

REPORT TO: POLICY & RESOURCES COMMITTEE - 13 FEBRUARY 2012

REPORT ON: REVENUE MONITORING 2011/2012

REPORT BY: DIRECTOR OF FINANCE

REPORT NO: 59-2012

1 PURPOSE OF REPORT

- 1.1 To provide Elected Members with an analysis of the 2011/2012 Projected Revenue Outturn as at 31 December 2011 monitored against the adjusted 2011/2012 Revenue Budget.

2 RECOMMENDATIONS

- 2.1 It is recommended that Elected Members:
- a note that the overall General Fund 2011/2012 Projected Revenue Outturn as at 31 December 2012 shows an underspend of £103,000 against the adjusted 2011/2012 Revenue Budget.
 - b note that the Housing Revenue Account as at 31 December 2011 is projecting a breakeven position against the adjusted HRA 2011/2012 Revenue Budget.
 - c agree that the Director of Finance will take every reasonable action to ensure that the 2011/2012 Revenue expenditure is below or in line with the adjusted Revenue Budget.
 - d instruct the Director of Finance in conjunction with all Chief Officers of the Council to continue to monitor the Council's 2011/2012 Projected Revenue Outturn.

3 FINANCIAL IMPLICATIONS (see Appendix A)

- 3.1 The overall projected 2011/2012 General Fund Revenue outturn position for the City Council shows an underspend of £103,000 based on the financial information available at 31 December 2011. A system of perpetual detailed monitoring will continue to take place up to 31 March 2012 with the objective of the Council achieving a final outturn which is below or in line with the adjusted 2011/2012 Revenue Budget.
- 3.2 The Housing Revenue Account outturn position for 2011/2012 is currently projecting a breakeven position based on the financial information available for the period to 31 December 2011. A system of perpetual detailed monitoring will continue to take place up to 31 March 2011 with the objective of the HRA achieving a final outturn which is below or in line with the adjusted 2010/2011 HRA Revenue Budget.

4 BACKGROUND

- 4.1 Following approval of the Council's 2011/2012 Revenue Budget by the Special Policy and Resources Committee on 10 February 2011 this report is now submitted in order to monitor the 2011/2012 Projected Revenue Outturn position as at 31 December 2011, against the adjusted 2011/2012 Revenue Budget.
- 4.2 This report provides a detailed breakdown of departmental revenue monitoring information along with explanations of material variances against adjusted budgets. Where departments are projecting a significant under or overspend against adjusted budget, additional details have been provided. Where departmental expenditure is on target and no material variances are anticipated, additional information has not been provided.

5 RISK ASSESSMENT

5.1 In preparing the Council's 2011/2012 Revenue Budget, the Director of Finance considered the key strategic, operational and financial risks faced by the Council over this period (please refer to report 73-2011, approved by Special Policy & Resources Committee on 10 February 2011, for further details). In order to alleviate the impact these risks may have should they occur, a number of general risk mitigation factors are utilised by the Council. These include the:

- system of perpetual detailed monthly budget monitoring carried out by departments
- general contingency provision set aside to meet any unforeseen expenditure
- level of general fund balances available to meet any unforeseen expenditure
- level of other cash backed reserves available to meet any unforeseen expenditure
- possibility of identifying further budget savings and efficiencies during the year, if required.

5.2 The key risks in 2011/2012 have now been assessed both in terms of the probability of whether they will occur and the severity of their impact on the Council should they indeed happen. These risks have been ranked as either zero, low, medium or high. Details of this risk assessment, together with other relevant information including any proposed actions taken by the Council to mitigate these risks, are included in Appendix D to this report.

6 GENERAL FUND SERVICES - MONITORING POSITION AS AT 31 DECEMBER 2011

6.1 The forecast position as at 31 December 2011 for General Fund services is summarised below:

| | <u>Adjusted</u> <u>Budget</u> <u>2011/12</u> <u>£000</u> | <u>Forecast</u> <u>2011/12</u> <u>£000</u> | <u>Variance</u> <u>£000</u> |
|---------------------|---|--|--------------------------------|
| Total Expenditure | 357,676 | 358,373 | 697 |
| Total Income | <u>(357,676)</u> | <u>(358,476)</u> | <u>(800)</u> |
| Forecast Underspend | <u> -</u> | <u> (103)</u> | <u> (103)</u> |

The forecast position as at 31 December 2011 is shown in more detail in the appendices to this report, as follows:

Appendix A shows the variances between budget and projected outturn for each department/service of the Council.

