



Renfrewshire
Council

To: Leadership Board

On: 1 May 2024

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

Heading: Revenue and Capital Budget Monitoring as at 5 January 2024

1. Summary of Financial Position

- 1.1. The projected revenue outturn at 5 January 2024 for those services reporting to the Leadership Board is an overspend of £0.819m.
- 1.2. The projected capital outturn at 5 January 2024 for projects reporting to the Leadership Board is a break-even position against the revised budget for the year.
- 1.3. This is summarised in the tables below and further analysis is provided in the Appendices.

Table 1: Revenue				
Division	Revised Annual Budget £000	Projected Annual Outturn £000	Budget Variance (Adv)/Fav £000	Budget Variance %
Adult Services	97,500	98,322	(822)	(0.8%)
Chief Executives	19,192	19,189	3	0%
Total	116,692	117,511	(819)	(0.8%)

Table 2: Capital				
Division	Revised Annual Budget £000	Projected Annual Outturn £000	Budget Variance (Adv)/Fav £000	Budget Variance %
Chief Executives	48,706	48,706	0	0%
Leisure Services	1,239	1,239	0	0%
Total	49,945	49,945	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 annual overspend of £0.819m 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. Members are requested to note, from Appendix 1, that budget adjustments totalling £0.020m have been processed since the previous report to board. The adjustment reflects funding transferred to the Service in respect of non-domestic rates budgets allocated in-year.

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 £48.706m. For Leisure Services, the revised capital spend for 2023/24 is £1.239m.
- 5.3. Further details can be found in Appendix 3.

6. Capital Budget Adjustments

- 6.1. For 2023/24, the current revised programme totals £49.945m which is a decrease of £2.014m since the last report. This is due to budget adjustments as follows:
 - **Leisure Service £0.154m:** Budget transfer from External Sports project for Linwood Running Track at On-X, as agreed by Council in December 2023.

- **Chief Executive (£2.168m):**
 - Budget carried forward (£2.437m) from 2023/24 into 2024/25 for Clyde Waterfront & Renfrew Riverside, due to timing of payment applications; and
 - Budget increase in 2023/24 of £0.269m for AMIDS: South reflecting a drawdown from the Investment Capital Fund.
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Implications of this report

1. **Financial**

The projected budget outturn position for the revenue budget reported to the Leadership Board is an overspend of £0.819m. 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.

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.
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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 5 January 2024

POLICY BOARD : LEADERSHIP BOARD

Objective Summary	Annual Budget at Period 8	Budget Adjustments	Revised Annual Budget at Period 10	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	98,322	(822)	(0.8%)	(1,548)	726
Chief Executive's Service	19,172	20	19,192	19,189	3	0.0%	6	(3)
NET EXPENDITURE	116,672	20	116,692	117,511	(819)	(0.7%)	(1,542)	723

Subjective Summary	Annual Budget at Period 8	Budget Adjustments	Revised Annual Budget at Period 10	Projected Outturn	Budget Variance (Adverse) or Favourable		Previous Projected Outturn Variance	Movement
	£000	£000	£000	£000	£000	%	£000	£000
Employees	43,511	1,479	44,990	44,382	608	1.4%	210	398
Premises Related	885	67	952	1,115	(163)	(17.1%)	(83)	(80)
Transport Related	819	0	819	604	215	26.3%	215	0
Supplies and Services	17,727	6	17,733	17,985	(253)	(1.4%)	(182)	(71)
Third Party Payments	80,231	890	81,121	82,361	(1,240)	(1.5%)	(2,103)	863
Transfer Payments	4,694	6	4,700	4,555	145	3.1%	158	(13)
Support Services	74	0	74	60	14	18.9%	15	(1)
Depreciation and Impairment Losses	0	0	0	0	0	0.0%	0	0
GROSS EXPENDITURE	147,941	2,447	150,388	151,062	(674)	(0.4%)	(1,770)	1,096
Income	(31,269)	(2,427)	(33,696)	(33,551)	(145)	(0.4%)	228	(373)
NET EXPENDITURE	116,672	20	116,692	117,511	(819)	(0.7%)	(1,542)	723

RENFREWSHIRE COUNCIL
REVENUE BUDGET MONITORING STATEMENT 2023/24
1 April 2023 to 5 January 2024

POLICY BOARD : LEADERSHIP BOARD - ADULT SERVICES

Objective Summary	Annual Budget at Period 8	Budget Adjustments	Revised Annual Budget at Period 10	Projected Outturn	Budget Variance (Adverse) or Favourable		Previous Projected Outturn Variance	Movement (Adverse) or Favourable
	£000	£000	£000	£000	£000	%	£000	£000
Older People	61,973	(123)	61,850	63,425	(1,575)	(2.5%)	(2,036)	461
Physical or Sensory Difficulties	7,863	(9)	7,854	7,630	224	2.9%	(96)	320
Learning Difficulties	23,006	109	23,115	23,218	(103)	(0.4%)	65	(168)
Mental Health Needs	3,990	17	4,007	3,405	602	15.0%	476	126
Addiction Services	667	7	674	644	30	4.5%	42	(12)
NET EXPENDITURE	97,500	0	97,500	98,322	(822)	(0.8%)	(1,548)	726

