

# Report

Report to:	<b>Housing and Technical Resources Committee</b>
Date of Meeting:	<b>10 August 2022</b>
Report by:	<b>Executive Director (Finance and Corporate Resources) Executive Director (Housing and Technical Resources)</b>

Subject:	<b>Revenue Budget Monitoring 2022/2023 - Housing and Technical Resources (Excl Housing Revenue Account (HRA))</b>
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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 2022 to 20 May 2022 for Housing and Technical Resources (excl HRA).

## 2. Recommendation(s)

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

- (1) that the breakeven position as at 20 May 2022 on Housing and Technical Resources (excl HRA) revenue budget, as detailed in Appendix A of the report, 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 Housing and Technical Resources Committee for the financial year 2022/2023.

3.2. The report details the financial position for Housing and Technical Resources (excl HRA) in Appendix A, then details the individual services in Appendices B and C.

## 4. Employee Implications

4.1. There are no employee implications as a result of this report.

## 5. Financial Implications

5.1. As at 20 May 2022, there is a breakeven position against the phased budget.

## 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 4-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. Climate Change, Sustainability and Environmental Implications**

7.1. There are no Climate Change, Sustainability and Environmental Implications in terms of the information contained within this report.

## **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)**

**Daniel Lowe**

**Executive Director (Housing and Technical Resources)**

6 July 2022

### **Link(s) to Council Values/Priorities/Outcomes**

◆ Accountable, Effective, Efficient and Transparent

### **Previous References**

◆ Executive Committee, 29 June 2022.

### **List of Background Papers**

◆ Financial ledger and budget monitoring results to 20 May 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

Housing and Technical Resources Committee: Period Ended 20 May 2022 (No.2)

## Housing and Technical Resources Summary (excl HRA)

<b>Budget Category</b>	<b>Annual Budget</b>	<b>Forecast for Year</b>	<b>Annual Forecast Variance</b>	<b>Budget Proportion 20/05/22</b>	<b>Actual 20/05/22</b>	<b>Variance 20/05/22</b>		<b>% Variance 20/05/22</b>	<b>Notes</b>
Employee Costs	43,888	43,888	0	5,044	4,943	101	under	2.0%	
Property Costs	19,725	19,725	0	3,487	3,457	30	under	0.9%	
Supplies & Services	14,145	14,145	0	1,377	1,285	92	under	6.7%	
Transport & Plant	4,584	4,584	0	616	479	137	under	22.2%	
Administration Costs	3,748	3,748	0	459	448	11	under	2.4%	
Payments to Other Bodies	8,014	8,014	0	649	649	0	-	0.0%	
Payments to Contractors	18,756	18,756	0	1,176	1,156	20	under	1.7%	
Transfer Payments	0	0	0	0	0	0	-	0.0%	
Financing Charges	154	154	0	14	7	7	under	50.0%	
<b>Total Controllable Exp.</b>	<b>113,014</b>	<b>113,014</b>	<b>0</b>	<b>12,822</b>	<b>12,424</b>	<b>398</b>	<b>under</b>	<b>3.1%</b>	
<b>Total Controllable Inc.</b>	<b>(95,726)</b>	<b>(95,726)</b>	<b>0</b>	<b>(10,157)</b>	<b>(9,759)</b>	<b>(398)</b>	<b>under recovered</b>	<b>(3.9%)</b>	
<b>Net Controllable Exp.</b>	<b>17,288</b>	<b>17,288</b>	<b>0</b>	<b>2,665</b>	<b>2,665</b>	<b>0</b>	<b>-</b>	<b>0.0%</b>	
<b>Transfer to Reserves as at (20/05/22)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>-</b>		
<b>Position After Transfers to Reserves (20/05/22)</b>	<b>17,288</b>	<b>17,288</b>	<b>0</b>	<b>2,665</b>	<b>2,665</b>	<b>0</b>	<b>-</b>	<b>0.0%</b>	

**Variance Explanations**

Variances are shown in Appendix B and C as appropriate.

**Budget Virements**

Virements are shown in Appendix B and C as appropriate.

## SOUTH LANARKSHIRE COUNCIL

## Revenue Budget Monitoring Report

Housing and Technical Resources Committee: Period Ended 20 May 2022 (No.2)

