



Glasgow City Council

Finance and Audit Scrutiny Committee

Report by the Executive Director of Finance

Contact: Martin Booth Ext: 73837

BUDGET MONITORING 2019-20; PERIOD 4

Purpose of Report:

This report provides a summary of financial performance for the period 1 April 2019 to 5 July 2019.

This report was considered by the City Administration Committee on 29 August 2019.

Recommendations:

The Committee is asked to note the contents of this report.

Ward No(s):

Citywide: ✓

Local member(s) advised: Yes No

consulted: Yes No

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1. Introduction

1.1 This report provides a summary of financial performance for the period 1 April 2019 to 5 July 2019.

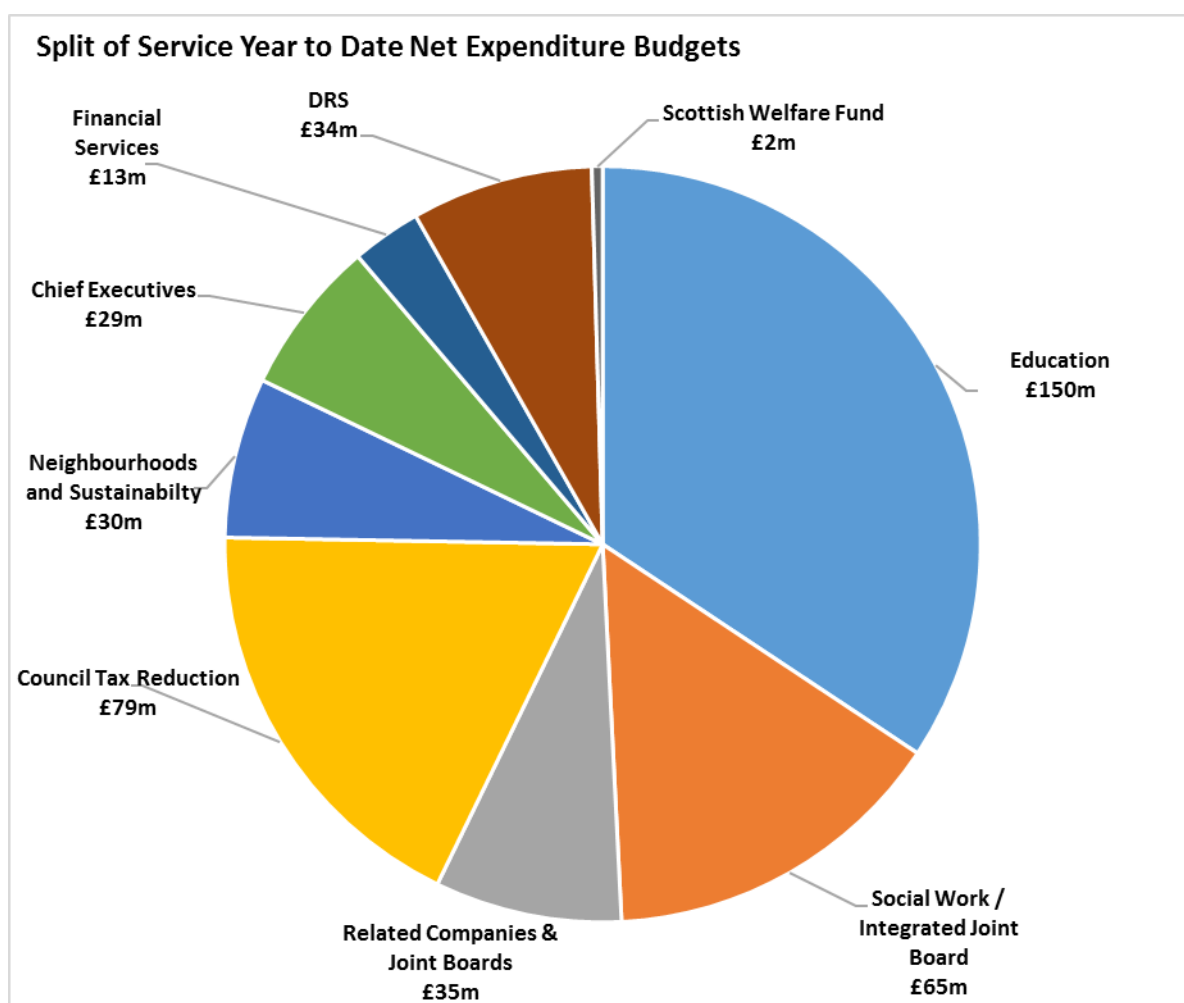
2. Reporting Format

2.1 This report provides a summary of the Council's financial position.

3. Approved Budget

3.1 The 2019-20 budget was approved by Council on 21 February 2019 and the detailed service estimates subsequently approved by the City Administration Committee on 4 April 2019. These budgets are shown as "Original Annual Budget", in the attached monitoring statements. In order to monitor financial performance accurately, budgets will be updated each period to reflect new monies, operational changes and any additional approvals.

