

The Vale of Glamorgan Council

Homes and Safe Communities Scrutiny Committee: 9th January 2019

Report of the Director of Environment and Housing

Revenue and Capital Monitoring for the Period 1st April to 30th November 2018

Purpose of the Report

1. To bring to the attention of this Scrutiny Committee, the position in respect of revenue and capital expenditure for the period 1st April to 30th November 2018 regarding those revenue and capital budgets, which form this Committee's remit.

Recommendation

It is recommended that :

1. Scrutiny Committee consider the position with regard to the 2018/19 revenue and capital monitoring.

Reason for the Recommendation

That Scrutiny Committee are aware of the position with regard to the 2018/19 revenue and capital budgets.

Background

2. On 28th February 2018, Council approved the Revenue, Capital and Housing Revenue Account budgets for 2018/19 (minute no 746,745 and 744 respectively). Cabinet on 19th November 2018 approved the revised 2018/19 Revenue, Capital and Housing Revenue Account budgets (minute no C480, C482 and C481 respectively). Reports monitoring expenditure are brought to this committee on a regular basis.

Relevant Issues and Options

Revenue

3. It is anticipated that this Committee will outturn within target this financial year as shown in the table below.

	Amended Revenue Budget	Probable Outturn	Variance (+) Favourable (-) Adverse
	£000	£000	£000
Public Sector Housing (HRA)	(77)	(77)	0
Council Fund Housing	1,382	1,382	0
Private Housing	1,058	1,058	0
Regulatory Services	2,112	2,112	0
Youth Offending Service	692	692	0
TOTAL	5,167	5,167	0

4. Public Sector Housing (HRA) - The HRA is expected to outturn on target and any underspends in year will be offset by additional contributions to Capital Expenditure thus reducing the reliance on Unsupported Borrowing.
5. Council Fund Housing - It is anticipated that this budget will outturn on target.
6. Private Housing - The income from Disabled Facility Grants (DFG) fees remains behind profile at as 30th November, due mainly to a reduction in applications coming through for DFG adaptations, hence capital expenditure has reduced and consequently agency fee income to revenue is also down. This puts pressure on the revenue budget where fee income targets may not be achieved. Recently there have been indications of an upturn in demand, however there is very little scope at this stage to reduce expenditure to actively mitigate the position. Accordingly, should there be an overspend at year-end it would have to be funded from reserves.
7. Regulatory Services - The allocation represents the Vale of Glamorgan's budget for its share of the Shared Regulatory Service (SRS). A separate set of accounts is maintained for the SRS and periodically reported to the Shared Regulatory Service Joint Committee. It is anticipated that the SRS will outturn on target.
8. Youth Offending Service - It is anticipated that this service will outturn on target at year end.

2018/19 Savings Targets

9. As part of the Final Revenue Budget Proposals for 2018/19, a savings target of £6.298m was set for the Authority. Attached at Appendix 1 is a statement detailing all savings targets relating to this Committee.
10. Each savings target has been given a RAG status. Green indicates that it is anticipated that the target will be achieved in full within the year, amber indicates that it is considered that the saving in the year will be within 20% of the target and red indicates that the saving to be achieved in year will be less than 80% of the target.

11. It is anticipated that savings relating to this Committee will be achieved this financial year.

Capital

12. Appendix 2 details financial progress on the Capital Programme as at 30th November 2018. There are no amendments to report.

Resource Implications (Financial and Employment)

13. As detailed in the body of the report.

Sustainability and Climate Change Implications

14. There are no direct implications arising from this report.

Legal Implications (to Include Human Rights Implications)

15. There are no legal implications.

Crime and Disorder Implications

16. There are no crime and disorder implications.

Equal Opportunities Implications (to include Welsh Language issues)

17. There are no equal opportunity implications.

Corporate/Service Objectives

18. Effective monitoring assists in the provision of accurate and timely information to officers and members and in particular allows services to better manage their resources.

