

<b>Committee(s):</b> Education Board – For Information	<b>Dated:</b> 17/06/2024
<b>Subject:</b> Revenue Outturn 2023/24	<b>Public</b>
<b>Which outcomes in the City Corporation’s Corporate Plan does this proposal aim to impact directly?</b>	3,7,8
<b>Does this proposal require extra revenue and/or capital spending?</b>	<b>N</b>
<b>Report of:</b> Director of Community & Children’s Services and the Chamberlain	<b>For Information</b>
<b>Report author:</b> Beatrix Jako, Chamberlain’s Department	

### Summary

This report compares the 2023/24 revenue outturn for the Education Board with the final agreed budget for the year. Total net local risk expenditure during the year was £930,000k which is an overspend of £64,000 when compared to the Final agreed budget of £866,000. There was also a £43,000 adverse variance on recharges. This is summarised in the table below.

<b>Summary Comparison of 2023/24 Revenue Outturn with Final Agreed Budget – Education Board</b>			
	<b>Final Agreed Budget £000</b>	<b>Revenue Outturn £000</b>	<b>Variations (Increase)/ Reduction £000</b>
Local Risk	(866)	(930)	(64)
Central Risk	(2,226)	(2,226)	-
Recharges	(2)	(45)	(43)
<b>Overall Totals</b>	<b>(3,094)</b>	<b>(3,201)</b>	<b>(107)</b>

The Executive Director of Community and Children’s Services had an overall outturn adverse variance of £107,000 mainly due to two London Careers Festivals taking place during 2023/24 (rather than the one budgeted) and due to a new basis for calculating recharges (see paragraphs 3 & 4).

### Recommendation

It is recommended that this revenue outturn report for 2023/24 is noted.

## Main Report

### Revenue Outturn for 2023/24

- Actual net expenditure for your Committee's services during 2023/24 totalled £3.201m. A summary comparison with the final agreed budget for the year of £3.094m is tabulated below. In the tables, figures in brackets indicate expenditure or adverse variances.

<b>Comparison of 2023/24 Revenue Outturn with Final Agreed Budget</b>					
	<b>Original Budget £000</b>	<b>Final Agreed Budget £000</b>	<b>Revenue Outturn £000</b>	<b>Variations (Increase) / Reduction £000</b>	<b>Paragraph</b>
<b>Local Risk</b>					
Employee expenses	(424)	(476)	(459)	17	3
Premises related expenses	-	-	(3)	(3)	
Supplies & Services	(390)	(390)	(472)	(82)	
Customer, Client receipts	-	-	4	4	
<b>Total Local Risk</b>	<b>(814)</b>	<b>(866)</b>	<b>(930)</b>	<b>(64)</b>	
<b>Central Risk</b>					
Grants and subscriptions	(2,226)	(2,226)	(2,226)	-	4
<b>Total Central Risk</b>	<b>(2,226)</b>	<b>(2,226)</b>	<b>(2,226)</b>	<b>-</b>	
<b>Recharges</b>	<b>(2)</b>	<b>(2)</b>	<b>(45)</b>	<b>(43)</b>	
<b>Overall Totals</b>	<b>(3,042)</b>	<b>(3,094)</b>	<b>(3,201)</b>	<b>(107)</b>	

- A reconciliation of original local risk budget to the final agreed local risk budget is provided in Appendix A. The 2023/24 final approved local risk budget includes a £26,000 adjustment for costs relating to centrally funded apprentices, a £19,000 adjustment in relation to the July 2023 pay award, and a £7,000 additional budget in relation to winter payment.

#### Reasons for significant variations

- Supplies and services were overspent due to two London Careers Festivals taking place in the financial year 2023/24.
- During 2023/24 a review of central support services recharges was carried out. This involved updating the basis of apportionment for all recharges following the Target Operating Model and Governance Review along with trying to make them more transparent and fairer across all services. The updated basis has led to several variations to the originally budgeted charge across committees, but overall total recharges have remained with the total

original envelope. The full review has not yet been formally approved by Members as work is ongoing as how to the new basis will affect 2024/25 budgets. Once the review is fully adopted the 2024/25 budget will be reviewed and updated where necessary and the paper on the review made available.

#### Local Risk Budget Carry Forward to 2024/25

5. 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. Any overspends are carried forward in full and are met from the agreed 2024/25 budgets.
6. Due to the adverse variance on Local Risk, there will be no requests for carry forwards this year for purposes of this Committee.

#### **Corporate & Strategic Implications**

Strategic implications: None

Financial implications: None

Resource implications: None

Legal implications: None

Risk implications: None

Equalities implications: None

Climate implications: None

Security implications: None

#### **Conclusion**

Members are asked to note this revenue outturn report for 2023/24.

## **Appendices**

Appendix A – Reconciliation of Original Local Risk Budget 2023/24 to the Final Agreed Local Risk Budget 2023/24.

**Caroline Al-Beyerty**

**Chamberlain & CFO**

**Judith Finlay**

**Executive Director of  
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