3.2



3.3 The key changes to the original budget made up to period 4 are outlined in section 4, below.

4. Revenue Budget

- 4.1 Up to period 4 there has been a net budget increase of £10.6m resulting in a cumulative budget increase of £10.6m to date. Service specific budget changes are summarised in the paragraph below.
- 4.2 The significant budget changes since the start of the year are as follows:
- 4.2.1 Expenditure budgets have increased within Education Services and Neighbourhoods and Sustainability by £10.5m to reflect the drawdown of previously approved carry forwards.
- 4.2.2 Income and expenditure budgets within Development and Regeneration Services have increased by £11.6m to reflect additional Scottish Government funding for the Affordable Housing Supply Programme (£7.2m), to reflect additional Scottish Government funding for the Housing Energy Efficiency Programme (£4.2m) and to reflect ERDF funding for Smart Cities (phase 2) project (£0.2m).
- 4.2.3 Income and expenditure budgets within Education Services have increased by £9.3m to reflect additional Scottish Government funding in relation to Scottish Attainment Challenge (£8.0m), additional Sports Scotland funding in relation to the Active Schools Programme (£1.0m), additional Creative Scotland funding in relation to Youth Music Initiative (0.2m) and additional Scottish Government funding in relation to Sense over Sectarianism (£0.1m).
- 4.2.4 Income and expenditure budgets within Financial Services have increased by £0.3m to reflect additional Department for Work and Pensions funding for Verify Earnings and Pensions Alert service.
- 4.2.5 Income and expenditure budgets within Neighbourhoods and Sustainability have increased by £0.9m to reflect additional Scottish Government funding in relation to Vehicle Emissions Testing and Air Quality (£0.6m), to reflect additional funding in relation to the Scottish Cities Alliance (£0.1m), to reflect additional EU funding in respect of the Ruggedised Project (£0.1m) and in respect of various small grants and income from external sources (£0.1m).
- 4.2.6 Income and expenditure budgets within Social Work Services have increased by £7.4m to reflect additional Scottish Government funding in relation to the year 2 element of the Caledonian Funding (£0.7m), increased Health Board Resource Transfer in respect of the inflationary increase for 2019/20 (£3.6m), additional funding from the Health Board in respect of the transfer of complex care bed provision (£2.4m), additional funding transferred from the Health Board in relation to Carers' Strategy monies (£0.6m) and ESF funding in respect of supported employment (£0.1m).
- 4.3 There have also been adjustments to income and expenditure budgets in line with the Executive Director of Finance's delegated powers and budget realignments between and within various service departments to reflect the transfer of responsibilities and service reconfigurations.

5. Summary Position

Revenues

5.1 Council Tax

5.1.1 At this early stage of the year, the actual income expected to be collected from council tax is £290.6m in line with the approved budget.

5.1.2 The council tax collected to 30 June 2019 amounts to £74.1m. This represents 29.95% of the figure to be collected and is 0.05% ahead of last year's equivalent collection figure. The target rate of collection for Council Tax this year is 95.03%.

5.2 Non Domestic Rates

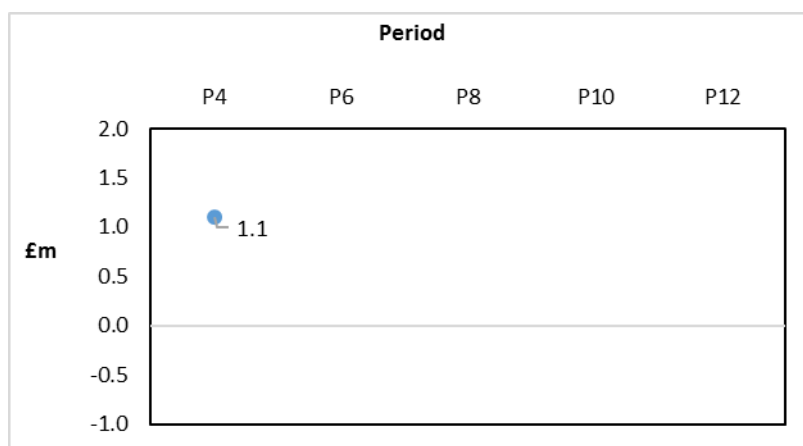
5.2.1 Non Domestic Rates income is allocated to councils as part of the local government settlement. The council retains all NDR it collects, however where this varies from the amount included within the Local Government settlement a commensurate increase or decrease is made to the general revenue grant to ensure no overall change in the total revenue support provided by the Scottish Government.

5.2.2 The Non Domestic Rates collected to 30 June 2019 amounts to £97.5m. This represents 25.49% of the figure to be collected and is in line with last year's equivalent collection figure. The target rate for collection for Non Domestic Rates for this year is 97.7%.

6. General Fund

6.1 Net expenditure is running at 100.3% of profile, representing an overspend of £1.1m. This reflects overspends within Development and Regeneration Services, Education Services and Neighbourhoods and Sustainability offset by savings within Financial Services.

6.2 Net Expenditure Position – budget variance:



7. Services

7.1 Development and Regeneration Services £0.5m

7.1.1 This reflects an overspend in the property and land services division due to overspends on rents, property repairs and utilities. Employee costs are also overspent mainly within Non Schools Catering and FM Services. These overspends are partly offset by an over recovery of income.

7.2 Education Services £0.3m

7.2.1 This reflects overspends in employee costs, transport and supplies and services offset by savings in Additional Support for Learning external placements.

