

Report To: Education & Communities
Committee

Date: 8 March 2022

Report By: Interim Director of Finance &
Corporate Governance and
Corporate Director Education,
Communities & Organisational
Development

Report No: FIN/12/22/AP/IC

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Subject: Communities Revenue & Capital Budget Report
2021/22 - Projected Out Turn at Period 9 to 31 December 2021

1.0 PURPOSE

- 1.1 To advise Committee of the 2021/22 Communities revenue and capital budgets position at Period 9 to 31 December 2021.

2.0 SUMMARY

- 2.1 The total Communities revenue budget for 2021/22, excluding earmarked reserves, is currently £4,435,580. The latest projection is an under spend of £92,000, a decrease in expenditure of £24,000 since last Committee.
- 2.2 The main variances to highlight for the 2021/22 Revenue Budget are –

Libraries & Museum: Projected Overspend £51,000

Libraries & Museum Income is projected to under recover by £58,000. This is due to reduced income from internet access, overdue books fines and goods for resale. Non Domestic Rates (NDR) are projected to overspend by £6,000. The under recovery and overspend is partially offset by a £10,000 projected under spend for utilities and a £3,000 projected under spend for Museum shop Goods for Resale.

Sports & Leisure: Projected Underspend £41,000

The latest projection for Under 16s Free Swimming is an underspend of £57,000, a further reduction in spend of £12,000 since last Committee. The budget for maintaining crawl holes at various 3G pitches is projected to underspend by £13,000, a reduction in spend of £6,000 since last Committee

Community Safety: Projected Underspend £44,000

Community Safety Employee Costs are projected to underspend by £47,000 due to a number of vacancies within Community Safety and School Crossing Patrollers.

Community Halls: Projected Underspend £58,000

Community Halls Employee Costs are projected to underspend by £3,000, an increase in expenditure of £16,000 since last Committee. A number of vacant Letting Officer posts have now been filled. In addition there is a projected underspend of £14,000 for Community Hubs Resources, as previously reported, and a projected over recovery of School Lets Income of £41,000, an increase of £31,000 since last Committee.

- 2.3 The Communities 2021/24 Capital Budget is £4.486 million with £662,000 projected to be spent in the current Financial Year. There is slippage of £675,000 (50%) from the original budget, largely due to delays with the new Indoor Tennis Facility project and the replacement of the moveable pool floor at the Waterfront Leisure Complex. Expenditure to 31 January 2022 was £466,000 or 69% of the projected expenditure for the year. The costs of the overall Capital Programme are being contained within existing budgets. Appendix 4 gives more financial information by project with updates on physical progress of projects provided elsewhere on this agenda.
- 2.4 Earmarked Reserves, excluding those for Asset Plans and Strategic Funds total £92,000 all of which is projected to be spent in the current Financial Year. To date there has been £27,000 (29.3%) of expenditure. Spend to date per profiling was expected to be £12,000 and there is no slippage to report at this time. Appendix 5 provides more information by project.

3.0 RECOMMENDATIONS

- 3.1 The Committee note the current projected under spend of £92,000 for the 2021/22 Communities Revenue Budget as at Period 9 to 31 December 2021.
- 3.2 The Committee note the financial position of the specific capital projects detailed in Appendix 4 and note that the cost of the current Communities Capital Programme is being contained within existing budgets.

Alan Puckrin
Interim Director of Finance
& Corporate Governance

Ruth Binks
Corporate Director Education, Communities &
Organisational Development

4.0 BACKGROUND

- 4.1 The purpose of this report is to advise Committee of the current position of the 2021/22 Revenue and Capital Budgets as at Period 9 to 31 December 2021 and to highlight the main variances contributing to the projected under spend of £92,000 for the 2021/22 Revenue Budget.

5.0 2021/22 REVENUE BUDGET PROJECTED OUT TURN

- 5.1 The current Communities Revenue Budget for 2021/22 is £4,435,580 which is a decrease of £53,380 from the Approved Budget. Appendix 1 provides more details of the budget by Service area. The latest projection is an under spend of £92,000, a net reduction in spend of £24,000 from Period 7.

5.2 Libraries & Museum: Projected Overspend £51,000

Libraries & Museum Income is projected to under recover by £58,000. This is due to reduced income from internet access, overdue books fines and goods for resale.

Non Domestic Rates (NDR) are projected to overspend by £6,000.

The under recovery and overspend is partially offset by a £10,000 projected under spend for utilities and a £3,000 projected under spend for Museum shop Goods for Resale.

