

To: POLICY & RESOURCES (FINANCE) SUB – COMMITTEE		Subject: REVENUE MONITORING REPORT TO 20 JULY 2001 COUNCIL SUMMARY
From: DIRECTOR OF FINANCE		
Date: 13 August 2001	Ref AC/JV/PH4	

1. Introduction

1.1 This report sets out the overall position on the Council's revenue budget for the first 4 months of the new financial year. The report provides a comparison of actual expenditure and income against budget. It should be recognised that the monitoring position still represents an early stage within the current financial year and that expenditure and income patterns have largely still to develop over the remainder of the year.

2. General Fund Summary

2.1 The position on the General Fund can be summarised as follows. However, it should be noted that the new initiatives, particularly within Social Work and Education, are at an early stage of development and potential under-spends may occur due to the phased implementation of these programmes.

	(1) <u>Annual</u> <u>Budget</u> <u>£000</u>	(2) <u>Projected</u> <u>Outturn</u> <u>£000</u>	(3) <u>Variance</u> <u>(2) – (1)</u> <u>£000</u>
<u>Expenditure variations:</u>			
Departmental Expenditure	430,783	430,087	696
Insurance variation	-	422	(422)
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Net Departmental Expenditure	430,783	430,509	274
<u>Income variations:</u>			
Aggregate External Finance	339,377	339,377	-
Local Tax Collection	89,706	89,930	224
Use of Balances	1,700	1,700	-
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Surplus as at 31.3.2002	-	498	498
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2.2 A more detailed analysis of General Fund expenditure together with a forecast of monitoring outturn for the year to 31 March 2001 is provided in Appendix I. Detailed reports on each service department's financial position have been presented to the appropriate Council committee for consideration and approval.

### 3. Departmental Expenditure

3.1 The overall forecast for General Fund services is an under-spend of £0.697, which can be summarised as follows :

	<b>£m</b>
Finance – Staff turnover	0.182
General Purposes – staff vacancies, additional external income	0.253
Housing Benefits- Reduced Benefits caseload	0.163
Personnel – Staff Turnover	0.053
Other Services (net)	0.046
	<hr style="width: 100%; border: 0.5px solid black;"/> 0.697

### 3.2 Departmental Comments

- At this very early stage in the financial year it is difficult to determine possible patterns and trends in departmental expenditure and income. The projected under-spend of £0.697m within departmental budgets is largely a result of employee cost savings following the delay in the filling of posts (i.e. Finance, General Purposes and Personnel) .
- The break-even situation within Community Services requires further review. A forecast over-spend resulting largely from the non-achievement of the anticipated rates relief at the Time Capsule (as originally budgeted for within the 2000/2001 financial year) has led to the requirement for the identification of management action to redress the situation. The department is currently identifying the specific areas of management action to offset the projected overspend.
- The department of Planning and Environment has moved from a previously projected under-spend of £0.411m to that of £0.008m as at 20<sup>th</sup> July 2001. This reduction has arisen due to the use of staff vacancy savings to finance the restructuring costs associated with the both redundancy payments and office reorganisation costs.

### 3.3 Explanation of Other Areas of Expenditure

As previously reported, the Council's insurance portfolio, premiums largely in respect of property claims have increased by £0.423m compared to the budgeted level.

### 4. Local Taxation

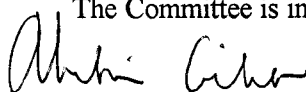
There has been a very small increase in the number of properties from the base estimate used to calculate the levels of council tax for 2001/2002. In addition, the collection of Community Charge arrears is showing a downward trend from the levels achieved in previous years and this is understandable given the age of the debt to be collected. The current forecast is for net additional income of £0.224m to be generated within the 2001/2002 financial year.

### 5. Housing Revenue Account

The current position indicates an under-spend of £0.095 at the end of the financial year, due to higher than anticipated staff turnover and slippage in the start of operational lease payments.

### 6. Recommendation

The Committee is invited to note the contents of this report.



