

Income and Expenditure - Year End Forecast against Budget

Appendix F

June 2019		Year End Forecast £	Annual Budget £	Forecast Variance £	Income / Expenditure Net-Off £	Net Forecast Variance £	Variance Notes - figures in brackets represent underspends or additional income achieved.
Housing Benefits	Transfer Payments, eg. Housing Benefits	35,345,402	35,345,402	0		0	Forecast currently unchanged from Budget for Q1
	Government Grants Outside Aggregate External Funding (AEF)	(34,904,220)	(34,904,220)	0		0	Forecast currently unchanged from Budget for Q1
	Overpayments Recovered	(491,182)	(491,182)	0		0	Forecast currently unchanged from Budget for Q1
	Total Benefits:	(50,000)	(50,000)	0	0	0	
Income	Income from Business Rates	(1,672,493)	(1,490,070)	(182,423)	182,423	0	£111k S31 Grant compensation lower than budgeted; £79k Pool Levy payable higher than budgeted; (£372k) Share of Suffolk Pooling higher than budgeted. Overall (£182k) benefit transferred to the Business Rates Retention Reserve (see reserves below)
	Council Tax Income	(9,481,825)	(9,481,825)	0		0	On budget.
	<u>Grants:</u>						
	Formula Grant - Business Rate Retention Scheme	(4,451,218)	(4,451,218)	0		0	On budget.
	New Homes Bonus Grant	(1,848,172)	(1,848,172)	0		0	On budget. Grant transferred to the Strategic Priorities & MTFS Reserve in line with budget report.
	Other Grants	(2,411,382)	(2,315,537)	(95,845)	99,277	3,432	ARP New Burdens grant transferred to the partnership via Supplies & Service below
		(19,865,090)	(19,586,822)	(278,268)	281,700	3,432	
	<u>Contributions:</u>						
	Contributions - Suffolk County Council	(388,856)	(388,846)	(10)		(10)	No significant change to budget assumptions.
	Contributions - Other Organisations	(147,209)	(131,547)	(15,662)		(15,662)	Variance mainly relates to (£13k) contribution to the council towards Olding Road Skate park Lighting, additional spend associated with this contribution is shown under Premises Costs.
	Other Contributions	(395,144)	(320,369)	(74,775)	73,762	(1,013)	
		(931,209)	(840,762)	(90,447)	73,762	(16,685)	
	<u>Reimbursements:</u>						
Service Level Agreement (SLA) Income	(791,041)	(783,834)	(7,207)		(7,207)	No significant change to budget assumptions.	
Other Reimbursements	(1,671,156)	(1,598,230)	(72,926)		(72,926)	Additional income variance relates to (£28k) fees from staff member seconded to Residential Care Services, plus an additional (£42k) income within Car Parks relating to unplanned Business Rates and Electricity charges recouped.	
	(2,462,197)	(2,382,064)	(80,133)	0	(80,133)		

Income and Expenditure - Year End Forecast against Budget

Appendix F

June 2019		Year End Forecast £	Annual Budget £	Forecast Variance £	Income / Expenditure Net-Off £	Net Forecast Variance £	Variance Notes - figures in brackets represent underspends or additional income achieved.
Expenditure	Total Cost of Employment	27,282,215	27,156,819	125,396	(49,646)	75,750	The current forecast overspend on Salaries is partly due to overtime on Operational Staff £19k. Currently included is £50k of staff costs that can be capitalised once projects are approved and therefore removed from the revenue budget in a future quarter.
	%	56%	56%	21%	13%	35%	
	Premises Costs	4,438,495	4,411,421	27,074		27,074	Forecast spend includes an additional £13k given to the council in respect of the additional Skate park lighting contribution - see Other Contributions above.
	%	9%	9%	4%	0%	12%	
	Transport Costs	1,235,990	1,236,154	(164)		(164)	
	%	3%	3%	0%	0%	0%	
	Supplies & Services Costs	9,471,783	9,093,417	378,366	(234,203)	144,163	Overspend arising from: £54k Professional Fees, £27k relating to valuations and rent reviews of commercial properties as part of the Invest for Growth agenda which is in place to generate income and other benefits, £7k for Garden Waste query staff funded from the scheme, £7k Planning Policy appeals and £6k in Democratic Services £50k Property Services - asset preservation and security. £13k Palace House spend to be funded from the Home of Horseracing £25k Trade Waste Cardboard Collection Rebates (Roro Service)
	%	19%	19%	62%	60%	66%	
	Third Party Payments, eg. Provision of services by other organisations that could be performed in-house.	1,826,597	1,948,471	(121,874)	75,810	(46,064)	Underspend mainly relates to ARP partnership credit, arising from timings of salary payline and other spend included in the various costs in supplies & services shown above.
	%	4%	4%	-20%	-19%	-21%	
	Capital Costs, eg. Interest on borrowing, Minimum Revenue Provision	1,668,080	1,668,080	0		0	No change to borrowing assumptions
	%	3%	3%	0%	0%	0%	
	Net Contributions to/(from) Reserves (excluding Employee-related contributions which are included under the Total Cost of Employment)	3,202,716	3,003,342	199,374	(182,423)	16,951	Includes the following additional contributions to reserves: £6k S106 Monitoring Officer Contributions £5k Housing Options Choice-Based Lettings, Julian Support Repayment transferred to Housing Options Reserve
%	7%	6%	33%	47%	8%		
Total Expenditure (excluding Benefits);	49,125,876	48,517,704	608,172	(390,462)	217,710		
Net (Surplus) / Deficit:	(24,891)	0	(24,891)	0	(24,891)		