

**Report To:** Education & Communities  
Committee

**Date:** 12 March 2013

**Report By:** Chief Financial Officer &  
Corporate Director of Education,  
Communities & Organisational  
Development

**Report No:** FIN/16/13/AP/IC

**Contact Officer:** Iain Cameron

**Contact No:** 01475 712832

**Subject:** Communities 2012/13 Revenue Budget Report-  
Period 10 to 31 January 2013 & Capital Report 2012/16 - Progress

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## 1.0 PURPOSE

- 1.1 To advise Committee of the 2012/13 Revenue Budget position at Period 10 to 31 January 2013.
- 1.2 To update the Committee in respect of the status of the projects forming the Communities Capital Programme 2012/16 and to highlight the overall financial position.

## 2.0 SUMMARY

- 2.1 The Education & Communities Committee of 22 January 2013 was informed that the projected out-turn for the 2012/13 Revenue Budget as at Period 8 was an underspend of £38,000. The latest projection as at Period 10 is an underspend of £51,000 (0.6% of the total Communities Budget.) This represents an decrease in expenditure of £13,000 since the last report.
- 2.2 The total Communities budget for 2012/13 is £8,197,200. A further £3,366,000 brought forward as Earmarked Reserves will also be used to fund various Housing initiatives.
- 2.3 The projected spend for the Communities Capital Programme 2012/16 is £8.049m of which £1.753m relates to the current Financial Year. At the end of Period 10 total spend is 76.3% of the projected total for 2012/13. Slippage from the original plan is £0.260m (14.8%)

## 3.0 RECOMMENDATIONS

- 3.1 That the Committee note the current projected underspend of £51,000 for the 2012/13 Revenue Budget as at 31 January 2013.
- 3.2 That the Committee note the progress of the projects forming the Communities Capital Programme 2012/16.

Alan Puckrin  
Chief Financial Officer

Albert Henderson  
Corporate Director Education, Communities & OD

## **4.0 BACKGROUND**

- 4.1 This report advises Committee of the current position of the 2012/13 Revenue Budget to Period 10, 31 January 2013 and highlights the main issues contributing to the projected underspend of £51,000. The report also highlights progress of the Communities Capital Programme 2012/16.

## **5.0 2012/13 PROJECTION**

- 5.1 The main issues to highlight in relation to the 2012/13 projected underspend of £51,000 are:

### Sports & Leisure and Community Halls: - Underspend £9,000

A full review of VAT transactions from previous years has now been concluded and an adjustment of £72,000 will be made reducing income from Sports and School Lets. This adjustment had been reported to the previous Committee as £84,000.

Following the VAT adjustment, there will be a projected over recovery of £141,000 for income (£29,000 shortfall for Golf, £30,000 over recovery for Football and £140,000 over recovery for School lets.) The projected over recovery for Income is offset by a projected overspend of £133,000 for Waivers (£50,000 for Pitches and £83,000 for School Lets.) The projected underspend has reduced by £24,000 since the last Committee.

### Libraries & Museum : Underspend £17,000

Non Domestic Rates (NDR) projected to underspend by £12,000 due to Empty Relief being applied to the Greenock Central Library during the period of renovation. There is no change to the projected underspend since last Committee.

### Safer Communities: Underspend £29,000

Employee Costs are projected to overspend by £6,000, a reduction in expenditure of £10,000 since the last Committee. A further reduction in overtime costs has been offset against the previously reported overspend that is due to incremental drift.

Based on latest information from Renfrewshire Council, the Civil Contingency budget for 2012/13 will underspend by £12,000. This projection has not changed since last Committee.

The balance of the underspend relates to small underspends on various budget lines within Supplies and Services and an over recovery of Fixed Penalty Income.

## **6.0 VIREMENTS**

- 6.1 There are no virements this cycle.

## 7.0 IMPLICATIONS

7.1 The current projected out-turn per Service is:

2011/12 Actual £000	Service	Approved Budget 2012/13 £000	Revised Budget 2012/13 £000	Projected Out-turn 2012/13 £000	Projected over/(under) spend £000
1,521	Libraries & Museum	1,496	1,498	1,481	(17)
1,650	Sports & Leisure	1,663	1,665	1,714	49
3,510	Safer Communities	3,418	3,416	3,387	(29)
635	Housing	811	811	815	4
468	Community Halls	498	498	440	(58)
178	Grants to Vol Orgs	199	381	381	0
	Earmarked Reserves		(72)	(72)	0
7,962	Total Communities	8,085	8,197	8,146	(51)

See Appendix 2 for additional detail.