**Director of Finance**

## SUMMARY OF FINANCIAL REPORT FOR PERIOD TO 20th July 2001

LINE NO. (1)	DEPARTMENTAL ACCOUNT (2)	BUDGET TO - DATE (3)	ACTUAL TO - DATE (4)	VARIANCE TO - DATE (5)	ANNUAL BUDGET (6)	PROJECTED OUTTURN (7)	PROJECTED VARIANCES (8)
		£	£	£	£	£	£
1.	COMMUNITY SERVICES COMMITTEE	13,713,065	13,460,679	252,386	62,991,341	62,991,341	-
2.	Directorate	234,231	237,684	-3,453	820,846	820,846	-
3.	Core Services	301,946	321,091	-19,145	1,448,438	1,474,937	-26,499
4.	Parks, Sport & Transport	5,051,067	5,100,506	-49,439	26,150,802	26,345,442	-194,840
5.	Community Resources	4,725,717	4,441,964	283,753	19,235,392	19,135,047	100,345
6.	Cleaning & Related Services	3,400,104	3,359,434	40,670	15,336,063	15,215,069	120,994
7.	EDUCATION COMMITTEE	45,552,875	44,526,700	1,026,175	211,534,100	211,534,100	-
8.	Education	45,552,875	44,526,700	1,026,175	211,534,100	211,534,100	-
9.	POLICY & RESOURCES (FINANCE)	4,235,501	3,987,860	247,641	20,458,095	20,236,595	221,500
10.	Accounting Services	647,187	619,566	27,621	3,534,725	3,490,225	44,500
11.	Revenue Services	764,794	799,187	-34,393	3,692,556	3,677,556	15,000
12.	IT Services	1,647,340	1,544,853	102,487	5,450,696	5,395,696	55,000
13.	Cost of Local Tax Collection	440,500	396,013	44,487	1,377,541	1,310,541	67,000
14.	Miscellaneous Services	735,680	628,241	107,439	6,402,577	6,362,577	40,000
15.	GENERAL PURPOSES COMMITTEE	1,313,192	973,731	339,461	6,467,075	6,214,075	253,000
16.	Administration - Central Services	789,029	591,594	197,435	3,322,791	3,220,791	102,000
17.	Administration - Legal Support Services	407,555	312,397	95,158	1,887,508	1,786,508	101,000
18.	Administration - Legal Public Services	22,140	-21,066	43,206	740,441	710,441	30,000
19.	Registrar Births , Deaths etc.	94,468	90,806	3,662	516,335	496,335	20,000
20.	HOUSING & PROPERTY COMMITTEE	5,355,511	5,045,081	310,430	27,085,324	26,912,020	173,304
21.	Housing - Non HRA	1,678,310	1,632,523	45,787	5,235,858	5,072,554	163,304
22.	Property Unit	637,242	628,807	8,435	3,041,298	3,021,298	20,000
23.	Non-Operational Property Unit	-673,132	-738,312	65,180	2,040,034	2,040,034	-
24.	Office Accommodation	356,931	351,522	5,409	3,703,514	3,713,514	-10,000
25.	Energy Advice Unit	67,792	14,801	52,991	198,293	198,293	-
26.	Design Services	1,009,456	962,787	46,669	4,256,169	4,256,169	-
27.	Central Repairs	2,278,912	2,192,953	85,959	8,610,158	8,610,158	-
28.	JOINT BOARDS	7,577,128	7,577,128	-	42,033,508	42,033,508	-
29.	Lands Valuation	222,920	222,920	-	1,342,920	1,342,920	-
30.	Police Force	3,812,133	3,812,133	-	22,872,288	22,872,288	-
31.	Fire Brigade	1,810,000	1,810,000	-	10,890,000	10,890,000	-
32.	Concessionary Fares	620,325	620,325	-	2,481,300	2,481,300	-
33.	Passenger Transport Executive	1,111,750	1,111,750	-	4,447,000	4,447,000	-
34.	POLICY & RESOURCES(PERSONNEL)	419,131	379,099	40,032	2,029,788	1,976,788	53,000
35.	Personnel Services	419,131	379,099	40,032	2,029,788	1,976,788	53,000
36.	PLANNING & ENVIRONMENT COMMITTEE	7,138,892	6,820,933	317,959	38,925,385	38,916,986	8,399
37.	Building Control	71,530	62,787	8,743	441,387	442,532	-1,145
38.	Transportation	4,354,742	4,230,716	124,026	27,711,265	27,597,378	113,887
39.	Economic Development	574,211	521,707	52,504	2,074,253	2,046,625	27,628
40.	Planning	929,117	870,586	58,531	3,890,004	3,962,309	-72,305
41.	Protective Services	1,209,292	1,135,137	74,155	4,808,476	4,868,142	-59,666
42.	POLICY & RESOURCES COMMITTEE	833,464	831,330	2,134	3,442,757	3,431,757	11,000
43.	Chief Executives	826,011	817,456	8,555	3,032,569	3,021,569	11,000
44.	Partnership Management	7,453	13,874	-6,421	110,188	110,188	-
45.	Social Inclusion NLC Budget	-	-	-	300,000	300,000	-
46.	PPP/DSO SURPLUSES	-575,500	-598,500	23,000	-1,923,089	-1,899,589	-23,500
47.	PPP Contributions	-	-	-	-1,159,589	-1,159,589	-
48.	Vehicle Maintenance DSO	-71,000	-83,000	12,000	-71,000	-71,000	-
49.	Cleansing DSO	-35,500	-107,000	71,500	-127,500	-127,500	-
50.	Building Cleaning DSO	-361,000	-370,000	9,000	-34,000	-34,000	-
51.	Sport & Leisure Management DSO	2,500	30,000	-27,500	-16,000	-16,000	-
52.	Grounds Maintenance DSO	-169,500	-165,500	-4,000	-357,000	-340,500	-16,500
53.	Catering DSO - Schools & Welfare	72,000	108,000	-36,000	-100,000	-99,000	-1,000
54.	Catering DSO - Other	-13,000	-11,000	-2,000	-58,000	-52,000	-6,000
55.	SOCIAL WORK COMMITTEE	22,393,357	20,978,404	1,414,953	77,750,871	77,750,871	-
56.	Social Work	22,289,359	20,843,723	1,445,636	77,540,668	77,540,668	-
57.	Sheltered Workshops	103,998	134,681	-30,683	210,203	210,203	-
58.	GENERAL FUND SERVICES	107,956,616	103,982,445	3,974,171	490,795,155	490,098,452	696,703

