

## Families, Children &amp; Learning

## Revenue Budget Summary

Forecast Variance Month 2 £'000	Service	2018/19 Budget Month 5 £'000	Forecast Outturn Month 5 £'000	Forecast Variance Month 5 £'000	Forecast Variance Month 5 %	2018/19 Savings Proposed £'000	Savings Achieved/ Anticipated £'000	Savings At Risk £'000
4	Director of Families, Children & Learning	283	283	0	0.0%	15	15	0
1,264	Health, SEN & Disability Services	37,752	38,843	1,091	2.9%	1,245	385	860
251	Education & Skills	7,278	7,507	229	3.1%	276	216	70
706	Children's Safeguarding & Care	40,011	39,461	(550)	-1.4%	2,722	3,039	206
(4)	Quality Assurance & Performance	1,396	1,380	(16)	-1.1%	50	54	0
2,221	Total Families, Children & Learning	86,720	87,474	754	0.9%	4,308	3,709	1,136
(1,184)	Further Financial Recovery Measures (see below)	-	(485)	(485)	-	-	-	-
1,037	Residual Risk After Financial Recovery Measures	86,720	86,989	269	0.3%	4,308	3,709	1,136

## Explanation of Key Variances (Note: FTE/WTE = Full/Whole Time Equivalent)

Key Variances £'000	Service Area	Variance or Financial Recovery Measure Description
Further Directorate Financial Recovery Measures		
(485)	Further Financial Recovery Measures projection	The directorate has developed an over-arching Financial Recovery Plan to address the above pressures. The Recovery plan includes the following measures:
		<ul style="list-style-type: none"> <li>Reducing the average unit cost of placements through improved commissioning and reviewing identified high cost placements;</li> <li>Review of accommodation costs;</li> <li>In-House Foster Care - aiming to move to 65% in-house carers by the end of the year;</li> <li>Adult LD Community Care - contract savings on outsourced provision, reducing the need for use of contingency budgets, and potential application of Clinical Commissioning Group (CCG) NHS dowries grant;</li> <li>Re-negotiation of Continuing Health Care contributions from the CCG.</li> </ul>

Appendix 3 – Revenue Budget Performance

Key Variances £'000	Service Area	Variance or Financial Recovery Measure Description
<b>Health, SEN &amp; Disability Services</b>		
565	Adults Learning Disabilities - Community Care	Complexity of clients is increasing and both the number (increase of 16.81 WTE over budget) and unit cost of placements (increase of 0.4% above budget) are in excess of budget for 2018/19.
175	Adults Learning Disabilities - loss of Continuing Health Care funding	Due to new high cost placements in 2018/19 both the number (increase of 1.1 FTE over budget) and unit cost of placements (increase of 19.8% above budget) are in excess of budget.
218	In-house Children's Learning Disability Provision	There is a significant budget pressure on Drove Road (£0.287m) being offset by small underspends in other areas of Children's in-house disability provision.
197	Children's Disability Agency Placements	Due to new high cost placements in 2018/19 both the number and unit cost of placements are in excess of budget.
(64)	Other	
<b>Education &amp; Skills</b>		
89	Home to School Transport	The overspend is due to additional hired transport, recoupment and increased costs in 16-19 travel.
177	Skills and Employment	Mainly due to underachievement of income targets in Able and Willing.
(37)	Other	
<b>Children's Safeguarding &amp; Care</b>		
405	Demand-Led - Residential Agency Placements	The projected number of residential placements (35.70 FTE) is broken down as 30.95 FTE social care residential placements (children's homes) and 4.75 FTE schools placements. The budget allowed for 30.20 FTE social care residential care placements and 5.30 FTE schools placements. The average unit cost of residential placements is higher than the budgeted level at £3,714.54 per week (£188.06 per week above budget). The combination of the number of children placed being 0.20 FTE above the budgeted level and the high unit costs results in the overspend of £0.405m.
469	Demand-Led - Independent Foster Agency (IFA) Placements	The number of children placed in Independent Foster Agency placements has decreased in recent years. During 2017/18 there were 118.68 FTE (compared with 132.14 FTE for 2016/17). The current projected number of placements in 2018/19 is 98.52 FTE, a reduction of 17%. The budget for IFA placements included significant levels of savings and was set at 86.30 FTE. The numbers being higher than the budget by 12.22 FTE results in a projected overspend of £0.469m.

