

Report

Report to:	Community and Enterprise Resources Committee
Date of Meeting:	9 August 2022
Report by:	Executive Director (Finance and Corporate Resources) Executive Director (Community and Enterprise Resources)

Subject:	Community and Enterprise Resources - Revenue Budget Monitoring 2021/2022
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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 2021 to 31 March 2022 for Community and Enterprise Resources

2. Recommendation(s)

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

- (1) that the Community and Enterprise Resources' outturn position as at 31 March 2022 of an overspend of £4.507m, after approved transfers to reserves, as detailed in Appendix A of the report, be noted; and
- (2) that the proposed budget virements as detailed in appendices B to G be approved.

3. Background

3.1. This is the final revenue budget monitoring report presented to the Community and Enterprise Resources Committee for the financial year 2021/2022.

3.2. The report details the financial position for Community and Enterprise Resources in Appendix A for the full financial year 2021/2022 compared to the probable outturn position and the individual services' reports in appendices B to F, including variance explanation.

3.3. Appendix G of the report details the additional costs incurred by the Resource in relation to COVID-19.

4. Employee Implications

4.1. None.

5. Financial Implications

5.1. **Year End Position as at 31 March 2022:** The year end position is a reported overspend of £4.507m after approved transfers to reserves. Removing the overspend in respect of COVID-19 leaves an underspend of £0.515m in respect of the Resource's core revenue budget.

The total cost of COVID-19 for the resource is £5.022m. This includes additional unbudgeted costs of £3.177m, excluding Business Support Grant which are fully funded. These are outlined in Appendix G and relate to staff costs, cleaning materials, PPE, equipment, transport and increased costs for waste disposal.

The Resource COVID-19 position also includes the impact of loss of income of £2.326m in relation to parking income, school meals, and private care of gardens. This is offset by unspent budget of £0.481m in the main relating to the food cost for school meals and budget for the fireworks event.

- 5.2 The core budget position for the Resource, an underspend of £0.515m, reflects an underspend in employee costs within Facilities, Streets and Waste and Fleet and Environmental and an over recovery of income within Planning and Economic Development offsetting an overspend in Fleet Services in respect of timing of efficiencies. Variance explanations for each individual service is detailed in appendices B to F.
- 5.3. The position reported in the paper includes approved transfers to reserves (as detailed in the appendices) that have been approved by the Executive Committee as part of the overall outturn position for the Council in June 2022.
- 5.4. Virements are proposed to realign budgets across budget categories and with other Resources. These movements are detailed in the appendices B to F of this report.

6. Climate Change, Sustainability and Environmental Implications

- 6.1. There are no implications for climate change, sustainability or the environment in terms of the information contained in this report.

7. Other Implications

- 7.1. 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.

8 Equality Impact Assessment and Consultation Arrangements

- 8.1. 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.
- 8.2. There is also no requirement to undertake any consultation in terms of the information contained in this report.

Paul Manning

Executive Director (Finance and Corporate Resources)

David Booth

Executive Director (Community and Enterprise Resources)

4 July 2022

Link(s) to Council Values/Priorities/Outcomes

- ◆ Accountable, effective, efficient and transparent

Previous References

- ◆ None

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List of Background Papers

- ◆ Financial ledger and budget monitoring results to 31 March 2022.

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

Community and Enterprise Resources: Period 14 Ended 31 March 2022 (No. 14)

