

Report To: Education & Communities
Committee

Date: 7 May 2013

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

Report No: FIN/32/13/AP/IC

Contact Officer: Iain Cameron

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Subject: Communities 2012/13 Revenue Budget Report-
Period 11 to 28 February 2013 & Capital Report 2012/16 - Progress

1.0 PURPOSE

- 1.1 To advise Committee of the 2012/13 Revenue Budget position at Period 11 to 28 February 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 12 March 2013 was informed that the projected out-turn for the 2012/13 Revenue Budget as at Period 10 was an underspend of £39,000. The latest projection as at Period 11 is an underspend of £40,000 (0.5% of the total Communities Budget.) This represents a decrease in expenditure of £1,000 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 11 total spend is £1.310m or 87% of the projected total for 2012/13. Slippage from the original plan is £0.254m (14.5%)

3.0 RECOMMENDATIONS

- 3.1 That the Committee note the current projected underspend of £40,000 for the 2012/13 Revenue Budget as at Period 11 to 28 February 2013.
- 3.2 That 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 11, 28 February 2013 and highlights the main issues contributing to the projected underspend of £40,000. 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 £40,000 are:

Sports & Leisure and Community Halls: - Overspend £21,000

Following the VAT adjustment previously reported to Committee, there will be a projected over recovery of £150,000 for income (£20,000 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.)

There will be a projected overspend of £37,000 for the Inverclyde Leisure Management Fee. £30,000 relates to the one-off payment for loss of income at Greenock Sports Centre approved by the March Committee and £7,000 relates to a payment for the former Workstep Programme.

Libraries & Museum : Underspend £12,000

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 £39,000

A budget of £96,580 exists within Environmental Health for Joint Board Scientific Charges. Latest projection for this service provided by Glasgow City Council is an underspend of £20,000 due to a reduction in the number of tests being carried out.

Income is projected to over recover by £20,000 - £6,000 for Environmental Health Fixed Penalties and £14,000 from the Registration of Private Landlords.

Housing : Underspend £10,000

A contribution to the running costs of the Housing Team from the Universal Homes Insulation Scheme (UHIS) has resulted in an underspend of £15,000. This has been partially offset by an overspend in Employee Costs due to incremental drift.

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	1,486	(12)
1,650	Sports & Leisure	1,663	1,665	1,744	79
3,510	Safer Communities	3,418	3,416	3,377	(39)
635	Housing	811	811	801	(10)
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	8,157	(40)

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 11 the expenditure was £716,000 or 55.4% of the 2012/13 projected spend. However, further invoices of £546,000 for Support for Owners are anticipated to be received prior to 31st March increasing the overall percentage spend to 97.7%.

9.0 CAPITAL PROGRAMME

9.1 The Communities Capital Programme consists of various Housing projects under the Scheme of Assistance (SoA), a contribution to the refurbishment of the Watt Library Complex and funding for new Community Facilities. The projected spend for 2012/16 is £8.049m of which £1.499m relates to the current Financial Year as detailed in Appendix 4. There is slippage of £0.254m (14.5%) from the original plan. Expenditure to date at the end of Period 11 to 28 February 2013 is currently 87.7% 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 £40,000 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.

COMMUNITIESREVENUE BUDGET MONITORING REPORTMATERIAL VARIANCESPERIOD 11 : 1st April 2012 - 28th February 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>28-Feb-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>
	Sports & Leisure						
1,334	IL Management Fee	1,299	1,191	1,261	1,336	37	2.8%
185	Pitch Waivers	63	58	96	113	50	79.4%
(290)	Football Pitch Income	(93)	(86)	(99)	(123)	(30)	32.3%
(58)	Golf Income	(47)	(43)	(39)	(18)	20	(42.6%)
	Libraries & Museum						
64	Non Domestic Rates	69	69	52	57	(12)	(17.4%)
	Safer Communities						
101	Joint Boards -Scientific Services	97	97	76	77	(20)	(20.6%)
	Housing						
(3)	UHS	0	0	(15)	(15)	(15)	-
	Community Halls						
159	Lets Waivers	60	55	139	143	83	138.3%
(189)	Lets Income	(48)	(44)	(176)	(188)	(140)	291.7%
Total Material Variances						(27)	

