

Committee(s):	Date(s):
Residents Consultation Committee	01 September 2014
Barbican Residential Committee	15 September 2014
Subject:	Public
2013/14 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 2013/14, with the final agreed budget for the year.

These accounts do not include income and expenditure in relation to Barbican Estates residential 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 1,075 (71.3%) are currently occupied .

- Baggage Stores

The running expenses, capital charges, rent income and service charges relating to 1,261 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 (these costs are an internal recharge to the Finance Committee), 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.

- Other Non Housing

This section includes the holding costs of 2 Fann St (the former YMCA building).

The provisional nature of the revenue budgets particularly recognises that further revisions may arise from the necessary realignment of funds resulting from corporate projects.

1. Total net expenditure during the year was £217,000, whereas the total agreed budget was net expenditure of £352,000. The local risk underspend was £14,000. This is summarised in the table below:

- 2.

Summary Comparison of 2013/14 Revenue Outturn with Final Agreed Budget – Barbican Residential Committee (excluding Dwellings service charge)			
	Latest Agreed Budget	Revenue Outturn	Variations
	£000	£000	£000
Expenditure	2,570	2,579	9
Income	(4,982)	(5,005)	(23)
Net Local Risk	(2,412)	(2,426)	(14)
Central Risk	(257)	(236)	21
Recharges	3,021	2,879	(142)
Overall Totals	352	217	(135)

3. The Director of Community & Children's Services overall local risk outturn, including the services overseen by the Community and Children's Services Committee, was net expenditure of £8.839m, against a total local risk budget of £9.582m, amounting to a total net underspend of £(0.743)m.
4. The Director of Community and Children's Services is proposing to carry forward £500,000 of his underspend, the maximum sum permitted. £50,000 of this carry forward relates to budgets for Barbican Residential car park signage and emergency lighting. These proposals were considered by the Chamberlain in consultation with the Chairman and Deputy Chairman of the Resource Allocation Sub-Committee and agreed, they will be added to the Director's budgets for 2014/15.

Recommendations

5. It is recommended that this revenue outturn report for 2013/14 and the budgets carried forward to 2014/15 are noted.

Main Report

Revenue Outturn for 2013/14

6. This report compares the revenue outturn for the services overseen by your Committee in 2013/14, excluding the Barbican Estates residential service charge account, which is the subject of a separate report, with the final agreed budget for the year.
7. Actual net revenue expenditure for your Committee's services during 2013/14 totalled £217,000. 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.

Comparison of 2013/14 Revenue Outturn with Latest Agreed Budget				
	Latest Agreed Budget	Revenue Outturn	Variations Increase/ (Reduction)	Para
	£000	£000	£000	
<u>Local Risk</u>				
Employees	1,240	1,269	29	
Repairs and Maintenance	716	737	21	
Other Property Related	423	384	(39)	
Supplies and Services	191	189	(2)	
Total Expenditure	2,570	2,579	9	
Total Income	(4,982)	(5,005)	(23)	
Net Local Risk	(2,412)	(2,426)	(14)	
Central Risk	(257)	(236)	21	
Recharges within Fund	38	(63)	(101)	8
Insurance	303	295	(8)	
IS Recharges	118	154	36	
Support Services	528	530	2	
Capital Charges	2,159	2,158	(1)	
Recharges from/(to) other Committees	(125)	(196)	(71)	8
Total Recharges	3,021	2,879	(142)	
Total	352	217	(135)	

8. During 2013/14 a budget adjustment was made to the recharges allocation however the value of this budget adjustment was overestimated and has resulted in variances against the agreed actual recharge shown in this report.
9. Annex A1 analyses the £14,000 local risk underspend by service area.

Local Risk Carry Forward 2013/14

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. Including the Community and Children's Services Committee, the Director of Community and Children's Services' overall local risk underspend was in excess of £500,000 (the maximum permitted) which has been approved for carry forward to 2014/15. £50,000 of this carry forward has been requested in relation to Barbican Residential (non-service charge) car park signage and emergency lighting

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**Barbican Residential Committee – Comparison of 2013/14 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	493	473	(20)	
Landlords Services	(1,619)	(1,573)	46	
Car Parking	(34)	(106)	(72)	
Stores	(375)	(355)	20	
Trade Centre	(983)	(993)	(10)	
Other Non-Housing	106	129	23	
Total Local Risk	(2,412)	(2,426)	(14)	

Reasons for Significant Variations

The favourable variance on Car Parking was due to a number of sold bays which now attract service charges.