Appendix 3 – Revenue Budget Performance

Key Variances £'000	Service Area	Variance or Financial Recovery Measure Description
(280)	Demand-Led - Secure Accommodation	It is estimated that during 2018/19 there will be 0.50 FTE secure (welfare) placements and 1.06 FTE secure (justice) placements. The budget allowed for 1.40 FTE welfare and 1.10 FTE justice placements during the year. There are currently no children in a secure (welfare) placement and one in a secure (justice) placement resulting in a projected underspend of £0.280m.
(854)	Demand-Led - Semi-independent/Supported placements	The number of semi-independent and supported living placements is projected to be 28.11 FTE and this is 8.99 FTE below the budgeted level. The average unit cost of these placements had increased considerably last year but has now stabilised in line with the budgeted level. The lower forecast number of placements results in the underspend of £0.854m.
(724)	Demand-Led - In-House Fostering	As at the 31st August 2018 there were 138 children placed with 'in-house' foster carers and 151.98 FTE for the year. The budget, based on an increasing trend over the last few years and the drive to increase recruitment of in-house carers, was set at 171.60 FTE placements. This has resulted in the current projected underspend of £0.724m.
196	Demand-Led - Family & Friends placements, Child Arrangement Orders and Special Guardianship Orders	The budget allows for 314.40 FTE placements of these types. It is currently anticipated that there will be 324.28 FTE children in these placements during 2018/19 and this results in the overspend of £0.196m.
319	Demand-Led - Care Leavers	The projected number of care leaver placements in 2018/19 is 137.00 FTE. The budget allows for 114.40 FTE placements. The change in responsibilities for local authorities has seen a growth in the number of care leavers receiving financial support and has resulted in the overspend of £0.319m.
268	Demand-Led Unaccompanied Asylum Seeking Children (UASC) Grant	The numbers of unaccompanied asylum seeking children has increased considerably in the last two years. The costs of looking after these children is funded by a grant from the Home Office, however the increase in the number of asylum seekers has required additional staffing and there has been an increase in other, non-accommodation costs resulting in the overspend of £0.268m.
(81)	Legal Fees	The projected underspend of £0.081m at Month 5 is based on current spend/commitments and accounts for the fact that activity and associated spend are down significantly on the same period 2017/18 and whilst significant growth has been allowed within the projection a reduced year end outturn is anticipated. For 2018/19 the Special Assessment budgets (Medical, Psychological etc) have been transferred to the Clermont Service and will be managed there. Accordingly, the overspend is attributable in the main to Legal, Court and Counsel fees.

**Appendix 3 – Revenue Budget Performance**

<b>Key Variances £'000</b>	<b>Service Area</b>	<b>Variance or Financial Recovery Measure Description</b>
205	Adoption Payments	The overspend in Adoption Payments is made up of two elements. An underspend of £0.046m in Adoption Allowances combined with a projected overspend of £0.251m against the Interagency Adoption budget.
(126)	Social Work Team (Pods)	The £0.078m underspend forecast variance accounts for current vacancies and assumed future staff turnover. The recruitment of a number of newly qualified Social Workers from September 2018 is built into the forecast on the basis of 'one in one out' of the Social Work Establishment.
(159)	Adolescent Service	Vacant posts and staff turnover following service restructure.
(135)	Preventive	Despite significant costs from families with no recourse to public funds, there have been reductions in spending on agency and sessional workers, rent and deposits, payments to relatives and assessment and treatments resulting in an overall underspend of £0.135m.
(53)	Other	
<b>Quality Assurance &amp; Performance</b>		
(16)	Other	

## Health &amp; Adult Social Care (HASC)

## Revenue Budget Summary

Forecast Variance Month 2 £'000	Service	2018/19 Budget Month 5 £'000	Forecast Outturn Month 5 £'000	Forecast Variance Month 5 £'000	Forecast Variance Month 5 %	2018/19 Savings Proposed £'000	Savings Achieved/ Anticipated £'000	Savings At Risk £'000
1,220	Adult Social Care	31,979	34,405	2,426	7.6%	2,130	652	1,478
0	Integrated Commissioning	5,988	5,943	(45)	-0.8%	120	120	0
716	S75 Sussex Partnership Foundation Trust (SPFT)	14,036	15,184	1,148	8.2%	340	340	0
161	Public Health	948	952	4	0.4%	826	826	0
2,097	Total Health & Adult Social Care	52,951	56,484	3,533	6.7%	3,416	1,938	1,478
(1,108)	Further Financial Recovery Measures (see below)	-	(577)	(577)	-	-	-	-
989	Residual Risk After Financial Recovery Measures	52,951	55,907	2,956	5.6%	3,416	1,938	1,478