Community and Enterprise Resources Summary

	Annual Budget	Forecast for Year BEFORE Transfers	Annual Forecast Variance BEFORE Transfers	Annual Forecast Variance AFTER Transfers	Budget Proportion 31/03/22	Actual BEFORE Transfers 31/03/22	Variance 31/03/22		% Variance 31/03/22	Note
	£000	£000	£000	£000	£000	£000	£000			
<u>Budget Category</u>										
Employee Costs	89,404	88,041	1,363	1,010	89,404	87,319	2,085	under	2.3%	
Property Costs	4,174	4,453	(279)	(279)	4,174	4,935	(761)	over	(18.2%)	
Supplies & Services	16,766	17,397	(631)	(671)	16,766	18,433	(1,667)	over	(9.9%)	
Transport & Plant	20,774	21,569	(795)	(795)	20,774	21,908	(1,134)	over	(5.5%)	
Administration Costs	839	922	(83)	(158)	839	923	(84)	over	(10.0%)	
Payments to Other Bodies	29,747	29,704	43	43	29,747	29,755	(8)	over	0.0%	
Payments to Contractors	39,934	42,010	(2,076)	(2,101)	39,934	43,218	(3,284)	over	(8.2%)	
Transfer Payments	604	604	0	0	604	604	0	-	0.0%	
Financing Charges	184	214	(30)	(30)	184	271	(87)	over	(47.3%)	
Total Controllable Exp.	202,426	204,914	(2,488)	(2,981)	202,426	207,366	(4,940)	over	(2.4%)	
Total Controllable Inc.	(82,951)	(80,696)	(2,255)	(2,485)	(82,951)	(84,599)	1,648	over recovered	2.0%	
Net Controllable Exp.	119,475	124,218	(4,743)	(5,466)	119,475	122,767	(3,292)	over	(2.8%)	
Transfer to Reserves (as at 31/03/22)	-	723	(723)	-	-	1,215	(1,215)	over		
Position After Transfers to Reserves (as at 31/03/22)	119,475	124,941	(5,466)	(5,466)	119,475	123,982	(4,507)	over	(3.8%)	

Variance Explanations

Detailed in appendices B to G.

Budget Virements

Budget virements are shown in appendices B to G.

Approved Transfers to Reserves

Detailed in appendices B to G

SOUTH LANARKSHIRE COUNCIL

Revenue Budget Monitoring Report

Community and Enterprise Resources: Period 14 Ended 31 March 2022 (No. 14)

Facilities, Streets and Waste (including Support)

Budget Category	Annual Budget £000	Forecast for Year BEFORE Transfers £000	Annual Forecast Variance BEFORE Transfers £000	Annual Forecast Variance AFTER Transfers £000	Budget Proportion 31/03/22 £000	Actual BEFORE Transfers 31/03/22 £000	Variance 31/03/22 £000		% Variance 31/03/22	Note
Employee Costs	58,819	57,728	1,091	738	58,819	57,303	1,516	under	2.6%	1,c,d,f
Property Costs	2,428	2,305	123	123	2,428	2,536	(108)	over	(4.4%)	2,b,c
Supplies & Services	8,063	8,503	(440)	(440)	8,063	8,645	(582)	over	(7.2%)	3,a,c,e
Transport & Plant	7,775	7,436	339	339	7,775	7,502	273	under	3.5%	4,c
Administration Costs	243	281	(38)	(38)	243	321	(78)	over	(32.1%)	5,b
Payments to Other Bodies	121	115	6	6	121	102	19	under	15.7%	b,c,e
Payments to Contractors	14,252	14,335	(83)	(108)	14,252	14,005	247	under	1.7%	6,c,g
Transfer Payments	0	0	0	0	0	0	0	-	n/a	
Financing Charges	76	73	3	3	76	90	(14)	over	(18.4%)	7
Total Controllable Exp.	91,777	90,776	1,001	623	91,777	90,504	1,273	under	1.4%	
Total Controllable Inc.	(21,190)	(20,427)	(763)	(763)	(21,190)	(20,478)	(712)	under recovered	(3.4%)	8,b,c
Net Controllable Exp.	70,587	70,349	238	(140)	70,587	70,026	561	under	0.8%	
Transfer to Reserves (as at 31/03/22)	-	378	(378)	-	-	823	(823)	over		
Position After Transfers to Reserves (as at 31/03/22)	70,587	70,727	(140)	(140)	70,587	70,849	(262)	over	(0.4%)	

