

## South Lanarkshire Council

## Revenue Budget Monitoring Statement

Period Ended 31 March 2018 (No.14)

## Community and Enterprise Resources

Service Departments :-	Annual Budget £m	Forecast for Year Before Transfers £m	Forecast for Year After Transfers £m	Annual Forecast Variance After Transfers £m	Actual to 31/03/18 Before Transfers £m	Variance Annual Budget to Actual Before Transfers £m	Actual to 31/03/18 After Transfers £m	Variance Annual Budget to Actual After Transfers £m
Facilities Streets and Waste (inc.Support)	62.771	62.900	63.010	(0.239)	62.708	0.063	63.145	(0.374)
Environmental (inc Projects)	4.558	4.417	4.417	0.141	4.370	0.188	4.370	0.188
Leisure and Culture	19.020	18.977	18.977	0.043	18.984	0.036	18.984	0.036
Planning and Economic Development	6.287	6.564	6.772	(0.485)	6.440	(0.153)	6.803	(0.516)
Roads	30.156	30.300	30.300	(0.144)	29.725	0.431	30.704	(0.548)
<b>Total Community and Enterprise Resources</b>	<b>122.792</b>	<b>123.158</b>	<b>123.476</b>	<b>(0.684)</b>	<b>122.227</b>	<b>0.565</b>	<b>124.006</b>	<b>(1.214)</b>
Trading Operations	(5.978)	(5.824)	(5.824)	(0.154)	(6.358)	0.380	(6.358)	0.380
<b>Total Community and Enterprise Resources including Trading Operations</b>	<b>116.814</b>	<b>117.334</b>	<b>117.652</b>	<b>(0.838)</b>	<b>115.869</b>	<b>0.945</b>	<b>117.648</b>	<b>(0.834)</b>

**Community and Enterprise Resources Variance Analysis 2017/18 (Period 14)**

Subjective Head	Variance	Subjective line	Service / amount	Explanation
Employee Costs	788k under	APT&C Basic/Superannuation/NI - 1,492k under	Facilities, Streets and Waste (incl. Support) - 998k under Environmental - 293k under	The underspend is mainly due to vacancies across the Service.
			Planning and Economic Development - (25k) over	The overspend relates to the structure changes to the Service.
			Roads - 226k under	The underspend is due to staff turnover and vacancies.
		Overtime - (465k) over	Facilities, Streets and Waste (incl. Support) - (438k) over	The overspend is mainly due to cover for vacancies within Waste Services and also additional service requests and winter maintenance costs within Grounds which is offset by additional income.
		<u>Other Employee Costs - (79k) over</u>	<u>Planning and Economic Development - (70k) over</u>	The overspend is due to the cost of early retirals and has been managed within the overall budget.

Subjective Head	Variance	Subjective line	Service / amount	Explanation
Employee Costs (cont)		<u>Pension Increases - (47k) over</u>  <u>Additional Pension Costs - (119k) over</u>	<u>Planning and Economic Development - (75k) over</u>  <u>Facilities, Streets and Waste (incl. Support) - (34k) over</u> <u>Planning and Economic Development - (85k) over</u>	<p>The overspend relates to the ongoing costs of early retirals and has been managed within the overall budget.</p> <p>The overspend is due to the cost of early retirals and has been managed within the overall budget.</p>
Property Costs	63k under	<u>Rates - (49k) over</u>  <u>Electricity - (49k) over</u>  Carbon Reduction Commitment - 142k under	Facilities, Streets and Waste (incl. Support) - (58k) over  <u>Roads - (40k) over</u>  Roads - 142k under	<p>The overspend is due to lower than anticipated empty property relief.</p> <p>The overspend relates to electricity costs for electric vehicle charging posts due to an increase in the number of charging posts and also an increase in use of the charging posts.</p> <p>This underspend is due to less than anticipated Carbon Reduction Commitment costs as a result of the Street Lighting Improvement Programme.</p>