## Explanation of Key Variances

Key Variances £'000	Service Area	Variance or Financial Recovery Measure Description
Further Directorate Financial Recovery Measures		
(577)	Further Financial Recovery Measures projection	The directorate has developed an over-arching Financial Recovery Plan to address the pressures detailed below across the various service headings.
		The Financial Recovery Plan includes: - a review of high cost placements; - revision of use of in-house provision; and - Re-directing the use of some in house home care staff.

Appendix 3 – Revenue Budget Performance

Key Variances		
£'000	Service Area	Variance or Financial Recovery Measure Description
Adult Social Care		
2,478	Demand-Led Community Care - Physical & Sensory Support	<p>There are increasing numbers of 'new' older people being discharged from hospital requiring social care services for the first time, as well as increased community demand. This additional financial pressure is being partly met by the Adult Care Support Grant and Improved Better Care fund for 2018/19.</p> <p>The residential and nursing unit cost pressure for the 18-64 age band is due to 31 placements being made since January 2018 which were on average 55% over the budgeted unit cost.</p> <p>For the 65+ age band, the residential and nursing pressure is due to increasing client numbers. Placements made from the hospital have increased by 26%.</p> <p>There has also been a significant reduction in CHC contributions over the last 2 financial years where in 2016/17 £0.602m was received (26 clients at £564 per week on average) but this reduced to £0.174m in 2017/18 and £0.171m in 2018/19 to date (7 clients at £497 per week).</p>
112	Demand-Led Community Care - Substance Misuse	There are relatively small numbers of clients within this service and this is in line with the expected demand. The average unit cost is higher than the budgeted unit cost resulting in the overspend of £0.112m.
226	In house provision	The saving of £0.326m set against in house provision (home care and residential) has been put at risk subject to further review. This is offset with temporary savings elsewhere in the service.
(390)	Assessment teams	This is due to a number of temporary vacancies across the Assessment teams.
Integrated Commissioning		
(50)	Contracts	In year underspends have been identified as a result of contract pricing management
5	Other	

Appendix 3 – Revenue Budget Performance

Key Variances		
£'000	Service Area	Variance or Financial Recovery Measure Description
S75 Sussex Partnership Foundation Trust (SPFT)		
248	Demand-Led - Memory Cognition Support	<p>The unit costs are higher than had been anticipated resulting in the overspend projection of £0.272m. This is due to a current lack of affordable residential and nursing home placements within the city.</p> <p>The forecast number of residential &amp; nursing placements is 296 WTE which is less than the budgeted level of 303 WTE placements. However, the average unit cost of residential placements is higher than the budgeted level at £456 per week (£30 per week above budget). The combination of the number of adults placed being 7 WTE less than the budgeted level and the increased unit costs result in the overspend of £0.373m (before applying the agreed risk-share with Sussex Partnership Foundation Trust).</p>
915	Demand-Led - Mental Health Support	<p>The average unit costs are higher than budgeted and this results in the overspend projection of £0.915m.</p> <p>There is an increasing need and complexity within this client group and the forecast number of residential &amp; nursing placements is 146 WTE, which is above the budgeted level of 131 WTE placements. The average unit cost of residential placements is also higher than the budgeted level at £777 per week (£99 per week above budget). The combination of the number of adults placed being 15 WTE less than the budgeted level and the increased unit costs result in the overspend of £1.040m (before applying the agreed risk-share with Sussex Partnership Foundation Trust).</p>
(15)	Other	
Public Health		
4	Other	