7.3 Neighbourhoods and Sustainability £0.5m

7.3.1 This reflects lower income within refuse collection and lower parking income. In addition the fall in the overall level of income received from waste recycling has reduced the service's capacity to offset these pressures going forward.

7.4 Financial Services – Council Tax Reduction / Benefits Payments -£0.2m

7.4.1 This reflects a lower level of commitment in respect of the Council Tax Reduction scheme.

8. Social Work Services

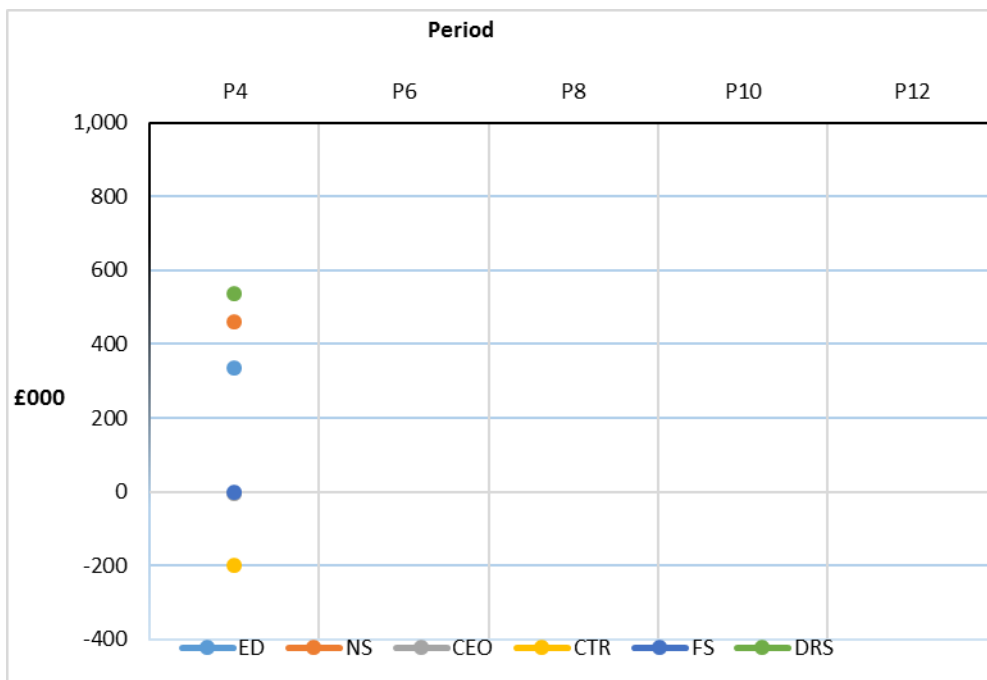
8.1 The Glasgow City Integration Joint board (IJB) is now responsible for the planning and commissioning of health and social care services within the city.

8.2 While the financial position of Social Work Services continues to be monitored through the Council's existing reporting structures the overall financial position is now the responsibility of the IJB and is therefore reported separately from the General Fund. The Reserves policy of the IJB has resulted in the transfer of previous year underspends to IJB reserves to mitigate any ongoing or future budget pressures.

8.3 At period 4 Social Work Services is showing an overspend of £0.8m. This overspend is mainly within Homecare Services, within Older People, and is reflective of costs of services which have transferred from Cordia. The IJB continues to engage with the Council on the scale of the budgetary pressure associated with Homecare and to work towards finding a financially sustainable solution for 2019/20 and future years. There are also overspends within Older Peoples Services and Adult Services for care packages and care home places, which is offset by an underspend in Children and Families as a result of staff vacancies within the service.

9 Service Variance Comparison

9.1 Service financial performance across the year to date is illustrated below:



10. Trading Operations

10.1 Both Trading Operations are currently generating a surplus in line with budget.

10.2 It is expected that both trading operations will achieve a break-even position in 2019-20 (excluding IAS 19 employee benefits costs, which are not included in Trading Operations' charge-out rates).

11. Forecast

11.1 At this stage of the year the overall position is projected to be in line with budget.

11.2 This position will continue to be reviewed throughout the remainder of the year and any significant changes reported through future monitoring reports as required.

12. Recommendations

12.1 The Committee is asked to note the contents of this report.

LIST of Attachments:

- Key Figures
- Council Tax Income
- Non Domestic Rates Income
- General Fund Summary
- Social Work Services Summary
- Detailed Service Reports

APPENDIX 1

GLASGOW CITY COUNCIL
BUDGET MONITORING

KEY FIGURES

PERIOD 4 - 1 April 2019 to 5 July 2019

Measure	Status (Under or Over Budget Profile)	Period 4
Council Tax Income	On budget	
Council Tax Collection Rate	Ahead	+0.05%
Non Domestic Rates Collection Rate	On line	
General Fund Net Expenditure	Over	+£1.1m

Service Departments:

Chief Executive's Office	On budget	
Development and Regeneration Services	Over	+£0.5m
Education Services	Over	+£0.3m
Financial Services	On budget	
Financial Services – Benefit Payments	Under	-£0.2m
Financial Services – Scottish Welfare Fund	On budget	
Neighbourhoods and Sustainability	Over	+£0.5m

+£1.1m

Social Work Services	Over	+£0.8m
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DETAILED SERVICE STATEMENTS



Glasgow City Council

Education Services

**Joint Report by the Executive Director of Finance and the
Executive Director of Education Services.**

Contact: David McClelland – ext. 74573

Revenue Budget Monitoring: Period 4 - Education Services

1. Introduction

This monitoring statement provides a summary of the financial performance of Education Services for the period 1 April 2019 to 5 July 2019.

