

ABERDEEN CITY COUNCIL
REVENUE MONITORING 2009 / 2010

Figures in Brackets represent income or a favourable variance

DIRECTORATE : ALL

AS AT	31-Mar-10	ANNUAL BUDGET	EXPENDITURE / INCOME TO DATE			PROJECTION TO YEAR END			CHANGE FROM LAST REPORT	NOTE
			PLANNED	ACTUAL	VARIANCE	PROJECTED TOTALS	PROJECTED VARIANCE			
		£'000	£'000	£'000	£'000	£'000	£'000	%	£'000	
ACCOUNTING PERIOD 12										
Corporate Governance		26,223	26,223	27,524	1,301	24,224	(1,999)	(7.6%)	(687)	1
Education Culture and Sport		174,573	174,573	167,024	(7,549)	175,899	1,326	0.8%	49	2
Enterprise, Planning and Infrastructure		27,167	27,167	22,746	(4,421)	27,690	523	1.9%	(553)	3
Housing and Environment		49,603	49,603	45,410	(4,193)	49,525	(78)	(0.2%)	146	4
Social Care and Wellbeing		111,757	111,757	119,038	7,281	113,313	1,556	1.4%	348	5
Office of the Chief Executive		946	946	915	(31)	762	(184)	(19.5%)	(103)	6
TOTAL OPERATIONAL BUDGETS		390,269	390,269	382,657	(7,612)	391,413	1,144	0.3%	(800)	
Miscellaneous Services		9,037	9,037	1,086	(7,951)	6,892	(2,145)	(23.7%)	3,546	7
Council Expenses		2,388	2,388	1,621	(767)	2,240	(148)	(6.2%)	(97)	
Revenue Costs Charged to Capital		1,571	1,571	0	(1,571)	1,571	0	0.0%	0	
Joint Boards		40,595	40,595	40,584	(11)	40,584	(11)	(0.0%)	44	
Contingency Provision		2,909	2,909	0	(2,909)	2,000	(909)	(31.2%)	(909)	8
Ward Budgets		43	43	37	(6)	43	0	0.0%	0	
Trading Operations		(6,999)	(6,999)	(10,852)	(3,853)	(5,954)	1,045	(14.9%)	2,493	9
TOTAL CORPORATE BUDGETS		49,544	49,544	32,476	(17,068)	47,376	(2,168)	(4.4%)	5,077	
TOTAL NET BUDGET / EXPENDITURE		439,813	439,813	415,133	(24,680)	438,789	(1,024)	(0.2%)	4,277	
FUNDED BY :										
<u>GOVERNMENT SUPPORT</u>										
General Revenue Grant and Non-Domestic Rate Income		(333,426)	(333,426)	(334,802)	(1,376)	(334,802)	(1,376)	0.4%	(1,142)	10
<u>LOCAL TAXATION</u>										
Council Tax & Community Charge/ Council Tax Arrears		(105,960)	(105,960)	(106,943)	(983)	(106,943)	(983)	0.9%	(983)	11
<u>USE OF RESERVES & BALANCES</u>										
Use of Reserves & Balances		(427)	(427)	(427)	0	(427)	0	0.0%	0	
TOTAL FUNDING		(439,813)	(439,813)	(442,172)	(2,359)	(442,172)	(2,359)	0.5%	(2,125)	
OVERALL IMPACT ON GENERAL FUND BEFORE EXCEPTIONAL ITEMS		0	0	(27,039)	(27,039)	(3,383)	(3,383)	0.0%	2,152	
Exceptional item - VAT		0	0	(6,161)	(6,161)	(6,099)	(6,099)	0.0%	(102)	12
OVERALL IMPACT ON GENERAL FUND AFTER EXCEPTIONAL ITEMS		0	0	(33,200)	(33,200)	(9,482)	(9,482)	0.0%	2,050	

Column Definitions are as follow:

Annual Budget = The value of the budget that has been approved by the Council, including any revisions during the year.

Planned Expenditure / Income to Date = The value of the Annual Budget up to and including the end of the reporting period that is being monitored.

Actual Expenditure / Income to Date = The value of transactions that have been recorded on the financial ledgers up to and including the end of the reporting period that's being monitored.

Projected Totals = The full year value that has been estimated by the Services and relevant budget holders that will be spend / received in the financial year.

Projected Variance = The difference between the Projected Total and the Annual Budget in value and percentage terms.

Change from Last Report = The value of the movement in the variance between this Committee report and the last Committee report.

