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|---|---------------------------------------|
| Committee(s): | Date(s): |
| Residents' Consultation Committee Barbican Residential Committee | 7 September 2015 14 September 2015 |
| Subject: | Public |
| 2014/15 Revenue Outturn (Excluding the Residential Service Charge Account) | |
| Report of: | For Information |
| The Chamberlain and the Director of Community and Children's Services | |

Summary

This report compares the revenue outturn for the services overseen by your Committee in 2014/15, 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 to 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 some 1,035 (68.6%) are currently occupied .

- Baggage Stores

The running expenses, capital charges, rent income and service charges relating to 1,271 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 Virgin Active, GSMD practice room, Laundrette, Vinci Parking and Creche.

1. Total net expenditure during the year was £312,000, whereas the total agreed budget was net expenditure of £818,000, representing an underspend of £506,000. Within this total was a net local risk underspend of £61,000. This is summarised in the table below:
- 2.

| Summary Comparison of 2014/15 Revenue Outturn with Final Agreed Budget – Barbican Residential Committee | | | |
|---|----------------------|-----------------|----------------------------------|
| | Latest Agreed Budget | Revenue Outturn | Variations Increase/ (Reduction) |
| | £000 | £000 | £000 |
| Expenditure | 2,561 | 2,659 | 98 |
| Income | (5,025) | (5,183) | (158) |
| Net Local Risk | (2,464) | (2,525) | (61) |
| Central Risk | (47) | (211) | (164) |
| Recharges | 3,329 | 3,048 | (281) |
| Overall Totals | 818 | 312 | (506) |

3. The Director of Community local risk Children’s Services proposed to carry forward £60,000 of his underspend. The carry forward related to the supply, installation and planting of large concrete ring planters. These proposals were considered by the Chamberlain in consultation with the Chairman and Deputy Chairman of the Resource Allocation Sub-Committee were agreed, they will be added to the Director’s budgets for 2015/16.

Recommendations

4. It is recommended that this revenue outturn report for 2014/15 and the budgets carried forward to 2015/16 are noted.

Main Report

Revenue Outturn for 2014/15

5. This report compares the revenue outturn for the services overseen by your Committee in 2014/15, excluding the dwellings service charge account, which is the subject of a separate report, with the final agreed budget for the year.
6. Actual net revenue expenditure for your Committee's services during 2014/15 totalled £312,000. A summary comparison of this expenditure with the final agreed budget for the year of £818,000 is tabulated below. In the various tables, figures in brackets indicate income or in hand balances, increases in income or decreases in expenditure.

| Comparison of 2014/15 Revenue Outturn with Latest Agreed Budget | | | | |
|---|----------------------------|--------------------|--|------|
| | Latest Agreed Budget | Revenue Outturn | Variations Increase/ (Reduction) | Para |
| | £000 | £000 | £000 | |
| <u>Local Risk</u> | | | | |
| Employees | 1,454 | 1,529 | 75 | |
| Repairs and Maintenance | 672 | 668 | (4) | |
| Other Property Related | 330 | 313 | (17) | |
| Supplies and Services | 105 | 149 | 44 | |
| Total Expenditure | 2,561 | 2,659 | 98 | |
| Total Income | (5,025) | (5,183) | (158) | 8 |
| Net Local Risk | (2,464) | (2,525) | (61) | |
| Central Risk | (47) | (211) | (164) | |
| Recharges | 3,329 | 3,048 | (281) | 9 |
| Total | 818 | 312 | (506) | |

7. Annex A1 sets out an analysis of the £61,000 local risk underspend by service area.

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

8. The favourable variance on Income was mainly due to a number of sold bays which now attract service charges within landlord services.

9. The favourable variance on recharges relates to lower than expected capital charges and supervision and management costs.

Local Risk Carry Forward 2014/15

10. 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 Resource Allocation Sub Committee.

11. £60,000 of the £61,000 local risks underspend of this Committee has been agreed to be carried forward for the purpose of the supply, installation and planting of large concrete ring plants.

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**Barbican Residential Committee – Comparison of 2014/15 Revenue
Outturn with Latest Agreed Budget by Service Areas**

| Comparison of 2014/15 Revenue Outturn with Latest Agreed Budget | | | | |
|---|----------------------------|--------------------|--|---------|
| | Latest Agreed Budget | Revenue Outturn | Variations Increase/ (Reduction) | Reasons |
| | £000 | £000 | £000 | |
| <u>Local Risk - City Fund</u> | | | | |
| Supervision and Management - General | 761 | 763 | 2 | |
| Landlords Services | (1,595) | (1,785) | (190) | |
| Car Parking | (233) | (156) | 77 | |
| Stores | (373) | (364) | 9 | |
| Trade Centre | (1,021) | (998) | 23 | |
| Other Non-Housing | (3) | 15 | 18 | |
| Total Local Risk | (2,464) | (2,525) | (61) | |

**Barbican Residential Committee – Comparison of 2014/15 Original Budget
with Latest Agreed Budget**

| | £'000 |
|--|--------------|
| Original Budget | 82 |
| Increase in capital charges – revaluation of flats and baggage stores | 819 |
| Increase in full year rental income estimate | (50) |
| Increased City Funding for Beech Gardens - replacement of soft landscaping | 125 |
| Correct the charge to the Housing Revenue Account | (160) |
| Other movements | 2 |
| Latest Approved Budget | 818 |