



Renfrewshire
Council

To: Leadership Board

On: 21 February 2024

Report by: Chief Executive, Director of Finance and Resources, and Chief Finance Officer Renfrewshire HSCP

Heading: Revenue and Capital Budget Monitoring as at 10 November 2023

1. Summary of Financial Position

- 1.1. The projected revenue outturn at 10 November 2023 for those services reporting to the Leadership Board is an overspend of £1.542m.
- 1.2. The projected capital outturn at 10 November 2023 for projects reporting to the Leadership Board is a breakeven position against the revised budget for the year.
- 1.3. This is summarised in the table below and further analysis is provided in the Appendices.

Division	Revised Annual Budget £000	Projected Annual Outturn £000	Budget Variance (Adv)/Fav £000	Budget Variance %
Adult Services	97,500	99,048	(1,548)	(1.6%)
Chief Executives	19,172	19,166	6	0%
Total	116,672	118,214	(1,542)	(1.3%)

Division	Revised Annual Budget £000	Projected Annual Outturn £000	Budget Variance (Adv)/Fav £000	Budget Variance %
Chief Executives	50,873	50,873	0	0%
Leisure Services	1,086	1,086	0	0%
Total	51,959	51,959	0	0%

2. Recommendations

2.1. Members are requested to:

- (a) Note the projected Revenue outturn position detailed in Table 1 above;
- (b) Note the projected Capital outturn position detailed in Table 2 above; and
- (c) Note the budget adjustments detailed at sections 4 and 6.

3. Revenue

- 3.1. The Revenue Budget Monitoring report at Appendix 1 identifies a projected overspend of £1.542m by 31 March 2024 for all services reporting to this Board. Detailed division reports can be found in Appendix 2, along with an explanation of any significant projected variance.
- 3.2. The projected outturn is based on information currently available and assumptions made by service budget holders.
- 3.3. The main reasons for the projected outturn position are indicated in the appendices showing both the subjective analysis (what the budget is spent on) and the objective analysis (which division is spending the budget).

4. Revenue Budget Adjustments

- 4.1. There have been no budget adjustments since the last report to Committee (Period 6 as at 15 September).

5. Capital

- 5.1. The Capital Investment Programme 2023/24 to 2027/28 was approved by the Council on 2 March 2023.
- 5.2. For the Chief Executive's Service, the revised capital spend for 2023/24 is £50.873m. For Leisure Services, the revised capital spend for 2023/24 is £1.086m.
- 5.3. Further details can be found in Appendix 3.

6. Capital Budget Adjustments

- 6.1. For 2023/24, the current revised programme totals £51.959m which is a decrease of £1.000m since the last report. This is due to budget adjustments for Leisure Service, as follows:
 - **Lagoon Internal Play Centre:** Budget carried forward from 2023/24 into 2024/25 (£1.000m) as a result of planned work delayed to 2024/25 due to the hall being used as a temporary gym for Castlehead High School.

Implications of this report

1. Financial

The projected budget outturn position for the revenue budget reported to the Leadership Board is an overspend of £1.542m. Income and expenditure will continue to be monitored closely for the rest of the financial year and, where necessary, steps will be taken to mitigate any overspend.

The projected outturn position for capital budgets reported to the Leadership Board is breakeven. The Capital programme will continue to be monitored closely for the rest of the financial year.

2. HR and Organisational Development

None directly arising from this report.

3. Community/Council Planning

None directly arising from this report.

4. Legal

None directly arising from this report.

5. Property/Assets

Capital projects will result in new assets (City Deal) and refurbishment, and improvement to Cultural Infrastructure and Public Realm assets.

6. Information Technology

None directly arising from this report.

7. Equality and Human Rights

None directly arising from this report.

8. Health and Safety

None directly arising from this report.

9. Procurement

None directly arising from this report.

10. Risk

The risk that the Council will overspend its approved budgets for the year will be managed at a Council-wide level by the Chief Executive and Directors.