Subjective Head	Variance	Subjective line	Service / amount	Explanation
Supplies and Services	(405k) over	Computer Equipment Purchase - 65k under	Roads - 88k under	The underspend is mainly due to less than anticipated support costs for the Electronic Data Records Management System.
		<u>Equipment, Apparatus and Tools - (83k) over</u>	<u>Environmental - (75k) over</u>	The overspend mainly relates to purchases in respect of the air quality projects, partially offset by an underspend in Payment to Contractors. The total costs relating to these projects are fully recoverable from the Scottish Government. In addition there is expenditure in relation to public health.
		<u>Furnishings (including crockery and linen) - (48k) over</u>	<u>Facilities, Streets and Waste (incl. Support) - (48k) over</u>	The overspend relates to the purchase of disposable food supplies and is offset by an underspend in food purchases.
		Materials - (438k) over	Facilities, Streets and Waste (incl. Support) - (414k) over	The overspend is due to the purchase of domestic bins due to the high demand for replacement bins and also expenditure on materials within Grounds due to additional service requests, offset by additional income. In addition, there is an overspend relating to the purchase of play equipment.

Subjective Head	Variance	Subjective line	Service / amount	Explanation
Supplies and Services (cont)		Material, Apparatus and Equipment - (45k) over	Facilities, Streets and Waste (incl. Support) - (45k) over	The overspend is mainly due to the purchase of playground equipment.
		Foodstuffs - General - 245k under	Facilities, Streets and Waste (incl. Support) - 246k under	The underspend is mainly due to food purchases within the Catering service as a result of a lower than anticipated uptake in school and nursery meals.
		Major Supply of Electrical Power - (103k) over	Roads - (103k) over	The overspend is due to higher than anticipated electrical power costs for Street Lighting, as a result of price increases.
Transport and Plant	(416k) over	Purchase of Plant - (70k) over	Facilities, Streets and Waste (incl. Support) - (70k) over	The overspend relates to the purchase of small machinery including garden equipment within the service and is offset by underspends on vehicle maintenance and fuel.
		Fleet Service Charges - Vehicle Maintenance - 74k under	Facilities, Streets and Waste (incl. Support) - 71k under	The underspend is mainly due to new replacement vehicles attracting less maintenance charges than older vehicles.
		Fleet Service Charges - Leasing - (477k) over	Facilities, Streets and Waste (incl. Support) - (469k) over	The overspend reflects the timing of the reduction in the number of operational vehicles required. This has been managed within the overall budget.

Subjective Head	Variance	Subjective line	Service / amount	Explanation
Transport and Plant (cont)		Fleet Service Charges - Fuel - 64k under	Facilities, Streets and Waste (incl. Support) - 40k under  <u>Roads - 27k under</u>	The underspend relates to a reduction in the number of sweepers operated by the service, resulting in a reduction in fuel requirements.  The underspend mainly relates to a reduction in fuel consumption as a result of a reduction in hired vehicles.
Administration Costs	(405k) over	Medical Costs - (43k) over  Legal Expenses - (295k) over	All Services - (43k) over  Environmental - (290k) over	The overspend relates to a higher than anticipated number of medical referrals across the Services.  The overspend is due to expenditure in relation to public health.  The balance is made up of a number of small variances across the Services.
Payments to Other Bodies	48k under	Other Local Authorities - 36k under	Environmental - 40k under	The underspend is due to a reduction in the number of samples required to be sent to other councils for testing.



Subjective Head	Variance	Subjective line	Service / amount	Explanation
Payment to Contractors (cont)		Payment to Private Contractor (cont)  <u>Payment to External Consultants - (399k) over</u>	<u>Environmental - 94k under</u>  <u>Roads - (400k) over</u>	The underspend mainly relates to the air quality projects, offset by the overspend in Supplies and Services.  The overspend relates to specialist works. The budget will be realigned in 2018/2019.
Income	(57k) under recovered	<u>ESF Grant - (256k) under recovered</u>  Sales General - 192k over recovered	<u>Planning and Economic Development - (256k) under recovered</u>  Facilities, Streets and Waste (incl. Support) - (263k) under recovered	The under recovery is due to less than anticipated income for Employability programmes due to the timing of expenditure on these projects.  The under recovery is due to lower than anticipated income as a result of a lower uptake in school meals, reduced income from catering provision and also lower than anticipated income from conferences and banqueting.

