
Report To:	Policy & Resources Committee	Date:	15 November 2022
Report By:	Interim Director Finance & Corporate Governance and Corporate Director Education, Communities & Organisational Development, Chief Executive	Report No:	FIN/66/22/AP/AB
Contact Officer:	Alan Puckrin	Contact No:	01475 712090
Subject:	2022/23 Policy & Resources Committee and General Fund Revenue Budget Update as at 30 September 2022		

1.0 PURPOSE AND SUMMARY

- 1.1 For Decision For Information/Noting
- 1.2 The purpose of this report is to advise Committee of the 2022/23 Committee Revenue Budget projected position at 30 September 2022 and the overall General Fund Revenue Budget projection at this date. The report also highlights the position of the General Fund Reserve.
- 1.3 The revised 2022/23 Revenue Budget for the Policy & Resources Committee is £23,272,000 excluding Earmarked Reserves. The latest projection is an overspend of £2,592,000 (11.1%) and is almost entirely down to projected pay and non-pay inflation pressures which are being held centrally. This represents an increase of £204,000 since the Period 4 report.
- 1.4 Due to these inflationary pressures the General Fund is projecting an overspend of £2.026million after the one-off use of £4million of Reserves which was agreed by the Council in February when Members approved the 2022/23 Revenue Budget. Based on these figures the Council's unallocated Reserves are currently projected to fall below the minimum recommended level of £4.0million by 31 March, 2023. This will require to be addressed as part of the 2023/26 Budget.

2.0 RECOMMENDATIONS

- 2.1 It is recommended that the Committee note the current projected overspend for 2022/23 of £2,592,000 as at 30 September 2022 within the Committee's Budget.
- 2.2 It is recommended that the Committee note that the Interim Director Finance & Corporate Governance and Heads of Service will review areas where non-essential spend can be reduced in order to bring the corporate service element of the budget back on track.
- 2.3 It is recommended that the Committee notes the projected 2022/23 surplus of £19,440 for the Common Good Budget.

- 2.4 It is recommended that the Committee notes the projected overspend of £2,026,000 for the General Fund and that action will need to be taken as part of the 2023/26 Revenue Budget to bring the unallocated Reserves back to the minimum recommended level of £4.0million and address the underlying budget shortfall.
- 2.5 It is recommended that the Committee approve the early implementation of the £10.90 Living Wage rate from 10 November, 2022 and note that the estimated cost of £25,000 will be contained within 2022/23 service budgets.

Alan Puckrin
Interim Director
Finance & Corporate Governance

Louise Long
Chief Executive

Ruth Binks
Corporate Director
Education, Communities
& Organisational Development

3.0 BACKGROUND AND CONTEXT

3.1 The revised 2022/23 Revenue Budget for the Policy & Resources Committee is £23,272,000 excluding Earmarked Reserves. This is an increase of £1,579,000 from the approved budget due to additional funding from the Scottish Government for the Local Pay Offer partly offset by allocations to services from the non-pay inflation allowance. Appendix 1 gives more details of this budget movement.

3.2 2022/23 Projected Outturn (£2,592,000 Overspend 11.1%)

The main projected variances contributing to the net overspend are listed below –

- (a) Projected underspend of £54,000 for Finance/ICT Employee costs due to exceeding turnover targets.
- (b) ICT Computer Software Maintenance projected overspend £56,000.
- (c) Projecting an underspend within Revenues of £75,000 due to one-off income relating to the Cost of Living funding. This underspend will be off-set with various administrative costs all under £20,000.
- (d) Previous Years Council Tax under-recovery of £40,000 in line with last year.
- (e) Projected overspend of £54,000 for Legal Employee costs due to turnover target not yet met.
- (f) Projected overspend of £1,400,000 for the Non-Pay Inflation Contingency largely due to rising utility and fuel costs and contracts linked to rates of RPI.
- (g) Projected shortfall of £1,150,000 in the Pay Inflation allowance based on the latest offer agreed by Cosla Leaders and after netting off an additional £2.167 million recurring funding and one-off funding of £1.867 million from the Scottish Government. The projection assumes the IJB will receive £1.1 million share of this additional funding in 2022/23. Finally, the projection assumes a £250,000 saving arising from the UK Governments decision to reverse the 1.25% increase in National Insurance.