COMMUNITIESREVENUE BUDGET MONITORING REPORTCURRENT POSITIONPERIOD 11 : 1st April 2012 - 28th February 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	514	509	(5)	(1.0%)
1,937	Supplies & Services	1,917	1,916	1,947	31	1.6%
56	Transport Costs	53	53	53	0	-
150	Administration Costs	56	88	88	0	-
3,417	Other Expenditure	1,803	2,320	2,431	111	4.8%
(2,429)	Income	(417)	(817)	(1,000)	(183)	22.4%
7,962	TOTAL NET EXPENDITURE	8,085	8,269	8,229	(40)	(0.5%)
	Earmarked Reserves	0	(72)	(72)	0	
	TOTAL NET EXPENDITURE excluding Earmarked Reserves	8,085	8,197	8,157	(40)	

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	1,486	(12)	(0.8%)
1,650	Sports & Leisure	1,663	1,665	1,744	79	4.7%
3,510	Safer Communities	3,418	3,416	3,377	(39)	(1.1%)
635	Housing	811	811	801	(10)	(1.2%)
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	8,229	(40)	(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 11 2012/13</u> £000	<u>Projected Spend 2012/13</u> £000	<u>Amount to be Earmarked for 2013/14 & 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	686	1,232	729	Still awaiting some invoices from RCH for lower Gourock area and Mid-Auchinleck. Work has been completed.
Renewal of Clune Park	John Arthur	682	551	1,233	20	50	1,183	Projected spend of £50k for 2012/13 is for Regeneration Plan for Clune Park acquiring properties. Conditions surveys completed on 430 flats and information orders currently being updated. To date 24 demolition orders have been served although 6 of these are currently under appeal. Court hearing started in February 13 and has been continued until April 13.
GTVO - Playschemes	John Arthur	10	0	10	10	10	0	Spending now complete.
Total		3,366	1,002	4,368	716	1,292	3,076	

COMMUNITIES CAPITAL REPORT APPENDIX 1

COMMITTEE: EDUCATION & COMMUNITIES

Project Name	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 28/02/13	Est. 2013/14	Est. 2014/15	Est. 2015/16	Start Date	Original Completion Date	Current Completion Date	
	£000	£000	£000	£000	£000	£000	£000	£000	Future Years			
Housing												
Supported Borrowing												
Scheme of Assistance - Aids & Adaptions	200	0	100	100	100	100						
Grant Funded												
Scheme of Assistance - Grant Funded (2012-2015)	2,283	0	833	833	678	500	950					
CFCR												
Aids & Adaptions EMR	700	313	287	277	277	110						
Scheme of Assistance Core	866	0	433	189	183	683						
Total SOA Capital	4,049	313	1,653	1,399	1,238	1,393	950	0				
Cultural & Sports												
Supported Borrowing												
Contribution to Watt Complex Refurbishment (includes £1000k CFCR)	4,000	0	100	100	72	1,150	2,750					
Inverkip Community Facility & Library Fit Out (includes £650k CFCR)	1,500	0	200	75	20	225	1,200					
Community Facilities Investment	750	0	0	0	0		750					
Communities Total	8,049	313	1753	1499	1310	2,543	3,700					Consultant appointed to progress Round 1 of the HLF bid. On Going

SCHEME OF ASSISTANCE SUMMARY

COMMITTEE: EDUCATION & COMMUNITIES

Appendix 5

	Budget 2012/13 £000	Proportion of Budget £000	Actual to 28/02/13 £000	Projection 2012/13 £000	(Under)/ Over Budget £000	Percentage Over / (Under) £000
<u>Assistance To Support Independent Living</u>						
Care & Repair (including Small Repair Service)	246	226	187	246	0	0.0%
Grant Assistance - Adaptions	820	752	601	566	(254)	(31.0%)
<u>House Conditions Works</u>						
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%
Total Scheme of Assistance	1,653	1,468	1,221	1,399	(254)	(15.4%)