Subjective Head	Variance	Subjective line	Service / amount	Explanation
Income (cont)		Sales General (cont)	Roads - 455k over recovered	This over recovery is mainly due to the recovery of costs from other council partners for the Weather Forecasting Partnership (which is offset by costs within Payments to Other Bodies). In addition, the income for rechargeable lighting works and inspection fees is higher than anticipated.
		Fees and Charges - General - (34k) under recovered	<u>Facilities, Streets and Waste (incl. Support) - 53k over recovered</u>	The over recovery is mainly due to the demand for bereavement services being greater than anticipated.
		Fees and Charges - General (cont)	<u>Environmental - 132k over recovered</u>	The over recovery is primarily due to a contribution from Food Standards Scotland.
		Rental Income - (272k) under recovered	<u>Planning and Economic Development - (317k) under recovered</u>	The under recovery is due to less than anticipated income from parking reflecting reduced demand for parking across all town centres.
				The under recovery relates to income received for rental properties.

Subjective Head	Variance	Subjective line	Service / amount	Explanation
Income (cont)		Rental Income (cont)	Facilities, Streets and Waste (incl. Support) - 44k over recovered	The over recovery is mainly due to due to higher than anticipated income from Estates managed properties.
		Other Income - 248k over recovered	Facilities, Streets and Waste (incl. Support) - 235k over recovered	The over recovery is mainly within Grounds as a result of additional service requests. This offsets additional expenditure on Employee Costs, Supplies and Services and Payment to Contractors. There is also an over recovery of income from landscape design fees.
		<u>Recovery From Capital - 82k over recovered</u>	<u>Roads - 82k over recovered</u>	The over recovery is due to additional design fee income generated as a result of increased service provision.

\* The underlined variances represent new variances since the last report.

South Lanarkshire Council

Community and Enterprise Resources - Total

Expenditure / Income Variance Trends 2017/18

	REVISED ANNUAL BUDGET SLC 17/18 2	PERIOD 14 ACTUAL TO DATE	PERIOD 14 VARIANCE AMOUNT	Over/ Under
EMPLOYEE COSTS				
APT & C BASIC	50,691	49,177	1,514	under
APT & C OVERTIME	648	1,113	(465)	over
APT & C SUPERANNUATION	7,498	7,625	(127)	over
APT & C NIC	3,951	3,846	105	under
TRAVEL AND SUBSISTENCE	73	67	6	under
OTHER EMPLOYEE COSTS	332	411	(79)	over
PENSION INCREASES	983	1,030	(47)	over
ADDITIONAL PENSION COSTS	0	119	(119)	over
<b>EMPLOYEE COSTS</b>	<b>64,176</b>	<b>63,388</b>	<b>788</b>	<b>under</b>
PROPERTY COSTS				
RATES	780	829	(49)	over
SCOTTISH WATER - UNMETERED CHARGES	12	23	(11)	over
SCOTTISH WATER - METERED CHARGES	101	93	8	under
RENT	1,047	1,030	17	under
SERVICE CHARGE	62	48	14	under
PROPERTY INSURANCE	236	238	(2)	over
SECURITY COSTS	17	16	1	under
GROUND MAINTENANCE	3	5	(2)	over
REPAIRS & MAINTENANCE - INTERNAL CONTRACTORS	123	99	24	under
REPAIRS & MAINTENANCE - INTERNAL CONTRACTORS DIRECT CHARGE	1	0	1	under
REPAIRS & MAINTENANCE - EXTERNAL CONTRACTORS	49	104	(55)	over
ELECTRICITY - CONTRACT	263	312	(49)	over
GAS	90	69	21	under
HEATING OIL	14	17	(3)	over
CARBON REDUCTION COMMITMENT	404	262	142	under
CLEANING CONTRACT	52	38	14	under
CLEANING AND JANITORIAL SUPPLIES AND EQUIPMENT	301	321	(20)	over
HEALTH & HYGIENE MATERIALS	28	46	(18)	over
REFUSE UPLIFT	425	429	(4)	over
REMOVAL & STORAGE COSTS	0	1	(1)	over
OTHER PROPERTY COSTS	148	113	35	under
<b>PROPERTY COSTS</b>	<b>4,156</b>	<b>4,093</b>	<b>63</b>	<b>under</b>
SUPPLIES AND SERVICES				
COMPUTER EQUIPMENT PURCHASE	349	284	65	under
COMPUTER EQUIPMENT MAINTENANCE	81	71	10	under
I.T. EQUIPMENT MAINT-CONTRACT	278	313	(35)	over
I.T. ELECTRONIC MESSAGING	63	75	(12)	over
EQUIPMENT, APPARATUS AND TOOLS	591	674	(83)	over
SMALL TOOLS	69	75	(6)	over
FURNITURE - OFFICE	0	6	(6)	over
FURNISHINGS (INCL. CROCKERY & LINEN)	179	227	(48)	over
MATERIALS	1,169	1,607	(438)	over
MATERIALS, APPARATUS AND EQUIPMENT	0	45	(45)	over
PUBLICATIONS, JOURNALS, NEWSPAPERS ETC.	2	3	(1)	over
FOODSTUFFS - GENERAL	3,894	3,649	245	under
PROTECTIVE CLOTHING & UNIFORMS	219	192	27	under
OTHER SUPPLIES AND SERVICES	184	162	22	under
CATERING - CONTRACT	2	0	2	under
TRADE DEVELOPMENT	0	1	(1)	over
MAJOR SUPPLY OF ELECTRICAL POWER	1,155	1,258	(103)	over
DELIVERY CHARGE	0	2	(2)	over
I- PROCUREMENT ERRORS	0	(4)	4	under
<b>SUPPLIES AND SERVICES</b>	<b>8,235</b>	<b>8,640</b>	<b>(405)</b>	<b>over</b>

