

Committee(s):	Date(s):	Item no.
Residents' Consultation Committee Barbican Residential Committee	13 September 2010 27 September 2010	
Subject: 2009/10 Revenue Outturn		Public
Report of: The Chamberlain and the Director of Community and Children's Services		For Information
<p style="text-align: center;"><u>Summary</u></p> <ol style="list-style-type: none"> 1. This report compares the revenue outturn for the services overseen by your Committee in 2009/10 with the final agreed budget for the year. Total net expenditure during the year was £76,000, whereas the total agreed budget was £352,000, representing an underspend of £276,000. This outturn comprised an underspend of £245,000 on local risk resources and an underspend of £31,000 on central risk/recharge items. 2. The Director of Community & Children's Services overall local risk outturn, including the Community and Children's Services Committee, was net expenditure of £8.014m, whereas her total local risk budget was £9.225m, amounting to a total net underspend of £1.211m. 3. The Director of Community and Children's Services has carried forward £500,000 of her underspend, the maximum sum permitted. Of this sum £88,000 has been added to the Director's 2010/11 local risk budget relating to the Barbican Residential Committee. The balance of £412,000 has been added to the Director's budget in Community and Children's Service Committee. 4. The main report and annex A follows the City's corporate format for revenue outturn reports. Annex B analyses the variations on repairs, maintenance and improvements. Annex C presents the outturn information in the format requested by the Residents' Consultation Committee and compares the outturn for 2009/10 with the outturn for the previous year and to the final agreed budget for 2009/10. 		

Recommendations

5. It is recommended that this revenue outturn report for 2009/10 and the budgets carried forward to 2010/11 are noted.

Main Report

Revenue Outturn for 2009/10

6. Actual net revenue expenditure for your Committee's services during 2009/10 totalled £76,000. A summary comparison of this expenditure with the final agreed budget for the year of £352,000 is tabulated below. In the various tables, figures in brackets indicate income or in hand balances, increases in income or decreases in expenditure.

Summary Comparison of 2009/10 Revenue Outturn with Final Agreed Budget			
	Final Agreed Budget £000	Revenue Outturn £000	Variations Increase/ (Decrease) £000
The Director of Community and Children's Services			
Local Risk	(1,860)	(2,105)	(245)
Central Risk	(1,151)	(1,088)	63
Recharges	3,363	3,269	(94)
Total	352	76	(276)

7. The local risk underspend relates mainly to lower expenditure on supervision and management and premises related items together with a reduction in the net cost on the car parking account. Annex A provides more detail and explanations of the significant variations.
8. Annex B analyses, in greater detail, the variations on repairs, maintenance and improvements.
9. Annex C presents the outturn information in the format requested by the Residents' Consultation Committee and compares the outturn for 2009/10 with the outturn for the previous year and to the final agreed budget for 2009/10.

Local Risk Carry Forward 2009/10

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. Overspendings are normally carried forward in full to be met from agreed 2010/11 budgets.
12. Including the Community and Children's Services Committee, the Director of Community and Children's Services' overall local risk underspend was £1.211m of which £500,000 (the maximum permitted) has been approved for carry forward to 2010/11 in accordance with the budgetary arrangements for local risk resources.
13. The Director has allocated £88,000 of her carry forward to Barbican Residential landlord's expenditure on the following activities:
 - £35,000 to install a combined heat and power system which will deliver energy savings.
 - £20,000 for refurbishment of Cromwell Tower Lobby.
 - £7,000 for improvements to the large flower bed at Ben Jonson Place.
 - £6,000 for redecoration of handrails at various areas around the estate.
 - £6,000 to install movement sensors to activate lights in baggage store areas.

- £9,000 repairs to roller shutters in the car parks following health and safety tests.
 - £5,000 for a survey of the drainage and tiling at St Giles Terrace.
14. The balance of £412,000 has been added to the Director's 2010/11 local risk budget overseen by the Community and Children's Services Committee.

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Chamberlain

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**Barbican Residential Committee – Comparison of 2009/10 Revenue
Outturn with Final Agreed Budget**

	Final Agreed Budget £000	Revenue Outturn £000	Variation Increase/ (Decrease) £000
SUMMARY			
Local Risk	(1,860)	(2,105)	(245)
Central Risk	(1,151)	(1,088)	63
Recharges	3,363	3,269	(94)
COMMITTEE TOTAL	352	76	(276)

LOCAL RISK

Reasons

City Fund

Supervision and Management – General	702	621	(81)	1
Service Charge Account	124	143	19	
Landlords Services	(1,434)	(1,530)	(96)	2
Car Parking	(34)	(108)	(74)	3
Stores	(312)	(292)	20	
Trade Centre	(988)	(1,020)	(32)	
Other Non-Housing	82	81	(1)	
TOTAL LOCAL RISK	(1,860)	(2,105)	(245)	

Reasons for Significant Variations

1. This mainly comprises :-

- an underspend on communications and computing, partly attributable to an on-going reduction in expenditure on postage and telephones which will be incorporated in future budgets, together with an unused provision for replacing computer hardware; and
- an increase in the proportion of costs recovered from the Community and Children's Services Committee for shared office space at Lauderdale Place.

2. Service charge expenditure (met from inclusive rentals) was lower than anticipated plus higher rentals than anticipated from renewing tenants and commercial properties. There was also additional income from recoverable works.

3. The main reasons for this reduced requirement are:-

- additional income due to a higher number of lettings; and
- reduced requirements for agency staff and repairs and maintenance.

Barbican Residential Committee – Comparison of 2009/10 Revenue**Outturn with Final Agreed Budget**

	Final Agreed Budget £000	Revenue Outturn £000	Variation Increase/(Decrease) £000	Reasons
CENTRAL RISK				
City Fund				
Service Charge Account	(870)	(836)	34	
Landlords Services	(214)	(209)	5	
Trade Centre	(39)	(17)	22	
Other Non-Housing	(28)	(26)	2	
TOTAL CENTRAL RISK	(1,151)	(1,088)	63	

**Barbican Residential Committee – Comparison of 2009/10 Revenue
Outturn with Final Agreed Budget**

	Final Agreed Budget £000	Revenue Outturn £000	Variation Increase/(Decrease) £000	Reasons
RECHARGES				
City Fund				
Insurance	347	344	(3)	
IS Recharges	106	104	(2)	
Support Services	515	520	5	
Capital Charges *	1,885	1,885	0	
Recharges from/(to) other Committees within Fund	510	416	(94)	4
TOTAL RECHARGES	3,363	3,269	(94)	

Reasons for Significant Variations

4. A lower proportion of the Leasehold Services Section's time was attributable to the Barbican Estate.

* Excludes year end impairments which have a contra entry in Finance Committee and therefore have no overall impact on City Fund net expenditure.