Sports & Leisure: Projected Underspend £41,000

The latest projection for Under 16s Free Swimming is an underspend of £57,000, a further reduction in spend of £12,000 since last Committee. The budget for maintaining crawl holes at various 3G pitches is projected to underspend by £13,000, a reduction in spend of £6,000 since last Committee. Also included is a one-off payment of £25,000 to Rankin Park Bowling Club which will be made as part of an amended lease agreed with the club. There is also a minor variance for a shortfall in Rental Income.

Community Safety: Projected Underspend £44,000

Community Safety Employee Costs are projected to underspend by £47,000 due to a number of vacancies within Community Safety and School Crossing Patrollers.

Community Halls: Projected Underspend £58,000

Community Halls Employee Costs are projected to underspend by £3,000, an increase in expenditure of £16,000 since last Committee. A number of vacant Letting Officer posts have now been filled. In addition there is a projected underspend of £14,000 for Community Hubs Resources, as previously reported, and a projected over recovery of School Lets Income of £41,000, an increase of £31,000 since last Committee.

6.0 2021/24 CAPITAL BUDGET PROJECTION

- 6.1 The Communities 2021/24 Capital Budget is £4.486 million with £662,000 projected to be spent in the current Financial Year. There is slippage of £675,000 (50%) from the original budget, largely due to delays with the new Indoor Tennis Facility project and the replacement of the moveable pool floor at the Waterfront Leisure Complex. Expenditure to 31 January 2022 was £466,000 or 69% of the projected expenditure for the year. The costs of the overall Capital Programme are being contained within existing budgets. Appendix 4 gives more financial information by project with updates on physical progress of projects provided elsewhere on this agenda.

7.0 EARMARKED RESERVES

7.1 Earmarked Reserves, excluding those for Asset Plans and Strategic Funds total £92,000 all of which is projected to be spent in the current Financial Year. To date there has been £27,000 (29.3%) of expenditure. Spend to date per profiling was expected to be £12,000 and there is no slippage to report at this time. Appendix 5 provides more information by project.

8.0 VIREMENTS

8.1 There are no virements this Committee cycle.

9.0 IMPLICATIONS

9.1 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					

9.2 Legal

There are no specific legal implications arising from this report.

9.3 Human Resources

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

9.4 Equalities

Equalities

(a) Has an Equality Impact Assessment been carried out?

YES	
X	NO – This report does not introduce a new policy, function or strategy or recommend a substantive change to an existing policy, function or strategy. Therefore, no Equality Impact Assessment is required

(b) Fairer Scotland Duty

If this report affects or proposes any major strategic decision:-

Has there been active consideration of how this report's recommendations reduce inequalities of outcome?

	YES – A written statement showing how this report's recommendations reduce inequalities of outcome caused by socio-economic disadvantage has been completed.
X	NO

(c) Data Protection

Has a Data Protection Impact Assessment been carried out?

	YES – This report involves data processing which may result in a high risk to the rights and freedoms of individuals.
X	NO

9.5 **Repopulation**

There are no repopulation issues with this report.

10.0 CONSULTATION

10.1 The paper has been jointly prepared by the Interim Director of Finance & Corporate Governance and the Corporate Director Education, Communities & Organisational Development.

11.0 BACKGROUND PAPERS

11.1 There are no background papers for this report.

Communities Budget Movement - 2021/22

Period 9 - 1st April 2021 to 31 December 2021

Service	Approved Budget		Movements			Revised Budget 2021/22 £000
	2021/22 £000	Inflation £000	Virement £000	Supplementary Budgets £000	Transferred to EMR £000	
Libraries & Museum	1,636		1			1,637
Sport & Leisure	1,081		(145)			936
Community Safety	551		(50)			501
Community Halls	969		(25)			944
Grants to Voluntary Organisations	252		166			418
Totals	4,489	0	(53)	0	0	4,436

Movement Details

External Resources

Inflation

Virement

Cleaning	1
Comm Safety Funding HR Posts	(38)
Sports & Leisure to ED Swimming Lessons	(16)

Supplementary Budget

£000

0

1

(38)

(16)

(53)

0

(53)

COMMUNITIES**REVENUE BUDGET MONITORING REPORT****CURRENT POSITION****Period 9 - 1st April 2021 to 31st December 2021**

2020/21 Actual £000	Subjective Heading	Approved Budget 2021/22 £000	Revised Budget 2021/22 £000	Projected Out-turn 2021/22 £000	Projected Over/(Under) Spend £000	Percentage Over/(Under)
1,754	Employee Costs	1,852	1,827	1,777	(50)	(2.7%)
602	Property Costs	623	624	620	(4)	(0.6%)
2,613	Supplies & Services	1,052	1,045	1,042	(3)	(0.3%)
1	Transport Costs	3	3	3	0	-
72	Administration Costs	75	75	75	0	-
1,173	Other Expenditure	1,254	2,355	2,299	(56)	(2.4%)
(477)	Income	(370)	(1,493)	(1,472)	21	(1.4%)
5,738	TOTAL NET EXPENDITURE	4,489	4,436	4,344	(92)	(2.1%)
0	Earmarked Reserves	0	0	0	0	
(1,378)	Additional Funding Covid-19			0	0	
4,360	TOTAL NET EXPENDITURE excluding Earmarked Reserves	4,489	4,436	4,344	(92)	