## Economy, Environment &amp; Culture

## Revenue Budget Summary

Forecast Variance Month 2 £'000	Service	2018/19 Budget Month 5 £'000	Forecast Outturn Month 5 £'000	Forecast Variance Month 5 £'000	Forecast Variance Month 5 %	2018/19 Savings Proposed £'000	Savings Achieved/ Anticipated £'000	Savings At Risk £'000
(314)	Transport	1,832	1,262	(570)	-31.1%	1,243	1,093	150
767	City Environmental Management	28,513	29,395	882	3.1%	350	100	250
130	City Development & Regeneration	2,558	2,658	100	3.9%	221	221	0
(3)	Culture	3,701	3,508	(193)	-5.2%	282	282	0
476	Property	(1,271)	(880)	391	30.8%	243	178	65
1,056	Total Economy, Environment & Culture	35,333	35,943	610	1.7%	2,339	1,874	465
0	Further Financial Recovery Measures (see below)	-	0	0	-	-	-	-
1,056	Residual Risk After Financial Recovery Measures	35,333	35,943	610	1.7%	2,339	1,874	465

## Explanation of Key Variances

Key Variances £'000	Service Area	Variance or Financial Recovery Measure Description
Further Directorate Financial Recovery Measures		
		For Property, the service manager intends to reduce the service pressure by the investment of capital funding and implementation of measures that will reduce the revenue spend and also by reducing the spend on non emergency reactive maintenance as much as possible.
		For CityParks, the savings at risk have been mitigated by vacancy management within the Operations team.



Appendix 3 – Revenue Budget Performance

Key Variances £'000	Service Area	Variance or Financial Recovery Measure Description
<b>Transport</b>		
(547)	Parking Services	<p>An underspend on salaries of £0.150m due to time to recruit following the Parking Services restructure which started on 1st April 2018. Some key roles have been covered by agency staff to safeguard income.</p> <p>An overachievement of penalty charge notice (PCN) income of £0.688m for bus lane enforcement following the installation of the new CCTV cameras. After an initial spike the PCN's issued are declining as compliance improves and this overachievement takes into account a 12 month forecast for 2018/19.</p> <p>Permit income is underachieving which may be partly a result of increases to visitor permit costs. However, Pay &amp; display income is overachieving which suggests there are more users of short term paid parking as an alternative.</p> <p>Other net variances total an overspend of £0.318m. This includes additional CCTV camera maintenance costs.</p> <p>Maintenance requirements have been identified in a number of off-street car parks which has resulted in overspend of £0.043m</p> <p>Parking income is monitored on a monthly basis as there are a number of variable factors that can impact on parking activity. Minor variations in demand can result in significant financial implications.</p>
(150)	Concessionary Fares	The concessionary bus fares budget is forecast to underspend by £0.150m due to lower than anticipated reimbursement.
206	Transport Projects and Engineering	<p>Bus Shelter advertising income shortfall of £0.075m due to the tender for bus shelter advertising being delayed.</p> <p>Payments to Bus Operators are forecast to exceed budget by £0.152m.</p>
(79)	Other Variances	
<b>City Environmental Management</b>		
736	City Clean Operations	<p>Forecast overspend of £0.394m on salaries due to high demand during summer season due to the heatwave and outdoor events such as Pride, high sickness levels and weekend working in communal bin areas.</p> <p>A forecast breakeven position for the commercial waste service therefore the budgeted surplus of £0.325m is predicted not to be met in 2018/19.</p>
138	Strategy & Projects	Savings at risk of £0.075m due to introduction of charging at 12 public conveniences sites not approved by July 2018 Policy, Resources and Growth committee. This income stream is dependent on the new operating model being re-considered in a report to this Committee.

Appendix 3 – Revenue Budget Performance

Key Variances		
£'000	Service Area	Variance or Financial Recovery Measure Description
8	Other Variances	
City Development & Regeneration		
155	Development Planning	A forecast underachievement of building control income of £0.165m after consideration of the fee increase in July offset by £0.010m additional Planning Performance Agreement income.
(55)	Other Variances	
Culture		
(170)	Royal Pavilion & Museums	Reduction in Royal Pavilion and Museums Business Rates £0.170m.
(23)	Other Variances	
Property		
450	Rents	Although currently there is still a reduced forecast shortfall in expected rental income mainly associated with the Contracted Property Portfolio (CPP) and New England House, the transfer of contract from Cluttons to GVA will reduce overall annual management fees. Also Property are currently looking to sell some of the less profitable premises and reinvest for greater gain but this project has caused some short term income loss within Corporate Landlord for 2018/19 plus some vacant properties currently awaiting renovation and redevelopment. There are also some pressures from NNDR revaluations leading to increased bills.
(59)	Property Services	Staff shortages on the Technical Services Team have created a predicted shortfall in professional fee income for 2018/19 and there is still a large expected pressure of around £0.350m identified relating to the high demand for additional security provision. The service manager intends to reduce this pressure by the investment of capital funding and implementation of measures that will reduce the revenue spend and also by reducing the spend on non emergency reactive maintenance as much as possible.

