
Report To:	Education & Communities Committee	Date:	12 March 2019
Report By:	Chief Financial Officer and Corporate Director Education, Communities and Organisational Development	Report No:	FIN/020/19/AP/IC
Contact Officer:	Iain Cameron	Contact No:	01475 712832
Subject:	Communities 2018/19 Revenue Budget Report- Period 9 to 31 December 2018		

1.0 PURPOSE

- 1.1 The purpose of this report is to advise the Committee of the 2018/19 Revenue Budget position at Period 9 to 31 December 2018.

2.0 SUMMARY

- 2.1 The total Communities Revenue Budget for 2018/19, excluding Earmarked Reserves, is currently £4,581,450. This is a decrease of £68,580 from the approved budget. Appendix 1 provides details of this movement. The latest projection is an underspend of £13,000 which is a decrease in expenditure of £34,000 since the last Committee.
- 2.2 The main variances to highlight for the 2018/19 Revenue Budget are –
- (a) Projected overspend of £15,000 for Libraries & Museum which relates to a shortfall in Income and additional Property Costs partially offset by an underspend in Employee Costs.
 - (b) Projected overspend of £18,000 for Sports & Leisure. A £21,000 shortfall for Whinhill Golf Course income is partially offset by a £10,000 underspend for Rankin Park mountain bike track maintenance.
 - (c) Projected underspend of £28,000 for Community Safety. Payments to the Children 1st Charity are projected to underspend by £30,000. This service ended in June 2018 and the budget has been removed as a saving for 2019/20 as part of the annual budget setting process.
 - (d) Projected underspend of £18,000 for Community Halls Employee Costs due to a number of vacant posts.
- 2.3 Earmarked Reserves for 2018/19 total £381,000 of which £16,000 is projected to be spent in the current financial year. To date no expenditure has been incurred. The spend to date per profiling was expected to be £16,000 resulting in slippage of £16,000 (100%.) Slippage is due to delays in finalising the invoice for Gourrock Pool extended opening.

3.0 RECOMMENDATIONS

- 3.1 That the Committee notes the current projected underspend of £13,000 for the 2018/19 Communities Revenue Budget as at Period 9 to 31 December 2018.

Alan Puckrin
Chief Financial Officer

Ruth Binks
**Corporate Director Education, Communities
and Organisational Development**

4.0 BACKGROUND

- 4.1 The purpose of this report is to advise the Committee of the current position of the 2018/19 Communities Revenue Budget as at Period 9 to 31 December 2018 and highlight the main issues contributing to the projected underspend of £13,000.

5.0 2018/19 PROJECTION

- 5.1 The current Communities Revenue Budget for 2018/19 is £4,581,450. This is a decrease of £68,580 from the approved budget. Appendix 1 provides details of the virements responsible for this decrease.
- 5.2 The main issues to highlight in relation to the projected underspend of £13,000 (0.3%) for the 2018/19 Communities Revenue Budget are :-

Libraries & Museum: Projected Overspend £15,000

The projected overspend for Libraries & Museum is £15,000, a decrease of £9,000 since the last Committee. Employee Costs, previously projected to overspend by £3,000 will now underspend by £10,000. A number of posts projected to be filled during the last quarter of 2018/19 will now not be filled until 2019/20.

Libraries & Museum Income is projected to under-recover by £16,000, the same as previously reported to Committee. The balance of the projected overspend relates to Property Costs.

Sports & Leisure: Projected Overspend £18,000

Whinhill Golf Income is projected to under recover by £21,000, the same as previously reported to Committee. This projected overspend is partially offset by a projected underspend of £10,000 for Rankin Park mountain bike track maintenance.

Community Safety: Projected Underspend £28,000

Community Safety Employee Costs are projected to underspend by £6,000, an increase in underspend of £3,000 since the last Committee.

Internal Transport Recharges for Community Safety are projected to overspend by £8,000, mainly due to unplanned maintenance costs. This is the same as previously reported to Committee.

Payments to the Children 1st Charity are projected to underspend by £30,000. This service ended in June 2018 and the budget for 2019/20 has been removed as a saving as part of the annual budget setting process.

Community Halls: Projected Underspend £18,000

The projected underspend for Community Halls is due to the over recovery of Employee Turnover savings resulting from a number of vacant posts. The projected underspend has decreased by £3,000 since last Committee.

6.0 EARMARKED RESERVES

6.1 Earmarked Reserves for 2018/19 total £381,000 of which £16,000 is projected to be spent in the current financial year. To date no expenditure has been incurred. The spend to date per profiling was expected to be £16,000 resulting in slippage of £16,00 (100%.) Slippage is due to delays in finalising the invoice for Gourrock Pool extended opening.

7.0 VIREMENTS

7.1 There are no virements this Committee Cycle.

8.0 IMPLICATIONS

8.1 Finance

All financial implications are discussed in detail within the report above.

One off Costs

Cost Centre	Budget Heading	Budget Years	Proposed Spend this Report £000	Virement From	Other Comments
N/A					

Annually Recurring Costs / (Savings)

Cost Centre	Budget Heading	Budget Years	Proposed Spend this Report £000	Virement From	Other Comments
N/A					

8.2 Legal

There are no specific legal implications arising from this report.