Policy Framework and Budget

19. Report is in accordance with the Policy Framework and Budget.

Consultation (including Ward Member Consultation)

20. The appropriate Chief Officer has been consulted. This report does not require Ward Member consultation.

Background Papers

None

Contact Officer

Carolyn Michael
Operational Manager - Accountancy

Officers Consulted

Director of Environment and Housing

Responsible Officer:

Miles Punter
Director of Environment and Housing

Title of Saving	Description of Saving	Target Saving £000	Projected Saving	RAG Status	Update Comments, Issues & Actions	Relevant Scrutiny Committee	Project Manager
<u>Youth Offending Service</u>							
Reshaping Tranche 3 - Procurement	More efficient and effective procurement of goods and services	1	1	Green	Savings allocated and will be achieved in-year	Homes and Safe Communities	Rachel Evans
Total Youth Offending Service		1	1	Green	100%		
<u>Council Fund Housing</u>							
Reshaping Tranche 3 - Procurement	More efficient and effective procurement of goods and services	12	12	Green	Savings allocated and will be achieved in-year	Homes and Safe Communities	Mike Ingram
Reshaping Tranche 3 - Establishment Review	Review of various payments to staff and efficient utilisation of staff	9	9	Green	Savings allocated and will be achieved in-year	Homes and Safe Communities	Mike Ingram
Total Council Fund Housing		21	21	Green	100%		
<u>Private Housing</u>							
Reshaping Tranche 3 - Procurement	More efficient and effective procurement of goods and services	3	3	Green	Savings allocated and will be achieved in-year	Homes and Safe Communities	Marcus Goldsworthy
Reshaping Tranche 3 - Establishment Review	Review of various payments to staff and efficient utilisation of staff	4	4	Green	Savings allocated and will be achieved in-year	Homes and Safe Communities	Marcus Goldsworthy
Total Private Housing		7	7	Green	100%		
COMMITTEE TOTAL		29	29	Green	100%		

Green = on target to achieve in full

Amber = forecast within 20% of target

Red = forecast less than 80% of target

CAPITAL MONITORING
FOR THE PERIOD ENDED 30th NOVEMBER 2018

APPENDIX 2

PROFILE TO DATE	ACTUAL SPEND 2018/19		APPROVED PROGRAMME 2018/19	PROJECTED OUTTURN 2018/19	VARIANCE AT OUTTURN 2018/19	PROJECT SPONSOR	COMMENTS
£000	£000		£000	£000	£000		
0	0	Youth Offending Service					
0	0	91 Salisbury Road Boiler Renewal	3	3	0	R Evans	Works complete awaiting final account
		Total Youth Offending Service	3	3	0		
		Housing Improvement Programme					
270	270	HRA Internal Works	1,036	1,036	0	M Punter	Maintenance of WHQS.
2,665	2,665	HRA External Works	6,459	6,459	0	M Punter	Works are currently being undertaken to roofs, walls and general improvements such as windows and doors
0	0	Jenner Road	429	429	0	M Punter	Structural issues identified that will require additional work in-year.
0	0	Williams Crescent	274	274	0	M Punter	Final account to be agreed.
2	2	Emergency Works	378	378	0	M Punter	Works to be undertaken as required.
144	144	Aids and Adaptations	520	520	0	M Punter	Works to be undertaken as identified.
737	737	Common Parts	1,348	1,348	0	M Punter	Fire safety works are currently being undertaken in communal areas.
1,367	1,367	Environmental Improvements	1,884	1,884	0	M Punter	On-going works to the Buttrills Scheme.
220	220	New Build	2,466	2,466	0	M Punter	Holm View phase 1 on site. Awaiting legal agreement from Highways to begin the initial infrastructure work.
0	0	ICF Penarth Accommodation with Care for Older People	100	100	0	M Punter	New scheme to scope new accommodation
6	6	Digital Highway in Sheltered Accommodation	6	6	0	M Punter	Scheme is complete
5,412	5,412	Total Housing Improvement Programme	14,900	14,900	0		
		Private Housing					
824	669	Disabled Facilities Grant	1,236	1,236	0	B Guy	In the process of issuing grants.
0	0	Barry Island and Cosmeston Toilets	100	100	0	B Guy	To improve disabled facilities in toilets
60	22	ENABLE Funding	161	161	0	B Guy	Scheme for issuing grant funded from WG grant
1	1	Castleland Renewal Area	16	16	0	B Guy	Works at Gladstone Gardens complete with final works to railings
103	103	Sully Affordable Housing	150	150	0	M Goldsworthy	New scheme to support Newydd Housing Association to purchase and upgrade the property to WHQS funded by S106
5	5	Penarth Renewal Area	11	11	0	B Guy	Final invoices are outstanding.
993	801	Total Private Housing	1,674	1,674	0		
6,405	6,213	COMMITTEE TOTAL	16,577	16,577	0		