Variance Explanations

- The variance is mainly due to the vacancies within School Crossing Patrollers, Catering and Cleaning services and vacancies within Business Support and Waste.
- The overspend relates to the net effect of greater than budgeted expenditure on cleaning materials within Facilities, the upgrade costs of the CCTV system at the Castlehill Transfer station and water charges from previous years within Waste partially offset by rates, rent and contract cleaning charges being less than budget provision within Operations Management.
- The overspend is mainly due to a higher level of spend on the purchase of bins, due to high demand for replacements and for new housing developments and an overspend on equipment repairs within Facilities. These costs are partially offset by an underspend on food purchases within Facilities and an over recovery in the sale of bins within Waste.
- The underspend mainly relates to Streets, where leasing costs are less than budget due to the timing of replacing vehicles, fuel and vehicle maintenance costs. Those costs are partially offset by greater than anticipated charges for fuel within Grounds, both in terms of usage and price and greater than anticipated fuel charges within Waste. The latter partially offset by an underspend on hired vehicles and leasing.
- The overspend mainly relates to the high level of medical referrals across the service.
- The variance is mainly due to the rate of disposal for the fibre and container contracts being lower than budgeted within Waste due to market conditions.
- The overspend is due increased IT leasing costs.
- The under recovery of income is due to less cash received from the sale of school meals and coffee shops and also the demand for Private Care of Garden services being less than anticipated. The under recovery is partially offset by income from the provision of additional cleaning services, the recovery of costs in relation to 2021 elections and income from the hire of the banqueting suite as a vaccination centre within Facilities and within Waste where there is an increased demand from Housing and Technical Resources for additional Waste Clearance Services. In addition there is an over recovery in the sale of bins. Within Streets and Bereavement service there is an over recovery which reflects greater income recovered through the Street Cleansing Service as a result of a greater demand from Housing and Tech for additional service requests, partially offset by less income being recovered from Bereavement Services.

Budget Virements

- Transfer of budget to Education in respect of Universal of Free School Meals. Net effect (£0.156m): Supplies and Services (£0.156m).
- Budget movement in respect of Utilities and Physio & Photography savings. Net effect (£0.005m): Property £0.058m, Administration (£0.061m), Income (£0.002m).
- Realignment of budgets to reflect service delivery. Net effect £0.000: Employees (£0.220m), Property £0.050m, Supplies and Services £0.557m, Transport and Plant £0.308m, Payment to Other Bodies (£0.067m), Payment to Contractors £0.057m, Income (£0.685m).
- Transfer from reserves in respect of funding for Grounds Seasonals staffing. Net effect £0.160m: Employees £0.160m.

- e. Transfer to reserves in respect of investments for Food Regulations and Climate change. Net effect (£0.542m): Supplies and Services (£0.215m), Payment to Other Bodies (£0.327m).
- f. Transfer of budget in relation to pay award and apprenticeship levy. Net effect £2.035m: Employees £2.035m.
- g. Budget transfer to capital for CFCR for allotments. Net effect (£0.138m): Payment to contractors (£0.138m)

Approved Transfers to Reserves (£0.823m):

- i. Primary 4 and 5 Free School Meals (£0.273m)
- ii. Crematorium Sinking fund (£0.025m)
- iii. Good Food Nation/Food Development Officer (£0.080m)
- iv. Training Laptops (£0.062m)
- v. Office Accommodation Moves - Montrose House Staff (£0.050m)
- vi. Chatelherault - Rock Slope Inspection at (£0.026m)
- vii. Lammermoor (£0.005m)
- viii. Strategic Waste Fund (£0.302m)

SOUTH LANARKSHIRE COUNCIL

Revenue Budget Monitoring Report

Community and Enterprise Resources: Period 14 Ended 31 March 2022 (No. 14)

Fleet and Environmental (Inc Projects)

