
Report To:	Education & Communities Committee	Date:	7 March 2023
Report By:	Interim Director Finance & Corporate Governance and Corporate Director Education, Communities & Organisational Development	Report No:	FIN/13/23/AP/IC
Contact Officer:	Iain Cameron	Contact No:	01475 712832
Subject:	Communities Revenue Budget Report - 2022/23 Projected Outturn at 31 December 2022		

1.0 PURPOSE AND SUMMARY

- 1.1 For Decision For Information/Noting
- 1.2 To advise Committee of the 2022/23 Revenue Budget position at 31 December 2022.
- 1.3 The total Communities Revenue Budget for 2022/23, excluding Earmarked Reserves, is currently £4,515,000. The latest projection is an overspend of £15,000 (0.3%), which is a reduction in expenditure of £55,000 since Period 7. More details are provided in section 3 of the report and the appendices.
- 1.4 The movement from Period 7 Committee is mainly the result of increased School Lets income of £40,000 following receipt of up-to-date information from Inverclyde Leisure.

2.0 RECOMMENDATION

- 2.1 It is recommended that the Committee note the current projected overspend for 2022/23 of £15,000 as at 31 December 2022 and that this overspend is more than offset by a projected underspend on the Education side of the Committee.

Alan Puckrin
Interim Director Finance
& Corporate Governance

Ruth Binks
Corporate Director
Education, Communities
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3.0 BACKGROUND AND CONTEXT

- 3.1 The purpose of this report is to advise Committee of the current position of the 2022/23 Revenue Budget and to highlight the main variances contributing to the projected overspend of £15,000 for 2022/23.
- 3.2 The current Communities Revenue Budget for 2022/23 is £4,515,000 which is an increase of £168,000 from the Approved Budget. Appendix 1 provides more details of the budget movement.
- 3.3 **2022/23 Projected Outturn (£15,000 overspend 0.3%)**

The main projected variances contributing to the net overspend are listed below and in Appendix 3:

- (a) Projected overspend of £45,000 for Libraries & Museum mainly due to an income shortfall of £52,000. A budget pressure from 2023/24 of £25,000 was agreed at the Policy & Resources Committee on 15 November 2022.
- (b) Projected overspend of £80,000 for Sports and Leisure due to an overspend on Free Swimming for Under 16s, a report later in the agenda sets out the options to be considered for 2023/24.
- (c) Projected underspend of £44,000 for Community Safety Employee Costs due to vacant posts.
- (d) Projected underspend of £64,000 for Community Halls mainly due to the over recovery of Income for School Lets (£61,000) and underspend on Summer Playschemes (£20,000).

3.4 EARMARKED RESERVES

Appendix 4 gives an update on the operational Earmarked Reserves, i.e. excluding strategic funding models. Spend to date on these operational Earmarked Reserves is £963,000, which is 98% of phased budget and 94% of total projected spend.

4.0 PROPOSALS

- 4.1 The Committee are asked to note the current projected overspend for 2022/23 of £15,000 as at 31 December 2022 and that this overspend is more than offset by a projected underspend on the Education side of the Committee.

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

The projected overspend of £15,000 is anticipated to be more than offset by an underspend on the Education side of the Committee.

One off Costs

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

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

There are no specific legal implications arising from this report.

5.4 Human Resources

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

5.5 Strategic

There are no specific strategic implications arising from this report.

6.0 CONSULTATION

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

7.0 BACKGROUND PAPERS

7.1 There are no background papers for this report.

Communities Budget Movement - 2022/23**Period 9 - 1st April 2022 to 31st December 2022**

Service	Approved Budget 2022/23 £000	Inflation £000	Movements		Transferred to EMR £000	Revised Budget 2022/23 £000
			Virement £000	Supplementary Budgets £000		
Libraries & Museum	1,653	93	3			1,749
Sport & Leisure	870		15			885
Community Safety	515	34				549
Community Halls	931	22	1			954
Grants to Voluntary Organisations	378					378
Totals	4,347	149	19	0	0	4,515

Movement Details

£000

External Resources

Inflation
Non Teachers Pay Inflation

149

Virement

Rankin Park from ERR
Insurance Virement

15
4**Supplementary Budget**

0

168

COMMUNITIES**REVENUE BUDGET MONITORING REPORT****CURRENT POSITION****Period 9 - 1st April 2022 to 31st December 2022**

2021/22 Actual £000	Subjective Heading	Approved Budget 2022/23 £000	Revised Budget 2022/23 £000	Projected Out-turn 2022/23 £000	Projected Over/(Under) Spend £000	Percentage Over/(Under)
1,878	Employee Costs	1,881	2,084	2,048	(36)	(1.7%)
573	Property Costs	581	581	583	2	0.3%
1,047	Supplies & Services	1,033	1,049	1,049	0	-
7	Transport Costs	3	3	3	0	-
60	Administration Costs	75	79	79	0	-
2,023	Other Expenditure	1,089	1,105	1,163	58	5.2%
(1,269)	Income	(315)	(386)	(395)	(9)	2.3%
4,319	TOTAL NET EXPENDITURE	4,347	4,515	4,530	15	0.3%
0	Earmarked Reserves	0	0	0	0	
4,319	TOTAL NET EXPENDITURE EXCLUDING EARMARKED RESERVES	4,347	4,515	4,530	15	0.3%