The statement is based on information contained in the council's corporate financial system and includes accruals and adjustments in line with agreed financial policies.

The attached monitoring statements compare actual financial performance to date with the budgeted position.

2. Budget Changes

2.1 During periods 2, 3 and 4 the net expenditure budget had increased by £10,829,000.

2.2 The significant changes for periods 2, 3 and 4 are as follows:

2.2.1 Income and expenditure budgets have increased by £0.162m to reflect additional funding from Creative Scotland in relation to Youth Music Initiative.

2.2.2 Income and expenditure budgets have increased by £0.399m to reflect additional funding in respect of various small grants from external sources.

2.2.3 Income and expenditure budgets have increased by £8.050m to reflect additional income from Scottish Government in relation to Scottish Attainment Challenge – Challenge Authorities.

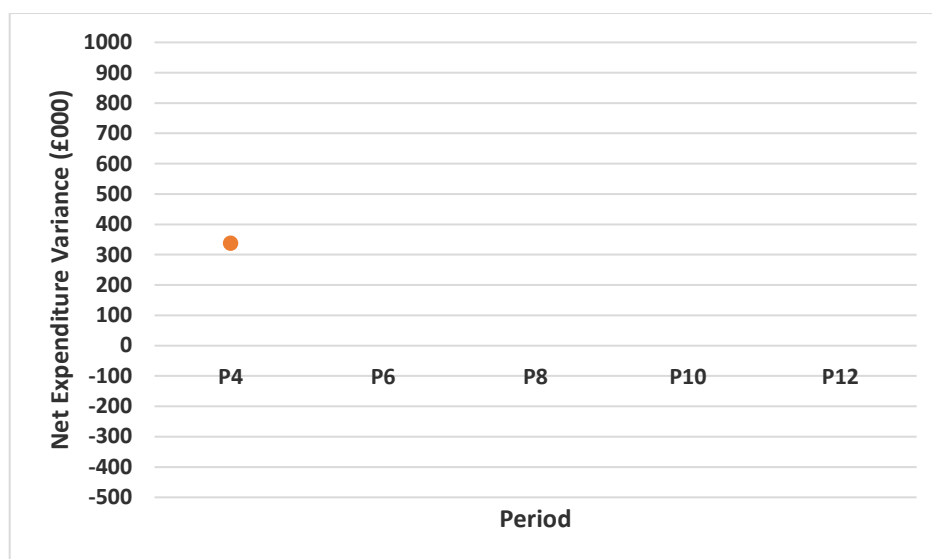
2.2.4 Income and expenditure budgets have increased by £0.982m to reflect additional funding from Sportscotland in relation to Active Schools Programme.

- 2.2.5 Income and expenditure budgets have increased by £0.085m to reflect additional funding from Scottish Government in relation to Sense over Sectarianism.
- 2.2.6 Expenditure budgets have increased by £10.186m in relation to prior year carry forwards.
- 2.2.7 Expenditure budgets have increased by £0.384m in relation to additional funding for Specific Grants.
- 2.3 In addition, there have been a number of budget transfers during the period to reflect service reconfigurations. Budget adjustments include changes approved under the delegated powers of the Executive Director of Finance.

3. Summary Position-

3.1 Gross expenditure is £94,000 more than budget and gross income is £243,000 less than budget. This results in net expenditure being £337,000 more than budget at period 4. This reflects overspends in staffing, transport and supplies and services offset by savings in Additional Support for learning external placements. The under recovery in income is due to the under achievement of additional income targets.

3.2 Variance Comparison



3.3 The 2019-20 budget includes approved savings of £3.897m. At this stage of the year, it is anticipated that the savings package will be achieved in full.

4. **Reasons for Variances**

4.1 Within Education Services, the net variances are referenced in the table below.

Service Area	Net Variance Over/Under (-) £000	Impact on Net Expenditure from Previous Report
Support Services	2	-
Early Years' Service	-1,056	-
Primary Schools	875	-
Secondary Schools	340	-
Additional Support for Learning	59	-
Other Education Mainheads	117	-

Note: As this is the first report of the financial year the impact on net expenditure from the previous report is not applicable.

A detailed analysis of variances is presented below.

4.2 **Support Services**

At period 4 the net overspend is £2,000. The main overspend is in Supplies and Services legal costs partially offset by an underspend in salaries.

4.3 **Early Years**

The net underspend of £1,056,000 at period 4 is mainly represented by an underspend in salaries of £699,000 attributed to the level of vacancies for which recruitment is underway. There is also an underspend of £100,000 in transfer payments attributable to the recruitment of additional graduates within partnership nurseries.

An over recovery in income of £255,000 relates to additional fee income, Nurture training and Early Years Milk Subsidy.

4.4 **Primary**

There is a net overspend of £875,000 at period 4 arising from an overspend in employee costs of £735,000 and a £36,000 overspend in Supplies & Services due to the ongoing impact of pupil roll increases.

There is also an under recovery in income of £91,000 as a result of lower than budgeted levels of letting and secondment income.

