

Report

Report to:	Social Work Resources Committee
Date of Meeting:	7 August 2019
Report by:	Executive Director (Finance and Corporate Resources) Director, Health and Social Care

Subject:	Social Work Resources - Revenue Budget Monitoring 2019/2020
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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 2019 to 24 May 2019 for Social Work Resources
- ◆ provide a forecast for the year to 31 March 2020.

2. Recommendation(s)

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

- (1) that the breakeven position on the Social Work Resources' revenue budget, as detailed in Appendix A of the report, and the forecast to 31 March 2020 of breakeven, be noted; and
- (2) that the proposed budget virements be approved.

3. Background

- 3.1. This is the first revenue budget monitoring report presented to the Social Work Resources Committee for the financial year 2019/2020.
- 3.2. The report details the financial position for Social Work Resources on Appendix A, and then details the individual services, along with variance explanations, in Appendices B to E

4. Employee Implications

4.1. None

5. Financial Implications

- 5.1. As at 24 May 2019, there is a breakeven position against the phased budget. The financial forecast for the revenue budget to 31 March 2020 is breakeven.
- 5.2. Virements are proposed to realign budgets. These movements have been detailed in the appendices to this report, as appropriate.

6. Other Implications

- 6.1. The main risk associated with the Council's Revenue Budget is that there is an overspend. The risk has been assessed as low given the detailed budget management applied across the Resources. The risk is managed through four weekly Budget Monitoring Meetings at which any variance is analysed. In addition,

the probable outturn exercise ensures early warning for corrective action to be taken where appropriate.

- 6.2. There are no implications for sustainability in terms of the information contained in this report.

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 was also no requirement to undertake any consultation in terms of the information contained in this report.

Paul Manning
Executive Director (Finance and Corporate Resources)

Val de Souza
Director, Health and Social Care

3 July 2019

Link(s) to Council Values/Ambitions/Objectives

- ◆ Accountable, Effective, Efficient and Transparent

Previous References

- ◆ None

List of Background Papers

- ◆ Financial Ledger and budget monitoring results to 24 May 2019

Contact for Further Information

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

Hazel Goodwin, Finance Manager

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Appendix A

SOUTH LANARKSHIRE COUNCIL

Revenue Budget Monitoring Report

Social Work Resources Committee: Period Ended 24 May 2019 (No.2)

Social Work Resources Summary

	Annual Budget	Forecast for Year BEFORE Transfers	Annual Forecast Variance BEFORE Transfers	Annual Forecast Variance AFTER Transfers	Budget Proportion 24/5/19	Actual 24/5/19	Variance 24/5/19		% Variance 24/5/19	Note
	£000	£000	£000	£000	£000	£000	£000			
<u>Budget Category</u>										
Employee Costs	87,521	87,521	0	0	11,285	11,297	(12)	over	-0.1%	
Property Costs	2,657	2,657	0	0	428	415	13	under	3.0%	
Supplies & Services	6,203	6,203	0	0	836	829	7	under	0.8%	
Transport & Plant	4,492	4,492	0	0	437	385	52	under	11.9%	
Administration Costs	1,532	1,532	0	0	129	141	(12)	over	(9.3%)	
Payments to Other Bodies	19,633	19,633	0	0	2,781	2,882	(101)	over	(3.6%)	
Payments to Contractors	100,710	100,710	0	0	7,301	7,295	6	under	0.1%	
Transfer Payments	830	830	0	0	150	161	(11)	over	(7.3%)	
Financing Charges	267	267	0	0	58	62	(4)	over	(6.9%)	
Total Controllable Exp.	223,845	223,845	0	0	23,405	23,467	(62)	over	(0.3%)	
Total Controllable Inc.	(60,535)	(60,535)	0	0	(1,809)	(1,871)	62	over recovered	3.4%	
Net Controllable Exp.	163,310	163,310	0	0	21,596	21,596	0	-	0.0%	

Variance Explanations

Variance explanations are shown in Appendices B -E.

Budget Virements

Budget virements are shown in Appendices B-E.

