



To: Finance, Resources and Customer Services Policy Board

On: 14 November 2018

Report by: Director of Finance and Resources

Heading: Revenue Budget Monitoring – Council Overview to 14 September 2018

1. **Summary**

1.1 This report provides an overview of the budget performance for all Services for the period to 14 September 2018. The report confirms a net overspend of £550,000 (0.4%). 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	Net overspend £113,000	(0.2%)	Net overspend £115,000	-
HRA	Net overspend £437,000	(3.5%)	N/A	-

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.

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.

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

Current position:	Breakeven
Previously reported:	Breakeven

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.

Leisure Services (*Leadership*)

Current position:	Breakeven
Previously reported:	Breakeven

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*)**

Current Position:	Breakeven
Previously Reported:	Breakeven

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
Previously reported:	Breakeven

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:	£113,000 overspend
Previously Reported:	£115,000 overspend

The overspend is mainly due to lower income levels from trade waste, special uplifts, supplies and services and parking income. Agreed service changes will mitigate some spend pressures over the remainder of the financial year.

3.11

Projected Year End Position

It is currently forecast that the Environment & Infrastructure services reporting to this Policy Board will break even at year end as a result of remedial action being taken by the service to mitigate the current overspend.

There are a number of risks to this forecast position which the service will monitor and aim to address in the second half of the financial year. This includes the costs of disposal of both residual and recyclate waste, the levels of tonnages received for recycling or disposal, and the costs of roads maintenance throughout the autumn/winter period from October 2018 to March 2019.

3.12

Communities, Housing and Planning Services (excl HRA)

Current Position:	Breakeven
Previously Reported:	Breakeven

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

Development & Housing Services – Economic Development Division (Leadership Board)

Current position:	Breakeven
Previously reported:	Breakeven

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 division will achieve a breakeven position by the year end.

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

Current Position:	Breakeven
Previously Reported:	Breakeven

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:	break even
Previously Reported:	Breakeven

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.

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

Current Position:	£437,000 overspend
Previously Reported:	Breakeven

3.21 The HRA is showing an overspend to date of £437k which relates to increased demand and additional pressures on the maintenance of houses budget. Management action is being taken to mitigate this overspend although it is currently projected that repairs will still overspend by around £200k by the year end.

3.22 This overspend will be funded by an underspend on loan charges which allows an overall breakeven position to be projected for the HRA. The loan charges underspend reflects the current profile of borrowing on the previously approved Housing Capital Investment Plan following a revision to the operational workflow on externals and new build.

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
1st April 2018 to 14 September 2018

POLICY BOARD : GENERAL MANAGEMENT AND FINANCE : OVERVIEW

Description	(1)	£'000's	
Employee Costs	287,921		
Property Costs	99,613		
Supplies & Services	22,513		
Contractors and Others	92,471		
Transport & Plant Costs	12,435		
Administration Costs	63,519		
Payments to Other Bodies	55,348		
CFCR	2,500		
Capital Charges	30,909		
GROSS EXPENDITURE	667,230		
Income			(271,823)
			395,407
			(94,772)
			144,692

Bottom Line Position to 14 September 2018 is an overspend of
Anticipated Year End Budget Position is breakeven

Actual	(4)	£'000's	(5)	£'000's	Adjustments
103,002			1,115		
45,070			1,860		
12,477			(659)		
44,316			1,634		
5,501			456		
2,899			501		
20,856			1,690		
(1)			0		
9			0		
234,129			6,557		
(93,166)			(2,279)		
140,964			4,278		

-0.4%
0.0%

Revised Actual	(6) = (4+5)	£'000's
104,117		
46,930		
11,777		
45,950		
5,958		
3,400		
22,547		
	(1)	
	9	
	240,687	
		(95,445)
		145,242

Budget Variance			
	£000's	%	(7)
	1,283	1.2%	underspend
	(586)	-1.3%	overspend
	(486)	-4.3%	overspend
	(1,458)	-3.3%	overspend
	(48)	-0.8%	overspend
	(100)	-3.0%	overspend
	171	0.8%	underspend
	0	3.2%	break even
	0	0.3%	break even
	(1,223)	-0.5%	overspend
	673	0.7%	over-recovery
	(550)	-0.4%	overspend

RENFREWSHIRE COUNCIL
 REVENUE BUDGET MONITORING STATEMENT 2018/2019
 1st April 2018 to 14 September 2018

POLICY BOARD : GENERAL MANAGEMENT AND FINANCE : OVERVIEW

Description	Revised Annual Budget £000's	Revised Period Budget £000's	Actual £000's	Adjustments £000's	Revised Actual £000's	Budget Variance £000's
	(1)	(2)	(4)	(5)	(6) = (4 + 5)	(7)
Education and Children	206,183	76,911	76,901	10	76,911	(0)
Leisure Services	12,430	2,750	2,754	(4)	2,750	(0)
Environmental Services	60,374	23,774	23,941	(53)	23,887	(113)
Finance & Resources	6,639	17,494	17,494	0	17,494	0
Other Housing	4,773	7,193	7,021	171	7,193	(0)
Planning & Economic Development	5,117	1,707	1,513	194	1,707	0
Chief Executives	2,088	2,576	2,661	(85)	2,576	(0)
Miscellaneous	34,115	(9,625)	(12,056)	2,431	(9,625)	(0)
Adult Services	63,689	34,561	34,561	0	34,561	0
SUB-TOTAL GENERAL SERVICES	395,407	154,790	157,454		157,454	
Housing Revenue Account (HRA)	0	(12,649)	1,614	(12,212)	(437)	(-3.5% under-recovery)
NET EXPENDITURE	395,407	144,692	145,243		145,243	-0.4% overspend

£000's
 (550)
 0

Bottom Line Position to 14 September 2018 is an overspend of
 Anticipated Year End Budget Position is breakeven

-0.4%
 0.0%