NOTES		Variance from Budget £'000	Change from Last Report £'000
Corporate Governance			
1	Net position principally reflects significant vacancies in staffing which is offset by anticipated reduced income from conveyancing work in respect of property sales for the Housing and General Services capital programmes.	(1,999)	(687)
	The movement since last report is primarily influenced by the re-negotiation of contracts for ICT services throughout the year improving the outturn forecast. The value of savings are further enhanced by the continued improvement in staffing costs.		
Education, Culture and Sport			
2	Principally reflects estimated commitments on out of city placements and there are budget pressures arising from increasing pupil numbers needing additional support. Furthermore, sports income has been less than expected along with a delay in achieving the savings in relation to sports activities being transferred to Sport Aberdeen.	1,326	49
	The small adverse movement is a result of a the current estimated cost of out of city placements which had been reported at 26 March.		
Enterprise, Planning and Infrastructure			
3	Reflects the prevailing market conditions and the adverse impact upon planning and building fee income.	523	(553)
	Savings have been identified in other areas resulting in this favourable movement from the last report, specifically the reduction in the need for expenditure on winter maintenance that had been provided for separately in the last report. Staff savings within the Technical Services budgets have been increased in line with current calculations and anticipated savings are now projected for consultants fees. Further favourable movement reflects an income of £117,000 received from Transport Scotland at the end of 2009/10 for road repairs.		
Housing and Environment			
4	There are a range of variances included in the net figure which includes compostable food waste bags purchased for the new food collection service, which will be funded from an increase to the Council's General Revenue Grant in relation to Zero Waste Funding.	(78)	146
	The movement from the last report relates to decreased income to be generated within environmental services where there has been a change in the way in which the recharging of management and administration costs is carried out.		
Social Care and Wellbeing			
5	Principally reflects costs arising from commissioning of services for demand led community care and children's' out of city placements. This is offset partially from budget savings in administration cost and transport costs.	1,556	348
	The change from the last report results from a change in the estimated income from transport recharges which has now been identified. There is also a reduction in the income for the Telecare programme which has not yet incurred the expenditure and this has an adverse impact on the overall position. There are offsets which provide a favourable variance in relation to commissioned services following on from management action in this area.		
Office of the Chief Executive			
6	Reflects vacant posts during the year.	(184)	(103)
	The movement since the last report is due to revisions to the staff cost estimates and following a review of election expenditure, with costs no longer going to be incurred in 2009/10.		

NOTES		Variance from Budget £'000	Change from Last Report £'000
Miscellaneous Services			
7	The underlying favourable variance reflects significant savings in relation to capital financing charges. The movement since the last report has a mixture of favourable and adverse movements. This includes a further £1m saving in capital financing charges which is due to better than expected loans pool rate and a revised profile of capital expenditure during the year. Also incorporated into the value is the reversal of a provision established in 08/09 for a potential National Insurance repayment which has recently been settled at a much lower value, providing a favourable variance. And also included within this figure is consideration of the Council's liabilities for equal pay claims, with work recently carried out by HR and legal having been taken into account.	(2,145)	3,546
Contingency Provision			
8	This has been reviewed to reduce the value to £2 million, enabling the year end processes and procedures to be completed which will include for example consideration of bad debt and other provisions, recharges to the other Council accounts and the need for future earmarking of reserves for one-off items.	(909)	(909)
Trading Operations			
9	Forecast out-turns for Property Letting, Building Services, Environmental Services and Roads Services are all expected to show an improvement on budget, while Car Parking, Catering and Building Cleaning are expected to show an adverse position. This is the subject of an exempt report on the same agenda. The significant adverse movement since the last report reflects material differences in the value of car parking income that will be received and is based on the provision for bad debts that is currently estimated and needs to be taken into account. Furthermore the overall position has deteriorated for Building Services since the last report with sales income remaining stable but cost estimates in relation to staff and supplies and services now expected to be higher than previously projected. The catering outturn position has also been revised and now includes a reduction in the value of income to be generated due to a downturn in events and meetings. Supplies costs have also been revised upwards resulting in the adverse movement.	1,045	2,493
Funding : Government Support			
10	Included within the out-turn are the redeterminations that have been notified by the Scottish Government for 2009/10 and include funding for Adult Support and Protection, from the Zero Waste Fund, regeneration and for the induction of teachers. This funding is paid in March, towards the end of the financial year by the Scottish Government.	(1,376)	(1,142)
Funding : Local Taxation			
11	Increased collection as a result of increased numbers of properties that are chargeable in 2009/10. This is also influenced by the volume and mix of reliefs that apply during and throughout the year. The bad debt provision is being assessed as part of the year end closure of the accounts work.	(983)	(983)
Exceptional Item			
12	Exceptional item in relation to VAT, a small increase in the value of income received at the year end as a result of further lower value claims being settled by HMRC.	(6,099)	(102)
Sub Total		<u>(9,323)</u>	<u>2,103</u>
Minor Variations (Council Expenses and Joint Board Requisitions)		(159)	(53)
Total (Favourable) Variance / Change		<u>(9,482)</u>	<u>2,050</u>