8.3 Human Resources

There are no specific human resources implications arising from this report.

8.4 Equalities

There are no equalities issues within this report.

8.5 Repopulation

There are no repopulation issues within this report.

9.0 CONSULTATION

9.1 The paper has been jointly prepared by the Chief Financial Officer and the Corporate Director Education, Communities and Organisational Development.

10.0 BACKGROUND PAPERS

10.1 There are no background papers for this report.

Communities Budget Movement - 2018/19**Period 9 - 1st April 2018 to 31st December 2018**

Service	Approved Budget	Inflation £000	Virement £000	Movements		Revised Budget
	2018/19 £000			Supplementary Budgets £000	Transferred to EMR £000	2018/19 £000
Libraries & Museum	1,532	3	(18)			1,517
Sport & Leisure	1,239	(33)				1,206
Community Safety	581		(18)			563
Community Halls	1,054		(3)			1,051
Grants to Voluntary Organisations	244					244
Totals	<u>4,650</u>	<u>(30)</u>	<u>(39)</u>	<u>0</u>	<u>0</u>	<u>4,581</u>

Movement Details

£000

External Resources**Inflation**

Electricity & Gas
Returned to Inflation Contingency

3
(33)

(30)**Virement**

Additional Turnover
Management Restructure

(29)
(10)

(39)**Supplementary Budget**0(69)

COMMUNITIES**REVENUE BUDGET MONITORING REPORT****MATERIAL VARIANCES****Period 9 -1st April 2018 to 31st December 2018**

<u>Out Turn</u> <u>2017/18</u> <u>£000</u>	<u>Budget</u> <u>Heading</u>	<u>Budget</u> <u>2018/19</u> <u>£000</u>	<u>Proportion</u> <u>of Budget</u>	<u>Actual to</u> <u>31-Dec-18</u> <u>£000</u>	<u>Projection</u> <u>2018/19</u> <u>£000</u>	<u>(Under)/Over</u> <u>Budget</u> <u>£000</u>	<u>Percentage</u> <u>Over / (Under)</u>
38	Community Safety Children 1st	38	38	8	8	(30)	(78.9%)
(44)	Sport & Leisure Golf Income	(73)	(66)	(49)	(52)	21	(28.8%)
Total Material Variances						(9)	

COMMUNITIES**REVENUE BUDGET MONITORING REPORT****CURRENT POSITION****Period 9 - 1st April 2018 to 31st December 2018**

2017/18 Actual £000	Subjective Heading	Approved Budget 2018/19 £000	Revised Budget 2018/19 £000	Projected Out-turn 2018/19 £000	Projected Over/(Under) Spend £000	Percentage Over/(Under)
1,903	Employee Costs	1,727	1,688	1,654	(34)	(2.0%)
682	Property Costs	711	714	720	6	0.8%
1,480	Supplies & Services	1,297	1,297	1,290	(7)	(0.5%)
11	Transport Costs	7	7	15	8	114.3%
85	Administration Costs	72	73	73	0	-
1,407	Other Expenditure	1,135	1,137	1,107	(30)	(2.6%)
(291)	Income	(299)	(335)	(291)	44	(13.1%)
5,277	TOTAL NET EXPENDITURE	4,650	4,581	4,568	(13)	(0.3%)
	Earmarked Reserves	0	0	0	0	
	TOTAL NET EXPENDITURE excluding Earmarked Reserves	4,650	4,581	4,568	(13)	

2017/18 Actual £000	Objective Heading	Approved Budget 2018/19 £000	Revised Budget 2018/19 £000	Projected Out-turn 2018/19 £000	Projected Over/(Under) Spend £000	Percentage Over/(Under)
1,542	Libraries & Museum	1,532	1,517	1,532	15	1.0%
1,718	Sports & Leisure	1,239	1,218	1,236	18	1.5%
785	Community Safety	581	563	535	(28)	(5.0%)
1,006	Community Halls	1,054	1,039	1,021	(18)	(1.7%)
226	Grants to Vol Orgs	244	244	244	0	-
5,277	TOTAL COMMUNITIES	4,650	4,581	4,568	(13)	(0.3%)
	Earmarked Reserves	0	0	0	0	

EARMARKED RESERVES POSITION STATEMENT

COMMITTEE: Communities

<u>Project</u>	<u>Lead Officer/ Responsible Manager</u>	<u>Total Funding 2018/19</u>	<u>Phased Budget Period 9 2018/19</u>	<u>Actual Period 9 2018/19</u>	<u>Projected Spend 2018/19</u>	<u>Amount to be Earmarked for 2019/20 & Beyond</u>	<u>Lead Officer Update</u>
		£000	£000	£000	£000	£000	
Community Fund	Grant McGovern	365	0	0	0	365	PB process commenced August 18, however payments have now been delayed until 2019/20.
Gourock Pool Extension	Grant McGovern	16	16	0	16	0	Funding to extend opening of Gourock Pool until end of September 2018. Awaiting invoice from IL.
Total		381	16	0	16	365	