More details are shown in Appendices 2 and 3.

3.6 Earmarked Reserves

Appendix 4 gives an update on the operational Earmarked Reserves, i.e. excluding strategic funding models. Spend to date is currently £4,310,000 largely due to the delivery of the Council Cost of Living payments. Appendix 7 gives a summary breakdown of the current earmarked reserves position. It can be seen that expenditure at 30 September was £7,981,000 which is £115,000 (1.46%) more than the phased budget and 30.1% of projected 2022/23 spend.

3.4 Common Good Fund

The Common Good Fund is projecting a surplus fund balance of £19,440 as shown in Appendix 5 and which results in projected surplus fund balance of £125,110 at 31 March 2023.

3.5 General Fund Budget & Reserves Position

Based on the significant over spend projected within this Committee's Budget it is no surprise to see from Appendix 6 that as at 30 September 2022 the General Fund is projecting a £2,026,000 overspend (excluding Health & Social Care Directorate) which represents 0.89% of the net Revenue Budget.

3.6 Appendix 8 shows the latest position in respect of the General Fund Reserves and shows that the projected balance at 31 March, 2023 is £3.435 million which is £0.565 million below the minimum recommended balance of £4 million.

4.0 PROPOSALS

4.1 In respect of the projected overspend of £8,000 within the 3 Corporate Services, the Interim Director and Heads of Service will ensure that further steps are taken to reduce expenditure where this will not have a direct impact on service delivery.

4.2 In relation to the General Fund overspend the Committee are asked to note that similar action is being taken by the Corporate Director of Education, Communities and OD and Interim Director Environment & Regeneration to bring their Committees back within their approved budgets.

4.3 The unallocated General Fund reserve balance will require to be restored to £4.0 million during 2023/24 via action identified as part of the current budget exercise.

4.4 The Living Wage Foundation announced a new Living Wage rate of £10.90 per hour on 22nd September 2022. Given the current cost of living crisis, the Foundation are encouraging employers to implement this new rate as soon as possible. As an accredited Living Wage Employer, the Council is required to implement the revised rate by May 2023. The Council implemented a revised pay and grading model on 1st April 2019 which incorporated the living wage rate into the pay structure. It was agreed at that time that the annually revised living wage rates would be implemented from 1 April the follow year. This helps to protect the integrity of the pay and grading structure and avoids any narrowing of differentials between Grade 1 and 2.

4.5 Following agreement of the SJC pay award, arrangements are currently being made to implement revised rates backdated to 1st April 2022. This pay award revises the bottom grade to £10.85 per hour. It is proposed, given the current cost of living crisis that the new Living Wage Rate of £10.90 per hour is implemented with effective of 10th November 2022, this is the beginning of a new pay period. This early implementation is proposed for this year only due to the exceptional circumstances.

5.0 IMPLICATIONS

5.1 The table below shows whether risks and implications apply if the recommendations are agreed:

SUBJECT	YES	NO	N/A
Financial	x		
Legal/Risk	x		
Human Resources		x	
Strategic (LOIP/Corporate Plan)		x	
Equalities & Fairer Scotland Duty			x
Children & Young People's Rights & Wellbeing			x
Environmental & Sustainability			x
Data Protection			x

5.2 Finance

As has been previously reported the Council is facing financial challenges it has not faced before and decisive action will need to be taken in coming months to ensure the Council's Budget, service delivery requirements and priorities remain affordable in the medium term.

