

APPENDIX 2

FINANCIAL PERFORMANCE

Employee Position

The summary position as at 31 July 2019 as regards to the employee budgets is as shown below:

Directorate	Budget to 31/07/2019 £	Actual to 31/07/2019 £	Variance £
Chief Executive's	858,650	861,629	2,979
Deputy Chief Executive's	1,046,800	1,073,833	27,033
Strategic Director's	1,574,183	1,449,831	(124,352)
General Fund - Total	3,479,633	3,385,293	(94,340)
Housing Revenue Account	1,254,383	1,171,985	(82,398)
Total	4,734,016	4,557,278	(176,738)

Any overtime worked in respect of July (paid in August) is not included.

The budget figures above exclude the vacancy rate target set for the General Fund when the 2019/20 budget was approved. This presently totals £330,890 for 2019/20. Whilst the table above shows that the Council is currently not meeting the General Fund vacancy rate target, this will continue to be carefully managed with a view to achieving the target by the end of the financial year.

The underspending to 31 July 2019 for the HRA will be offset by additional payments to sub-contractors to ensure that the delivery of services to tenants is maintained.

Non-employee Expenditure Budget Variations

The most significant variations on non-employee budgets to 31 July 2019 are:

Budget Heading	Approved Budget 2019/20 £	Actual Spend 31/07/19 £	Projected Outturn 2019/20 £	Projected Variance 2019/20 £	Comments
General Fund					
Miscellaneous – Third Party Payments	0	0	52,000	52,000	Projected cost to 30 September 2019 of the Interim Strategic Director seconded from Rushcliffe B.C. No invoice as yet received in respect of costs from April 2019.

Housing Revenue Account					

Income Budgets

The position to 31 July 2019 in respect of the most significant variable income budgets is as follows:

Income	Annual Budget 2019/20 £	Income to 31/07/2019 £	Latest Projection 2019/20 £	Projected Variance to Budget £
Planning Fees	(530,000)	(116,755)	(530,000)	0
Pre-Planning & History Fees	(25,000)	(7,965)	(25,000)	0
Industrial Units Rent	(176,655)	(191,218)	(176,655)	0
Craft Centre Complex Rents	(36,100)	(23,131)	(36,100)	0
Garden Waste Income	(680,000)	(686,743)	(680,000)	0
Sale of Glass	(38,000)	(11,181)	(38,000)	0
Sale of Wheeled Bins	(29,750)	(6,822)	(29,750)	0
Recycling Credits - Glass	(116,000)	(203)	(108,000)	8,000
Trade Refuse Income	(597,000)	(418,752)	(597,000)	0
Special Collections Income	(60,000)	(21,333)	(60,000)	0
Parking P&D Income	(176,500)	(72,254)	(176,500)	0
Off Street PCN Income	(95,000)	0	(95,000)	0
Cemeteries – Fees and Charges	(200,500)	(58,658)	(200,500)	0
Miscellaneous Legal Charges	(20,000)	(7,232)	(20,000)	0
Land charges Income	(102,000)	(25,445)	(102,000)	0
Licence Income	(148,175)	(51,020)	(148,175)	0
Interest on Investments	(392,710)	(116,136)	(350,000)	42,710
Beeston Square Rent	(759,600)	(391,904)	(700,000)	59,600
General Properties Rent	(58,000)	(15,695)	(58,000)	0
Total	(4,240,990)	(2,222,447)	(4,130,680)	110,310

Notes

- i) Income in respect of glass recycling credits received from Nottinghamshire County Council in 2019/20 is assumed to be £9,000 per month based upon the credits for April and May 2019. The total received in 2018/19 was £101,613.

- ii) The 2019/20 budget for interest on investments assumed two interest rate increases during 2019/20 as was widely anticipated when the budget was set. This is not now expected to happen and the current expectation is that the next movement in interest rates is likely to be downwards.
- iii) The 2019/20 budget for income from the rent of properties in Beeston Square incorrectly double counted some income. The expected income for 2019/20 of £700,000 significantly exceeds the actual income of £653,732 received in 2018/19.

Capital Programme

Capital programme expenditure as at 31 July 2019 is summarised as follows:

	Approved Budget 2019/20 £	Actual Spend to 31/07/2019 £	Proportion of Budget Spent %
General Fund	7,536,750	1,268,584	16.8
Housing Revenue Account	7,104,000	1,873,754	26.4
TOTAL	14,640,750	3,142,338	21.5

The table includes all capital schemes brought forward from 2018/19, as previously approved, in addition to any other budget changes made up to 31 July 2019. No account has been taken of any invoices received but not yet paid or work that has taken place but where no invoices have, as yet, been received.

The General Fund capital programme excludes schemes totalling £2,438,400 for which the approval to proceed will be granted once a source of funding has been identified.

The most significant schemes with regards to spending to 31 July 2019 are:

Scheme	Approved Budget 2019/20 £	Actual Spend to 31/07/19 £	Comments
General Fund			
Replacement Vehicles and Plant	765,000	116,051	Orders have been raised for the items in the 2019/20 programme.
Beeston Square Phase2 (Net Compensation)	3,554,450	239,492	Legal agreements to be completed before construction phase commences.
Housing Revenue Account			
Central Heating Replacement	1,038,100	54,480	New EWI contract has commenced. Other work progressing as planned.
Modernisation Programme	1,563,000	772,840	Work progressing as planned.