Appendix B provides detailed explanations for the variances against budget that are shown in Appendix A.

Appendix C lists the budget adjustments that have been undertaken to date. These adjustments include funding transfers and the transfer of budgets between budget headings within the Revenue Budget, allocations from Contingencies and also unspent budgets that have been carried forward from the previous financial year.

Appendix D lists the key strategic, operational and financial risks being faced by the Council. These risks have been assessed and ranked accordingly both in terms of the probability of whether they will occur and the severity of their impact on the Council should they indeed happen. Any changes to the assessment from the previous reporting period, together with any additional comments included, are highlighted in bold type.

- 6.2 The following paragraphs summarise the main areas of variance by department along with appropriate explanations. It should be emphasised that this report identifies projections based on the first nine months of the financial year to 31 December 2011. The figures are therefore indicative at this stage and are used by the Chief Executive, Director of Finance and Chief Officers to identify variances against budget and enable corrective action to be taken as appropriate.

Departmental Commentary

6.3 Social Work (£1,930,000 overspend)

The majority of this overspend reflects cost pressures surrounding Children Services, where payments for family placements are expected to be significantly greater than budgeted due to the increased number of children requiring permanent substitute care away from their birth parents. In addition, the department are projecting increased expenditure on third party payments for Adult Care due to further continued cost pressures in this area. These variances will be partly offset by savings that are anticipated due to slippage in staff costs across the department and various additional income projected to be received by the department.

6.4 City Development (£169,000 overspend)

In Building Quality, income for building warrant fees, planning applications and property enquiries continues to be significantly lower than budgeted, reflecting a reduction in these activities due to the ongoing economic climate. In Off Street Car Parks, the level of car parking income is also projected to be lower than budgeted reflecting current usage of the Council's off street car parking facilities. These variances are partly offset by projected savings in staff costs due to unfilled vacancies across the department together with lower than anticipated expenditure on supplies and services and third party payments (please refer to Appendix B for further details).

6.5 Leisure & Communities (£72,000 underspend)

This variance reflects projected savings in staff costs due mainly to an unfilled vacant post together with lower than anticipated expenditure on property costs following a prior year refund for non-domestic rates.

6.6 Finance General (£100,000 underspend)

The above variance reflects savings in staff costs that are anticipated due to a number of unfilled vacancies within the department. This will be partly offset by a projected overspend in supplies and services expenditure together with an estimated shortfall in various income streams received by the department.

6.7 Miscellaneous Services: Chief Executive (£157,000 underspend)

This variance mainly reflects grant income received from Improvement Service not previously assumed in the agreed budgets for Entitlement Cards. This is partly offset by a loss of income contributed from other local authorities for services provided by Employment Unit.

6.8 Finance Revenues (£300,000 underspend)

This variance reflects projected savings in staff costs mainly due to staff slippage together with various additional income anticipated by the department.

6.9 Capital Financing Costs / IORB (£800,000 underspend)

The above reflects a projected saving due to lower than anticipated interest rates together with a reduction in required level of borrowing due to slippage on expenditure in 2011/12 capital programme.

6.10 Council Tax Income (£800,000 additional income)

The above reflects additional income projected to be received this year over and above budgeted level of council tax. This is due to an increase in the total Council Tax billed as a result of an increase in the number and value of chargeable properties.

7 **HOUSING REVENUE ACCOUNT - MONITORING POSITION AT 31 DECEMBER 2011**

7.1 The forecast position as at 31 December 2011 for the HRA is summarised below:

| | <u>Adjusted Budget 2011/12 £000</u> | <u>Forecast 2011/12 £000</u> | <u>Variance £000</u> |
|-------------------|---|--------------------------------------|--------------------------|
| Total Expenditure | 51,859 | 52,429 | 570 |
| Total Income | <u>(51,859)</u> | <u>(52,429)</u> | <u>(570)</u> |
| Forecast Position | _____ - | _____ - | _____ - |

7.2 Expenditure on relets and repairs is projected to be greater than budgeted due to increased level of work being carried out. This is projected to be offset by additional rental income that is anticipated to be received along with efficiency savings within the Planned Maintenance Programme. The overall impact is a breakeven position against the adjusted HRA 2011/2012 Revenue Budget.