One off Costs

Cost Centre	Budget Heading	Budget Years	Proposed Spend this Report	Virement From	Other Comments
Various	Employee Costs	2022/23	Up to £25k		Early implementation of the £10.90 Living Wage rate. Costs to be contained in 2022/23

Annually Recurring Costs/ (Savings)

Cost Centre	Budget Heading	With Effect from	Annual Net Impact	Virement From (If Applicable)	Other Comments
N/A					

5.3 Legal/Risk

The approved Governance Documents set out the roles and responsibilities of Committees and officers in ensuring budgets are not overspent and the process to be followed in the event approved limits are projected to be breached.

5.4 Human Resources

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

5.5 Strategic

The current and projected financial position will require to be borne in mind when developing the forthcoming strategic plans for the Council.

6.0 CONSULTATION

6.1 The Chief Executive and Corporate Director Education, Communities and Organisational Development have been consulted in the preparation of this report.

7.0 BACKGROUND PAPERS

7.1 There are no background papers.

Policy & Resources Budget Movement - 2022/23**Period 6: 1 April 2022 - 30 September 2022**

Service	Approved Budget	Movements			Transferred to	Revised Budget
	2022/23 £000	Inflation £000	Virement £000	Supplementary Budgets £000	EMR £000	2022/23 £000
Finance	7,555	3	40	452	0	8,050
Legal	1,961	24	6	0	0	1,991
Organisational Development, Policy & Communications	2,116	33	0	0	0	2,149
Chief Exec	331	0	0	0	0	331
Miscellaneous	9,730	(1,913)	0	2,934	0	10,751
Totals	<u>21,693</u>	<u>(1,853)</u>	<u>46</u>	<u>3,386</u>	<u>0</u>	<u>23,272</u>

Supplementary Budget Detail

£000

Inflation

Legal: HOS Overbudgeted, back to Inflation Contingency
 Legal: Councillors 22/23 Pay Award
 Registrars: correction
 HR - Occupational Health contract increase
 Miscellaneous - Non Pay Inflation allocated out

(7)
 31
 1
 33
(1,911)
(1,853)

Virements

Legal - Additional Senior Allowances Councillors
 Finance (ICT): New Ways of Working

6
40
 46

Supplementary Budgets

Housing Benefits - Cost of Living Payment
 Miscellaneous - SG Local Pay Offer Allocation (Ex-HSCP)

452
2,934
 3,386

Total Inflation & Virements1,579

REVENUE BUDGET MONITORING REPORTCURRENT POSITIONPeriod 6: 1 April 2022 - 30 September 2022

2021/22 Actual £000	SUBJECTIVE ANALYSIS	Approved Budget 2022/23 £000	Revised Budget 2022/23 £000	Projected Out-turn 2022/23 £000	Projected Over/(Under) Spend £000	Percentage Over/(Under)
8,144	Employee Costs	8,367	8,363	8,378	15	0.2%
487	Property Costs	569	569	569	0	-
905	Supplies & Services	888	889	942	53	6.0%
1	Transport & Plant	4	4	4	0	-
1,253	Administration Costs	1,295	1,294	1,202	(92)	(7.1%)
29,661	Payments to Other Bodies	39,866	41,446	43,941	2,495	6.0%
(26,838)	Income	(29,296)	(29,293)	(29,172)	121	(0.4%)
13,612	TOTAL NET EXPENDITURE	21,693	23,272	25,864	2,592	11.1%
	Earmarked reserves				0	
13,612	Total Net Expenditure excluding Earmarked Reserves	21,693	23,272	25,864	2,592	

2021/22 Actual £000	OBJECTIVE ANALYSIS	Approved Budget 2022/23 £000	Revised Budget 2022/23 £000	Projected Out-turn 2022/23 £000	Projected Over/(Under) Spend £000	Percentage Over/(Under)
7,487	Finance	7,555	8,050	7,956	(94)	(1.2%)
1,353	Legal Services	1,961	1,991	2,083	92	4.6%
8,840	Total Net Expenditure Environment, Regeneration & Resources	9,516	10,041	10,039	(2)	(0.0%)
2,117	Organisational Development, Policy & Communications	2,116	2,149	2,159	10	0.5%
2,117	Total Net Expenditure Education, Communities & Organisational Development	2,116	2,149	2,159	10	0.5%
337	Chief Executive	331	331	345	14	4.2%
2,318	Miscellaneous	9,730	10,751	13,321	2,570	23.9%
13,612	TOTAL NET EXPENDITURE	21,693	23,272	25,864	2,592	11.1%
	Earmarked reserves					
13,612	Total Net Expenditure excluding Earmarked Reserves	21,693	23,272	25,864	2,592	