2020/21 Actual £000	Objective Heading	Approved Budget 2021/22 £000	Revised Budget 2021/22 £000	Projected Out-turn 2021/22 £000	Projected Over/(Under) Spend £000	Percentage Over/(Under)
1,595	Libraries & Museum	1,637	1,637	1,688	51	3.1%
2,525	Sports & Leisure	1,081	932	891	(41)	(4.4%)
450	Community Safety	550	500	456	(44)	(8.8%)
941	Community Halls	969	949	891	(58)	(6.1%)
227	Grants to Vol Orgs	252	418	418	0	-
5,738	TOTAL COMMUNITIES	4,489	4,436	4,344	(92)	(2.1%)
0	Earmarked Reserves	0	0	0	0	
(1,378)	Additional Funding Covid-19			0	0	
4,360	TOTAL NET EXPENDITURE excluding Earmarked Reserves	4,489	4,436	4,344	(92)	

COMMUNITIES**REVENUE BUDGET MONITORING REPORT****MATERIAL VARIANCES****Period 9 -1st April 2021 to 31st December 2021**

<u>Out Turn</u> <u>2020/21</u> <u>£000</u>	<u>Budget</u> <u>Heading</u>	<u>Budget</u> <u>2021/22</u> <u>£000</u>	<u>Proportion</u> <u>of Budget</u>	<u>Actual to</u> <u>31-Dec-21</u> <u>£000</u>	<u>Projection</u> <u>2020/21</u> <u>£000</u>	<u>(Under)/Over</u> <u>Budget</u> <u>£000</u>	<u>Percentage</u> <u>Over / (Under)</u>
0	Libraries & Museum Income	(76)	(57)	(17)	(18)	58	(76.3%)
180	Sports & Leisure Free Swimming	164	123	70	107	(57)	(34.8%)
0	Rankin Park Payment	0	0	0	25	25	
404	Community Safety Employee Costs	453	326	272	406	(47)	(10.4%)
(135)	Community Halls School Lets Income	(139)	(104)	(116)	(180)	(41)	29.5%
Total Material Variances		402	288	209	340	(21)	

COMMUNITIES COMMITTEE**CAPITAL BUDGET MONITORING REPORT****CURRENT POSITION****Period 9 - 1st April 2021 to 31st December 2021**

Project Name	1	2	3	4	5	6	7	8
	Est Total Cost	Actual to 31/3/21	Approved Budget 2021/22	Revised Est 2021/22	Actual to 31/01/22	Est 2022/23	Est 2023/24	Future Years
	£000	£000	£000	£000	£000	£000	£000	
Communities								
Lady Alice Bowling Club Refurb	210	18	0	0	0	92	100	0
Indoor Sports Facility For Tennis	635	0	600	97	95	500	38	0
Leisure Pitches AMP - Lifecycle Fund	1,165	0	172	178	178	395	592	0
Grievie Road Community Centre	200	172	28	28	0	0	0	0
Wemyss Bay Community Centre Refurbishment	100	94	6	6	0	0	0	0
Whinhill Golf Club Lifecycle Works	250	66	174	174	101	10	0	0
WLC - Moveable Pool Floor	325	10	300	26	17	269	20	0
Watt Institution Creativity Space	55	0	50	50	41	5	0	0
PG New Community Hub (King George VI Building)	1,534	0	0	96	34	1,100	338	0
Complete On Site	12	0	7	7	0	0	5	0
	4,486	360	1,337	662	466	2,371	1,093	0
TOTAL	4,486	360	1,337	662	466	2,371	1,093	0

EARMARKED RESERVES POSITION STATEMENT

COMMITTEE: Communities

<u>Project</u>	<u>Lead Officer/ Responsible Manager</u>	<u>Total Funding 2021/22</u> £000	<u>Phased Budget Period 9 2021/22</u> £000	<u>Actual Period 9 2021/22</u> £000	<u>Projected Spend 2021/22</u> £000	<u>Amount to be Earmarked for 2022/23 & Beyond</u> £000	<u>Lead Officer Update</u>
Community Fund (Participatory Budgets)	Tony McEwan	92	12	27	67	25	Payments made to Inverkip Community Centre & Gourrock Park Bowling Club
Total		92	12	27	67	25	