## 8.0 EARMARKED RESERVES

8.1 Appendix 3 gives a detailed breakdown of the current earmarked reserves position. Total funding is £4,368,000 of which £1,292,000 is projected to be spent in 2012/13. The remaining balance of £3,076,000 will be carried forward to 2013/14 and beyond. As at Period 10 the expenditure was £290,000 or 22.45% of the 2012/13 projected spend. However, a further £940,000 is anticipated to be paid prior to 31<sup>st</sup> March increasing the overall percentage spend to 95.2%.

## 9.0 CAPITAL PROGRAMME

9.1 The Communities Capital Programme consists of various Housing projects under the Scheme of Assistance (SoA) and a contribution to the refurbishment of the Watt Library Complex. The projected spend for 2012/16 is £8.049m of which £1.493m relates to the current Financial Year as detailed in Appendix 4. There is slippage of £0.260m (14.8%) from the original plan. Expenditure to date at the end of Period 10 to January 2013 is currently 76.3% of the 2012/13 projected spend.

9.2 Appendix 5 provides a detailed overall summary for the total Scheme of Assistance (SOA) expenditure by project category.

## 10.0 CONCLUSIONS

10.1 The Committee is currently reporting a projected underspend of £51,000 for the 2012/13 Communities Revenue Budget.

## **11.0 EQUALITIES**

11.1 There are no Equalities issues.

## **12.0 REPOPULATION IMPLICATIONS**

12.1 There are no repopulation implications.

## **13.0 CONSULTATION**

13.1 The report has been jointly prepared by the Corporate Director Education, Communities & Organisational Development and the Chief Financial Officer.

**COMMUNITIES****REVENUE BUDGET MONITORING REPORT****MATERIAL VARIANCES****PERIOD 10 : 1st April 2012 - 31st January 2013**

<u>Out Turn</u> <u>2011/12</u> <u>£000</u>	<u>Budget</u> <u>Heading</u>	<u>Budget</u> <u>2012/13</u> <u>£000</u>	<u>Proportion</u> <u>of Budget</u>	<u>Actual to</u> <u>31-Jan-13</u> <u>£000</u>	<u>Projection</u> <u>2012/13</u> <u>£000</u>	<u>(Under)/Over</u> <u>Budget</u> <u>£000</u>	<u>Percentage</u> <u>Over / (Under)</u>
	<b>Sports &amp; Leisure</b>						
185	Pitch Waivers	63	53	93	113	50	79.4%
(290)	Football Pitch Income	(93)	(78)	(115)	(123)	(30)	32.3%
(58)	Golf Income	(47)	(39)	(23)	(18)	29	(61.7%)
	<b>Libraries &amp; Museum</b>						
64	Non Domestic Rates	69	69	52	57	(12)	(17.4%)
	<b>Community Halls</b>						
159	Lets Waivers	60	50	139	143	83	138.3%
(189)	Lets Income	(48)	(40)	(151)	(188)	(140)	291.7%
<b>Total Material Variances</b>						<b>(20)</b>	

**COMMUNITIES****REVENUE BUDGET MONITORING REPORT****CURRENT POSITION****PERIOD 10 : 1st April 2012 - 31st January 2013**

2011/12 Actual £000	Subjective Heading	Approved Budget 2012/13 £000	Revised Budget 2012/13 £000	Projected Out-turn 2012/13 £000	Projected Over/(Under) Spend £000	Percentage Over/(Under)
4,290	Employee Costs	4,165	4,195	4,201	6	0.1%
541	Property Costs	508	510	499	(11)	(2.2%)
1,937	Supplies & Services	1,917	1,917	1,911	(6)	(0.3%)
56	Transport Costs	53	53	53	0	-
150	Administration Costs	56	75	75	0	-
3,417	Other Expenditure	1,803	1,948	2,078	130	6.7%
(2,429)	Income	(417)	(429)	(587)	(158)	36.8%
7,962	TOTAL NET EXPENDITURE	8,085	8,269	8,230	(39)	(0.5%)
	Earmarked Reserves	0	(72)	(72)	0	
	TOTAL NET EXPENDITURE excluding Earmarked Reserves	8,085	8,197	8,158	(39)	

2011/12 Actual £000	Objective Heading	Approved Budget 2012/13 £000	Revised Budget 2012/13 £000	Projected Out-turn 2012/13 £000	Projected Over/(Under) Spend £000	Percentage Over/(Under)
1,521	Libraries & Museum	1,496	1,498	1,481	(17)	(1.1%)
1,650	Sports & Leisure	1,663	1,665	1,714	49	2.9%
3,510	Safer Communities	3,418	3,416	3,399	(17)	(0.5%)
635	Housing	811	811	815	4	0.5%
468	Community Halls	498	498	440	(58)	(11.6%)
178	Grants to Vol Orgs	199	381	381	0	-
7,962	TOTAL COMMUNITIES	8,085	8,269	8,230	(39)	(0.5%)
	Earmarked Reserves	0	(72)	(72)	0	