8 **CHANGING FOR THE FUTURE**

The Policy & Resources Committee on 23 August 2010 approved report 441-2010 on Changing for the Future, including a schedule of individual reviews to be undertaken. A number of these reviews have now been completed and reported to the Changing for the Future Board. The revenue budget savings identified in these completed reviews total around £8.5m in a full financial year. The majority of these savings (e.g. from the Voluntary Early Retirement / Voluntary Redundancy Schemes) have already been reflected in the approved 2011/2012 Revenue Budget. Where the savings have not already been reflected in the approved 2011/2012 Revenue Budget, they are reflected in the 2011/2012 monthly revenue monitoring where appropriate and will be incorporated into the Provisional 2012/2013 Revenue Budget in due course.

9 **CONCLUSION**

As in previous years, the Director of Finance will work with all Chief Officers of the Council to monitor the Council's 2011/2012 Revenue Budget and, through prudent budget management, take every reasonable action to achieve an outturn position below or in line with the approved 2011/2012 Revenue Budget.

10 **POLICY IMPLICATIONS**

This report has been screened for any policy implications in respect of Sustainability, Strategic Environmental Assessment, Anti-Poverty, Equality Impact Assessment and Risk Management. Details of the risk assessment are included in Appendix D to this report.

There are no major issues.

11 **CONSULTATIONS**

The Chief Executive, Depute Chief Executive (Support Services) and all other Chief Officers have been consulted in the calculation of projected outturns included in this report, insofar as they apply to their own individual department.

12 **BACKGROUND PAPERS**

None.

MARJORY M STEWART
DIRECTOR OF FINANCE

02 FEBRUARY 2012

DUNDEE CITY COUNCIL
2011/2012 REVENUE OUTFURN MONITORING
PERIOD 1 APRIL 2011 - 31 DECEMBER 2011

Appendix A

Statement analysing 2011/2012 Projected Revenue Outturn to Budget (Capital Charges, Central Support & Central Buildings Recharges have been excluded from Departments as these costs are outwith their control).