The service continues to progress measures to minimise the impact of rising pupil rolls on employee cost budgets as well as re-directing any available resources into this area.

4.5 **Secondary**

At period 4 the net overspend is £340,000. This is represented by an overspend in employee costs of £213,000 attributable to pupil roll increases and a £98,000 overspend in Supplies and services, mainly attributable to payments to the Scottish Qualifications Authority for pupil examinations.

There is also an under recovery in income of £98,000 as a result of lower than budgeted levels of letting and secondment income.

4.6 **Additional Support for Learning (ASL)**

The net overspend of £54,000 at period 4 is represented by an underspend of £316,000 in pupil placements within external provision which continues the reducing trend from the previous year. In addition, employee costs show an underspend of £44,000, due to turnover within the sector.

This is partially offset by an overspend in transport costs of £182,000, linked to historic pressures around the home to school transport demands within the sector. There is also an under recovery in income of £234,000 in relation to pupil placements from other Local Authorities.

4.7 **Other Education Mainheads**

The net overspend of £54,000 to period 4 comprises of an under recovery of Income due to the non-realisation of prior year savings.

5. **Action**

The Executive Director of Education Services continues to review the budget across all areas of the Service in conjunction with the Leadership Team to mitigate the budget pressures outlined in this report. This includes:

- Close scrutiny of primary and secondary staffing to ensure schools are staffed to entitlement, and taking appropriate action if not.

- Progressing savings initiatives
- Recruitment to posts by exception only
- Identifying further opportunities to secure external funding
- Adopting a targeted approach to improving attendance in those areas of the service affected by high levels of absence and cover.
- Reconfiguration of staffing within Early Years to align with the demand for extended day and extended year provision.
- Identifying opportunities for efficiencies through procurement.

6. **Forecast**

The senior management team will continue to address the financial pressures through a series of management actions to contain the level of overspend over the remainder of the year.

**GLASGOW CITY COUNCIL
2019/20 REVENUE BUDGET: MONITORING REPORT**

**EDUCATION SERVICES
PERIOD 4 - 1 APRIL 2019 TO 5 JULY 2019**

EXPENDITURE TO DATE

Original Annual Budget	Approved Changes	Revised Budget	HEADING	Actual	Budget	Variance			
£000	£000	£000		£000	£000	£000	%		
3,604	172	3,776	Support Services	997	995	2	0		OVER
94,888	1,288	96,176	Early Years Service	22,198	22,999	-801	-3		UNDER
209,578	12,737	222,315	Primary Schools	57,749	56,965	784	1		OVER
210,779	4,520	215,299	Secondary Schools	55,869	55,637	232	0		OVER
65,532	618	66,150	Additional Support for Learning	16,714	16,879	-165	-1		UNDER
4,079	175	4,254	Schools - Other	1,279	1,168	111	10		OVER
3,260	0	3,260	Education Maintenance Allowance / Bursaries	790	790	0	0		
123	0	123	Gateway	123	123	0	0		
1,950	123	2,073	Education Improvement Services	568	637	-69	-11		UNDER
2,117	765	2,882	Education - Miscellaneous	551	551	0	0		
2,740	110	2,850	Vocational Training	662	662	0	0		
598,650	20,508	619,158	TOTAL GROSS EXPENDITURE	157,500	157,406	94	0		OVER

INCOME TO DATE

Original Annual Budget	Approved Changes	Revised Budget		Actual	Budget	Variance			
£000	£000	£000		£000	£000	£000	%		
202	0	202	Support Services	31	31	0	0		UNDER
4,456	24	4,480	Early Years Service	1,603	1,348	255	19		OVER
3,292	6,562	9,854	Primary Schools	1,087	1,178	-91	-8		UNDER
3,269	2,881	6,150	Secondary Schools	1,287	1,395	-108	-8		UNDER
2,193	46	2,239	Additional Support for Learning	502	726	-224	-31		UNDER
811	93	904	Schools - Other	153	228	-75	0		UNDER
3,000	0	3,000	Education Maintenance Allowance / Bursaries	762	762	0	0		
0	0	0	Gateway	0	0	0	0		
1,787	72	1,859	Education Improvement Services	1,831	1,831	0	0		
0	0	0	Education - Miscellaneous	0	0	0	0		
0	0	0	Vocational Training	73	73	0	0		
19,010	9,678	28,688	TOTAL DEPARTMENTAL INCOME	7,329	7,572	-243	-3		UNDER
579,640	10,830	590,470	DIRECT NET EXPENDITURE	150,171	149,834	337	0		OVER
52,094	385	52,479	Specific Government Grant	23	23	0	0		
527,546	10,445	537,991	ADJUSTED SERVICE NET EXPENDITURE	150,148	149,811	337	0		OVER



Glasgow City Council

Glasgow City Health and Social Care Partnership

**Joint Report by the Executive Director of Finance and the
Chief Officer, Glasgow Health and Social Care Partnership**

Contact: Sharon Wearing - ext 78838

**Budget Monitoring: 2019/20 Period 4
– Social Work Services**

1. Introduction

- 1.1 This monitoring statement provides a summary of the financial performance of **Social Work Services** for the period 1 April 2019 to 5 July 2019.