SOUTH LANARKSHIRE COUNCIL

Revenue Budget Monitoring Report

Social Work Resources Committee: Period Ended 24 May 2019 (No.2)

Children and Families Services

Budget Category	Annual Budget	Forecast for Year BEFORE Transfers	Annual Forecast Variance BEFORE Transfers	Annual Forecast Variance AFTER Transfers	Budget Proportion 24/5/19	Actual 24/5/19	Variance 24/5/19		% Variance 24/5/19	Note
	£000	£000	£000	£000	£000	£000	£000			
Employee Costs	15,642	15,642	0	0	2,048	2,066	(18)	over	(0.9%)	a,c
Property Costs	325	325	0	0	58	53	5	under	8.6%	
Supplies & Services	631	631	0	0	88	74	14	under	15.9%	a,c
Transport & Plant	624	624	0	0	66	61	5	under	7.6%	
Administration Costs	295	295	0	0	64	64	0	-	0.0%	c
Payments to Other Bodies	9,262	9,262	0	0	1,489	1,534	(45)	over	(3.0%)	1,a,b,c
Payments to Contractors	5,269	5,269	0	0	530	542	(12)	over	(2.3%)	a,b
Transfer Payments	817	817	0	0	149	160	(11)	over	(7.4%)	c
Financing Charges	17	17	0	0	4	5	(1)	Over	(25.0%)	
Total Controllable Exp.	32,882	32,882	0	0	4,496	4,559	(63)	over	(1.4%)	
Total Controllable Inc.	(806)	(806)	0	0	(124)	(150)	26	over recovered	21.0%	c
Net Controllable Exp.	32,076	32,076	0	0	4,372	4,409	(37)	over	(0.8%)	

Variance Explanations**1. Payments to Other Bodies**

This overspend is due to the continuing demand for fostering services.

Budget Virements

- a Budget realignment of Carer Act Funding £317k from Performance and Support. Employee Costs £0.034m, Supplies and Services £0.088m, Payment to Other Bodies £0.109m, Payment to Private Contractors £0.086m
- b Budget realignment in respect of fostering £0m, Payment to Other Bodies £0.170m, Payment to Contractors (£0.170m)
- c Incorporation of Scottish Attainment Funding 2019/20 £0m. Employee Costs £0.086m, Supplies and Services £0.034m Administration £0.020m, Payment to Other Bodies £0.305m, Transfer Payments £0.031m, Income (£0.476m)

SOUTH LANARKSHIRE COUNCIL

Revenue Budget Monitoring Report

Social Work Resources Committee: Period Ended 24 May 2019 (No.2)

Adults and Older People Services

	Annual Budget	Forecast for Year BEFORE Transfers	Annual Forecast Variance BEFORE Transfers	Annual Forecast Variance AFTER Transfers	Budget Proportion 24/5/19	Actual 24/5/19	Variance 24/5/19		% Variance 24/5/19	Note
	£000	£000	£000	£000	£000	£000	£000			
<u>Budget Category</u>										
Employee Costs	59,548	59,548	0	0	7,672	7,720	(48)	over	(0.6%)	a,d
Property Costs	1,655	1,655	0	0	296	291	5	under	1.7%	
Supplies & Services	5,014	5,014	0	0	655	657	(2)	over	(0.3%)	
Transport & Plant	3,488	3,488	0	0	356	313	43	under	12.1%	
Administration Costs	374	374	0	0	34	46	(12)	over	(35.3%)	
Payments to Other Bodies	10,064	10,064	0	0	1,228	1,287	(59)	over	(4.8%)	1,c
Payments to Contractors	95,429	95,429	0	0	6,770	6,752	18	under	0.3%	b,c
Transfer Payments	7	7	0	0	1	0	1	under	1000.0%	
Financing Charges	36	36	0	0	7	8	(1)	over	(14.3%)	
Total Controllable Exp.	175,615	175,615	0	0	17,019	17,074	(55)	over	(0.3%)	
Total Controllable Inc.	(53,423)	(53,423)	0	0	(1,205)	(1,240)	35	over recovered	2.9%	a,b
Net Controllable Exp.	122,192	122,192	0	0	15,814	15,834	(20)	over	(0.1%)	

Variance Explanations**1. Payments to Other Bodies**

This overspend reflects the increase in demand for Direct Payments.

