
To: Finance, Resources and Customer Services Policy Board

On: 5 June 2019

Report by: Director of Finance and Resources

Heading: Revenue Budget Monitoring – Council Overview to 1 March 2019

1. **Summary**

1.1 This report provides an overview of the budget performance for all Services for the period to 1 March 2019. The report confirms a break even position. The summary position for General Fund Services and the Housing Revenue Account is outlined in the table below:

Division / Department	Current Reported Position	% variance	Previously Reported Position	% variance
General Fund Services	Break even	-	Break even	-
HRA	Break even	-	Break even	-

1.2 The budget performance to date suggests a projected breakeven position at the year end.

2. **Recommendations**

- 2.1 Members are requested to note the budget position.
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3. **Service Commentaries**

- 3.1 Budget Monitoring reports will be considered by each Policy Board for services reporting directly to those Boards.

- 3.2 In terms of the Financial Regulations budgets have been approved on a service basis and Directors are expected to manage their spending needs within the bottom line of the budget approved. A brief commentary on budget variances by service is provided below and a Service overview is attached for information.

- 3.3 **Children's Services** (*Education and Children's Services Policy Board*)

Current position:	Breakeven
<i>Previously reported:</i>	<i>Breakeven</i>

The breakeven position reflects overspends in Additional Support for Learning and central administration, offset by underspends in primary and secondary schools.

Projected Year End Position

It is anticipated that Childrens' Services will achieve a break-even year-end position.

- 3.4 **Leisure Services** (*Leadership Board*)

Current position:	Breakeven
<i>Previously reported:</i>	<i>Breakeven</i>

At this stage in the financial year Leisure Services reflects a breakeven position with no significant variances to report.

- 3.5 **Projected Year End Position**

It is anticipated that Leisure Services will achieve a break-even year-end position.

3.6 **Chief Executive's Service** (*Leadership Board*)

Current Position:	Breakeven
<i>Previously Reported:</i>	<i>Breakeven</i>

At this stage in the financial year Chief Executives reflects a breakeven position with no significant variances to report.

3.7 **Projected Year End Position**

It is anticipated that Chief Executives will achieve a break-even year-end position.

3.8 **Adult Services** (*Leadership Board*)

Current position:	Breakeven
<i>Previously reported:</i>	<i>Breakeven</i>

At this stage in the financial year Adult Services reflects a breakeven position with no significant variances to report.

3.9 **Projected Year End Position**

It is anticipated that Adult Services will achieve a break-even year-end position.

3.10 **Environment & Infrastructure** (*Infrastructure, Land and Environment Policy Board*)

Current Position:	break even
<i>Previously Reported:</i>	<i>break even</i>

3.11 **Projected Year End Position**

The Department and the leadership team have undertaken a range of management actions to address significant budget pressures in 2018/19, including strict expenditure controls, and the maximisation of alternative income sources for the remainder of the financial year. The position continues to be closely monitored, and based on management action being taken, in addition to support being provided from corporate budgets, it is forecast that the Services will break even at the end of the financial year

3.12 **Communities, Housing and Planning Services (excl HRA)**

Current Position:	Breakeven
<i>Previously Reported:</i>	<i>Breakeven</i>

At this stage in the financial year, a breakeven position is being reported for those services reporting to the Communities, Housing and Planning Policy Board.

3.13 **Projected Year End Position**

It is also projected that a breakeven position will be achieved at the year end for these services

3.14 **Chief Executives – Economic Development** (*Leadership Board*)

Current position:	Breakeven
<i>Previously reported:</i>	<i>Breakeven</i>

At this stage in the financial year Economic Development reflects a breakeven position with no significant variances to report.

3.15 **Projected Year End Position**

It is projected that the Economic Development service will achieve a breakeven position by the year end.

3.16 **Finance and Resources** (*Finance, Resources and Customer Services Policy Board*)

Current Position:	Breakeven
<i>Previously Reported:</i>	<i>Breakeven</i>

At this stage in the financial year Finance and Resources reflects a breakeven position with no significant variances to report.

3.17 **Projected Year End Position**

It is anticipated that Finance and Resources will breakeven at year end.

3.18 **Miscellaneous Services** (*Finance, Resources and Customer Services Policy Board*)

Current Position:	Breakeven
<i>Previously Reported:</i>	<i>Breakeven</i>

At this stage in the financial year Miscellaneous reflects a breakeven position with no significant variances to report.