REVENUE BUDGET MONITORING REPORT

MATERIAL VARIANCES (EXCLUDING EARMARKED RESERVES)

Period 6: 1 April 2022 - 30 September 2022

Outturn 2021/22 £000	Budget Heading	Budget 2022/23 £000	Proportion of Budget £000	Actual to 30/09/22 £000	Projection 2022/23 £000	Over/(Under) Budget £000
	<u>Finance/ICT Services</u>					
4,753	Employee Costs	4,879	1,484	1,535	4,825	(54)
782	Supplies & Services - Computer Software Maint	780	786	657	836	56
281	Admin Costs - Legal Expenses	270	135	105	230	(40)
233	Revenues - DHP Expenditure Budget Overstated	1,394	488	396	1,369	(25)
0	Revenues - Cost of Living Award (Projected Under Spend is Funding For Admin Costs)	0	0	0	0	(75)
(279)	Income - Legal Expenses - Recoveries	(268)	(134)	(105)	(228)	40
(303)	Income - Council Tax Income Previous Years	(356)	(119)	(86)	(316)	40
	<u>Legal Services</u>					
1,321	Employee Costs	1,371	743	758	1,425	54
(576)	Income	(598)	(299)	(165)	(562)	36
	<u>Miscellaneous Services</u>					
1,014	Non Pay Inflation	2,927	773	773	4,327	1,400
2,816	Pay Inflation	2,876	0	0	4,026	1,150
0	Other Expenditure	0	0	20	20	20
10,042	TOTAL MATERIAL VARIANCES	13,275	3,857	3,888	15,952	2,602

EARMARKED RESERVES POSITION STATEMENT

COMMITTEE: Policy & Resources

C a t e g o r y	Project	Lead Officer/ Responsible Manager	Total Funding	Phased Budget P6	Actual P6	Projected Spend	Amount to be Earmarked for 2023/24 & Beyond	Lead Officer Update
			2022/23	2022/23	2022/23	2022/23		
			£000	£000	£000	£000		
C	Equal Pay	Steven McNab	200	0	0	0	200	Balance for equal pay which is under review on an annual basis.
C	Digital Strategy	Alan Puckrin	160	0	23	50	110	Project officer £70k over 2 years starting 01/10/21. £73k uncommitted. All needed for new ways of working project
C	Welfare Reform - Operational	Alan Puckrin	153	0	44	67	86	£86k unallocated balance which will be used from 23/24.
C	Anti-Poverty Fund	Ruth Binks	1,072	200	226	1,072	0	£763k relates to c/f of the recurring element of the Anti Poverty fund. It is anticipated that this will be fully spent this financial year. The remainder will be used for holiday meals/child payments.
C	Community Facilities Digital Inclusion	Alan Puckrin	116	0	1	1	115	Budget holders have confirmed that the project is delivered and the balance for CLD can be written back to General Fund Reserves (awaiting confirmation of balance required for ICT)
C	GDPR	Iain Strachan	35	3	1	18	17	Information governance system contract (Workpro) awarded (2yr+1yr+1yr). Spend committed - £10k per year. Continued corporate training programme being organised.
C	Local Government Elections	Iain Strachan	110	110	110	110	0	Cost for May 2022 Local election. Overspend of £18k being reported as part of Legal Services overspend. Complete.
C	Contribution from the SG Omicron Funding - £350 Payment	Alan Puckrin	500	500	500	500	0	Complete.
C	Covid Training	Steven McNab	20	5	0	10	10	Workforce Refresh Programme. This is linked to newly appointed staff training needs. Current split £10k 22/23 and a further 10k 23/24 - currently considering 2022/23 Write Back of funds during EMR mid Year review.
C	Covid - Desks and Equipment	Steven McNab	14	14	5	14	0	Support Health and Safety of employees working at home providing equipment. This EMR is linked to DSE risk assessments of employees working at home - currently considering 2022/23 Write Back of funds during EMR mid year review.