Objective Heading	Key Reasons for Projected Variance
Older People	<p>The projected overspend reflects increased demand, and increased patient acuity of discharges from hospitals with more complex needs, resulting in more intensive care packages. This has led to an overspend within care at home and our three HSCP care homes.</p> <p>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 inability at that point to move residents on to nursing care when required, and a number of clients admitted during COVID are still within the care homes, with increased support reflective of their higher care requirements. The reduction in overspend within Older People since last period reflects a number of focused pieces of work and mitigating actions put in place by the Senior Management Team over the past few months, as well as the impact of non-recurring monies, including £1.968m of winter pressure reserves.</p>
Physical or Sensory Difficulties	<p>The forecast underspend here reflects both changing client needs and some unavoidable delays due to the complexity of need and the availability of appropriate adult placements.</p>
Learning Difficulties	<p>This projected overspend is reflective of the current demand, client profile, and associated costs within adult care placements.</p>
Mental Health Needs	<p>The forecast underspend reflects both changing client needs and some unavoidable delays due to the complexity of need and the availability of appropriate adult placement. There are also 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.</p>
Addiction Services	<p>The projected underspend here reflects ongoing challenges in terms of recruitment and retention issues due to the limited availability of the skills mix required within the workforce market.</p>

RENFREWSHIRE COUNCIL
REVENUE BUDGET MONITORING STATEMENT 2023/24
1 April 2023 to 5 January 2024

POLICY BOARD : LEADERSHIP BOARD - ADULT SERVICES

Subjective Summary	Annual Budget at Period 8	Budget Adjustments	Revised Annual Budget at Period 10	Projected Outturn	Budget Variance (Adverse) or Favourable		Previous Projected Outturn Variance	Movement
	£000	£000	£000	£000	£000	%	£000	£000
Employees	39,797	1,478	41,275	40,678	597	1.4%	183	414
Premises Related	462	48	510	685	(175)	(34.3%)	(96)	(79)
Transport Related	818	0	818	603	215	26.3%	215	0
Supplies and Services	3,668	5	3,673	3,919	(247)	(6.7%)	(166)	(81)
Third Party Payments	80,231	890	81,121	82,361	(1,240)	(1.5%)	(2,103)	863
Transfer Payments	2,978	6	2,984	2,837	147	4.9%	163	(16)
Support Services	70	0	70	56	14	20.0%	15	(1)
Depreciation and Impairment Losses	0	0	0	0	0	0.0%	0	0
GROSS EXPENDITURE	128,023	2,427	130,450	131,139	(689)	(0.5%)	(1,789)	1,100
Income	(30,523)	(2,427)	(32,950)	(32,817)	(133)	(0.4%)	241	(374)
NET EXPENDITURE	97,500	0	97,500	98,322	(822)	(0.8%)	(1,548)	726

RENFREWSHIRE COUNCIL
REVENUE BUDGET MONITORING STATEMENT 2023/24
1 April 2023 to 5 January 2024

POLICY BOARD : LEADERSHIP BOARD - CHIEF EXECUTIVE'S SERVICE

Objective Summary	Annual Budget at Period 8	Budget Adjustments	Revised Annual Budget at Period 10	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%	2	0
Policy and Commissioning	3,073	0	3,073	3,076	(3)	(0.1%)	0	(3)
Marketing and Communications	3,198	9	3,207	3,203	4	0.1%	4	0
City Deal & Infrastructure	0	0	0	0	0	0.0%	0	0
Leisure Services (incl Renfrewshire Leisure)	12,619	11	12,630	12,630	0	0.0%	0	0
NET EXPENDITURE	19,172	20	19,192	19,189	3	0.0%	6	(3)

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 5 January 2024

POLICY BOARD : LEADERSHIP BOARD - CHIEF EXECUTIVE'S SERVICE

Subjective Summary	Annual Budget at Period 8	Budget Adjustments	Revised Annual Budget at Period 10	Projected Outturn	Budget Variance (Adverse) or Favourable		Previous Projected Outturn Variance	Movement
	£000	£000	£000	£000	£000	%	£000	£000
Employees	3,715	1	3,715	3,704	11	0.3%	27	(16)
Premises Related	423	19	442	430	12	2.7%	13	(1)
Transport Related	1	0	1	1	0	0.0%	0	0
Supplies and Services	14,060	1	14,060	14,066	(6)	0.0%	(16)	10
Third Party Payments	0	0	0	0	0	0.0%	0	0
Transfer Payments	1,716	0	1,716	1,718	(2)	(0.1%)	(5)	3
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	20	19,938	19,923	15	0.1%	19	(4)
Income	(746)	0	(746)	(734)	(12)	(1.6%)	(13)	1
NET EXPENDITURE	19,172	20	19,192	19,189	3	0.0%	6	(3)

RENFREWSHIRE COUNCIL
CAPITAL INVESTMENT STRATEGY - NON-HOUSING SERVICES
1 April 2023 to 5 January 2024
POLICY BOARD: LEADERSHIP

Project Title	Prior Years Expenditure to 31/03/2023 £000	Current Year 2023-24						Full Programme - All years				
		Budget at P8 2023/24 £000	Budget Adjustments 2023/24 £000	Revised Budget 2023/24 £000	Projected Outturn 2023-24 £000	Budget Variance (Adverse) or		Total Approved Budget to 31-Mar-27 £000	Projected Outturn to 31-Mar-27 £000	Budget Variance (Adverse) or		
LEISURE SERVICES												
Community Halls Refurbishment	24,736	885	0	885	885	0	0%	3,433	3,433	0	0%	
Linwood Running Track at On-X	0	200	154	354	354	0	0%	200	200	0	0%	
Lagoon Internal Play Centre	0	0	0	0	0	0	0%	1,000	1,000	0	0%	
Total Leisure Services	24,736	1,085	154	1,239	1,239	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	(2,437)	41,771	41,771	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 Netherton 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	269	2,004	2,004	0	0%	43,625	43,625	0	0%	
Total Chief Executives	111,559	50,874	(2,168)	48,706	48,706	0	0%	361,691	361,691	0	0%	
TOTAL LEADERSHIP BOARD	136,295	51,959	(2,014)	49,945	49,945	0	0%	366,324	366,324	0	0%	

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