3.19 **Projected Year End Position**

It is anticipated that Miscellaneous will breakeven at year end. However, Building Services have advised that they will not achieve their projected surplus in the current year, with Miscellaneous offsetting this under recovery with underspends in other areas.

3.20 **Housing Revenue Account** (*Communities, Housing & Planning Policy Board*)

Current Position:	Breakeven
<i>Previously Reported:</i>	<i>Breakeven</i>

3.21 The HRA report highlights underspends delivered through continuing improvements in performance regarding rent collection and void rent losses. Savings on Council tax for void properties have also been realised as a result of progress being made with the regeneration of the Tannahill area in Ferguslie Park.

3.22 These underspends are being utilised to fund additional investment in property maintenance costs. The balance of the HRA underspend will be used to fund the early repayment of debt in line with the current policy, allowing the Council to prudently manage the HRA debt portfolio.

3.23 **Projected Year End Position**

At this stage in the financial year, it is projected that the HRA will achieve a breakeven position at the year end.

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
12. **Cosla Policy Position** - none

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RENFREWSHIRE COUNCIL
REVENUE BUDGET MONITORING STATEMENT 2018/2019
1st April 2018 to 1st March 2019

POLICY BOARD : FINANCE, RESOURCES AND CUSTOMER SERVICES : OVERVIEW

Description	Revised Annual Budget	Revised Period Budget	Revised Actual	Budget Variance		
				£000's	%	
Education and Children	208,422	160,687	160,687	0	0.0%	breakeven
Leisure Services	12,493	10,019	10,019	(0)	0.0%	breakeven
Environment & Infrastructure	54,900	42,551	42,551	0	0.0%	breakeven
Finance & Resources	6,665	30,849	30,849	0	0.0%	breakeven
Community, Housing and Planning Services	12,187	10,486	10,486	0	0.0%	breakeven
Economic Development	2,957	2,578	2,578	0	0.0%	breakeven
Chief Executives	2,441	6,450	6,450	0	0.0%	breakeven
Miscellaneous	33,365	(1,485)	(1,485)	0	0.0%	breakeven
Adult Services	65,863	60,797	60,797	0	0.0%	breakeven
SUB - TOTAL GENERAL SERVICES	399,294	322,932	322,932	(0)	0.0%	breakeven
Housing Revenue Account (HRA)	0	(23,446)	(23,446)	0	0.0%	breakeven
NET EXPENDITURE	399,294	299,486	299,486	(0)	0.0%	breakeven

	£000's	
Bottom Line Position to 1 March 2019 is breakeven	(0)	0.0%
Anticipated Year End Budget Position is breakeven	0	0.0%

RENFREWSHIRE COUNCIL
REVENUE BUDGET MONITORING STATEMENT 2018/2019
1st April 2018 to 1st March 2019

POLICY BOARD : FINANCE, RESOURCES AND CUSTOMER SERVICES : OVERVIEW

Description	Revised Annual Budget	Revised Period Budget	Revised Actual	Budget Variance		
£000's	£000's	£000's	£000's	£000's	%	
Employee Costs	291,094	225,796	224,544	1,252	0.6%	underspend
Property Costs	36,010	29,502	29,683	(181)	-0.6%	overspend
Supplies & Services	80,413	68,873	68,622	251	0.4%	underspend
Transport & Plant Costs	13,193	12,034	12,407	(373)	-3.1%	overspend
Support Services	61,397	2,168	2,207	(39)	-1.8%	overspend
Third Party Payments	77,523	69,539	69,795	(256)	-0.4%	overspend
Transfer Payments	80,046	70,378	69,882	496	0.7%	underspend
Capital Charges	31,034	6,337	7,061	(724)	-11.4%	overspend
GROSS EXPENDITURE	670,711	484,628	484,201	426	0.1%	underspend
Income	(271,418)	(185,141)	(184,715)	(426)	-0.2%	under-recovery
NET EXPENDITURE	399,294	299,486	299,486	0	0.0%	breakeven

	£000's	
Bottom Line Position to 1 March 2019 is breakeven	<u>0</u>	<u>0.0%</u>
Anticipated Year End Budget Position is breakeven	<u>0</u>	<u>0.0%</u>