## EARMARKED RESERVES POSITION STATEMENT

## COMMITTEE: Communities

<u>Project</u>	<u>Lead Officer/ Responsible Manager</u>	<u>c/f Funding 2011/12</u> £000	<u>New Funding 2012/13</u> £000	<u>Total Funding 2012/13</u> £000	<u>Actual To Period 10 2012/13</u> £000	<u>Projected Spend 2012/13</u> £000	<u>Amount to be Earmarked for 2013/14 &amp; Beyond</u> £000	<u>Lead Officer Update</u>
Strategic Housing Fund	John Arthur	1,164	0	1,164	0	0	1,164	Funding is for Strategic Housing functions, especially Contaminated Land costs on RCH sites. No projected spend in 12/13.
Support for Owners	John Arthur	1,510	451	1,961	262	1,232	729	Still awaiting invoices from RCH that were expected Jan'13 for lower Gourcock area (£520k). Meeting has been organised with RCH to discuss. Mid-Auchinleck project now underway - invoices expected from RCH in late Feb'13 (£420k). Per report to January Education & Communities Committee there is a risk of an underspend of approximately £762k against the original plan of works. However, discussions have taken place with RCH to bring forward projects originally planned for 2013/14 and this should negate any underspend.
Renewal of Clune Park	John Arthur	682	551	1,233	18	50	1,183	Projected spend of £50k for 2012/13 is for Regeneration Plan for Clune Park acquiring properties. To date 24 Demolition Orders have been served although 6 of these are currently under appeal and will go to Court in Feb 2013. Condition surveys for all tenements will be completed by end of January 13.
GTVO - Playschemes	John Arthur	10	0	10	10	10	0	Spending now complete.
<b>Total</b>		<b>3,366</b>	<b>1,002</b>	<b>4,368</b>	<b>290</b>	<b>1,292</b>	<b>3,076</b>	

COMMUNITIES CAPITAL REPORT APPENDIX 1

COMMITTEE: EDUCATION & COMMUNITIES

1	2	3	4	5	6	7	8	9	10	11	Status
Est Total Cost	Actual to 31/3/12	Approved Budget 2012/13	Revised Est. 2012/13	Actual to 31/03/13	Est. 2013/14	Est. 2014/15	Future Years	Start Date	Original Completion Date	Current Completion Date	
	£000	£000	£000	£000	£000	£000					
<b>Housing</b>											
<b>Supported Borrowing</b>											
Scheme of Assistance - Aids & Adaptions	2,000	0	100	100	100	100					
<b>Grant Funded</b>											
Scheme of Assistance - Grant Funded (2012-2015)	2,283	0	833	507	500	950					
<b>CFCR</b>											
Aids & Adaptions EMR	700	313	287	277	110						
Scheme of Assistance Core	866	0	433	183	683						
Total SOA Capital	4,049	313	1,653	1,067	1,393	950					
<b>Cultural</b>											
<b>Supported Borrowing</b>											
Contribution to Watt Complex Refurbishment (includes £1000k CFCR)	4,000	0	100	72	1,150	2,750					
<b>Communities Total</b>	8,049	313	1,753	1,139	2,543	3,700					Consultant appointed to progress Round 1 of the HLF bid.



SCHEME OF ASSISTANCE SUMMARY

COMMITTEE: EDUCATION & COMMUNITIES

**Appendix 5**

	Budget 2012/13 £000	Proportion of Budget £000	Actual to 31/01/13 £000	Projection 2012/13 £000	(Under)/ Over Budget £000	Percentage Over/ (Under) £000
<b><u>Assistance To Support Independent Living</u></b>						
Care & Repair (including Small Repair Service)	246	205	128	246	0	0.0%
Grant Assistance - Adaptions	820	683	505	560	(260)	(31.7%)
<b><u>House Conditions Works</u></b>						
Implement Scheme of Assistance	1	1	1	1	0	0.0%
Lead Pipe Replacement	7	6	1	7	0	-
BTS Housing	50	42	11	50	0	0.0%
Central Heating Grants	65	54	12	65	0	0.0%
RSL Owners	35	29	29	35	0	0.0%
Empty Home Fund	50	42	0	50	0	0.0%
Contribution to Clune Park EMR	379	316	379	379	0	0.0%
<b>Total Scheme of Assistance</b>	<b>1,653</b>	<b>1,378</b>	<b>1,066</b>	<b>1,393</b>	<b>(260)</b>	<b>(15.7%)</b>