

<b>REPORT TO:</b>		Cabinet	
<b>DATE:</b>		18 July 2018	
<b>PORTFOLIO:</b>		Cllr Joyce Plummer - Resources	
<b>REPORT AUTHOR:</b>		Joe McIntyre Deputy Chief Executive	
<b>TITLE OF REPORT:</b>		Financial Position May 2018 Report for the Year Ending 31 <sup>st</sup> March 2019	
<b>EXEMPT REPORT (Local Government Act 1972, Schedule 12A)</b>	<b>No</b>	Not applicable	
<b>KEY DECISION:</b>	<b>No</b>	If yes, date of publication:	

## 1. Purpose of Report

- 1.1. The report informs Cabinet of the financial spending of the Council up to the end of May 2018 and the financial forecast outturn position for the Accounting Year 2018/19.

## 2. Recommendations

- 2.1. Cabinet notes the report and asks that the Corporate Management Team look to reduce costs and increase income over the remainder of the year to help improve the overall financial position of the Council.

## 3. Reasons for Recommendations and Background

### Summary

- 3.1. The financial detail of the report is shown as a table at the end of this document.
- 3.2. The spend for the first 2 months of the financial year to the end of May 2018 is £1,556,661 compared to a Budget of £1,553,332 giving a small adverse variance of £3,000 over the first two months of the year.

- 3.3. The current forecast spend to the end of the financial year in March 2019 is £11,106,000 compared to a Budget of £11,174,000. This forecast produces a positive variance of £68,000. The main areas of financial pressure are Planning & Transportation and Regeneration & Property Services.

### **Detail**

#### **Environmental Services**

- 3.4. Food Safety is predicting that net expenditure will be in line with their Budget at the end of the year with no variance forecast.
- 3.5. Waste Services are predicting a positive variance for the financial year of £20,000. This is due to £19,000 of salary savings and £16,000 of extra income less £15,000 of additional miscellaneous expenditure.
- 3.6. The Parks & Cemeteries Service is forecasting a positive variance of £13,000. This is due to an expected £24,000 of additional income from cremations in the year, less a reduction of £7,000 in burial income and a reduction of £4,000 in income on the Parks operation.

#### **Culture & Leisure Services**

- 3.7. Culture and Leisure Services are predicting an adverse variance of £11,000 due to the costs associated with the continuing ownership of Clayton Civic Hall of £19,000 per year less £8,000 of miscellaneous savings.

#### **Planning & Transportation**

- 3.8. Planning & Transportation are predicting an adverse variance for the year of £40,000. This is due to an expected reduced fee income compared to budget on Building Control of £40,000 and additional staff cost in this area during a time of change of £17,000. The adverse variance in Planning and Transportation is reduced by £15,000 of net additional income generated elsewhere and £2,000 of savings in the Department on miscellaneous costs less £1,000 of increased staffing costs.

#### **Regeneration & Property Services**

- 3.9. Regeneration & Property Services are predicting an adverse variance for the year of £149,000. This is due to the income forecast against budget for the Market Hall indicating an adverse variance of £110,000, offset by increased income elsewhere reducing the overall net reduction in income to £14,000. Expenditure on non-pay items is forecast to be £44,000 above budget and expenditure on salaries is predicted to exceed the budget by £91,000.

#### **Policy & Corporate Governance**

- 3.10. Policy & Corporate Governance are predicting a positive variance of £8,000 for the year. This is due to £161,000 of extra income, salary savings of £92,000 and

£47,000 reduced expenditure on pension costs. These positive variances are reduced by the Corporate Savings Target of £107,000, predicted additional Housing Benefit costs of £125,000 and £52,000 of additional miscellaneous costs.