11. Privacy Impact

None directly arising from this report.

12. Cosla Policy Position

N/a.

13. Climate Risk

None directly arising from this report.

List of Background Papers

Revenue Budget and Council Tax 2023/24, Council 2 March 2023.

Non-Housing Capital Investment Programme, Prudential Framework and Treasury Management Strategy, and Capital Strategy 2023/24 – 2027/28, Council 2 March 2023.

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RENFREWSHIRE COUNCIL
REVENUE BUDGET MONITORING STATEMENT 2023/24
1 April 2023 to 10 November 2023

POLICY BOARD : LEADERSHIP BOARD

Objective Summary	Annual Budget at Period 6	Budget Adjustments	Revised Annual Budget at Period 8	Projected Outturn	Budget Variance (Adverse) or Favourable		Previous Projected Outturn Variance	Movement
	£000	£000	£000	£000	£000	%	£000	£000
Adult Services	97,500	(0)	97,500	99,048	(1,548)	(1.6%)	(3,925)	2,377
Chief Executive's Service	19,172	0	19,172	19,166	6	0.0%	8	(2)
NET EXPENDITURE	116,672	(0)	116,672	118,214	(1,542)	(1.3%)	(3,917)	2,375

Subjective Summary	Annual Budget at Period 6	Budget Adjustments	Revised Annual Budget at Period 8	Projected Outturn	Budget Variance (Adverse) or Favourable		Previous Projected Outturn Variance	Movement
	£000	£000	£000	£000	£000	%	£000	£000
Employees	43,508	3	43,511	43,302	209	0.5%	(511)	720
Premises Related	885	0	885	968	(83)	(9.4%)	(62)	(21)
Transport Related	819	0	819	604	215	26.3%	255	(40)
Supplies and Services	17,658	69	17,727	17,908	(181)	(1.0%)	(178)	(3)
Third Party Payments	80,148	83	80,231	82,334	(2,103)	(2.6%)	(3,689)	1,586
Transfer Payments	4,694	0	4,694	4,536	158	3.4%	166	(8)
Support Services	74	0	74	59	15	20.3%	14	1
Depreciation and Impairment Losses	0	0	0	0	0	0.0%	0	0
GROSS EXPENDITURE	147,786	155	147,941	149,711	(1,770)	(1.2%)	(4,005)	2,235
Income	(31,114)	(155)	(31,269)	(31,497)	228	0.7%	88	140
NET EXPENDITURE	116,672	0	116,672	118,214	(1,542)	(1.3%)	(3,917)	2,375

RENFREWSHIRE COUNCIL
REVENUE BUDGET MONITORING STATEMENT 2023/24
1 April 2023 to 10 November 2023

POLICY BOARD : LEADERSHIP BOARD - ADULT SERVICES

Objective Summary	Annual Budget at Period 6	Budget Adjustments	Revised Annual Budget at Period 8	Projected Outturn	Budget Variance (Adverse) or Favourable		Previous Projected Outturn Variance	Movement
	£000	£000	£000	£000	£000	%	£000	£000
Older People	61,970	3	61,973	64,009	(2,036)	(3.3%)	(3,945)	1,910
Physical or Sensory Difficulties	7,866	(3)	7,863	7,959	(96)	(1.2%)	80	(176)
Learning Difficulties	23,007	(1)	23,006	22,941	65	0.3%	(455)	520
Mental Health Needs	3,990	0	3,990	3,514	476	11.9%	350	126
Addiction Services	667	0	667	625	42	6.3%	46	(4)
NET EXPENDITURE	97,500	(0)	97,500	99,048	(1,548)	(1.6%)	(3,925)	2,377