Budget Category	Annual Budget £000	Forecast for Year BEFORE Transfers £000	Annual Forecast Variance BEFORE Transfers £000	Annual Forecast Variance AFTER Transfers £000	Budget Proportion 31/03/22 £000	Actual BEFORE Transfers 31/03/22 £000	Variance 31/03/22 £000		% Variance 31/02/22	Note
Employee Costs	9,233	8,660	573	573	9,233	8,558	675	under	7.3%	1,b,d,e
Property Costs	206	215	(9)	(9)	206	207	(1)	over	(0.5%)	b,c
Supplies & Services	289	338	(49)	(89)	289	326	(37)	over	(12.8%)	2,a,b
Transport & Plant	8,732	9,483	(751)	(751)	8,732	9,922	(1,190)	over	(13.6%)	3,
Administration Costs	78	100	(22)	(22)	78	114	(36)	over	(46.2%)	4,b,c
Payments to Other Bodies	153	92	61	61	153	88	65	under	42.5%	5,b
Payments to Contractors	1,116	1,117	(1)	(1)	1,116	1,160	(44)	over	(3.9%)	6,b
Transfer Payments	0	0	0	0	0	0	0	-	n/a	
Financing Charges	25	24	1	1	25	33	(8)	over	(32.0%)	
Total Controllable Exp.	19,832	20,029	(197)	(237)	19,832	20,408	(576)	over	(2.9%)	
Total Controllable Inc.	(20,294)	(19,532)	(762)	(762)	(20,294)	(20,315)	21	over recovered	0.1%	7,b,e
Net Controllable Exp.	(462)	497	(959)	(999)	(462)	93	(555)	over	(120.1%)	
Transfer to Reserves (as at 31/03/22)	-	40	(40)	-	-	70	(70)	over		
Position After Transfers to Reserves (as at 31/03/22)	(462)	537	(999)	(999)	(462)	163	(625)	over	(135.3%)	

Variance Explanations

- The variance is mainly due to vacancies within the services that are actively being recruited, including mechanics, drivers and bus escorts as well as posts within Environmental services.
- The overspend relates to IT costs with both Fleet and Environmental service and the purchase of office equipment and equipment repairs within Fleet.
- The overspend mainly relates to the timing in the achievement of efficiencies and greater than budgeted expenditure within the workshop for materials and outside repairs, which is due to the vacancies in the service.
- The variance relates to an overspend in medical costs and membership fees within Fleet and Environmental services along with the purchase of new mobile phones within Environmental services.
- The variance relates to less demand for scientific services within Environmental services.
- The variance relates to cost of clinical waste, which is demand led, and is offset by an over recovery of income.
- The variance in income is mainly due to the over recovery of income within the workshop and the recovery of fuel within Fleet partially offset by an under recovery in taxi inspections due to demand levels following the pandemic and increased income from pest control and clinical waste within Environmental services.

Budget Virements

- Transfer to reserves for FLARE system. Net effect (£0.035m): Supplies & Services (£0.035m).
- Realignment of budgets to reflect service delivery. Net effect £0.000: Employees £0.005m, Property £0.007m, Supplies and Services (£0.032m), Administration (£0.010m), Payments to Other Bodies (£0.105m), Payment to Contractors £0.198m, Income (£0.063m).
- Budget movement in respect of the Utilities increase and Physio saving deduction. Net effect £0.017m: Property £0.020m, Administration (£0.003m).
- Transfer of budget in relation to apprenticeship levy. Net effect £0.032m: Employee Costs £0.032m.
- Transfer of budget in relation to pay award. Net effect £0.166m: Employees £0.182m, Income (£0.016m).

Approved Transfers to Reserves (£0.070m):

- Fleet Sinking fund (£0.025m)
- Electric Sweeper - Payback (£0.015m)
- Environmental Flare System (£0.030m)

SOUTH LANARKSHIRE COUNCIL

Revenue Budget Monitoring Report

Community and Enterprise Resources: Period 14 Ended 31 March 2022 (No. 14)

Leisure and Culture

Budget Category	Annual Budget £000	Forecast for Year BEFORE Transfers £000	Annual Forecast Variance BEFORE Transfers £000	Annual Forecast Variance AFTER Transfers £000	Budget Proportion 31/03/22 £000	Actual BEFORE Transfers 31/03/22 £000	Variance 31/03/22 £000		% Variance 31/03/22	Note
Employee Costs	79	80	(1)	(1)	79	80	(1)	over	(1.3%)	a
Property Costs	98	85	13	13	98	80	18	under	18.4%	1
Supplies & Services	0	0	0	0	0	0	0	-	n/a	
Transport & Plant	0	0	0	0	0	0	0	-	n/a	
Administration Costs	8	8	0	0	8	8	0	-	0.0%	
Payments to Other Bodies	80	60	20	20	80	60	20	under	25.0%	2
Payments to Contractors	19,890	19,890	0	0	19,890	19,889	1	under	0.0%	b
Transfer Payments	0	0	0	0	0	0	0	-	n/a	
Financing Charges	0	0	0	0	0	0	0	-	n/a	
Total Controllable Exp.	20,155	20,123	32	32	20,155	20,117	38	under	0.2%	
Total Controllable Inc.	0	(1)	1	1	0	(2)	2	over recovered	n/a	
Net Controllable Exp.	20,155	20,122	33	33	20,155	20,115	40	under	0.2%	
Transfer to Reserves (as at 31/03/22)	-	-	-	-	-	-	-	-		
Position After Transfers to Reserves (as at 31/03/22)	20,155	20,122	33	33	20,155	20,115	40	under	0.2%	