2021/22 Actual £000	Objective Heading	Approved Budget 2022/23 £000	Revised Budget 2022/23 £000	Projected Out-turn 2022/23 £000	Projected Over/(Under) Spend £000	Percentage Over/(Under)
1,664	Libraries & Museum	1,653	1,749	1,794	45	2.6%
968	Sports & Leisure	870	885	965	80	9.0%
462	Community Safety	515	549	505	(44)	(8.0%)
827	Community Halls	931	954	890	(64)	(6.7%)
398	Grants to Vol Orgs	378	378	376	(2)	(0.5%)
4,319	TOTAL COMMUNITIES	4,347	4,515	4,530	15	0.3%
0	Earmarked Reserves	0	0	0	0	
4,319	TOTAL NET EXPENDITURE EXCLUDING EARMARKED RESERVES	4,347	4,515	4,530	15	0.3%

COMMUNITIES**REVENUE BUDGET MONITORING REPORT****MATERIAL VARIANCES****Period 9 -1st April 2022 to 31st december 2022**

<u>Out Turn</u> <u>2021/22</u> <u>£000</u>	<u>Budget</u> <u>Heading</u>	<u>Budget</u> <u>2022/23</u> <u>£000</u>	<u>Proportion</u> <u>of Budget</u>	<u>Actual to</u> <u>31-Dec-22</u> <u>£000</u>	<u>Projection</u> <u>2022/23</u> <u>£000</u>	<u>(Under)/Over</u> <u>Budget</u> <u>£000</u>	<u>Percentage</u> <u>Over / (Under)</u>
(21)	Libraries & Museum Income	(67)	(46)	(12)	(15)	52	(77.6%)
151	Sports & Leisure U16 Free Swimming	120	85	149	200	80	66.7%
416	Community Safety Employee Costs	508	346	316	464	(44)	(8.7%)
17	Community Halls Playschemes	40	40	20	20	(20)	(50.0%)
(239)	School Lets Income	(139)	(104)	(64)	(200)	(61)	43.9%
Total Material Variances						7	

EARMARKED RESERVES POSITION STATEMENT

COMMITTEE: Communities

<u>Project</u>	<u>Lead Officer/ Responsible Manager</u>	<u>c/</u> <u>Funding</u> <u>2021/22</u> <u>£000</u>	<u>New</u> <u>Funding</u> <u>2022/23</u> <u>£000</u>	<u>Write Back</u> <u>General</u> <u>Reserves</u>	<u>Total</u> <u>Funding</u> <u>2022/23</u> <u>£000</u>	<u>Phased Budget</u> <u>Period 9</u> <u>2022/23</u> <u>£000</u>	<u>Actual</u> <u>Period 9</u> <u>2022/23</u> <u>£000</u>	<u>Projected</u> <u>Spend</u> <u>2022/23</u> <u>£000</u>	<u>Amount to be</u> <u>Earmarked for</u> <u>2023/24 & Beyond</u> <u>£000</u>	<u>Lead Officer Update</u>
Community Fund (Participatory Budgets)	Tony McEwan	40			40	0	0	40	0	Funding for Gibshill CC and Port Glasgow BC. Will be fully spent in 2022/23.
Community Support Fund	Tony McEwan	50		(50)	0	0	0	0	0	Balance written back as no commitments against this budget.
COVID 19 - Recovery of Cultural Events	Tony McEwan	10			10	0	0	10	0	Funding will pay for external consultant working on Heritage Lottery bid for Libraries.
Covid - Inverclyde Leisure Recovery	Tony McEwan	798	278		1,076	1,076	1,076	1,076	0	IL have used £798k to offset against payroll costs. Additional funding of £279k was awarded by Sept P&R and was also offset against payroll costs.
Covid Recovery - Lighting Gourock Amphitheatre	Tony McEwan	29			29	29	0	29	0	Work has started and expected to be completed 2022/23. Currently awaiting parts to complete.
Covid Recovery - Signage for Rankin Park	Tony McEwan	9		(9)	0	0	0	0	0	Balance written back as signs no longer required.
Covid Recovery - Allocation to Localities for Recovery Events	Tony McEwan	120			120	120	120	120	0	Payments to various community groups for events over summer months. Spending complete.
Summer of Fun	Tony McEwan	25			25	25	25	25	0	Contribution to Pictures in the Park and Cultural Events. Spending complete.
Total		1,081	278	(59)	1,300	1,250	1,221	1,300	0	