Objective Heading	Key Reasons for Projected Variance
Older People	The overspend care at home and our three HSCP care homes reflects increased demand and increased patient acuity of discharges from hospitals with more complex needs and more intensive care packages. The current increased dependencies of clients supported within our care homes reflects the impact of COVID and the level of increased staffing put in place to manage levels of need due to our inability at that point to move residents on to nursing care when required (previously funded by Scottish Government from 2020/21 to mid 2022/23). However, a number of clients admitted during COVID are still within the care homes requiring increased support reflective of their higher-than-normal care requirements. To date £1.968m has been drawn down from winter pressure reserves, accounting for the movement from Period 6. This is assisting to temporarily mitigate the overspend within these areas.
Physical or Sensory Difficulties	Overspend reflective of the current client profile and associated costs within adult care placements.
Learning Difficulties	Underspend reflects ongoing challenges in terms of recruitment and retention issues across all service areas due to the limited availability of the skills mix required within the workforce market.
Mental Health Needs	Underspend reflective of current client profile within adult care placements and ongoing challenges in terms of recruitment and retention issues across all service areas due to the limited availability of the skills mix required within the workforce market.
Addiction Services	Underspend reflects ongoing challenges in terms of recruitment and retention issues across all service areas due to the limited availability of the skills mix required within the workforce market.

RENFREWSHIRE COUNCIL
REVENUE BUDGET MONITORING STATEMENT 2023/24
1 April 2023 to 10 November 2023

POLICY BOARD : LEADERSHIP BOARD - ADULT SERVICES

Subjective Summary	Annual Budget at Period 6	Budget Adjustments	Revised Annual Budget at Period 8	Projected Outturn	Budget Variance (Adverse) or Favourable		Previous Projected Outturn Variance	Movement
	£000	£000	£000	£000	£000	%	£000	£000
Employees	39,794	3	39,797	39,614	183	0.5%	(515)	698
Premises Related	462	0	462	558	(96)	(20.8%)	(75)	(21)
Transport Related	818	0	818	603	215	26.3%	255	(40)
Supplies and Services	3,599	69	3,668	3,833	(166)	(4.5%)	(181)	16
Third Party Payments	80,148	83	80,231	82,334	(2,103)	(2.6%)	(3,689)	1,586
Transfer Payments	2,977	1	2,978	2,815	163	5.5%	166	(3)
Support Services	70	0	70	55	15	21.4%	14	1
Depreciation and Impairment Losses	0	0	0	0	0	0.0%	0	0
GROSS EXPENDITURE	127,868	155	128,023	129,812	(1,789)	(1.4%)	(4,025)	2,236
Income	(30,368)	(155)	(30,523)	(30,764)	241	0.8%	100	141
NET EXPENDITURE	97,500	0	97,500	99,048	(1,548)	(1.6%)	(3,925)	2,377

RENFREWSHIRE COUNCIL
REVENUE BUDGET MONITORING STATEMENT 2023/24
1 April 2023 to 10 November 2023

POLICY BOARD : LEADERSHIP BOARD - CHIEF EXECUTIVE'S SERVICE

Objective Summary	Annual Budget at Period 6	Budget Adjustments	Revised Annual Budget at Period 8	Projected Outturn	Budget Variance (Adverse) or Favourable		Previous Projected Outturn Variance	Movement
	£000	£000	£000	£000	£000	%	£000	£000
Chief Executive and Management	282	0	282	280	2	0.7%	3	(1)
Policy and Commissioning	3,073	0	3,073	3,073	0	0.0%	0	0
Marketing and Communications	3,198	0	3,198	3,194	4	0.1%	5	(1)
City Deal & Infrastructure	0	0	0	0	0	0.0%	0	0
Leisure Services (incl Renfrewshire Leisure)	12,619	0	12,619	12,619	0	0.0%	0	0
NET EXPENDITURE	19,172	0	19,172	19,166	6	0.0%	8	(2)

Objective Heading	Key Reasons for Projected Variance
Chief Executive and Management	No significant projected year end variances to report.
Policy and Commissioning	No significant projected year end variances to report.
Marketing and Communications	No significant projected year end variances to report.
City Deal & Infrastructure	No significant projected year end variances to report.
Leisure Services (incl Renfrewshire Leisure)	No significant projected year end variances to report.

