure on external placements and Fostering and Adoption allowances, partially offset by minor overspends across a range of other budget lines.

4.1 **Projected Year End Position**

It is anticipated that Childcare will achieve an underspend of £307,000 by the year end due to lower than anticipated expenditure on external placements and Fostering and Adoption allowances.

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**Implications of the Report**

1. **Financial** – Net revenue expenditure will be contained within available resources.

2. **HR & Organisational Development** – none

3. **Community Planning – none**

4. **Legal** – none

5. **Property/*Assets*** – none

6. **Information Technology** - none.

7. **Equality & Human Rights** - The Recommendations contained within this report have been assessed in relation to their impact on equalities and human rights. No negative impacts on equality groups or potential for infringement of individuals' human rights have been identified arising from the recommendations contained in the report because it is for noting only. If required following implementation, the actual impact of the recommendations and the mitigating actions will be reviewed and monitored, and the results of the assessment will be published on the Council's website.

8. **Health & Safety** – none

9. **Procurement** – none

10. **Risk** – none

11. **Privacy Impact** - none

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**List of Background Papers**

None

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**RENFREWSHIRE COUNCIL**
**REVENUE BUDGET MONITORING STATEMENT 2015/2016**
**1st April 2015 to 04 March 2016**

**POLICY BOARD : EDUCATION AND CHILDREN**

| Description (1) | Revised Annual Budget (2) | Revised Period Budget (3) | 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 | 115,307 | 100,793 | 100,436 | 0 | 100,436 | 357 | 0.4% | underspend |
| Property Costs | 9,580 | 8,390 | 8,589 | 0 | 8,589 | (199) | -2.4% | overspend |
| Supplies & Services | 2,158 | 2,961 | 3,309 | 0 | 3,309 | (348) | -11.8% | overspend |
| Contractors and Others | 19,787 | 15,264 | 15,277 | 0 | 15,277 | (13) | -0.1% | overspend |
| Transport & Plant Costs | 4,643 | 4,609 | 4,380 | 0 | 4,380 | 229 | 5.0% | underspend |
| Administration Costs | 26,761 | 887 | 882 | 0 | 882 | 5 | 0.6% | underspend |
| Payments to Other Bodies | 24,802 | 21,922 | 21,555 | 0 | 21,555 | 367 | 1.7% | underspend |
| CFCR | 70 | 96 | 96 | 0 | 96 | 0 | 0.0% | breakeven |
| Capital Charges | 16,614 | 0 | 0 | 0 | 0 | 0 | 0.0% | breakeven |
| **GROSS EXPENDITURE** | **219,722** | **154,922** | **154,524** | **0** | **154,524** | **398** | **0.3%** | **underspend** |
| **Income** | (18,960) | (7,310) | (7,219) | 0 | (7,219) | (91) | -1.2% | under-recovery |
| **NET EXPENDITURE** | **200,762** | **147,612** | **147,305** | **0** | **147,305** | **307** | **0.2%** | **underspend** |

| | £000's | |
|---|---|---|
| **Bottom Line Position to 04 March 2016 is an underspend of** | **307** | **0.2%** |
| **Anticipated Year End Budget Position is an underspend of** | **307** | **0.2%** |

**RENFREWSHIRE COUNCIL**
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|---|---|---|---|---|---|---|---|---|
| £000's | £000's | £000's | £000's | £000's | £000's | £000's | % | |
| Education Services | 164,762 | 124,599 | 124,599 | 0 | 124,599 | 0 | 0.0% | breakeven |
| Child & Family / Criminal Justice | 36,000 | 23,013 | 22,706 | 0 | 22,706 | 307 | 1.3% | underspend |
| **NET EXPENDITURE** | **200,762** | **147,612** | **147,305** | **0** | **147,305** | **307** | **0.2%** | **underspend** |

| | £000's | |
|---|---|---|
| **Bottom Line Position to 04 March 2016 is an underspend of** | **307** | **0.2%** |
| **Anticipated Year End Budget Position is an underspend of** | **307** | **0.2%** |

**RENFREWSHIRE COUNCIL**
**REVENUE BUDGET MONITORING STATEMENT 2015/2016**
**1st April 2015 to 04 March 2016**

**POLICY BOARD : EDUCATION AND CHILDREN : EDUCATION SERVICES**

| Description (1) | Revised Annual Budget (2) | Revised Period Budget (3) | 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 | 101,541 | 88,905 | 88,514 | 0 | 88,514 | 391 | 0.4% | underspend |
| Property Costs | 8,543 | 7,784 | 7,974 | 0 | 7,974 | (190) | -2.4% | overspend |
| Supplies & Services | 1,815 | 2,626 | 2,960 | 0 | 2,960 | (334) | -12.7% | overspend |
| Contractors and Others | 3,145 | 2,237 | 2,652 | 0 | 2,652 | (415) | -18.6% | overspend |
| Transport & Plant Costs | 4,531 | 4,498 | 4,277 | 0 | 4,277 | 221 | 4.9% | underspend |
| Administration Costs | 19,908 | 599 | 590 | 0 | 590 | 9 | 1.5% | underspend |
| Payments to Other Bodies | 22,961 | 20,776 | 20,381 | 0 | 20,381 | 395 | 1.9% | underspend |
| CFCR | 70 | 96 | 97 | 0 | 97 | (1) | -1.0% | overspend |
| Capital Charges | 16,230 | 0 | 0 | 0 | 0 | 0 | 0.0% | breakeven |
| **GROSS EXPENDITURE** | **178,744** | **127,521** | **127,445** | **0** | **127,445** | **76** | **0.1%** | **underspend** |
| **Income** | (13,982) | (2,922) | (2,846) | 0 | (2,846) | (76) | -2.6% | under-recovery |
| **NET EXPENDITURE** | **164,762** | **124,599** | **124,599** | **0** | **124,599** | **0** | **0.0%** | **breakeven** |

| | £000's | |
|---|---|---|
| **Bottom Line Position to 04 March 2016 is breakeven of** | **0** | **0.0%** |
| **Anticipated Year End Budget Position is breakeven of** | **0** | **0.0%** |

