

Committee(s)	Dated:
Community and Children's Services – For Information	12th July 2019
Subject: Revenue Outturn 2018/19 – Community and Children's Services Committee (City Fund)	Public
Report of: The Chamberlain and the Director of Community and Children's Services	For Information
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Summary

This report compares the 2018/19 revenue outturn for the non-Housing Revenue Account (HRA) services overseen by your Committee with the final agreed budget for the year. The Director of Community and Children's Services local risk budget was underspent by £94,000 with an underspend on all risks including recharges of £111,000. This is summarised in the table below.

Summary Comparison of 2018/19 Revenue Outturn with Final Agreed Budget – Community & Children's Services Committee			
	Final Agreed Budget £000	Revenue Outturn £000	Variations Increase/ (Reduction) £000
Local Risk	(10,751)	(10,657)	94
Central Risk	(816)	(774)	42
Surveyors R&M	(22)	(17)	5
Total all Risks	(11,589)	(11,448)	141
Recharges	(2,243)	(2,273)	(30)
Overall Totals	(13,832)	(13,721)	111

The Director of Community and Children's Services is proposing to carry forward £94,000 of his local risk underspend for identified purposes of this Committee. These proposals will be considered by the Chamberlain in consultation with the Chairman and Deputy Chairman of the Resource Allocation Sub-Committee and, if agreed, will be added to the Director's budgets for 2019/20.

Recommendation

It is recommended that this revenue outturn report for 2018/19 is noted together with the Director of Community and Children's Services' proposal to carry forward £94,000 to 2019/20.

Main Report

Revenue Outturn for 2018/19

- Actual net expenditure for your Committee's services during 2018/19 totalled £13.721m. A summary comparison with the final agreed budget for the year of £13.832m is tabulated below. In the tables, figures in brackets indicate expenditure or adverse variance.

Comparison of 2018/19 Revenue Outturn with Final Agreed Budget					
	<i>Original Budget</i>	Final Agreed Budget	Revenue Outturn	Variations to Final Agreed Budget (Increase) / Reduction	Paragraph
	<i>£000</i>	£000	£000	£000	
Local Risk					
Supervision & Management	(1,317)	(1,449)	(1,428)	21	4
Partnerships & Commissioned Services	(1,121)	(1,054)	(982)	72	
People's Services	(7,372)	(7,117)	(7,134)	(17)	
Housing Services	(679)	(1,131)	(1,113)	18	
Total Local Risk	(10,489)	(10,751)	(10,657)	94	
Central Risk	(430)	(816)	(774)	42	3
Surveyors R&M	(122)	(22)	(17)	5	
Recharges	(2,300)	(2,243)	(2,273)	(30)	
Overall Totals	(13,341)	(13,832)	(13,721)	111	

- A reconciliation of original local risk budget to the final agreed local risk budget is provided in Appendix A. The original local risk budget of £10,489m was increased to £10,751m in the year mainly due to the agreed carry forward from prior year underspend (£32k), additional resources being allocated in relation to inflation (£194k) and the transfer of the Marriage registration budget from central risk (£29k). The remaining (£7k) comprises a number of small adjustments including additional resources in relation to the contribution pay scheme.
- The 2018/19 final approved central risk budget includes significant additional resources due to successful bids from the Priorities Investment Pot.

Reasons for significant variations

4. The underspend of £72k on Partnerships and Commissioned Services relates largely to vacant posts which were not filled at the start of the year.
5. The table below shows a breakdown of the Capital and Support Services budgets and expenditure.

	<i>Original Budget</i> £000	Final Agreed Budget £000	Revenue Outturn £000	Variation (Increase)/ Decrease £000
CAPITAL & SUPPORT SERVICES				
Capital Charges	(634)	(493)	(498)	(5)
Support Services, including Chamberlains, Comptrollers & Town Clerks	(1,390)	(1,367)	(1,374)	(7)
Surveyors Employee Recharges	(13)	(13)	(13)	0
IS Recharges	(688)	(735)	(758)	(23)
Guildhall Admin Buildings	(237)	(223)	(244)	(21)
Insurances, including premises & Liability	(50)	(43)	(47)	(4)
Recharges to Barbican	43	43	46	3
Recharges to HRA	637	556	58	27
Corporate & Democratic Core	32	32	3	0
			32	
TOTAL CAPITAL & SUPPORT SERVICES	(2,300)	(2,243)	(2,273)	(30)

The budgets for Community & Children's Services departmental support service costs were based on 2017/18 actual attributions whereas the final charges for 2018/19 reflect the most recent time and costs attributions.

Recharges have a corresponding contra entry in their own accounts. Consequently these charges have no overall impact on net expenditure for the Corporation as a whole

Local Risk Budget Carry Forward to 2019/20

1. Chief Officers can request underspends of up to 10% or £500,000 (whichever is the lesser) of the final agreed local risk budget to be carried forward provided the underspending is not fortuitous and the resources are required for a planned purpose. Such requests are subject to the approval of the Chamberlain in consultation with the Chairman and Deputy Chairman of the Resources Allocation Sub Committee.
2. The Director of Community and Children's Services' is able to request a total carry forward of £94,000 to 2019/20 for this Committee, in accordance with the budgetary arrangements for local risk resources.
3. The Director is proposing to allocate £94,000 of his carry forward to this Committee to facilitate more effective team working across the department. The office space is being refurbished in order to provide more flexible, effective working for staff. The work commenced during 2018/19 and will be finalised during 2019/20.
4. These requests will be considered by the Chamberlain in consultation with the Chairman and Deputy Chairman of the Resource Allocation Sub Committee and, if agreed, added to the budgets for 2019/20. All requests for carry forwards are currently being consolidated into a report to be submitted before the summer recess

Appendices

- Appendix A – A reconciliation of 2018/19 original local risk budget to the final agreed local risk budget 2018/19

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Appendix A

	£'000
Original Local Risk Budget 2018/19	(10,489)
Local risk carry forward from Director's underspend in 2017/18	(32)
Additional resources from Finance Committee for inflation	(194)
Transfer of marriage registration budgets from central risk	(29)
Net other movements - mainly contribution pay funding uplift	(7)
Final Agreed Local Risk Budget 2018/19	(10,751)