## Neighbourhood, Communities &amp; Housing

## Revenue Budget Summary

Forecast Variance Month 2 £'000	Service	2018/19 Budget Month 5 £'000	Forecast Outturn Month 5 £'000	Forecast Variance Month 5 £'000	Forecast Variance Month 5 %	2018/19 Savings Proposed £'000	Savings Achieved/ Anticipated £'000	Savings At Risk £'000
750	Housing General Fund	4,801	5,651	850	17.7%	364	186	178
0	Libraries	4,754	4,704	(50)	-1.1%	85	50	35
0	Communities, Equalities & Third Sector	2,742	2,712	(30)	-1.1%	35	35	0
(90)	Regulatory Services	1,505	1,375	(130)	-8.6%	129	109	20
0	Community Safety	1,463	1,403	(60)	-4.1%	40	20	20
0	Digital First	0	0	0	0.0%	0	0	0
660	Total Neighbourhood, Communities & Housing	15,265	15,845	580	2.8%	653	400	253
(750)	Further Financial Recovery Measures (see below)	-	(850)	(850)	-	-	-	-
(90)	Residual Risk After Financial Recovery Measures	15,265	14,995	(270)	-1.8%	653	400	253

## Explanation of Key Variances

Key Variances £'000	Service Area	Variance or Financial Recovery Measure Description
Further Directorate Financial Recovery Measures		
(850)	Further Financial Recovery Measures projection	Housing General Fund services have a challenging savings target which is only part met and a forecast overspend in Temporary Accommodation. There are a range of measures being put in place in temporary accommodation to deliver a balanced budget. If these measures are unsuccessful, the Flexible Homelessness Support Grant can be used, as a last resort, to mitigate any final in-year overspend.

**Appendix 3 – Revenue Budget Performance**

<b>Key Variances</b>		
<b>£'000</b>	<b>Service Area</b>	<b>Variance or Financial Recovery Measure Description</b>
<b>Housing General Fund</b>		
250	Housing General Fund savings	There are £0.250m of savings required of the Housing General Fund (some from 2017/18) still to be identified. There is further work underway to deliver more savings in-year. If these measures are unsuccessful, the Flexible Homelessness Support Grant can be used, as a last resort, to mitigate any final in-year overspend.
500	Temporary Accommodation	The forecast overspend is largely the result of higher void and repair costs driven by the current work to transform the service to reduce the reliance on temporary accommodation. The service underestimated the resources needed to support the volume of void turnover in all types of temporary accommodation and this resulted in a higher than forecast volume of spot purchase accommodation. However, the service is now in the process of recruiting more staff using the Flexible Homelessness Support Grant to support this activity. The service is also aiming to reduce the volume of households in temporary accommodation by focusing resources on earlier prevention of homelessness.
150	Seaside Homes	There is a forecast overspend driven substantially by the insurance costs which have in the past been covered by underspends on voids and maintenance budgets.
(50)	Travellers	There is a forecast underspend on travellers sites supplies and services.
<b>Libraries</b>		
(50)	Staffing	There is a forecast underspend against the staffing budget.
<b>Communities, Equalities &amp; Third Sector</b>		
(30)		Variance less than £0.050m.
<b>Regulatory Services</b>		
(130)	Staffing	Net underspend forecast across Safer Communities, mainly as a result of the summer start date for Field Officers and staffing costs being less than originally budgeted.
<b>Community Safety</b>		
(60)	Staffing	There is a forecast underspend against the staffing budget.

## Finance &amp; Resources

## Revenue Budget Summary

Forecast Variance Month 2 £'000	Service	2018/19 Budget Month 5 £'000	Forecast Outturn Month 5 £'000	Forecast Variance Month 5 £'000	Forecast Variance Month 5 %	2018/19 Savings Proposed £'000	Savings Achieved/ Anticipated £'000	Savings At Risk £'000
200	Finance	4,652	4,756	104	2.2%	137	137	0
(390)	Housing Benefit Subsidy	(901)	(1,226)	(325)	-36.1%	0	0	0
0	HR & Organisational Development	730	730	0	0.0%	25	25	0
1,076	IT&D	2,262	3,355	1,093	48.3%	62	0	62
0	Business Operations	(162)	(162)	0	0.0%	0	0	0
0	Contribution to Orbis	13,894	13,894	0	0.0%	681	681	0
886	<b>Total Finance &amp; Resources</b>	<b>20,475</b>	<b>21,347</b>	<b>872</b>	<b>4.3%</b>	<b>905</b>	<b>843</b>	<b>62</b>
(925)	Further Financial Recovery Measures (see below)	-	(925)	(925)	-	-	-	-
(39)	Residual Risk After Financial Recovery Measures	20,475	20,422	(53)	-0.3%	905	843	62