| | Approved Budget £000 | Budget Adjustments £000 | Adjusted Budget £000 | Forecast £000 | Worse Than Budget £000 | Better Than Budget £000 | Net Variance £000 | Notes | Previous Months Projected Variance £000 |
|---|----------------------------|-------------------------------|----------------------------|------------------|---------------------------------|----------------------------------|-------------------------|-------|---|
| General Fund Departments | | | | | | | | | |
| Social Work | 86,224 | 796 | 87,020 | 88,950 | 1,930 | | 1,930 | 1 | 1,930 |
| City Development | 12,722 | (240) | 12,482 | 12,651 | 169 | | 169 | 2 | 169 |
| Other Housing | 3,348 | (53) | 3,295 | 3,322 | 27 | | 27 | 3 | |
| Education | 121,519 | (73) | 121,446 | 121,446 | | | | 4 | |
| Waste Management | 15,065 | 254 | 15,319 | 15,319 | | | | | |
| Environmental Health & Trading Stds | 2,884 | | 2,884 | 2,884 | | | | | |
| Leisure & Communities | 21,532 | 19 | 21,551 | 21,479 | | (72) | (72) | 5 | (72) |
| DCS - Land Services Client | 1,951 | | 1,951 | 1,951 | | | | | |
| Supporting People | 12,279 | | 12,279 | 12,279 | | | | | |
| Central Support Services: | | | | | | | | | |
| Chief Executive | 1,497 | (94) | 1,403 | 1,403 | | | | | |
| Personnel | 1,141 | 97 | 1,238 | 1,238 | | | | | |
| Information Technology | 4,919 | 727 | 5,646 | 5,646 | | | | | |
| Support Services - Admin/Legal | 3,228 | (23) | 3,205 | 3,205 | | | | | |
| - Architects | (628) | | (628) | (628) | | | | | |
| Finance General | 3,353 | (7) | 3,346 | 3,246 | | (100) | (100) | 6 | (100) |
| Miscellaneous Services: | | | | | | | | | |
| Chief Executive | 7,162 | | 7,162 | 7,005 | | (157) | (157) | 7 | (157) |
| Support Services | 68 | | 68 | 68 | | | | | |
| Finance Revenues | 3,396 | (134) | 3,262 | 2,962 | | (300) | (300) | 8 | (250) |
| Dundee CAB | 111 | | 111 | 111 | | | | | |
| Contribution to Employment Unit | 85 | | 85 | 85 | | | | | |
| | ----- | ----- | ----- | ----- | ----- | ----- | ----- | | ----- |
| | 301,856 | 1,269 | 303,125 | 304,622 | 2,126 | (629) | 1,497 | | 1,520 |
| Miscellaneous Income | (2,567) | | (2,567) | (2,567) | | | | | |
| DCS - Contracting Activities and Land Services | (388) | (22) | (410) | (410) | | | | | |
| Capital Financing Costs / Interest on Revenue Balances | 24,805 | 67 | 24,872 | 24,072 | | (800) | (800) | 9 | (800) |
| Contingencies | | | | | | | | | |
| General | 650 | (643) | 7 | 7 | | | | | |
| Other | 42 | | 42 | 42 | | | | | |
| Electricity Contract | 594 | | 594 | 594 | | | | | |
| Discretionary NDR Relief | 147 | | 147 | 147 | | | | | |
| Supplementary Superannuation Costs | 1,918 | 181 | 2,099 | 2,099 | | | | | |
| | ----- | ----- | ----- | ----- | ----- | ----- | ----- | | ----- |
| | 327,057 | 852 | 327,909 | 328,606 | 2,126 | (1,429) | 697 | | 720 |
| Joint Boards | | | | | | | | | |
| Tayside Joint Police Board | 16,223 | | 16,223 | 16,223 | | | | | |
| Tayside Fire & Rescue Board | 12,553 | | 12,553 | 12,553 | | | | | |
| Tayside Valuation Joint Board | 991 | | 991 | 991 | | | | | |
| | ----- | ----- | ----- | ----- | ----- | ----- | ----- | | ----- |
| Total Expenditure | 356,824 | 852 | 357,676 | 358,373 | 2,126 | (1,429) | 697 | | 720 |
| Sources of Income | | | | | | | | | |
| General Revenue Funding / Contribution from NNDR Pool | (300,302) | | (300,302) | (300,302) | | | | | |
| Council Tax | (56,522) | | (56,522) | (57,322) | | (800) | (800) | 10 | (800) |
| Use of Balances - | | | | | | | | | |
| Committed Balances c/f | 0 | (760) | (760) | (760) | | | | | |
| Renewal & Repair Fund | 0 | (92) | (92) | (92) | | | | | |
| | ----- | ----- | ----- | ----- | ----- | ----- | ----- | | ----- |
| (Surplus)/Deficit for the year | 0 | 0 | 0 | (103) | 2,126 | (2,229) | (103) | | (80) |
| | ===== | ===== | ===== | ===== | ===== | ===== | ===== | | ===== |
| Housing Revenue Account | 0 | | 0 | 0 | | | 0 | 11 | 0 |
| | ===== | ===== | ===== | ===== | === | === | === | | === |

REASONS FOR 2011/2012 CONTROLLABLE PROJECTED REVENUE OUTTURN VARIANCES
(Excludes Capital Charges, Central Support Services & Office Recharges)

