

Report

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Report to:	Housing and Technical Resources Committee
Date of Meeting:	30 June 2010
Report by:	Executive Director (Finance and Information Technology Resources) Executive Director (Housing and Technical Resources)

Subject:	Revenue Budget Monitoring 2010/2011 - 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 to 14 May 2010 for Housing and Technical Resources (HRA)
- ◆ provide a forecast for the year to 31 March 2011.

2. Recommendation(s)

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

- (1) that the underspend on Housing and Technical Resources' (HRA) revenue budget of £0.013m (1.1%), as detailed in Appendix A of the report, and the forecast to 31 March 2011 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 2010/2011.

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 14 May 2010, there is an underspend of £0.013m (1.1%) against the phased budget. The forecast for the revenue budget to 31 March 2011 is a breakeven 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. The main risk associated with the Council's Revenue Budget is failure to manage the budget resulting in a significant 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.

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)

Lindsay Freeland

Executive Director (Housing and Technical Resources)

1 June 2010

Link(s) to Council Objectives

- ◆ Value: Accountable, Effective and Efficient

Previous References

- ◆ None

List of Background Papers

- ◆ Financial ledger and budget monitoring results to 14 May 2010

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 14 May 2010 (No 2)

Housing Revenue Account (HRA)

	Annual Budget	Forecast for Year	Annual Forecast Variance	Budget Proportion 14/05/10	Actual 14/05/10	Variance 14/05/10		% Variance 14/05/10	Note
	£000	£000	£000	£000	£000	£000			
<u>Budget Category</u>									
Employee Costs	11,474	11,474	0	1,342	1,295	47	under	3.5%	
Property Costs	37,385	37,385	0	4,170	4,161	9	under	0.2%	a
Supplies & Services	945	945	0	127	132	(5)	over	(3.9%)	a
Transport & Plant	20	20	0	1	7	(6)	over	(600.0%)	
Administration Costs	890	890	0	54	59	(5)	over	(9.3%)	a
Payments to Other Bodies	9,400	9,400	0	0	5	(5)	over	n/a	b
Payments to Contractors	0	0	0	0	0	0	-	n/a	
Transfer Payments	0	0	0	0	0	0	-	n/a	
Financing Charges	9,971	9,971	0	444	434	10	under	2.3%	a
Total Controllable Exp.	70,085	70,085	0	6,138	6,093	45	under	0.7%	
Total Controllable Inc.	(85,172)	(85,172)	0	(7,327)	(7,295)	(32)	under recovered	(0.4%)	b
Transfer to/(from) B/Sheet	(188)	(188)	0	0	0	0	-	n/a	
Net Controllable Exp.	(15,275)	(15,275)	0	(1,189)	(1,202)	13	under	1.1%	
Add:- Non Controllable Budgets									
Central Support Costs	3,216	3,216	0	0	0	0	-	n/a	
Finance Charges	12,059	12,059	0	0	0	0	-	n/a	
Total Budget	0	0	0	(1,189)	(1,202)	13	under	1.1%	

Budget Virements

- a. Realignment of budgets to reflect current service delivery: Property Costs (£0.298m), Administration Costs £0.220m, Supplies and Services £0.060m, and Financing Charges £0.018m.
- b. Realignment of Hostels Grant expenditure and income budgets: Payment to Other Bodies £0.512m and Income (£0.512m).