Variance Explanations

- The variance relates to lower than anticipated rates and service charges.
- The variance relates to the cancellation of the Fireworks events as a result of the pandemic.

Budget Virements

- Transfer of budget in relation to apprenticeship levy. Net effect £0.075m: Employee Costs £0.075m
- Transfer of budget in relation to pay award. Net effect £0.611m: Payment to Contractors £0.611m.

SOUTH LANARKSHIRE COUNCIL

Revenue Budget Monitoring Report

Community and Enterprise Resources: Period 14 Ended 31 March 2022 (No. 14)

Planning and Economic Development

Budget Category	Annual Budget £000	Forecast for Year BEFORE Transfers £000	Annual Forecast Variance BEFORE Transfers £000	Annual Forecast Variance AFTER Transfers £000	Budget Proportion 31/03/22 £000	Actual BEFORE Transfers 31/03/22 £000	Variance 31/03/22 £000		% Variance 31/03/22	Note
Employee Costs	5,010	4,858	152	152	5,010	4,800	210	under	4.2%	1,a,c,e,f
Property Costs	623	624	(1)	(1)	623	692	(69)	over	(11.1%)	2,f
Supplies & Services	119	116	3	3	119	149	(30)	over	(25.2%)	
Transport & Plant	33	31	2	2	33	27	6	under	18.2%	
Administration Costs	124	123	1	(74)	124	103	21	under	16.9%	f
Payments to Other Bodies	4,424	4,408	16	16	4,424	4,422	2	under	0.0%	a,b,d,f,g,h
Payments to Contractors	533	538	(5)	(5)	533	529	4	under	0.8%	f
Transfer Payments	0	0	0	0	0	0	0	-	n/a	
Financing Charges	34	38	(4)	(4)	34	58	(24)	over	(70.6%)	3
Total Controllable Exp.	10,900	10,736	164	89	10,900	10,780	120	under	1.1%	
Total Controllable Inc.	(8,671)	(9,181)	510	280	(8,671)	(9,833)	1,162	over recovered	13.4%	4,a,d,f,g
Net Controllable Exp.	2,229	1,555	674	369	2,229	947	1,282	over	57.5%	
Transfer to Reserves (as at 31/03/22)	-	305	(305)	-	-	322	(322)	-		
Position After Transfers to Reserves (as at 31/03/22)	2,229	1,860	369	369	2,229	1,269	960	under	43.1%	

Variance Explanations

1. This variance is mainly due to staff turnover and staff working reduced hours.
2. The overspend is within Building Standards in relation to dangerous buildings which is offset by an over recovery in income.
3. The overspend is due increased IT leasing costs.
4. The over recovery is mainly due to a greater demand for Planning and Building standard applications.