Appendix B

AT 31 DECEMBER 2011

| <u>Department</u> | <u>Note</u> | <u>Total Variance £000</u> | <u>Previous Months Total Variance £000</u> | <u>Cost Centre</u> | <u>Subjective Analysis</u> | <u>Breakdown of Projected Variance £000</u> | <u>Breakdown of Previous Months Projected Variance £000</u> | <u>Reason / Basis of Over/(Under)spend</u> |
|-------------------------|-------------|------------------------------------|--|----------------------------------|--------------------------------|---|---|--|
| <u>Social Work</u> | 1 | 1,930 | 1,930 | Departmental | Staff | (250) | (250) | Reflects projected savings mainly due to staff slippage. |
| | | | | | Third Party Payments | 811 | 811 | Reflects continuous cost pressures around Adult Care. |
| | | | | | Income | (143) | (143) | Non-recurring additional income generated through repayment of cash reserves and balances from Social Work funded voluntary bodies. |
| | | | | Children | Third Party Payments | 112 | 112 | Reflects an increased number of residential and secure care placements being made. |
| | | | | | Third Party Payments | 1,600 | 1,600 | Increase in number of children requiring permanent substitute care away from their birth parents. |
| | | | | Older People | Income | (286) | (286) | Reflects clients non-recurring contributions towards residential accommodation in local authority homes. |
| | | | | Adult | Income | 86 | 86 | Reflects reduction in the utilisation of services by other local authorities partly offset by increased income from charges for enabler and day care services. |
| <u>City Development</u> | 2 | 169 | 169 | Transportation | Staff | (40) | (40) | Staff costs are projected to be underspent due to various unfilled vacancies. |
| | | | | | Sustainable Transport | Staff | (50) | (50) |
| | | | | | Third Party Payments | (185) | (185) | Reflects lower than anticipated expenditure following changes to contracts for registered bus services. |
| | | | | | Income | 75 | 75 | Income for advertising is lower than budgeted, reflecting a reduction in these activities. |
| | | | | | Property | Staff | (160) | (160) |
| | | | | Building Quality | Staff | (64) | (64) | Staff costs are projected to be underspent due to various unfilled vacancies. |
| | | | | | Income | 380 | 380 | Income for building warrants, planning applications and property enquiries is lower than budgeted, reflecting a reduction in these activities due to the current economic climate. |
| | | | | Mainstream: Economic Development | Supplies & Services | (257) | (257) | Reflects lower than anticipated expenditure on various budget heads. |
| | | | | City Square | Property | 70 | 70 | Reflects projected overspend on health and safety contracts. |
| | | | | Off Street Car Parks | Income | 400 | 400 | Reflects shortfall in level of budgeted income for car parking charges. |

REASONS FOR 2011/2012 CONTROLLABLE PROJECTED REVENUE OUTTURN VARIANCES
(Excludes Capital Charges, Central Support Services & Office Recharges)

Appendix B

AT 31 DECEMBER 2011

| <u>Department</u> | <u>Note</u> | <u>Total Variance £000</u> | <u>Previous Months Total Variance £000</u> | <u>Cost Centre</u> | <u>Subjective Analysis</u> | <u>Breakdown of Projected Variance £000</u> | <u>Breakdown of Previous Months Projected Variance £000</u> | <u>Reason / Basis of Over/(Under)spend</u> |
|---|-------------|------------------------------------|--|--|--------------------------------|---|---|---|
| <u>Other Housing</u> | 3 | 27 | Nil | Miscellaneous | Income | 30 | 0 | Reflects shortfall in level of income for property enquiries. |
| <u>Education</u> | 4 | Nil | Nil | Departmental | Property | (600) | (600) | Reflects projected underspend in energy costs across the department. |
| | | | | | Property | 220 | 220 | Reflects overspend on non-domestic rates across the department. |
| | | | | Nursery | Income | 20 | 20 | Reflects lower than budgeted income for various grants. |
| | | | | Primary | Staff | 279 | 279 | Projected teacher numbers expected to be greater than budgeted level in order to meet required pupil to teacher ratios. |
| | | | | EOTAS | Third Party Payments | 81 | 81 | Education Department share of projected overspend on residential and secure placements budget. |
| <u>Leisure & Communities</u> | 5 | (72) | (72) | Library, Information & Cultural Services | Property | (36) | (36) | Reflects prior year refund for non-domestic rates on Camperdown House. |
| | | | | Business Development & Support Services | Staff | (33) | (33) | Staff costs are projected to be underspent due to an unfilled vacant post and a reduction in expenditure on staff training and development. |
| <u>Finance General</u> | 6 | (100) | (100) | General | Staff | (202) | (202) | Mainly reflects projected savings due to staff slippage. |
| | | | | | Supplies & Services | 57 | 57 | Reflects projected overspend mainly due to legal fees, computer software and other miscellaneous supplies and services being greater than anticipated. |
| | | | | | Income | 51 | 51 | Income from property enquiries is lower than budgeted, reflecting a reduction in these activities due to the current economic climate. In addition, insurance fund recharge is lower than expected although this will be offset by a corresponding underspend in staff costs. |
| <u>Miscellaneous Services: Support Services</u> | 7 | (157) | (157) | NEC Project | Income | (145) | (145) | Reflects grant income received from Improvement Service. |
| | | | | Dundee NEC Office | Income | (67) | (67) | Reflects grant income received from Improvement Service. |
| | | | | Employment Unit | Income | 55 | 55 | Reflects loss of income contributions from other local authorities partly offset by various other additional income not included in budget. |
| <u>Finance Revenues</u> | 8 | (300) | (250) | Revenues | Staff | (260) | (240) | Projected underspend mainly due to unfilled vacancies and maternity leave. |
| | | | | | Income | (39) | (28) | Mainly reflects additional commission income received from Scottish Water. |