### **Non Service Items**

3.11. The current estimate for the year is a positive variance of £229,000.

## **4. Alternative Options considered and Reasons for Rejection**

4.1. Not applicable. This report is for information purposes.

## **5. Consultations**

5.1. Not applicable

## **6. Implications**

<b>Financial implications (including any future financial commitments for the Council)</b>	As outlined in the report.
<b>Legal and human rights implications</b>	
<b>Assessment of risk</b>	
<b>Equality and diversity implications</b> <i>A <a href="#">Customer First Analysis</a> should be completed in relation to policy decisions and should be attached as an appendix to the report.</i>	

## **7. Local Government (Access to Information) Act 1985: List of Background Papers**

Council Meeting 22<sup>nd</sup> February 2018  
General Revenue Budget 2018/19  
The report can be found by clicking on this link  
[Budget 2018/19](#)  
And downloading the relevant PDF from that page.

**Budget Monitoring 2018/19**

**Period 2 Summary - GF Revenue**

Description	Y-T-D Period 2			Month 2			Year			
	Budget	Actual	Variance	Budget	Actual	Variance	Budget	Actual	Variance	
	£	£	£	£	£	£	£	£	£	
<b>Environmental Services</b>										
Food Safety	37,915	38,534	-619	36,471	37,422	-951	434,736	434,736	0	
Waste Services	219,655	199,949	19,706	313,813	305,187	8,626	3,377,098	3,356,910	20,188	
Parks & Cemeteries	164,198	170,472	-6,274	82,099	90,846	-8,747	985,189	971,989	13,200	
<b>Sub-Total Environmental Services</b>	<b>421,768</b>	<b>408,955</b>	<b>12,813</b>	<b>432,383</b>	<b>433,455</b>	<b>-1,072</b>	<b>4,797,023</b>	<b>4,763,635</b>	<b>33,388</b>	
<b>Culture &amp; Leisure</b>	<b>217,470</b>	<b>219,194</b>	<b>-1,724</b>	<b>67,547</b>	<b>71,106</b>	<b>-3,559</b>	<b>892,945</b>	<b>904,619</b>	<b>-11,674</b>	
<b>Planning &amp; Transportation</b>	<b>133,516</b>	<b>147,369</b>	<b>-13,853</b>	<b>66,758</b>	<b>77,714</b>	<b>-10,956</b>	<b>801,097</b>	<b>841,608</b>	<b>-40,511</b>	
<b>Regeneration &amp; Property Services</b>	<b>304,177</b>	<b>340,527</b>	<b>-36,350</b>	<b>152,089</b>	<b>223,951</b>	<b>-71,862</b>	<b>1,825,063</b>	<b>1,974,503</b>	<b>-149,440</b>	
<b>Policy &amp; Corporate Governance</b>	<b>571,286</b>	<b>571,114</b>	<b>172</b>	<b>285,967</b>	<b>306,550</b>	<b>-20,583</b>	<b>3,427,717</b>	<b>3,419,903</b>	<b>7,814</b>	
<b>TOTAL General Fund Services</b>	<b>1,648,217</b>	<b>1,687,159</b>	<b>-38,942</b>	<b>1,004,744</b>	<b>1,112,776</b>	<b>-108,032</b>	<b>11,743,845</b>	<b>11,904,268</b>	<b>-160,423</b>	
<b>Non Service Items</b>	<b>-94,885</b>	<b>-130,498</b>	<b>35,613</b>	<b>-47,442</b>	<b>-86,920</b>	<b>39,478</b>	<b>-569,308</b>	<b>-797,646</b>	<b>228,338</b>	
<b>TOTAL Net Expenditure</b>	<b>1,553,332</b>	<b>1,556,661</b>	<b>-3,329</b>	<b>957,302</b>	<b>1,025,856</b>	<b>-68,554</b>	<b>11,174,537</b>	<b>11,106,622</b>	<b>67,915</b>	
Contribution (from) / to GF Reserves							-100,000	-32,085		
<b>TOTAL Net Requirement</b>							<b>11,074,537</b>	<b>11,074,537</b>	<b>0</b>	