The statement is based on information contained in the council's corporate financial system and includes accruals and adjustments in line with agreed financial policies.

The attached monitoring statements compare actual financial performance to date with the budgeted position.

- 1.2 The Glasgow City Integration Joint Board (IJB) is now responsible for the planning and commissioning of health and social care services in the city. While the financial position of Social Work Services continues to be monitored through the Council's existing reporting structures the overall financial position is now the responsibility of the IJB and is therefore reported separately from the General Fund.

The Reserves policy of the IJB has resulted in the transfer of previous year underspends to IJB reserves to mitigate any ongoing or future budget pressures.

2. Budget Changes

- 2.1 Prior to the end of period 4 the 2019/20 net expenditure budget had increased by £1,152,770.

- 2.2 The significant changes are detailed below:

2.2.1 In Period 2 Criminal Justice budgets (income and expenditure) increased by £684,101 which was the Year 2 element of the Caledonian Funding from the Scottish Government.

2.2.2 In Period 2 Carers' budgets (income and expenditure) increased by £561,770 which was the transfer of Carers' Strategy Monies from Health to Social Work for 2019/20.

2.2.3 In Period 2 Health Board Resource Transfer income budgets increased by £3,649,000 which is the agreed inflationary amount for 2019/20.

2.2.4 In Period 4 income and expenditure budgets were increased by £107,700 which is the contribution from the European Social Fund (ESF) to the Supported Employment Project.

2.2.5 In period 4 income and expenditure budgets were also increased by £2,413,000 which is the contribution from the Health Board for the transfer of the cost of complex care beds to Social Work National Care Home Contract.

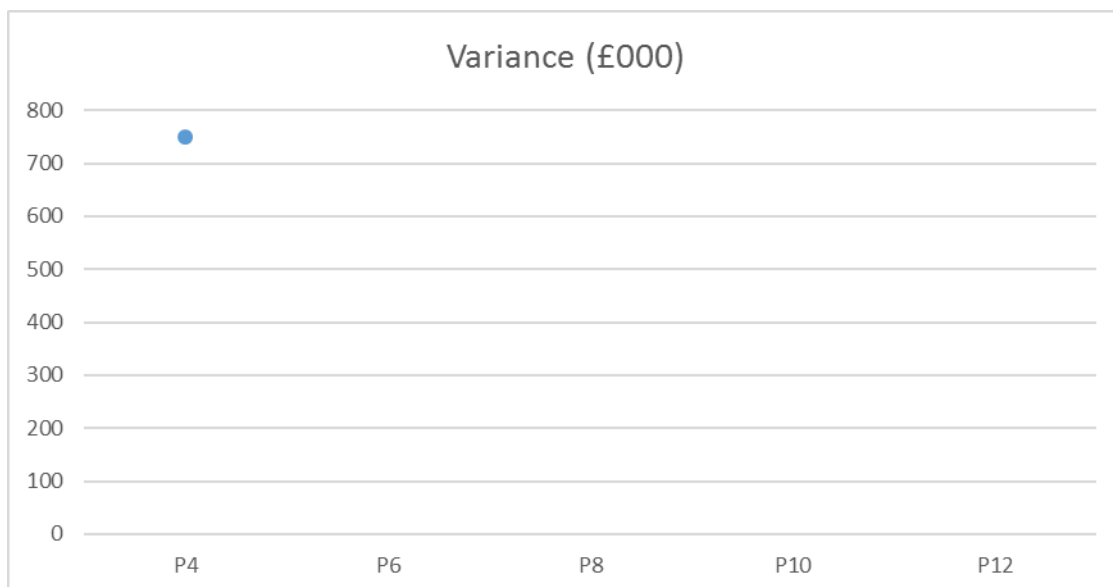
2.2.6 In addition, there have been a number of budget transfers during the period to reflect service reconfigurations. Budget adjustments include changes approved under the powers of the Executive Director of Finance.

3. Summary Position

3.1 Gross expenditure is £936,000 (0.6%) more than budget and income is £185,000 (0.2%) more than budget, giving net expenditure of £751,000 (1.1%) more than budget. This overspend is mainly within Homecare Services in Older People and is reflective of costs of services which have transferred from Cordia LLP. There are also overspends within Adult Services for care home places and care packages, which is offset by an underspend in Children and Families as a result of staff vacancies within the service.

There is an overspend of £1,292,000 in relation to Homecare Services which have transferred from Cordia LLP. The IJB continues to engage with the Council on the scale of the budgetary pressure associated with Homecare and to work towards finding a financially sustainable solution for 2019/20 and future years.

3.2 Variance Comparison



3.3 The 2019-20 budget includes approved savings of £11.7m.

At this stage of the year, it is anticipated that actual savings will amount to £7.7m representing 66% of target. This is linked to the delivery of part year savings in Adult Services and Older People Services of £4m for which detailed plans are currently being developed for consideration by the IJB.

Further scrutiny of the financial position, including authorisations, reviews and transitions from Children and Family, Adults and Older People is currently underway.

This is reflected in the overall financial position reported in this monitoring statement.

4 Reasons for Budget Variances

4.1 Within Social Work Services, the net variances are referenced in the table below.

Service Area	Net Variance Over/Under (-) £000	Impact on Net Expenditure from Previous Report
Adults	1,043	-
Older People/Physical Disability	1,213	-
Children and Families	-1,482	-
Criminal Justice	0	-
Resources	-23	-

Note: As this is the first report of the financial year the impact on net expenditure from the previous report is not applicable.