EARMARKED RESERVES POSITION STATEMENT

COMMITTEE: Policy & Resources

C a t e g o r y	Project	Lead Officer/ Responsible Manager	Total Funding	Phased Budget P6	Actual P6	Projected Spend	Amount to be Earmarked for 2023/24 & Beyond	Lead Officer Update
			2022/23	2022/23	2022/23	2022/23		
			£000	£000	£000	£000		
C	Covid Recovery - Increased Occ Health Provision - 24 Months	Steven McNab	36	18	18	36	0	This EMR is mainly used for counselling services and providing mental health support during the covid recovery period.
C	Covid Recovery - Additional HR Support to Services - 24 Months	Steven McNab	65	24	23	48	17	Additional HR Support during the COVID Recovery period. HR Advisor ends on 15/08/23.
C	Covid Recovery - Flu Vaccines	Steven McNab	12	0	0	5	7	This EMR will be used to secure flu jabs and offered to employees through ICON and wider communications. This rollout will be around December 2022.
C	Covid Recovery - 2x Additional ICT Service Desk Technicians - 18 Months	Alan Puckrin	63	0	1	15	48	Approved P&R 25/05/21 - Covid Recovery Plans. 1 year temp Service Desk post funded from 1.9.22 to meet increased demand during hybrid working pilot
C	Covid Recovery - Contingency for new initiatives/increased costs	Alan Puckrin	477		0	477	0	£278k allocated to IL utility costs September 2022, any unused balance proposed to be written back 31/03/22.
C	Additional Payroll post - 12 Months	Steven McNab	28	13	12	28	0	Cost for senior clerical assistant within payroll team. The anticipated end date of post is 31/03/23.
C	New Ways of Working	Steven McNab	286	21	21	142	144	Ongoing to the summer of 2023. Project requires 150k employee costs alongside 150k non employee other costs. The non-employee costs relate to expenditure in rationalising office estate with regards to hybrid working that will see office refurbishments, relocation of staff and IT Costs that improve digital capabilities.
C	Contribution to IJB budget 2022/23	Alan Puckrin	550	0	0	550	0	Budget transferred to IJB March 2023
C	Project Resource	Alan Puckrin	0				0	Transferred to ERR (Stuart Jamieson)
C	Support with Energy Bill Costs - £350 Payment	Alan Puckrin	3,000	3,000	2,948	3,000	0	All to be used /written back by 30.9.22
C	Covid Recovery - Large Outdoor Festival 2022	Ruth Binks	350	350	350	350	0	This EMR is to support a range of large scale events across Inverclyde throughout May and June as nachor events for the two month Meliora Festival. The events directly delviered include the British Pipe Band Championships (partnership between Inverclyde Council and the Royal Scottish Pipe Band Association) held on 21 May 2022; The Inverclyde 'Active Warrior' 5K event (partnership between Inverclyde Leisure and Inverclyde Council) held on 10 & 11 June and the Inverclyde arts and culture Meliora festival events (partnership betweenThe Beacon Arts Centre and Inverclyde Council) held on the weekend of 17 - 19 June 2022. Now complete.