## Explanation of Key Variances

Key Variances £'000	Service Area	Variance or Financial Recovery Measure Description
Further Directorate Financial Recovery Measures		
(925)	IT&D Contracts	A recovery plan is being developed to offset the pressure on IT&D contracts. This will be kept under review, along with the pressure itself, but currently includes the use of £0.230m unallocated funding following the disaggregation of Orbis budgets - this has mostly arisen from planned savings for the Orbis partnership being higher than those originally budgeted for. In addition it is intended to maximise the use of appropriate Modernisation Funding, other one-off and capital funding resources to mitigate the pressure by £0.695m.

**Appendix 3 – Revenue Budget Performance**

<b>Key Variances</b>		
<b>£'000</b>	<b>Service Area</b>	<b>Variance or Financial Recovery Measure Description</b>
<b>Finance</b>		
104	Revenues & Benefits	At Month 5 a net overspend of £0.104m is forecast. The main element of this relates to a shortfall of £0.243m in court costs and bailiffs income resulting from staff vacancies. This is partially offset by underspends in supplies and services of £0.086m (mainly reduced court costs expenditure); income from sale of cars of £0.032m and staffing vacancies of £0.021m.
<b>Housing Benefit Subsidy</b>		
(325)	HB Subsidy	There is a forecast surplus of £0.150m on the recovery of overpaid council tax benefits. This is unchanged from Month 2 and is based on the level of income in April to August. A detailed forecast has been made on the main subsidy budgets and this indicates a surplus of £0.175m. The net position on the recovery of overpayments is forecast to be £0.355m better than budget and this is partially offset by additional costs of £0.179m in respect of a particular benefit type for vulnerable tenants which is not fully subsidised by the DWP.
<b>IT&amp;D</b>		
1,093	IT&D Contracts	At Month 5, IT&D are expecting a net pressure of £1.093m due to budget pressures in some areas, particularly IT&D contracts and savings targets (£1.076m). The service is working to identify funding to minimise these pressures including appropriate use of ICT Reserve and capitalisation of legitimate costs. It is also working to identify contract savings due to the Data Centre move but at Month 4 IT&D has had an additional unplanned spend of £0.017m for service transition improvements for the Revenues & Benefits service. A Financial Recovery plan is being developed to address this - see above.

## Strategy, Governance &amp; Law

## Revenue Budget Summary

Forecast Variance Month 2 £'000	Service	2018/19 Budget Month 5 £'000	Forecast Outturn Month 5 £'000	Forecast Variance Month 5 £'000	Forecast Variance Month 5 %	2018/19 Savings Proposed £'000	Savings Achieved/ Anticipated £'000	Savings At Risk £'000
0	Corporate Policy	713	713	0	0.0%	20	20	0
0	Legal Services	1,346	1,346	0	0.0%	59	59	0
0	Democratic & Civic Office Services	1,739	1,739	0	0.0%	32	32	0
0	Life Events	(23)	(73)	(50)	-217.4%	20	20	0
0	Performance, Improvement & Programmes	660	660	0	0.0%	48	48	0
0	Communications	679	683	4	0.6%	46	46	0
0	<b>Total Strategy, Governance &amp; Law</b>	<b>5,114</b>	<b>5,068</b>	<b>(46)</b>	<b>-0.9%</b>	<b>225</b>	<b>225</b>	<b>0</b>
0	Further Financial Recovery Measures (see below)	-	0	0	-	-	-	-
0	<b>Residual Risk After Financial Recovery Measures</b>	<b>5,114</b>	<b>5,068</b>	<b>(46)</b>	<b>-0.9%</b>	<b>225</b>	<b>225</b>	<b>0</b>

## Explanation of Key Variances

Key Variances £'000	Service Area	Variance or Financial Recovery Measure Description
Life Events		
(50)	Life Events	The service is now forecasting an underspend of £0.050m, compared to an on-target position at Month 2. There is a forecast £0.100m surplus for Land Charges income, due mostly to the continued high fees (and reduction of income target as part of the budget setting process) and also a £0.042m windfall of income received in respect of new burdens work. Registrars is expecting a £0.077m shortfall of income, mainly from reduced nationality checking fees. Elections are expecting an underspend of £0.021m this year in Electoral Registration costs. Other variances in the service amount to a further underspend of £0.006m.
Communications		
4	Communications	Minor variances.