RENFREWSHIRE COUNCIL
REVENUE BUDGET MONITORING STATEMENT 2023/24
1 April 2023 to 10 November 2023

POLICY BOARD : LEADERSHIP BOARD - CHIEF EXECUTIVE'S SERVICE

Subjective Summary	Annual Budget at Period 6	Budget Adjustments	Revised Annual Budget at Period 8	Projected Outturn	Budget Variance (Adverse) or Favourable		Previous Projected Outturn Variance	Movement
	£000	£000	£000	£000	£000	%	£000	£000
Employees	3,714	1	3,715	3,688	27	0.7%	4	23
Premises Related	423	0	423	410	13	3.1%	13	0
Transport Related	1	0	1	1	0	0.0%	0	0
Supplies and Services	14,059	1	14,060	14,075	(16)	(0.1%)	3	(19)
Third Party Payments	0	0	0	0	0	0.0%	0	0
Transfer Payments	1,717	(1)	1,716	1,721	(5)	(0.3%)	0	(5)
Support Services	4	0	4	4	0	0.0%	0	0
Depreciation and Impairment Losses	0	0	0	0	0	0.0%	0	0
GROSS EXPENDITURE	19,918	0	19,918	19,899	19	0.1%	20	(1)
Income	(746)	0	(746)	(733)	(13)	(1.7%)	(12)	(1)
NET EXPENDITURE	19,172	0	19,172	19,166	6	0.0%	8	(2)

RENFREWSHIRE COUNCIL
CAPITAL INVESTMENT STRATEGY - NON-HOUSING SERVICES
1st April to 10th November 2023
POLICY BOARD: LEADERSHIP

Project Title	Prior Years Expenditure to 31/03/2023 £000	Current Year 2023-24					Full Programme - All years						
		Budget at P6 2023-24 £000	Budget Adjustments 2023-24 £000	Revised Budget 2023-24 £000	Projected Outturn 2023-24 £000	Budget Variance (Adverse) or Favourable		Total Approved Budget to 31-Mar-27 £000	Projected Outturn to 31-Mar-27 £000	Budget Variance (Adverse) or Favourable			
LEISURE SERVICES													
Community Halls Refurbishment	2,548	886	0	886	886	0	0%	3,433	3,433	0	0%		
Linwood Running Track at On-X	0	200	0	200	200	0	0%	200	200	0	0%		
Lagoon Internal Play Centre	0	1,000	(1,000)	0	0	0	0%	1,000	1,000	0	0%		
Total Leisure Services	2,548	2,086	(1,000)	1,086	1,086	0	0%	4,633	4,633	0	0%		
CHIEF EXECUTIVES													
City Deal Projects													
Glasgow Airport Investment Area	40,616	372	0	372	372	0	0%	43,053	43,053	0	0%		
Clyde Waterfront & Renfrew Riverside	55,054	44,208	0	44,208	44,208	0	0%	118,604	118,604	0	0%		
Airport Access	2,934	0	0	0	0	0	0%	141,992	141,992	0	0%		
Economic Development													
GAIA Regeneration	0	3,391	0	3,391	3,391	0	0%	3,391	3,391	0	0%		
AMIDS: Public Realm Phase 1 Netheron Square	3,596	337	0	337	337	0	0%	3,933	3,933	0	0%		
AMIDS: District Heating Network	6,263	830	0	830	830	0	0%	7,093	7,093	0	0%		
AMIDS: South	3,096	1,735	0	1,735	1,735	0	0%	43,625	43,625	0	0%		
Total Chief Executives	111,559	50,873	0	50,873	50,873	0	0%	361,691	361,691	0	0%		
TOTAL LEADERSHIP BOARD	114,107	52,959	(1,000)	51,959	51,959	0	0%	366,324	366,324	0	0%		

*Rolling programmes have a prior year year expenditure of £0 as the expenditure is not directly linked from one year to the next as a singular project.