EARMARKED RESERVES POSITION STATEMENT

COMMITTEE: Policy & Resources

C a t e g o r y	<u>Project</u>	<u>Lead Officer/ Responsible Manager</u>	<u>Total</u>	<u>Phased Budget</u>	<u>Actual</u>	<u>Projected</u>	<u>Amount to be</u>	<u>Lead Officer Update</u>
			<u>Funding</u>	<u>P6</u>	<u>P6</u>	<u>Spend</u>	<u>Earmarked for</u>	
			<u>2022/23</u>	<u>2022/23</u>	<u>2022/23</u>	<u>2022/23</u>	<u>2023/24</u>	
			<u>£000</u>	<u>£000</u>	<u>£000</u>	<u>£000</u>	<u>& Beyond</u>	
C	Covid Recovery - Marketing Post & Support for Discover Inverclyde - 2 Years	Ruth Binks	197	34	27	99	98	The EMR supports a new temporary two year communications officer (tourism) post to support local delivery of tourism activity in partnership with the discover Inverclyde tourism partnership working towards the key priority areas to embed the 'discover Inverclyde' theme and call to action focussing on marketing priorities (food and drink; film and TV; outdoor activities and sports cruise ships; heritage and walking. The spend for this EMR will be 22/23 and 23/24. The two year post is funded from Nov 21 to Nov 23.
C	Covid Recovery - Contribution to City Region Marketing Campaign - 2 Years	Ruth Binks	28	0	0	28	0	This EMR will support joint marketing activities across the city region. Where none are available the marketing spend will supplement local marketing activity as part of the 'discover Inverclyde' call to action. The spend will be in 22/23.
Total Category C to E			7,472	4,292	4,310	6,620	852	

REVENUE BUDGET MONITORING REPORT 2021/22

Period 6: 1 April 2022 - 30 September 2022

	Final Outturn 2021/22	Approved Budget 2022/23	Budget to Date 2022/23	Actual to Date 2022/23	Projected Outturn 2022/23
PROPERTY COSTS	72,380	29,000	14,000	21,160	33,660
Repairs & Maintenance	47,450	9,000	4,500	0	9,000
Rates	21,720	19,000	9,500	21,160	21,160
Property Insurance	3,210	1,000	0	0	3,500
ADMINISTRATION COSTS	15,050	7,700	800	2,920	9,700
Sundries	8,850	1,500	800	2,920	3,500
Commercial Rent Management Recharge	2,200	2,200	0	0	2,200
Recharge for Accountancy	4,000	4,000	0	0	4,000
OTHER EXPENDITURE	26,000	61,500	42,700	42,700	61,500
Christmas Lights Switch On	10,500	10,500	0	0	10,500
Gourock Highland Games	0	29,400	29,400	29,400	29,400
Armistice Service	6,530	8,300	0	0	8,300
Comet Festival	0	13,300	13,300	13,300	13,300
Bad Debt Provision	8,970	0	0	0	0
INCOME	(118,620)	(109,800)	(54,600)	(88,500)	(124,300)
Property Rental	(158,050)	(159,000)	(79,500)	(113,700)	(159,000)
Void Rents	39,690	49,700	24,900	25,200	35,200
Internal Resources Interest	(260)	(500)	0	0	(500)
NET ANNUAL EXPENDITURE	(5,190)	(11,600)	2,900	(21,720)	(19,440)
EARMARKED FUNDS	0	0	0	0	0
TOTAL NET EXPENDITURE	(5,190)	(11,600)	2,900	(21,720)	(19,440)

Fund Balance as at 31st March 2022 105,668

Projected Fund Balance as at 31st March 2023 125,110

Notes:

1 Rates (Empty Properties)

Rates are currently being paid on empty properties, projection reflects current Rates levels however all historic Rates costs are being examined to ensure all appropriate empty property relief has been obtained. Any subsequent credit will be included in future reports.