## Appendix 3 – Revenue Budget Performance

### Corporate Budgets

#### Revenue Budget Summary

Forecast Variance Month 2 £'000	Service	2018/19 Budget Month 5 £'000	Forecast Outturn Month 5 £'000	Forecast Variance Month 5 £'000	Forecast Variance Month 5 %	2018/19 Savings Proposed £'000	Savings Achieved/Anticipated £'000	Savings At Risk £'000
0	Bulk Insurance Premia	3,133	3,133	0	0.0%	0	0	0
0	Capital Financing Costs	6,998	6,848	(150)	-2.1%	0	0	0
0	Levies & Precepts	201	200	(1)	-0.5%	0	0	0
0	Unallocated Contingency & Risk Provisions	1,062	915	(147)	-13.8%	0	0	0
0	Unringfenced Grants	(17,105)	(17,139)	(34)	-0.2%	0	0	0
(56)	Other Corporate Items	5,178	5,122	(56)	-1.1%	525	525	0
(56)	<b>Total Corporate Budgets</b>	<b>(533)</b>	<b>(921)</b>	<b>(388)</b>	<b>-72.8%</b>	<b>525</b>	<b>525</b>	<b>0</b>
0	Further Financial Recovery Measures (see below)	-	0	0	-	-	-	-
(56)	<b>Residual Risk After Financial Recovery Measures</b>	<b>(533)</b>	<b>(921)</b>	<b>(388)</b>	<b>-72.8%</b>	<b>525</b>	<b>525</b>	<b>0</b>

#### Explanation of Key Variances

Key Variances £'000	Service Area	Variance or Financial Recovery Measure Description
Capital Financing Costs		
(150)	Capital financing costs	Larger than anticipated cash balances.
Levies & Precepts		
(1)	Levies & precepts	Minor variance.
Unallocated Contingency & Risk Provisions		
(147)	Contingency	£0.150m was held in contingency for a planning appeal - however a proportion of this was funded from the directorate budget in 2017/18 and only £0.005m spent in 2018/19.



**Appendix 3 – Revenue Budget Performance**

<b>Key Variances</b>		
<b>£'000</b>	<b>Service Area</b>	<b>Variance or Financial Recovery Measure Description</b>
<b>Unringfenced Grants</b>		
(21)	Department of Health - Local Reform and Community Voice grant	Allocation announced in July 2018 was higher than budgeted.
(13)	Department for Education - Extended rights for home to school transport	Additional grant allocation for Extended Rights for Home to School Transport announced in August 2018.
<b>Other Corporate Items</b>		
(56)	Corporate Pension Costs	On corporate pension costs there is a £0.041m underspend relating to overpayments identified in respect of 2017/18 and £0.015m in respect of an in year reduction.

## Housing Revenue Account (HRA)

## Revenue Budget Summary

Forecast Variance Month 2 £'000	Service	2018/19 Budget Month 5 £'000	Forecast Outturn Month 5 £'000	Forecast Variance Month 5 £'000	Forecast Variance Month 5 %	2018/19 Savings Proposed £'000	Savings Achieved/Anticipated £'000	Savings At Risk £'000
(140)	Capital Financing	32,302	32,162	(140)	-0.4%	0	0	0
0	Strategic Director HRA	3,636	3,596	(40)	-1.1%	105	105	0
(60)	Head of City Development & Regeneration	286	226	(60)	-21.0%	0	0	0
0	Housing Strategy	762	712	(50)	-6.6%	0	0	0
0	Income Involvement Improvement	(45,955)	(46,045)	(90)	-0.2%	0	0	0
(150)	Property & Investment	7,050	6,950	(100)	-1.4%	550	550	0
0	Tenancy Services	1,919	1,919	0	0.0%	0	0	0
(350)	Total Housing Revenue Account	(0)	(480)	(480)	0.0%	655	655	0

