

REVENUE MANAGEMENT ACCOUNTS PERIOD 6 PLUS 6 (2007/08)
POSITION STATEMENT PREPARED AT 30 SEPTEMBER 2007

EXECUTIVE MEMBER: Cllr E Woodburn / Cllr A Holliday
LEAD OFFICER: Georgina Ayling, Interim Head of Finance and Business Development
REPORT AUTHOR: Paul Robson, Accountant

Summary & Recommendation:

This report informs Members of actual financial position for the 6 month period to 30 September 2007, and financial year end projection measured against approved revenue budget.

Recommendations:

- a) That Members note the report and approve the virements.

1.0 INTRODUCTION

- 1.1 The purpose of this report is to show the actual financial position for the 6 month period to 30th September 2007 and secondly the projected position as at financial year end.
- 1.2 All significant variances from budget have been identified and explained in section 3 below.

2.0 NEW ARRANGEMENTS

- 2.1 A recent organisational change in Accountancy Services, which now places more focus on forward looking management accounting, will assist the budget monitoring process more effectively. The accountants are

working closely with budget managers and holders to strengthen budget monitoring and control. Budget virement rules are being reviewed with a view to strengthen the budget management process (covered elsewhere in this agenda).

3.0 POSITION TO 30TH SEPTEMBER 2007

- 3.1 6 PLUS 6 basically means 6 months actual figures (to 30 September 2007) plus 6 months projection to financial year end.
- 3.2 The provisional outturn forecasts an under spend of £190k. This equates to 1.6% of the total approved budget of £11.8m. It is still early in the financial year and the position will be closely monitored and reported as the year progresses.
- 3.3 The main variances relate to the following budget heads:

- additional treasury management interest of £310k
- vacancies within Regeneration resulting in projected savings of £131k

Offset by:

- usage increase in mandatory concessionary travel scheme resulting in projected overspend of £140k
 - change in Corporate Finance support to cover staff vacancies and long term sickness and maternity of £70k
 - net overspend of £18K(as a result of the following :-Food Hygiene income less than originally estimated due to demand of £27k, increased salary costs in Enforcement of £17k coupled with a slight reduction in car park ticket income £7k and vacancies in Environmental Health)
 - incorrectly budgeted income on North Country Leisure (NCL) contract £23K.
- 3.4 Suggested virements to address the above mentioned are shown on Appendix A – Management Accounts 6 PLUS 6.

4.0 FINANCIAL AND HUMAN RESOURCES IMPLICATIONS (INCLUDING SOURCES OF FINANCE)

- 4.1 As explained in the body of the report.

5.0 PROJECT AND RISK MANAGEMENT

5.1 Treasury Management, Waste Services, and Concessionary Travel are volatile budgets and will be closely monitored for management action.

6.0 IMPACT ON CORPORATE PLAN

6.1 The budget and monitoring process is fully integrated into the planning process of the Council embracing all the objectives of the Council.

List of Appendices

Appendix A –

List of Background Documents: Period 6 PLUS 6 Management Accounts

List of Consultees: Corporate Team

CHECKLIST FOR DEALING WITH KEY ISSUES

Please confirm against the issue if the key issues below have been addressed. This can be by either a short narrative or quoting the paragraph number in the report in which it has been covered.

Impact on Crime and Disorder	n/a
Impact on Sustainability	n/a
Impact on Rural Proofing	n/a
Health and Safety Implications	n/a
Impact on Equality and Diversity Issues	n/a
Children and Young Persons Implications	n/a
Human Rights Act Implications	No comment.
Section 151	Estimates have been quality assured by Accountancy and the budget is considered to be robust still

This report requires making a Key Decision.

COPELAND BOROUGH COUNCIL
MANAGEMENT ACCOUNTS
PERIOD 6 PLUS 6 (2007/8)
APPENDIX A

	Current Budget £	Profiled Budget		Actual to Date		Accrual to Date		Total Actual		Variance on Profiled		Notes
		£	£	£	£	£	£	£	£	£	%	
Corporate												
Chief Executives	1,608,103	554,058	554,073	31,699	585,772	31,714				1,607,451	-652	0.0%
Finance & Business Devt	-238,268	973,026	846,678	69,697	916,375	-56,651				-303,971	-65,703	27.8%
Legal & Democratic Services	1,151,535	421,823	462,522	2,497	465,019	43,197				1,145,868	-5,667	-0.5%
Policy & Performance	13,498	390,354	363,947	12,273	376,220	-14,134				7,827	-5,671	-42.0%
TOTAL Corporate	2,534,868	2,839,281	2,227,220	116,166	2,343,386	4,123				2,457,175	-77,683	-3.1%
Quality of Life												
Leisure & Environmental	5,922,278	2,161,718	1,738,399	310,630	2,049,030	-112,688				5,940,278	18,000	0.3%
Customer Services	960,139	-2,200,970	-2,748,347	11,034	-2,737,312	-536,342				960,445	306	0.0%
TOTAL Quality of Life	6,882,417	-35,252	-1,009,947	321,664	-688,283	-649,031				6,900,722	18,906	0.3%
Economic Prosperity and Sustainability												
Regeneration	2,239,810	761,751	474,231	22,816	497,046	-264,705				2,108,960	-130,850	-5.8%
Nuclear	119,899	23,410	2,952	220	3,172	-20,238				119,899	0	0.0%
TOTAL Economic Prosperity and Sustainability	2,359,709	785,161	477,183	23,036	500,218	-284,943				2,228,860	-130,849	-5.5%
Grand Total	11,776,994	3,085,170	1,694,456	460,867	2,155,322	-929,848				9,431,434	-190,237	-1.6%

£000
310
131
441

140
23
70
18
251

233
20
253
-20
-140
-23
-70
-253

Note
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2

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5

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Significant Variances Under:
Increased treasury management interest
Regeneration vacancies
Total Under

Over:
Concessions - mandatory scheme
North Country Leisure
Finance Staff
Food Hygiene £27k; Enforcement £17k; Car Parking £7k; Staffing £33k
Total Over

Total Projected Underspend for the Financial Year 2007/8

Suggested Virements/Budget Adjustments
From Treasury Management
From Regeneration

To:
Reason
Concessionary Travel
North Country Leisure
Accountancy and Finance