RENFREWSHIRE COUNCIL
REVENUE BUDGET MONITORING STATEMENT 2015/2016
1st April 2015 to 04 March 2016

**POLICY BOARD : EDUCATION AND CHILDREN : EDUCATION SERVICES**

| Description (1) | Revised Annual Budget (2) | Revised Period Budget (3) | 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 | % | |
| Central Administration | (490) | 1,364 | 1,458 | 0 | 1,458 | (94) | -6.9% | overspend |
| Pre-Five Service | 16,407 | 13,234 | 12,970 | 0 | 12,970 | 264 | 2.0% | underspend |
| Primary Schools | 52,304 | 38,287 | 38,517 | 0 | 38,517 | (230) | -0.6% | overspend |
| Secondary Schools | 76,780 | 56,524 | 56,358 | 0 | 56,358 | 166 | 0.3% | underspend |
| Special Schools | 7,087 | 5,625 | 5,638 | 0 | 5,638 | (13) | -0.2% | overspend |
| Community Learning & Dev | 1,409 | 957 | 957 | 0 | 957 | 0 | 0.0% | breakeven |
| Healthy Lifestyles | 290 | 120 | 120 | 0 | 120 | 0 | 0.0% | breakeven |
| Add Support for Learning (ASL) | 9,024 | 6,845 | 6,965 | 0 | 6,965 | (120) | -1.8% | overspend |
| Facilities Management | 301 | 231 | 231 | 0 | 231 | 0 | 0.0% | breakeven |
| Educational Development | 937 | 830 | 803 | 0 | 803 | 27 | 3.3% | underspend |
| Psychological Services | 713 | 582 | 582 | 0 | 582 | 0 | 0.0% | breakeven |
| **NET EXPENDITURE** | **164,762** | **124,599** | **124,599** | **0** | **124,599** | **0** | **0.0%** | **breakeven** |

| | £000's | |
|---|---|---|
| **Bottom Line Position to 04 March 2016 is breakeven of** | **0** | **0.0%** |
| **Anticipated Year End Budget Position is breakeven of** | **0** | **0.0%** |

**RENFREWSHIRE COUNCIL**
**REVENUE BUDGET MONITORING STATEMENT 2015/2016**
**1st April 2015 to 04 March 2016**

**POLICY BOARD : EDUCATION AND CHILDREN : CHILDCARE**

| Description (1) £000's | Revised Annual Budget (2) £000's | Revised Period Budget (3) £000's | Actual (4) £000's | Adjustments (5) £000's | Revised Actual (6) = (4 + 5) £000's | Budget Variance (7) £000's | % | |
|---|---|---|---|---|---|---|---|---|
| Employee Costs | 13,767 | 11,888 | 11,922 | 0 | 11,922 | (34) | -0.3% | overspend |
| Property Costs | 1,037 | 607 | 615 | 0 | 615 | (8) | -1.3% | overspend |
| Supplies & Services | 343 | 335 | 349 | 0 | 349 | (14) | -4.2% | overspend |
| Contractors and Others | 16,642 | 13,027 | 12,625 | 0 | 12,625 | 402 | 3.1% | underspend |
| Transport & Plant Costs | 112 | 110 | 103 | 0 | 103 | 7 | 6.4% | underspend |
| Administration Costs | 6,853 | 288 | 291 | 0 | 291 | (3) | -1.0% | overspend |
| Payments to Other Bodies | 1,840 | 1,146 | 1,174 | 0 | 1,174 | (28) | -2.4% | overspend |
| CFCR | 0 | 0 | 0 | 0 | 0 | 0 | 0.0% | breakeven |
| Capital Charges | 384 | 0 | 0 | 0 | 0 | 0 | 0.0% | breakeven |
| **GROSS EXPENDITURE** | **40,978** | **27,401** | **27,079** | **0** | **27,079** | **322** | **1.2%** | **underspend** |
| **Income** | (4,978) | (4,388) | (4,373) | 0 | (4,373) | (15) | -0.3% | under-recovery |
| **NET EXPENDITURE** | **36,000** | **23,013** | **22,706** | **0** | **22,706** | **307** | **1.3%** | **underspend** |

| | £000's | |
|---|---|---|
| **Bottom Line Position to 04 March 2016 is an underspend of** | **307** | **1.3%** |
| **Anticipated Year End Budget Position is an underspend of** | **307** | **0.9%** |

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**REVENUE BUDGET MONITORING STATEMENT 2015/2016**
**1st April 2015 to 04 March 2016**

**POLICY BOARD : EDUCATION AND CHILDREN : CHILDCARE**

| Description (1) £000's | Revised Annual Budget (2) £000's | Revised Period Budget (3) £000's | Actual (4) £000's | Adjustments (5) £000's | Revised Actual (6) = (4 + 5) £000's | Budget Variance (7) £000's | % | |
|---|---|---|---|---|---|---|---|---|
| Children Family / Criminal Justice | 36,000 | 23,013 | 22,706 | 0 | 22,706 | 307 | 1.3% | underspend |
| **NET EXPENDITURE** | **36,000** | **23,013** | **22,706** | **0** | **22,706** | **307** | **1.3%** | **underspend** |

| | £000's | |
|---|---|---|
| **Bottom Line Position to 04 March 2016 is an underspend of** | **307** | **1.3%** |
| **Anticipated Year End Budget Position is an underspend of** | **307** | **0.9%** |