

<b>Committee(s)</b>	<b>Dated:</b>
Residents' Consultation Committee	02 September 2019
Barbican Residential Committee	16 September 2019
<b>Subject:</b> 2018/19 Revenue Outturn (Excluding the Residential Service Charge Account)	<b>Public</b>
<b>Report of:</b> The Chamberlain and Director of Community & Children's Services	<b>For Information</b>
<b>Report author:</b> Mark Jarvis Head of Finance, Chamberlains	

### Summary

This report compares the revenue outturn for the services overseen by your committee in 2018/19, with the final agreed budget for the year.

These accounts do not include income and expenditure in relation to dwellings service charges, which is the subject of a separate report before you today, but does include the following: -

- Landlord Services

This includes income and expenditure relating to short term lessee flats, void flats and commercial properties as well as grounds maintenance for public areas.

- Car Parking

The running expenses, capital charges, rent income and service charges relating to 1,508 car spaces of which 878 (58.2%) are currently occupied.

- Baggage Stores

The running expenses, capital charges, rent income and service charges relating to 1,308 baggage stores.

- Trade Centre

This is a commercial area of some 117,000 square feet bounded broadly by Beech Street, Aldersgate Street, Fann Street and Bridgewater Square. Capital charges are the main item of expense, although some premises and supervision and management costs are incurred. Income comprises rent and charges for services in respect of GSMD practice room, Laundrette, Indigo Park Services UK Ltd and Creche.

1. Total net expenditure during the year was £3,365,000, whereas the total agreed budget for net expenditure was £3,287,000, representing an overspend of £78,000. This is summarised in the table below:

Summary Comparison of 2018/19 Revenue Outturn with Final Agreed Budget – Barbican Residential Committee			
	Final Agreed Budget £000	Revenue Outturn £000	Variations Increase/ (Reduction) £000
Expenditure	(3621)	(3,412)	209
Income	4,803	4,683	(120)
<b>Net Local Risk</b>	<b>1,182</b>	<b>1,271</b>	<b>89</b>
Central Risk	225	(108)	(333)
Recharges	(4,694)	(4,528)	166
Overall Totals	(3,287)	(3,365)	(78)

2. The Director of Community and Children’s Service’s local risk underspend of £89,000 from 2018/19 has been agreed to be carried forward to help fund the Barbican Estates car park concrete repairs in 2019/20.

### **Recommendation(s)**

3. It is recommended that this revenue outturn report for 2018/19 and the budgets carried forward to 2019/20 are noted.

## Main Report

### Revenue Outturn for 2018/19

4. This report compares the revenue outturn for the services overseen by your Committee in 2018/19, excluding the dwellings Service Charge account, which is the subject of a separate report, with the final agreed budget for the year.
5. Actual net revenue expenditure for your Committee's services during 2018/19 totalled £3,365,000. A summary comparison of this expenditure with the final agreed budget for the year of £3,287,000 as set out in the budget report to this Committee in December 2018, is tabulated below. In the various tables, figures in brackets indicate expenditure or adverse variances, decreases in income or increases in expenditure.

Comparison of 2018/19 Revenue Outturn with Final Agreed Budget					
	<i>Original Budget</i>	Final Agreed Budget	Revenue Outturn	Variations Increase/ (Reduction)	
	£000	£000	£000	£000	
<u>Local risk</u>					
Employees	(1,806)	(1,853)	(1,954)	(101)	7
Repairs and Maintenance	(1,040)	(1,241)	(871)	370	8
Other Property Related Supplies and Services	(272)	(421)	(487)	(66)	9
	(106)	(106)	(101)	5	
Total Expenditure	(3,224)	(3,621)	(3,413)	208	
Total Income	4,898	4,803	4,684	(119)	
Net Local Risk	1,674	1,182	1,271	89	
Central Risk	225	225	(108)	(333)	
Total Recharges	(4,458)	(4,694)	(4,528)	166	
<b>Total</b>	<b>(2,559)</b>	<b>(3,287)</b>	<b>(3,365)</b>	<b>(78)</b>	

6. Annex A1 sets out an analysis by service area of the £78,000 overall outturn variance.

Annex A2 shows the reconciliation of the original budget to the latest agreed budget.

7. The overspend of £101k in Employees costs is due to higher than expected overtime and temporary staff cost mainly within the car park service.
8. The underspend in Repairs and Maintenance of £370k is due to lower than anticipated spend on redecorations, drains, and sprinklers. There was also lower than anticipated costs associated with insurance works and Welfare Facilities.

9. Other property Related expenditure has increased due to an increase in Energy Costs, Grounds Maintenance and Rates costs during the year.

## **Appendices**

- Annex A1 - Barbican Residential Committee – Comparison of 2018/19 Revenue Outturn with Latest Agreed Budget by Service Areas.
- Annex A2 - Barbican Residential Committee – Comparison of 2018/19 Original Budget with Latest Agreed Budget.

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## **CONTACTS**

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**Barbican Residential Committee – Comparison of 2018/19  
Revenue Outturn with Final Agreed Budget**

Comparison of 2018/19 Revenue Outturn with Final Agreed Budget by Service Area				
	<i>Original Budget</i>	Final Agreed Budget	Revenue Outturn	Variations Increase/ (Reduction)
	£000	£000	£000	£000
Supervision and Management -General	0	0	0	0
Landlords Services	(2,952)	(3,302)	(3,147)	155
Car Parking	(377)	(587)	(706)	(119)
New Stores in Car Park	0	86	12	(74)
Stores	247	(93)	(79)	14
Trade Centre	544	614	572	(42)
Other Non-Housing	(21)	(5)	(17)	(12)
<b>Total</b>	<b>(2,559)</b>	<b>(3,287)</b>	<b>(3,365)</b>	<b>(78)</b>

Recharges include recharges from the Service Charge Account to Landlord and Car Park Accounts for cleaning and electricity as well as and Central and Departmental Recharges.

**Barbican Residential Committee – Comparison of 2018/19 Original Budget  
With Final Agreed Budget**

	<b>£'000</b>
<b>Original Budget</b>	<b>(2,559)</b>
Increase in funding for employees costs due to pay award and higher than expected overtime cost.	<b>(83)</b>
Increase in Premises Related Expenses due to water supply works.	<b>(47)</b>
Increase in capital charges and technical services recharge.	<b>(435)</b>
Agreed underspend from 2017/18 carried forward to fund the Barbican Estate car park concrete repairs in 2018/19.	<b>(163)</b>
<b>Latest Approved Budget</b>	<b>(3,287)</b>