2 Current Empty Properties are:Vacant since:

12 Bay St
6 John Wood Street
10 John Wood Street
15 John Wood Street

April 2015, currently being marketed
January 2019, currently being marketed
August 2018
June 2017

Policy & Resources Committee
Revenue Budget Monitoring Report
Position as at 30th September 2022

Committee	Approved Budget 2022/2023	Revised Budget 2022/2023	Projected Out-turn 2022/2023	Projected Over/(Under) Spend	Percentage Variance
	£,000's	£,000's	£,000's	£,000's	
Policy & Resources	21,692	23,295	25,887	2,592	11.13%
Environment & Regeneration	21,424	21,458	21,495	37	0.17%
Education & Communities (Note 1)	99,748	96,870	96,895	25	0.03%
Health & Social Care	65,522	66,622	65,394	(1,228)	(1.84%)
Committee Sub-Total	208,386	208,245	209,671	1,426	0.68%
Loan Charges (Including SEMP) (Note 1)	11,977	16,633	16,633	0	0.00%
Identified Savings (Note 2)	39	39	(9)	(48)	0.00%
Saving Approved yet to be Allocated (Note 3)	(30)	(30)	(10)	20	0.00%
Earmarked Reserves	0	565	565	0	0.00%
Total Expenditure	220,372	225,452	226,850	1,398	0.62%
Financed By:					
General Revenue Grant/Non Domestic Rates	(185,285)	(188,498)	(188,498)	0	0.00%
Contribution from General Reserves	(4,000)	(5,867)	(5,867)	0	100.00%
Contribution to Reserves	1,858	1,858	1,858	0	100.00%
Council Tax	(32,945)	(32,945)	(33,545)	(600)	1.82%
Integration Joint Board - Contribution to Reserves	0	0	1,228	1,228	100.00%
Net Expenditure	0	0	2,026	2,026	

Note 1 - Reduction reflects SEMP loans charges

Note 2 - Identified savings to be allocated

Note 3 - Approved savings yet to be allocated (New Ways of Working)

Note 4 - Based on the most recent Council Tax Base return there is an increase in the property numbers. £300k has been allocated in the 2023/25 budget process, the remaining £300k will be considered in the next stage of the budget process.

Earmarked Reserves

DMR	300
City Deal	265
Contribution to General Earmarked Reserves	565

Redeterminations

Probationer Teachers	(594)
£150 cost of Living Payment	(452)
SG allocation - Local Pay Offer	(2,167)
	(3,213)

Earmarked Reserves Position Statement

Summary

<u>Committee</u>	<u>Total Funding 2022/23</u>	<u>Phased Budget P6</u>	<u>Actual Spend To 30 September 2022</u>	<u>Variance Actual to Phased Budget</u>	<u>Projected Spend 2022/23</u>	<u>Earmarked 2023/24 & Beyond</u>	<u>2022/23 %age Spend Against Projected</u>	<u>2022/23 %age Over/(Under) Spend Against Phased Budget</u>
	<u>£000</u>	<u>£000</u>	<u>£000</u>	<u>£000</u>	<u>£000</u>	<u>£000</u>		
Education & Communities	5,310	2,970	2,999	29	4,550	760	65.91%	0.98%
Health & Social Care	7,404	443	71	(372)	2,880	4,524	2.46%	(84.03%)
Regeneration & Environment	11,697	545	886	341	4,496	7,201	19.71%	62.57%
Policy & Resources	17,858	3,908	4,025	117	14,544	3,314	27.67%	2.99%
	42,269	7,866	7,981	115	26,470	15,799	30.15%	1.46%

Actual Spend v Phased Budget Ahead Phasing = £115k 1.46%

Last Update (Period P4) Behind Phasing = (£181k)

Decrease in slippage £296k

Appendix 8

GENERAL FUND RESERVE POSITION
Position as at 30/09/22

	<u>£000</u>	<u>£000</u>
Usable Balance 31/3/22 (Subject to Audit)		3719
<u>Available Funding:</u>		
Share of Scottish Government one off funding £120m 2022/23	<u>1858</u>	1858
Projected Surplus/(Deficit) 2022/23	(2026)	
Contribution to/(from) General Fund Reserves	<u>0</u>	(2026)
<u>Use of Balances:</u>		
Local Elections	<u>(140)</u>	(140)
Write Back - COVID Recovery Plans (Short Term)		24
Projected Reserve Balance 31/3/23		<u><u>3435</u></u>

Minimum Reserve required is £4 million