South Lanarkshire Council

Community and Enterprise Resources - Total

Expenditure / Income Variance Trends 2017/18

	REVISED ANNUAL BUDGET SLC 17/18 2	PERIOD 14 ACTUAL TO DATE	PERIOD 14 VARIANCE AMOUNT	Over/ Under
TRANSPORT AND PLANT				
PURCHASE OF VEHICLES	0	8	(8)	over
PURCHASE OF PLANT	19	89	(70)	over
FLEET SERVICES - FUEL	2	1	1	under
FLEET SERVICES - VEHICLE HIRE	69	68	1	under
POOL CAR CHARGES - RENTAL	64	48	16	under
POOL CAR CHARGES - FUEL	21	16	5	under
POOL CAR CHARGES - ADDITIONAL COSTS	5	4	1	under
OTHER TRANSPORT COSTS	90	87	3	under
TRANSPORT INSURANCE	43	44	(1)	over
PLANT SERVICES	5	0	5	under
FLEET SERVICE CHARGES - SCHEDULED MAINTENANCE	10	0	10	under
FLEET SERVICE CHARGES - VEHICLE MAINTENANCE	2,214	2,140	74	under
FLEET SERVICE CHARGES - UNSCHEDULED LABOUR	0	5	(5)	over
FLEET SERVICE CHARGES - PLANT MAINTENANCE	87	108	(21)	over
FLEET SERVICE CHARGES - ASSET MODIFICATION	26	55	(29)	over
FLEET SERVICE CHARGES - LEASING	2,896	3,373	(477)	over
FLEET SERVICE CHARGES - HIRED VEHICLES	293	322	(29)	over
FLEET SERVICE CHARGES - CONTRACT HIRE	25	0	25	under
FLEET SERVICE CHARGES - ROAD FUND LICENCE	132	125	7	under
FLEET SERVICE CHARGES - FUEL	1,590	1,526	64	under
FLEET SERVICE CHARGES - DRIVERS	110	113	(3)	over
HIRE OF EXTERNAL VEHICLES	30	19	11	under
HIRE OF EXTERNAL PLANT	19	15	4	under
<b>TRANSPORT AND PLANT</b>	<b>7,750</b>	<b>8,166</b>	<b>(416)</b>	<b>over</b>
ADMINISTRATION				
PRINTING AND STATIONERY	121	121	0	
TELEPHONES	117	109	8	under
MOBILE PHONES	27	39	(12)	over
ADVERTISING - OF COUNCIL SERVICE AVAILABILITY	8	8	0	
ADVERTISING - OTHER	66	76	(10)	over
POSTAGES/COURIERS	30	42	(12)	over
MEMBERSHIP FEES/SUBSCRIPTIONS	27	49	(22)	over
INSURANCE	170	171	(1)	over
MEDICAL COSTS	65	108	(43)	over
LEGAL EXPENSES	187	482	(295)	over
HOSPITALITY / CIVIC RECOGNITION	3	7	(4)	over
INTERNET AGENCY FEES	0	1	(1)	over
SECURITY UPLIFT FEES	35	46	(11)	over
OTHER ADMIN COSTS	8	7	1	under
TRAINING	3	6	(3)	over
<b>ADMINISTRATION</b>	<b>867</b>	<b>1,272</b>	<b>(405)</b>	<b>over</b>
PAYMENT TO OTHER BODIES				
SPTE: ANNUAL BUS SUBSIDY	1,834	1,828	6	under
SPTE: BUS OTHER	258	257	1	under
SPTE: FERRIES	29	29	0	
SPTE: UNDERGROUND	1,351	1,346	5	under
SPTE: OTHER	1,868	1,862	6	under
SPTE: MAINTENANCE OF BUS SHELTERS AND STOPS	102	103	(1)	over
OTHER LOCAL AUTHORITIES	101	65	36	under
GRANTS TO VOLUNTARY ORGANISATIONS	22	20	2	under
PAYMENTS TO VOLUNTARY ORGANISATIONS	30	30	0	
PAYMENTS TO OTHER BODIES	8,241	8,248	(7)	over
<b>PAYMENT TO OTHER BODIES</b>	<b>13,836</b>	<b>13,788</b>	<b>48</b>	<b>under</b>
PAYMENT TO CONTRACTORS				
PAYMENT TO TRADING SERVICES CONTRACTOR	18,445	18,960	(515)	over
PAYMENT TO LOCAL AUTHORITY CONTRACTOR	302	312	(10)	over
PAYMENT TO PRIVATE CONTRACTOR	36,426	36,412	14	under
PAYMENT TO INTERNAL CONSULTANTS	10	0	10	under
PAYMENT TO EXTERNAL CONSULTANTS / PROFESSIONAL SERVICES	5	404	(399)	over
<b>PAYMENT TO CONTRACTORS</b>	<b>55,188</b>	<b>56,088</b>	<b>(900)</b>	<b>over</b>

