

Report

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Report to:	Housing and Technical Resources Committee
Date of Meeting:	7 March 2018
Report by:	Executive Director (Finance and Corporate Resources) Executive Director (Housing and Technical Resources)

Subject:	Revenue Budget Monitoring 2017/2018 - 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 2017 to 5 January 2018 for Housing and Technical Resources (HRA)
- ◆ provide a forecast for the year to 31 March 2018

2. Recommendation(s)

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

- (1) that the breakeven position on Housing and Technical Resources' (HRA) revenue budget, as detailed in Appendix A of the report, and the forecast to 31 March 2018 of a breakeven position, be noted; and
- (2) that the proposed budget virements be approved.

3. Background

3.1. This is the fourth revenue budget monitoring report presented to the Housing and Technical Resources Committee for the financial year 2017/2018.

3.2. The report details the financial position for Housing and Technical Resources (HRA) on Appendix A.

4. Employee Implications

4.1. None.

5. Financial Implications

5.1. As at 5 January 2018, there is a breakeven position against the phased budget.

5.2. The forecast for the budget to 31 March 2018 is a breakeven position. The outturn position includes a proposed transfer to reserves totalling £0.029 million.

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 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)

Daniel Lowe
Executive Director (Housing and Technical Resources)

31 January 2018

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 5 January 2018

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 5 January 2018 (No.11)

Housing Revenue Account

Budget Category	Annual Budget £000	Forecast for Year £000	Annual Forecast Variance £000	Budget Proportion 05/01/18 £000	Actual 05/01/18 £000	Variance 05/01/18 £000		% Variance 05/01/18	Note
Employee Costs	12,639	12,197	442	9,430	9,053	377	under	4.0%	1
Property Costs	37,938	39,460	(1,522)	27,213	28,008	(795)	over	(2.9%)	2
Supplies & Services	610	619	(9)	376	381	(5)	over	(1.3%)	
Transport & Plant	215	175	40	142	130	12	under	8.5%	
Administration Costs	5,886	5,903	(17)	527	542	(15)	over	(2.8%)	
Payments to Other Bodies	3,491	3,233	258	63	68	(5)	over	(7.9%)	
Payments to Contractors	100	61	39	83	87	(4)	over	(4.8%)	
Transfer Payments	0	0	0	0	0	0	-	0.0%	
Financing Charges	19,520	19,513	7	19,031	19,023	8	under	0.0%	
Total Controllable Exp.	80,399	81,161	(762)	56,865	57,292	(427)	over	(0.8%)	
Total Controllable Income	(95,401)	(95,664)	263	(60,814)	(60,776)	(38)	under recovered	0.1%	
Transfer to/(from) Balance Sheet	619	29	590	476	11	465	under	97.7%	
Net Controllable Exp.	(14,383)	(14,474)	91	(3,473)	(3,473)	0	-	0.0%	
Loan Charges	14,383	14,474	(91)	0	0	0	-	0.0%	
Net Controllable Exp.	0	0	0	(3,473)	(3,473)	0	-	0.0%	

Variance Explanations**1. Employee Costs**

The underspend in Employee Costs is due to higher than anticipated staff turnover across the service to date.

2. Property Costs

This overspend is due to repairs and grounds maintenance works being higher than budgeted which these are demand led services this overspend is being managed within the overall budget.