REASONS FOR 2011/2012 CONTROLLABLE PROJECTED REVENUE OUTTURN VARIANCES
(Excludes Capital Charges, Central Support Services & Office Recharges)

AT 31 DECEMBER 2011

| <u>Department</u> | <u>Note</u> | <u>Total</u> <u>Variance</u> <u>£000</u> | <u>Previous</u> <u>Months</u> <u>Total</u> <u>Variance</u> <u>£000</u> | <u>Cost Centre</u> | <u>Subjective</u> <u>Analysis</u> | <u>Breakdown</u> <u>of Projected</u> <u>Variance</u> <u>£000</u> | <u>Breakdown</u> <u>of Previous</u> <u>Months</u> <u>Projected</u> <u>Variance</u> <u>£000</u> | <u>Reason / Basis of Over/(Under)spend</u> |
|--|-------------|--|--|--------------------------|--------------------------------------|---|---|---|
| <u>Capital Financing</u> <u>Costs/IOB</u> | 9 | (800) | (800) | Corporate | Capital Financing Costs/IOB | (800) | (800) | Reflects projected saving on capital financing costs due to lower than anticipated interest rates together with slippage on expenditure in 2011/12 capital programme. |
| <u>Council Tax</u> | 10 | (800) | (800) | Corporate | Income | (800) | (800) | Reflects an increase in total Council Tax billed as a result of an increase in the number and value of chargeable properties. |
| <u>Housing Revenue</u> <u>Account</u> | 11 | Nil | Nil | Repairs & Relets | | 258 | 342 | Mainly reflects the level of responsive repairs that are currently being required. |
| | | | | Lost Rents and Bad Debts | | 122 | 121 | Mainly this relates to an increase in lost rents as a result of a greater number of void properties and a fall in the level of council sales. |
| | | | | Housing Administration | | 0 | (104) | Reflects various projected savings including staff costs, furnishings and training. |
| | | | | Stair Lighting | | 10 | 20 | Mainly reflects increased price of electricity charges. |
| | | | | Homelessness | | 70 | 65 | Mainly this is due to an anticipated increase in repairs and maintenance expenditure. |
| | | | | Rent of Houses | | (570) | (480) | Increased rental income mainly due to a higher level of housing stock than budgeted. |
| | | | | Capital Financing Costs | | 110 | 36 | Overspend reflects higher than budgeted loan repayments. |