Budget Virements

- a. Creation of budget in respect of external funding for Business Support for European Regional Development Funding, Community Renewal Fund, Levelling Up Fund and Covid-19 Business Support Funding. Net effect £0.000m: Employees £0.008m, Payment to Other Bodies £1.675m, Income (£1.683m).
- b. Transfer from reserves for Covid-19 Discretionary Funding and Business Support Grants. Net effect £0.995m: Payment to Other Bodies £0.995m.
- c. Transfer to reserves in respect of Get South Lanarkshire Working Investments. Net effect (£0.344m): Employees (£0.344m).
- d. Transfer of Covid-19 Grants from Planning and Economic Development to Covid Cost Centre Net effect (£5,411m): Payment to Other Bodies (£19,554m), Income £14,143m.
- e. Transfer of budget in relation to pay award and apprenticeship levy. Net effect £0.028m: Employee Costs £0.028m.
- f. Budget realignment to reflect service delivery in respect of Hamilton Towers, City Deal, Hamilton Palace Grounds, LEADER, Business Loans Scotland, Restoration Bonds, Get Lanarkshire Working, Strathaven CARS, Smarter Choices Smarter Places and Clyde Cycle Park Vacant and Derelict Land. Net Effect £0.000m: Employees (£0.041m), Property £0.016m, Administration £0.019m, Payment to Other Bodies (£3.078m), Payment to Contractor £0.004m, Income £3.080m.
- g. Establish budget for non-Capital spend. Net effect £0.000m: Payments to Other Bodies £1.467m, Income (£1.467m).
- h. Transfer budget to Capital in respect of Clyde Gateway. Net effect (£0.819m): Payment to Other Bodies (£0.819m).

Approved Transfers to Reserves (£0.322m):

- i. Legal Costs – Planning Building Standards (£0.092m)
- ii. Approved Building Standard staffing structure (£0.230m)

SOUTH LANARKSHIRE COUNCIL

Revenue Budget Monitoring Report

Community and Enterprise Resources: Period 14 Ended 31 March 2022 (No. 14)

Roads Total (Inc Roads Constructing Services)

Budget Category	Annual Budget £000	Forecast for Year BEFORE Transfers £000	Annual Forecast Variance BEFORE Transfers £000	Annual Forecast Variance AFTER Transfers £000	Budget Proportion 31/03/22 £000	Actual BEFORE Transfers 31/03/22 £000	Variance 31/03/22 £000		% Variance 31/03/22	Note
Employee Costs	16,179	15,856	323	323	16,179	15,772	407	under	2.5%	1,c
Property Costs	819	972	(153)	(153)	819	1,098	(279)	over	(34.1%)	2,e,f
Supplies & Services	8,295	6,324	(29)	(29)	8,295	9,202	(907)	over	(10.9%)	3
Transport & Plant	4,234	4,180	54	54	4,234	4,063	171	under	4.0%	4,e
Administration Costs	386	401	(15)	(15)	386	371	15	under	3.9%	e
Payments to Other Bodies	5,930	5,990	(60)	(60)	5,930	6,044	(114)	over	(1.9%)	5,f
Payments to Contractors	4,143	4,339	(196)	(196)	4,143	6,030	(1,887)	over	(45.5%)	6,a,b,d,f
Transfer Payments	604	604	0	0	604	604	0	-	0.0%	
Financing Charges	49	62	(13)	(13)	49	73	(24)	over	(49.0%)	7
Total Controllable Exp.	40,639	40,728	(89)	(89)	40,639	43,257	(2,618)	over	(6.4%)	
Total Controllable Inc.	(18,569)	(17,328)	(1,241)	(1,241)	(18,569)	(19,744)	1,175	over recovered	6.3%	8,d,f
Net Controllable Exp.	22,070	23,400	(1,330)	(1,330)	22,070	23,513	(1,443)	over	(6.5%)	
Transfer to Reserves (as at 31/03/22)	-	-	-	-	-	-	-			
Position After Transfers to Reserves (as at 31/03/22)	20,070	23,400	(1,330)	(1,330)	22,070	23,513	(1,443)	over	(6.5%)	

Variance Explanations

- The variance relates to vacant posts and staff on reduced hours within the service.
- The overspend mainly relates to water and repair costs for depots and higher than anticipated electricity costs for electric vehicle charging points as a result of increased demand.
- The overspend is mainly due to a higher level of spend on road construction materials.
- The variance is mainly the lower level of external hires within the Construction Unit, partially offset by the upkeep of vehicles and hires for winter.
- The overspend mainly relates to payments made in respect of WoSLA being greater than predicted. This is offset by an over recovery in income.
- The overspend is due to a greater requirement for sub-contractors to support Roads programmes, partially offset by staff turnover during the year and for specialist works. In addition, there were higher than anticipated costs in respect of reactive maintenance within Street Lighting.
- The overspend is due to increased IT leasing costs.
- The over recovery is the net effect of income greater than anticipated for dayworks and the aforementioned WoSLA, partially offset by reduced fee income being recovered within Parking.