## NORTH LANARKSHIRE COUNCIL

## SUMMARY OF FINANCIAL REPORT FOR PERIOD TO 20th July 2001

LINE NO. (1)	DEPARTMENTAL ACCOUNT (2)	BUDGET TO - DATE (3)	ACTUAL TO - DATE (4)	VARIANCE TO - DATE (5)	ANNUAL BUDGET (6)	PROJECTED OUTTURN (7)	PROJECTED VARIANCES (8)
		£	£	£	£	£	£
59.	General Fund Services B/F	107,956,616	103,982,445	3,974,171	490,795,155	490,098,452	696,703
60.	FINANCING COSTS	-	-	-	-15,604,166	-15,604,166	-
61.	Reversal of Capital Charge	-	-	-	-49,000,664	-49,000,664	-
62.	Loan Charges	-	-	-	35,146,498	35,146,498	-
63.	Interest on Revenue Balances	-	-	-	-1,750,000	-1,750,000	-
64.	Additional Insurance Costs	-	-	-	-	422,636	-422,636
65.	Removal of Gross Central Department Budgets (included above )	-	-	-	-44,408,089	-44,408,089	-
66.	<b>TOTAL GENERAL FUND</b>	<b>107,956,616</b>	<b>103,982,445</b>	<b>3,974,171</b>	<b>430,782,900</b>	<b>430,508,833</b>	<b>274,067</b>
67.	SOURCES OF FUNDING	-333,333	-273,102	-60,231	-430,782,900	-431,006,755	223,855
68.	Revenue Support Grant	-	-	-	-239,831,000	-239,831,000	-
69.	Non - Domestic Rates	-	-	-	-99,546,000	-99,546,000	-
70.	Council Tax	-	-	-	-88,705,900	-89,082,885	376,985
71.	Use of Balances	-	-	-	-1,700,000	-1,700,000	-
72.	Collection of Local Tax Arrears	-333,333	-273,102	-60,231	-1,000,000	-846,870	-153,130
73.	<b>TOTAL SURPLUS (DEFICIT)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>497,922</b>	<b>497,922</b>
74.	HOUSING REVENUE ACCOUNT	-13,111,269	-13,799,677	688,408	-	-95,000	95,000