Appendix C

| <u>General Fund Departments</u> | <u>Alloc From Conts £000</u> | <u>2010/11 Under spends b/fwd £000</u> | <u>Funding T/Fs £000</u> | <u>Alloc from R&R Fund £000</u> | <u>Alloc from Other Bals £000</u> | <u>T/Fs Between Depts £000</u> | <u>Other T/Fs £000</u> | <u>Dept Totals £000</u> |
|---|---|---|---|--|--|---|---------------------------------------|--|
| <u>Education</u> | | | | | | | | |
| 1. DSM Balances | | 308 | | | | | | |
| 2. T/f Staff Costs to Information Technology | | | | | | (98) | | |
| 3. T/f Supplementary Supn Costs to General Fund | | | | | | (181) | | |
| 4. T/f Staff Costs to CSS - Admin & Legal | | | | | | (7) | | |
| 5. T/f Staff Costs to Leisure & Communities | | | | | | (60) | | |
| 6. Operating Model Re-design - Review of Health & Safety Function | | | | | | (35) | | |
| | | | | | | | | (73) |
| <u>Social Work</u> | | | | | | | | |
| 1. Community Equipment Service | | 85 | | | | | | |
| 2. T/f Staff Costs to Information Technology | | | | | | (149) | | |
| 3. Cont to Dundee Women's Aid Project | 17 | | | | | | | |
| 4. Violence Against Women Team | | | | | | 53 | | |
| 5. Closure of Rosebank Care Home | 104 | | | | | | | |
| 6. Children's Services Cost Pressures | 500 | | | | | | | |
| 7. Operating Model Re-design - Review of Health & Safety Function | | | | | | (19) | | |
| 8. Integrated Children Services | | | | | | 205 | | |
| | | | | | | | | 796 |
| <u>City Development</u> | | | | | | | | |
| 1. Flood Risk Management | | 57 | | | | | | |
| 2. T/f Staff Costs to Information Technology | | | | | | (273) | | |
| 3. Dundee House relocation costs | | | | 78 | | | | |
| 4. T/f Staff Costs to Chief Executive | | | | | | (89) | | |
| 5. T/f Staff Costs to Admin & Legal | | | | | | (13) | | |
| | | | | | | | | (240) |
| <u>Leisure & Communities</u> | | | | | | | | |
| 1. T/f Staff Costs from Finance General | | | | | | 12 | | |
| 2. Prudential Borrowing - McManus Galleries | | | | | | (67) | | |
| 3. T/f Staff Costs from Education | | | | | | 60 | | |
| 4. Contribution towards major repairs at Dundee Ice Arena | | | | 14 | | | | |
| | | | | | | | | 19 |
| <u>Waste Management</u> | | | | | | | | |
| 1. Various commitments c/fwd | | 275 | | | | | | |
| 2. Operating Model Re-design - Review of Health & Safety Function | | | | | | (21) | | |
| | | | | | | | | 254 |
| <u>CSS - Chief Executive</u> | | | | | | | | |
| 1. Contribution to V&A Project | 22 | | | | | | | |
| 2. T/f Staff Costs from City Development | | | | | | 89 | | |
| 3. Integrated Children Services | | | | | | (205) | | |
| | | | | | | | | (94) |
| <u>CSS - Personnel</u> | | | | | | | | |
| 1. Operating Model Re-design - Review of Health & Safety Function | | | | | | 97 | | |
| | | | | | | | | 97 |
| <u>CSS - Information Technology</u> | | | | | | | | |
| 1. T/f Operations Team from Finance Revenues | | | | | | 145 | | |
| 2. T/f Staff Costs from City Development | | | | | | 273 | | |
| 3. T/f Staff Costs from Education | | | | | | 98 | | |
| 4. T/f Staff Costs from Admin & Legal | | | | | | 62 | | |
| 5. T/f Staff Costs from Social Work | | | | | | 149 | | |
| | | | | | | | | 727 |