## Explanation of Key Variances

Key Variances £'000	Service Area	Variance Description
Capital Financing		
(140)	Capital Financing	Significant reprofiling of HRA capital expenditure from 2017/18 into 2018/19 has impacted on the timing of borrowing required to fund the expenditure. This has resulted in lower interest charges being incurred during 2018/19 compared to the original budget forecast.
Strategic Director HRA		
(40)	Employees costs	Net reduction in staff costs due to recent service redesign in Housing.
Head of City Development & Regeneration		
(60)	Employees costs	Staff vacancies and capitalisation of salaries are forecast to be higher than originally budgeted.
Housing Strategy		
(50)	Rents & Service Charges	Projected income is slightly more than budget assumptions for Temporary Accommodation.

**Appendix 3 – Revenue Budget Performance**

<b>Key Variances</b>		
<b>£'000</b>	<b>Service Area</b>	<b>Variance Description</b>
<b>Income Involvement Improvement</b>		
(90)	Rents & Service Charges	Projected income is slightly more than budget assumptions.
<b>Property &amp; Investment</b>		
(100)	Employees costs	Forecast underspend due to staff vacancies and mobilisation of resources identified to support forthcoming costs aligned to consideration of options for future delivery of the repairs & improvement service.

## Appendix 3 – Revenue Budget Performance

### Dedicated Schools Grant (DSG)

#### Revenue Budget Summary

Forecast Variance Month 2 £'000	Service	2018/19 Budget Month 5 £'000	Forecast Outturn Month 5 £'000	Forecast Variance Month 5 £'000	Forecast Variance Month 5 %
0	Individual Schools Budget (ISB)	125,900	125,900	0	0.0%
78	Early Years Block (excluding delegated to Schools) <i>(This includes Private Voluntary &amp; Independent (PVI) Early Years 3 &amp; 4 year old funding for the 15 hours free entitlement to early years education)</i>	13,210	12,930	(280)	-2.1%
276	High Needs Block (excluding delegated to Schools)	19,441	19,526	85	0.4%
31	Exceptions and Growth Fund	4,016	4,061	45	1.1%
0	Grant Income	(162,366)	(162,366)	0	0.0%
385	<b>Total Dedicated Schools Grant (DSG)</b>	<b>201</b>	<b>51</b>	<b>(150)</b>	<b>-74.6%</b>

#### Explanation of Key Variances

Key Variances £'000	Service Area	Variance Description
Early Years Block (including delegated to Schools)		
78	Additional Support funding for 2, 3 & 4 year olds	Significant increase in the number of children receiving additional support funding and the impact of increased free entitlement available to working parents from September 2017.
0	Universal early years free entitlement for 2, 3 and 4 year olds	Early forecast based on summer term take-up and budgeted level of provision for autumn and spring terms.
(350)	Extended hours early years entitlement for working parents	Increase in DfE funding based on January 2018 census. This will be subject to a retrospective downward adjustment in 2019/20 if actual take-up is below January 2018 snapshot.
(8)	Other	Balance of variances on the other cost centres.
High Needs Block (excluding delegated to Schools)		
51	Inclusion Support Service	Vacancy control and plans to move the service to operate on a part traded basis in 2019/20.

Appendix 3 – Revenue Budget Performance

Key Variances		
£'000	Service Area	Variance Description
125	High Needs top-up for mainstream schools	Additional top-up funding agreed at case review for pupils with high needs. Growth in top-up funding estimated at £0.300m in 2018/19.
102	High Needs top-up for Special schools	Additional support packages for several pupils to avoid more expensive agency placements and special schools numbers above commissioned places.
116	Educational agency placements and other external high needs provision	Special schools are above capacity, largely due to upward pressure from mainstream settings, and this is having knock-on implications for out of city placements.
90	Children with Medical Needs	The number of children with medical needs and private hospital charges.
(15)	Other	Balance of variances on other cost centres.
(384)	Unallocated balance of carry forward from 2017/18 DSG	Balance of funding available following retrospective adjustment made to the 2017/18 DSG by DfE in July 2018.
Exceptions and Growth Fund		
31	Historic pension costs	Historic pension liabilities.
11	Schools Contingency	Significant Valuation Office Agency (VOA) changes to rates bills due to school expansions.
3	Other	Balance of variances on other cost centres.