4.2 Adults Services

There is a net overspend of £1,043,000

The main area of overspend is within Purchased Care Services for Learning Disability clients (£1,106,000 overspend) and reflects current demand for services and non-delivery of savings identified at 3.3.

Within Homelessness, Housing First is currently overspending by £178,000. Funding is being pursued from The Corra Foundation and confirmation is expected in due course.

These overspends are partly offset by underspends in Employee Costs (£364,000) in Homelessness due to a number of newly recruited staff not due to commence until August.

4.3 Older People/Physical Disability

There is a net overspend of £1,213,000.

Homecare Services is overspent by £1,292,000 and is reflective of the costs of services which have transferred from Cordia LLP.

4.4 Children and Families

There is a net underspend of £1,482,000.

Employee Costs is underspending by £725,000 due to turnover as a result of vacancies and timing in relation to the recruitment associated with new investment within this service area.

Income is over-recovering by £230,000 which is mainly as a result of additional income received for 2018/19 from the Home Office for Unaccompanied Asylum Seeking Children (UASC).

In addition, the service is experiencing an underspend in a number of areas including foster care, adoption, and residential placements and is reflective of the early delivery of the

Transformation Programme and a reduction in demand across some elements of the service.

5 Action

The Chief Officer continues to manage and review the budget across all areas of the Service in conjunction with the leadership team.

6 Conclusion

The position continues to be reviewed and will be updated through the normal monitoring process where any material change is identified during the remainder of the year.

GLASGOW CITY COUNCIL
2019/20 REVENUE BUDGET: MONITORING REPORT
SERVICE SUMMARY

SOCIAL WORK SERVICES
PERIOD 4 - 1 APRIL 2019 TO 5 JULY 2019

EXPENDITURE TO DATE

Original Annual Budget	Approved Changes	Revised Budget	HEADING	Actual	Budget	Variance			
£000	£000	£000		£000	£000	£000	%		
178,547	-505	178,042	Adults	45,489	44,480	1,009	2		OVER
253,150	7,321	260,471	Older People/Physical Disability	60,685	59,506	1,179	2		OVER
137,306	-2,073	135,233	Children and Families	35,278	36,530	-1,252	-3		UNDER
19,413	-933	18,480	Criminal Justice	4,288	4,288	0	0		
24,998	14,217	39,215	Resources	7,674	7,674	0	0		
613,414	18,027	631,441	TOTAL EXPENDITURE	153,414	152,478	936	1		OVER

INCOME TO DATE

Original Annual Budget	Approved Changes	Revised Budget		Actual	Budget	Variance			
£000	£000	£000		£000	£000	£000	%		
28,987	103	29,090	Adults	7,333	7,367	-34	0		UNDER
22,613	1,930	24,543	Older People/Physical Disability	6,288	6,322	-34	-1		UNDER
1,527	1,230	2,757	Children and Families	316	86	230	267		OVER
4,649	-933	3,716	Criminal Justice	670	670	0	0		
126,834	14,545	141,379	Resources	70,134	70,111	23	0		OVER
184,610	16,875	201,485	TOTAL INCOME	84,741	84,556	185	0		OVER
428,804	1,152	429,956	NET EXPENDITURE	68,673	67,922	751	1		OVER
15,161	0	15,161	Specific Grant	2,527	2,527	0			
413,643	1,152	414,795	REVISED NET EXPENDITURE	66,146	65,395	751	1		OVER
0	0	0	Draw from IJB reserves	-751	0	-751			
413,643	1,152	414,795	FINAL NET EXPENDITURE	65,395	65,395	0			



Glasgow City Council
Neighbourhoods and Sustainability

Joint Report by the Executive Director of Finance and the Executive Director of Neighbourhoods and Sustainability

Contact: Lorna Goldie - Ext 74367

Budget Monitoring: Period 4 – Neighbourhoods & Sustainability

1. Introduction

This monitoring statement provides a summary of the financial performance of **Neighbourhoods and Sustainability** including **Area Operations, Transport Trading Operations and Managed Services** for the period from 1 April to 5 July 2019.

It is based on information contained in the Council's corporate financial system and includes accruals and adjustments in line with agreed financial policies.

The attached monitoring statements compare actual financial performance to date with the budgeted position.

2. Budget Changes

- 2.1 Expenditure budgets have been increased by £1,317,000 to reflect the following adjustments and income budgets have been adjusted by £657,000. The expenditure budget is £191,552,000 and the income budget totals £69,227,000 at period 4.
- 2.2 Income and expenditure budgets have increased by £0.611m to reflect additional funding from the Scottish Government in relation to Vehicle Emissions Testing and Air Quality.
- 2.3 Income and expenditure budgets have also been increased by £0.136m to reflect additional funding in relation to the Scottish Cities Alliance.
- 2.4 Income and expenditure budgets have increased by £0.072m to reflect additional funding in respect of various small grants and income from external sources.
- 2.5 Intelligent Transport Client £0.350m additional expenditure budget for start up project costs from 2018/19 carry forward.
- 2.6 Income and expenditure increased by £0.113m associated with EU funding for Ruggedised Project.
- 2.7 In addition there have been a number of budget transfers during periods 1 to 4 to reflect service reconfigurations. Budget adjustments include changes approved under the delegated powers of the Executive Director of Finance.