Appendix C

| General Fund Departments | Alloc From Conts £000 | 2010/11 Under spends b/fwd £000 | Funding T/Fs £000 | Alloc from R&R Fund £000 | Alloc from Other Bals £000 | T/Fs Between Depts £000 | Other T/Fs £000 | Dept Totals £000 |
|---|--|--|----------------------------------|---|---|--|--------------------------------|---------------------------------|
| CSS - Admin & Legal | | | | | | | | |
| 1. T/f Staff Costs from Finance Revenues | | | | | | 19 | | |
| 2. T/f Staff Costs to Information Technology | | | | | | (62) | | |
| 3. T/f Staff Costs from City Development | | | | | | 13 | | |
| 4. T/f Staff Costs from Education | | | | | | 7 | | |
| | | | | | | | | (23) |
| CSS - Finance General | | | | | | | | |
| 1. Computer Audit | | 5 | | | | | | |
| 2. T/f Staff Costs to Leisure & Communities | | | | | | (12) | | |
| | | | | | | | | (7) |
| MS - Finance Revenues | | | | | | | | |
| 1. T/f Staff Costs to CSS - Admin & Legal | | | | | | (19) | | |
| 2. T/f Operations Team to Information Technology | | | | | | (145) | | |
| 3. Single Persons Discount Review | | 30 | | | | | | |
| | | | | | | | | (134) |
| Other Housing | | | | | | | | |
| 1. Violence Against Women Team | | | | | | (53) | | |
| | | | | | | | | (53) |
| DCS - Contracting Activities and Land Services | | | | | | | | |
| 1. Operating Model Re-design - Review of Health & Safety Function | | | | | | (22) | | |
| | | | | | | | | (22) |
| Capital Financing Costs / IORB | | | | | | | | |
| 1. Prudential Borrowing - McManus Galleries | | | | | | 67 | | |
| | | | | | | | | 67 |
| General Contingency | | | | | | | | |
| 1. T/f to Chief Executive (V&A Cont) | (22) | | | | | | | |
| 2. T/f to Social Work (Dundee Women's Aid) | (17) | | | | | | | |
| 3. T/f to Social Work (Rosebank Care Home) | (104) | | | | | | | |
| 4. T/f to Social Work (Children's Services) | (500) | | | | | | | |
| | | | | | | | | (643) |
| Supplementary Superannuation | | | | | | | | |
| 1. T/f Supplementary Supn Costs from Education | | | | | | 181 | | |
| | | | | | | | | 181 |
| Total Adjustments (General Fund) | 0 | 760 | 0 | 92 | 0 | 0 | 0 | 852 |

| Risks - Revenue | Assessment | | Risk Management / Comment |
|---|--------------|--------------|--|
| | Original | Revised | |
| <u>General Inflation</u> General price inflation may be greater than anticipated. | Med | Med | Corporate Procurement strategy in place, including access to nationally tendered contracts for goods and services. In addition, fixed price contracts agreed for major commodities i.e. gas and electricity. |
| <u>Single Status</u> The provision for the costs associated with implementing Single Status may be insufficient. | Low | Low | Departmental budgets increased to cover incremental progression through the new grades. |
| <u>Equal Pay Claims</u> A provision may be required for the cost of equal pay claims. | Low | Low | Relatively few cases being taken through the Employment Tribunal process. |
| <u>Capital Financing Costs</u> Level of interest rates paid will be greater than anticipated. | Low/ Med | Low/ Med | Treasury Mgmt Strategy. Limited exposure to variable rate funding. |
| <u>Interest on Revenue Balances</u> Level of interest rates will be lower than anticipated. | Med/ High | Med/ High | Treasury Mgmt Strategy. Reduction in income will be offset by lower temporary borrowing costs. |
| <u>Savings</u> Failure to achieve agreed level of savings & efficiencies. | Low/ Med | Low/ Med | General risk mitigation factors (ref para 5.1), in particular, regular monitoring by departments to ensure savings targets are met. |
| <u>Emerging Cost Pressures</u> The possibility of new cost pressures or responsibilities emerging during the course of the financial year. | Low/ Med | Low/ Med | General risk mitigation factors (ref para 5.1), in particular, regular monitoring by departments to ensure cost pressures are identified early and corrective action can be taken as necessary. |
| <u>Chargeable income</u> The uncertainty that the level of chargeable income budgeted will be received. | Med/ High | Med/ High | General risk mitigation factors (ref para 5.1), in particular, regular monitoring by departments to ensure any shortfalls are identified as early as possible and corrective action can be taken as necessary. |
| <u>Council Tax Collection</u> Provision for non-collection of Council Tax (3.2%) may not be adequate. | Low | Low | Provision set takes cognisance of amounts collected for previous financial years. Non-payers subject to established income recovery procedures. |