

Report

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Report to:	Housing and Technical Resources Committee
Date of Meeting:	16 September 2009
Report by:	Executive Director (Finance and Information Technology Resources) Executive Director (Housing and Technical Resources)

Subject:	Revenue Budget Monitoring 2009/2010 - Housing and Technical Resources (HRA)
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1. Purpose of Report

1.1. The purpose of the report is to:-

- ◆ provide information on the actual expenditure measured against the revenue budget for the period 1 April 2009 to 7 August 2009 for Housing and Technical Resources (HRA)
- ◆ provide a forecast for the year to 31 March 2010.

2. Recommendation(s)

2.1. The Committee is asked to approve the following recommendation(s):-

- (1) that the overspend on Housing and Technical Resources' (HRA) revenue budget of £0.004million (1.3%), as detailed in Appendix A of the report, and the forecast to 31 March 2010 of breakeven, be noted.
- (2) that the proposed budget virements be approved.

3. Background

- 3.1. This is the first revenue budget monitoring report presented to the Housing and Technical Resources Committee for the financial year 2009/2010.
- 3.2. The report details the financial position for Housing and Technical Resources (HRA) on Appendix A, along with variance explanations.

4. Employee Implications

4.1. None.

5. Financial Implications

- 5.1. As at 7 August 2009, the variance from phased budget to date is an overspend of £0.004m (1.3%). The forecast for the revenue budget to 31 March 2010 is a break even position.
- 5.2. Virements are also proposed to realign budgets across the Service. These movements have been detailed in Appendix A to this report.

6. Other Implications

6.1. None.

7. Equality Impact Assessment and Consultation Arrangements

7.1. This report does not introduce a new policy, function or strategy or recommend a change to an existing policy, function or strategy and therefore no impact assessment is required.

7.2. There is also no requirement to undertake any consultation in terms of the information contained in the report.

Linda Hardie

Executive Director (Finance and Information Technology Resources)

Jim Hayton

Executive Director (Housing and Technical Resources)

24 August 2009

Link(s) to Council Objectives

♦ Value: Accountable, Effective and Efficient

Previous References

♦ Executive Committee, 12 February 2009

List of Background Papers

♦ Financial ledger and budget monitoring results to 7 August 2009

Contact for Further Information

If you would like to inspect the background papers or want further information, please contact:-

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SOUTH LANARKSHIRE COUNCIL
Revenue Budget Monitoring Report

Housing and Technical Resources Committee: Period Ended 7 August 2009 (No 5)

HRA

Budget Category	Annual Budget	Forecast for Year	Annual Forecast Variance	Budget Proportion 07/08/09	Actual 07/08/09	Variance 07/08/09		% Variance 07/08/09	Note
	£000	£000	£000	£000	£000	£000			
Employee Costs	11,428	11,428	0	3,997	4,019	(22)	over	(0.6%)	a
Property Costs	37,658	37,658	0	10,816	10,794	22	under	0.2%	a
Supplies & Services	906	906	0	446	452	(6)	over	(1.3%)	a
Transport & Plant	20	20	0	6	0	6	under	100%	
Administration Costs	670	670	0	232	300	(68)	over	(29.3%)	a
Payments to Other Bodies	8,578	8,578	0	135	131	4	under	3.0%	a
Payments to Contractors	0	0	0	0	0	0	-	n/a	
Transfer Payments	0	0	0	0	0	0	-	n/a	
Financing Charges	11,302	11,302	0	4,374	4,638	(264)	over	(6.0%)	1, a
Total Controllable Exp.	70,562	70,562	0	20,006	20,334	(328)	over	(1.6%)	
Total Controllable Inc.	(81,854)	(81,854)	0	(20,315)	(20,639)	324	over recovered	1.6%	2, a
Transfer to/(from) B/Sheet	0	0	0	0	0	0	-	n/a	
Net Controllable Exp.	(11,292)	(11,292)	0	(309)	(305)	(4)	over	(1.3%)	
Add:- Non Controllable Budgets									
Central Support Costs	3,216	3,216	0	0	0	0	-	n/a	
Finance Charges	8,076	8,076	0	0	0	0	-	n/a	
Total Budget	0	0	0	(309)	(305)	(4)	over	1.3%	

Variance Explanations

1. Financing Charges

This reflects additional Capital Financed from Current Revenue (CFCR) required as a net result of the reduction in house sales, partially offset by an over recovery of house rent income.

2. Income

This over recovery is due to rent collected as a result of a reduction in the predicted level of house sales.

Budget Virements

- a. Realignment of budgets to reflect current structure and Business Plan: Employee Costs £0.108m, Property Costs £0.667m, Supplies and Services (£0.016m), Administration Costs (£0.058m), Payments to Other Bodies (£0.084m), Financing Charges (£0.028m) and Income (£0.589m).