## Housing Services

<b>Budget Category</b>	<b>Annual Budget</b>	<b>Forecast for Year</b>	<b>Annual Forecast Variance</b>	<b>Budget Proportion 20/05/22</b>	<b>Actual 20/05/22</b>	<b>Variance 20/05/22</b>		<b>% Variance 20/05/22</b>	<b>Notes</b>
Employee Costs	2,344	2,344	0	272	275	(3)	over	(1.1%)	
Property Costs	5,593	5,593	0	1,785	1,783	2	under	0.1%	
Supplies & Services	84	84	0	6	0	6	under	100.0%	
Transport & Plant	96	96	0	15	9	6	under	40.0%	
Administration Costs	144	144	0	20	20	0	-	0.0%	
Payments to Other Bodies	4,028	4,028	0	380	380	0	-	0.0%	
Payments to Contractors	2,750	2,750	0	0	0	0	-	0.0%	
Transfer Payments	0	0	0	0	0	0	-	0.0%	
Financing Charges	11	11	0	3	0	3	under	100.0%	
	0	0	0	0	0	0			
<b>Total Controllable Exp.</b>	<b>15,050</b>	<b>15,050</b>	<b>0</b>	<b>2,481</b>	<b>2,467</b>	<b>14</b>	<b>under</b>	<b>0.6%</b>	
<b>Total Controllable Inc.</b>	<b>(6,569)</b>	<b>(6,569)</b>	<b>0</b>	<b>(546)</b>	<b>(532)</b>	<b>(14)</b>	<b>under recovered</b>	<b>(2.6%)</b>	
<b>Net Controllable Exp.</b>	<b>8,481</b>	<b>8,481</b>	<b>0</b>	<b>1,935</b>	<b>1,935</b>	<b>0</b>	<b>-</b>	<b>0.0%</b>	
<b>Transfer to Reserves as at (20/05/22)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>-</b>		
<b>Position After Transfers to Reserves (20/05/22)</b>	<b>8,481</b>	<b>8,481</b>	<b>0</b>	<b>1,935</b>	<b>1,935</b>	<b>0</b>	<b>-</b>	<b>0.0%</b>	

**Variance Explanations**

None.

**Budget Virements**

None.

## SOUTH LANARKSHIRE COUNCIL

## Revenue Budget Monitoring Report

Housing and Technical Resources Committee: Period Ended 20 May 2022 (No.2)

## Property Services

<b>Budget Category</b>	<b>Annual Budget</b>	<b>Forecast for Year</b>	<b>Annual Forecast Variance</b>	<b>Budget Proportion 20/05/22</b>	<b>Actual 20/05/22</b>	<b>Variance 20/05/22</b>		<b>% Variance 20/05/22</b>	<b>Notes</b>
Employee Costs	41,544	41,544	0	4,772	4,668	104	under	2.2%	1
Property Costs	14,132	14,132	0	1,702	1,674	28	under	1.6%	a
Supplies & Services	14,061	14,061	0	1,371	1,285	86	under	6.3%	2
Transport & Plant	4,488	4,488	0	601	470	131	under	21.8%	3
Administration Costs	3,604	3,604	0	439	428	11	under	2.5%	
Payments to Other Bodies	3,986	3,986	0	269	269	0	-	0.0%	b, c
Payments to Contractors	16,006	16,006	0	1,176	1,156	20	under	1.7%	
Transfer Payments	0	0	0	0	0	0	-	0.0%	
Financing Charges	143	143	0	11	7	4	under	36.4%	
<b>Total Controllable Exp.</b>	<b>97,964</b>	<b>97,964</b>	<b>0</b>	<b>10,341</b>	<b>9,957</b>	<b>384</b>	<b>under</b>	<b>3.7%</b>	
<b>Total Controllable Inc.</b>	<b>(89,157)</b>	<b>(89,157)</b>	<b>0</b>	<b>(9,611)</b>	<b>(9,227)</b>	<b>(384)</b>	<b>under recovered</b>	<b>(4.0%)</b>	<b>4</b>
<b>Net Controllable Exp.</b>	<b>8,807</b>	<b>8,807</b>	<b>0</b>	<b>730</b>	<b>730</b>	<b>0</b>	<b>-</b>	<b>0.0%</b>	
<b>Transfer to Reserves as at (20/05/22)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>-</b>		
<b>Position After Transfers to Reserves (20/05/22)</b>	<b>8,807</b>	<b>8,807</b>	<b>0</b>	<b>730</b>	<b>730</b>	<b>0</b>	<b>-</b>	<b>0.0%</b>	

**Variance Explanations**

1. The variance in Employee Costs relates to vacancies which are actively being recruited or are still under consideration whilst service requirements are determined.
2. The expenditure on materials varies depending on the current workload demands and timing of works on a wide variety of capital and revenue works.
3. The use of plant and equipment varies depending on the current workload demands and timing of works on a wide variety of capital and revenue works.
4. The level of income recovered varies depending on the current workload and timing for the recovery of income on a wide variety of major capital and revenue works.

**Budget Virements**

- a. Additional planned maintenance funding from CFCR net £3.000m: £3.000m Property Costs.
- b. Transfer from CFCR in respect of Private Sector Housing Scheme of Assistance. Net Effect £1.000m: Payment to Other Bodies £1.000m.
- c. Transfer of Community Investment budget from reserves net £0.113m: £0.113m Payments to Other Bodies.