South Lanarkshire Council

Community and Enterprise Resources - Total

Expenditure / Income Variance Trends 2017/18

	REVISED ANNUAL BUDGET SLC 17/18 2	PERIOD 14 ACTUAL TO DATE	PERIOD 14 VARIANCE AMOUNT	Over/ Under
TRANSFER PAYMENTS				
CONCESSIONARY FARES	586	575	11	under
<b>TRANSFER PAYMENTS</b>	<b>586</b>	<b>575</b>	<b>11</b>	<b>under</b>
FINANCING CHARGES				
LEASING CHARGES - FINANCE	1	0	1	under
LEASING CHARGES - OPERATIONAL	1	33	(32)	over
CAR LEASING PAYMENTS	0	2	(2)	over
I.T. EQUIPMENT LEASING-CONTRACT	178	156	22	under
<b>FINANCING CHARGES</b>	<b>180</b>	<b>191</b>	<b>(11)</b>	<b>over</b>
<b>TOTAL EXPENDITURE</b>	<b>154,974</b>	<b>156,201</b>	<b>(1,227)</b>	<b>over</b>
INCOME				
MILK SUBSIDIES FROM THE E.U.	(55)	(71)	16	over rec
CONTRIBUTIONS FROM OTHER BODIES	(2,128)	(2,100)	(28)	under rec
ERDF GRANT	(78)	(78)	0	
ESF GRANT	(1,505)	(1,249)	(256)	under rec
SALES - GENERAL	(4,654)	(4,846)	192	over rec
SALES - DEPARTMENTS OF THE AUTHORITY	(236)	(284)	48	over rec
FEES AND CHARGES - GENERAL	(8,798)	(8,764)	(34)	under rec
FEES AND CHARGES - OTHER BODIES	(320)	(326)	6	over rec
FEES AND CHARGES - DEPARTMENTS OF THE AUTHORITY	(4,013)	(3,987)	(26)	under rec
ELECTIONS - ACCOMMODATION USE	0	(37)	37	over rec
RENTAL INCOME	(513)	(241)	(272)	under rec
OTHER INCOME	(9,164)	(9,412)	248	over rec
RECOVERY FROM CAPITAL	(718)	(800)	82	over rec
<b>INCOME</b>	<b>(32,182)</b>	<b>(32,195)</b>	<b>13</b>	<b>over rec</b>
<b>NET EXPENDITURE</b>	<b>122,792</b>	<b>124,006</b>	<b>(1,214)</b>	<b>over</b>