Budget Virements

- Transfer from reserves for Roads winter maintenance. Net effect £1.676m: Payment to Contractors £1.676m.
- Transfer to reserves in respect of Engagement Winter Resilience. Net effect (£0.255m): Payment to Contractors (£0.255m).
- Transfer of budget in relation to pay award and apprenticeship levy. Net effect £0.329m: Employees £0.329m.
- Budget realignment to reflect revenue works completed by the Construction Unit for Roads General Services as a result of the change to trading services. Net effect £0.000m: Payment to Contractor (£2.942m), Income £2.942m.
- Budget removal in respect of Utilities and Physio & Procurement Savings. Net effect (£0.044m): Property £0.008m, Transport and Plant (£0.041m), Administration (£0.011m).
- Budget realignment to reflect service delivery. Net effect £0.000m: Property £0.041m, Transport and Plant (£0.015m), Payment to Other Bodies £0.091m, Payment to Contractors £0.775m, Income (£0.892m).

SOUTH LANARKSHIRE COUNCIL

Revenue Budget Monitoring Report

Community and Enterprise Resources: Period 14 Ended 31 March 2022 (No. 14)

COVID-19

Budget Category	Annual Budget	Forecast for Year BEFORE Transfers	Annual Forecast Variance BEFORE Transfers	Annual Forecast Variance AFTER Transfers	Budget Proportion 31/03/22	Actual BEFORE Transfers 31/03/22	Variance 31/03/22	% Variance 31/03/22	Note
	£000	£000	£000	£000	£000	£000	£000		
Employee Costs	84	859	(775)	(775)	84	806	(722)	over	(859.5%) 1,a
Property Costs	0	252	(252)	(252)	0	322	(322)	over	n/a 2
Supplies & Services	0	116	(116)	(116)	0	111	(111)	over	n/a 3
Transport & Plant	0	439	(439)	(439)	0	394	(394)	over	n/a 4
Administration Costs	0	9	(9)	(9)	0	6	(6)	over	n/a
Payments to Other Bodies	19,039	19,039	0	0	19,039	19,039	0	-	0.0% b,c
Payments to Contractors	0	1,791	(1,791)	(1,791)	0	1,605	(1,605)	over	n/a 5
Transfer Payments	0	0	0	0	0	0	0	-	n/a
Financing Charges	0	17	(17)	(17)	0	17	(17)	over	n/a 6
Total Controllable Exp.	19,123	22,522	(3,399)	(3,399)	19,123	22,300	(3,177)	under	(16.6%)
Total Controllable Inc.	(14,227)	(14,227)	0	0	(14,227)	(14,227)	0	-	0.0% a,b
Net Controllable Exp.	4,896	8,295	(3,399)	(3,399)	4,896	8,073	(3,177)	over	(64.9%)
Transfer to Reserves (as at 31/03/22)	-	-	-	-	-	-	-		
Position After Transfers to Reserves (as at 31/03/22)	4,896	8,295	(3,399)	(3,399)	4,896	8,073	(3,177)	over	(64.9%)

Variance Explanations

1. The variance is directly related to employee costs associated with the Resources' response to the pandemic.
2. The variance relates to additional cleaning costs and materials as a result of enhanced cleaning regimes.
3. The variance relates to additional costs for equipment, PPE and health and hygiene.
4. The variance relates to fuel and vehicles costs directly related to the COVID-19 pandemic.
5. The variance relates to domestic waste tonnage, fly tipping costs and additional disposal of tonnage at civic amenity sites as a result of the pandemic.
6. The variance relates to IT equipment leasing charges.

Budget Virements

- a. Establish budget for COVID-19 Business Support Administration funding. Net effect £0.000m: Employees £0.084m, Income (£0.084m).
- b. Transfer of Covid-19 Grants from Planning and Economic Development to Covid Cost Centre. Net effect £5.411m: Payment to Other Bodies £19.554m, Income (£14.143m).
- c. Transfer to reserves COVID-19 Discretionary Funding. Net Effect (£0.515m): Payment to Other Bodies (£0.515m).