

Meeting of:	Homes and Safe Communities Scrutiny Committee
Date of Meeting:	Wednesday, 06 March 2019
Relevant Scrutiny Committee:	Homes and Safe Communities
Report Title:	Revenue and Capital Monitoring for the Period 1st April 2018 to 31st January 2019
Purpose of Report:	To advise Scrutiny Committee of the progress relating to revenue and capital expenditure for the period 1st April 2018 to 31st January 2019
Report Owner:	Report of the Director of Environment and Housing
Responsible Officer:	Operational Manager Accountancy
Elected Member and Officer Consultation:	Each Scrutiny Committee will receive a monitoring report on their respective areas
Policy Framework:	This is a matter for executive decision.
<p>Executive Summary:</p> <ul style="list-style-type: none"> • The forecast for the 2018/19 revenue budget is currently projected to be an out-turn on target. • It is anticipated that the savings target this year will be achieved. • There have been a small number of changes to the capital programme. 	

Recommendations

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

Reasons for Recommendations

1. That Members are aware of the projected revenue and capital outturn for 2018/19.

1. Background

- 1.1 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.

2. Key Issues for Consideration

Revenue

- 2.1 The forecast for the services within this Committee's remit is shown in the following table.

	2018/19	2018/19	Variance
Directorate/Service	Amended Budget	Projected	(+)Favourable (-) Adverse
	£000	£000	£000
Public Sector Housing (HRA)	(77)	(77)	0
Youth Offending Service	692	692	0
Regulatory Services	2,112	2,112	0
Council Fund Housing	1,382	1,382	0
Private Housing	1,058	1,058	0
Committee Total	5,167	5,167	0

- 2.2 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.

- 2.3** Youth Offending Service - It is anticipated that this service will outturn on target at year end.
- 2.4** 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.
- 2.5** Council Fund Housing - It is anticipated that this budget will outturn on target.
- 2.6** Private Housing - Income from the Disabled Facilities Grant agency fee, which is shown in the revenue budget, is now projected to outturn on target and therefore it is anticipated that this service will outturn within budget at year end.

2018/19 Savings Targets

- 2.7** 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.
- 2.8** 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
- 2.9** It is anticipated that savings relating to this Committee will be achieved this financial year.

Capital

- 2.10** Appendix 2 details financial progress on the Capital Programme as at 31st January 2019.
- 2.11** 91 Salisbury Road Boiler- Boiler renewal has been completed but further works are required to the pipework and valves in order to balance the heating system. This work can only be carried out during the summer. It has therefore been requested that £2k is carried forward into the 2019/20 Capital Programme.
- 2.12** Disabled Facility Grants - £200k of works have been committed in 2018/19 but will be carried out and paid for in 2019/20. It has therefore been requested to carry forward £200k into 2019/20 Capital programme.

3. How do proposals evidence the Five Ways of Working and contribute to our Well-being Objectives?

- 3.1** The revenue and capital budgets have been set in order to support services in the delivery of the Council's Well-being objectives. It is therefore important for expenditure to be monitored to ensure that these objectives are being delivered.
- 3.2** The revenue and capital budgets have been set and are monitored to reflect the 5 ways of working.
- 3.3** **Looking to the long term** - The setting of the revenue and capital budgets require planning for the future and takes a strategic approach to ensure services are sustainable and that future need and demand for services is understood.
- 3.4** **Taking an integrated approach** - The revenue and capital budgets include services which work with partners to deliver services.
- 3.5** **Involving the population in decisions** – As part of the revenue and capital budget setting processes there has been engagement with residents, customers and partners.
- 3.6** **Working in a collaborative way** – The revenue budgets include services which operate on a collaborative basis e.g. Prosiect Gwyrdd.
- 3.7** **Understanding the root cause of issues and preventing them** – Monitoring the revenue and capital budget is a proactive way of understanding the financial position of services in order to tackle issue at the source as soon as they arise

4. Resources and Legal Considerations

Financial

- 4.1** As detailed in the body of the report.

Legal (Including Equalities)

- 4.2** There are no legal implications.

5. Background Papers

None

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

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		
		Youth Offending Service Slippage					
0	0	91 Salisbury Road Boiler Renewal	3	1	2	R Evans	Final element of work needs to be undertaken when heating turned off. Carry forward £2k to 2019/20 for works to be undertaken during summer
0	0		3	1	2		
		Housing Improvement Programme					
512	512	HRA Internal Works	1,036	1,036	0	M Punter	Maintenance of WHQS.
3,630	3,630	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
2	2	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.
0	0	Emergency Works	378	378	0	M Punter	Works to be undertaken as required.
278	278	Aids and Adaptations	520	520	0	M Punter	Works to be undertaken as identified.
1,016	1,016	Common Parts	1,348	1,348	0	M Punter	Fire safety works are currently being undertaken in communal areas.
1,710	1,710	Environmental Improvements	1,884	1,884	0	M Punter	On-going works to the Buttrills Scheme.
320	320	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.
6	6	ICF Penarth Accommodation with Care for Older People	100	100	0	M Punter	New scheme to scope new accommodation
0	0	Digital Highway in Sheltered Accommodation	6	6	0	M Punter	Scheme is complete
7,474	7,474		14,900	14,900	0		
		Private Housing					
1,030	798	Disabled Facilities Grant	1,236	1,036	200	B Guy	In the process of issuing grants. Request to carry forward £200k into 2019/20 for committed works
0	0	Barry Island and Cosmeston Toilets	100	100	0	B Guy	To improve disabled facilities in toilets. Barry Island tender out wc 11.2.19
100	41	ENABLE Funding	161	161	0	B Guy	Scheme for issuing grant funded from WG grant
15	15	Castleland Renewal Area	16	16	0	B Guy	Works at Gladstone Gardens complete with final works to railings
6	6	Penarth Renewal Area	11	11	0	B Guy	Final invoices are outstanding.
1,151	860		1,524	1,324	200		
8,626	8,334	COMMITTEE TOTAL	16,427	16,225	202		