Budget Virements

- a. Budget established for Partnership funding to extend Home Care mobile teams £0m, Employee Costs £0.376m, Income (£0.376m)
- b. Budget realignment of Free Personal Care for under 65s £0m, Payment to Contractors (£0.175m), Income £0.175m
- c. Budget realignment in respect of direct payment £0m, Payment to Other Bodies £0.211m, Payment to Contractors (£0.211m).
- d. Transfer from Reserves in respect of Employability funding £0.762m, Employee Costs £0.762m

SOUTH LANARKSHIRE COUNCIL

Revenue Budget Monitoring Report

Social Work Resources Committee: Period Ended 24 May 2019 (No.2)

Justice and Substance Misuse

Budget Category	Annual Budget	Forecast for Year BEFORE Transfers	Annual Forecast Variance BEFORE Transfers	Annual Forecast Variance AFTER Transfers	Budget Proportion 24/5/19	Actual 24/5/19	Variance 24/5/19		% Variance 24/5/19	Note
	£000	£000	£000	£000	£000	£000	£000			
Employee Costs	5,800	5,800	0	0	726	699	27	under	3.7%	
Property Costs	66	66	0	0	20	21	(1)	over	(5.0%)	
Supplies & Services	133	133	0	0	6	10	(4)	over	(66.7%)	
Transport & Plant	124	124	0	0	14	10	4	under	28.6%	
Administration Costs	425	425	0	0	7	9	(2)	over	(28.6%)	
Payments to Other Bodies	272	272	0	0	63	61	2	under	3.2%	
Payments to Contractors	12	12	0	0	1	1	0	-	n/a	
Transfer Payments	6	6	0	0	0	1	(1)	over	0.2%	
Financing Charges	10	10	0	0	3	5	(2)	over	(66.7%)	
Total Controllable Exp.	6,848	6,848	0	0	840	817	23	under	2.7%	
Total Controllable Inc.	(5,575)	(5,575)	0	0	(471)	(471)	0	-	0.0%	
Net Controllable Exp.	1,273	1,273	0	0	369	346	23	under	6.2%	

Variance Explanations

SOUTH LANARKSHIRE COUNCIL

Revenue Budget Monitoring Report

Social Work Resources Committee: Period Ended 24 May 2019 (No.2)

Performance and Support

Budget Category	Annual Budget	Forecast for Year BEFORE Transfers	Annual Forecast Variance BEFORE Transfers	Annual Forecast Variance AFTER Transfers	Budget Proportion 24/5/19	Actual 24/5/19	Variance 24/5/19		% Variance 24/5/19	Note
	£000	£000	£000	£000	£000	£000	£000			
Employee Costs	6,531	6,531	0	0	839	812	27	under	3.2%	a,b
Property Costs	611	611	0	0	54	50	4	under	7.4%	
Supplies & Services	425	425	0	0	87	88	(1)	over	(1.1%)	
Transport & Plant	256	256	0	0	1	1	0	-	0.0%	
Administration Costs	438	438	0	0	24	22	2	under	8.3%	
Payments to Other Bodies	35	35	0	0	1	0	1	under	100.0%	a
Payments to Contractors	0	0	0	0	0	0	0	-	n/a	
Transfer Payments	0	0	0	0	0	0	0	-	n/a	
Financing Charges	204	204	0	0	44	44	0	-	0.0%	
Total Controllable Exp.	8,500	8,500	0	0	1,050	1,017	33	under	3.1%	
Total Controllable Inc.	(731)	(731)	0	0	(9)	(10)	1	over recovered	11.1%	b
Net Controllable Exp.	7,769	7,769	0	0	1,041	1,007	34	under	3.3%	

Variance ExplanationsBudget Virements

- a. Budget realignment of Carer Act Funding £317k to Children and Family. Employee Costs (£0.190m), Payment to Other Bodies (£0.127m)
 b. Budget realignment in respect of Health and Social Care Partnership costs £0, Employee Costs £0.180m, Income (£0.180m)