Area Operations Trading Operation

There is no movement in net expenditure budget to Period 4. The net budgeted surplus remains at £907,000 at 5 July, 2019.

Transport Trading Operation

There was no change in the net expenditure budget to Period 4. The net budgeted surplus remains at £696,000 at 5 July, 2019.

Managed Services

There is no movement in net expenditure budget to Period 4. The net budgeted surplus remains at £0 at 5 July, 2019.

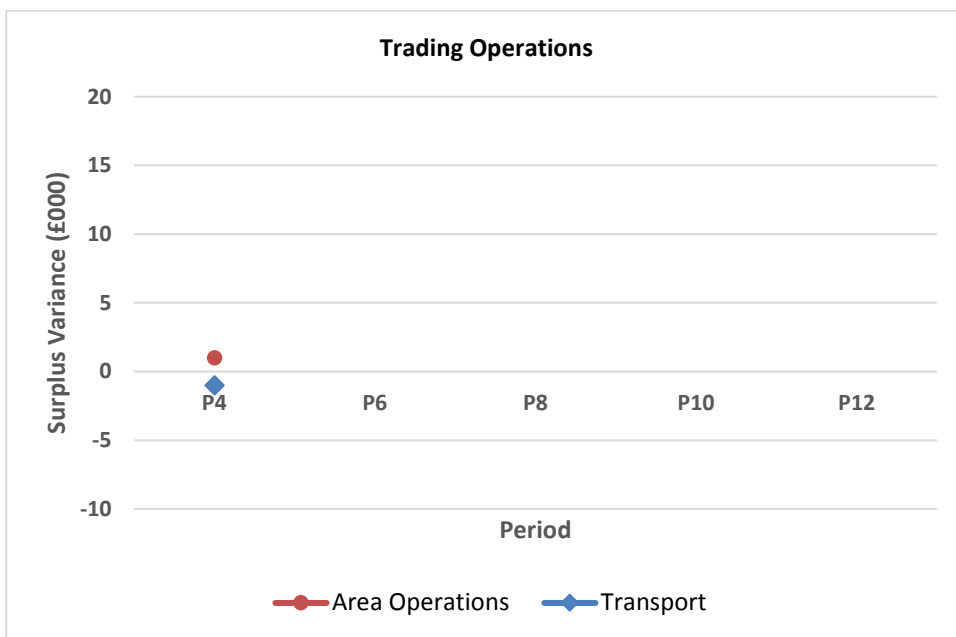
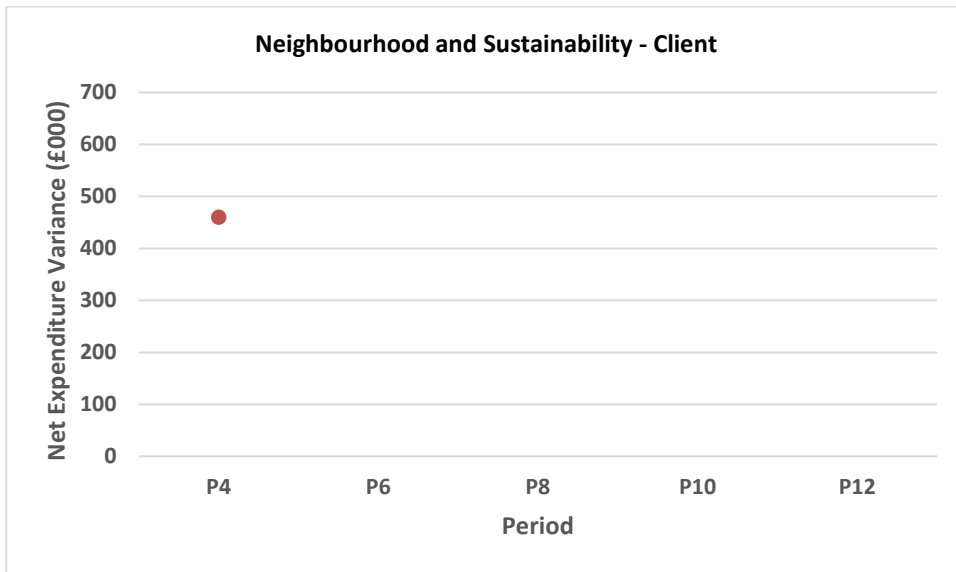
3. Summary Position

- 3.1 The 2019-20 budget includes approved savings of £3.543m. At this stage of the year, it is anticipated that actual savings will amount to £3.176m representing 90% of target. The success of recovery will be dependent on the delivery of major service reform. To date there is potentially an issue with the Environmental Levy due to the phased implementation of the charges. There are several major projects Three Weekly Collections and Bin replacement Programme where delivery is targeted in the second half of the financial year. At this stage these projects are anticipating full recovery.
- 3.2 Gross expenditure is £211,000 less than budget and gross income is £671,000 less than budget. This results in net expenditure being £460,000 more than budget at period 4. This overspend is 1.5% of the overall phased budget.

The Area Trading operation is reporting a surplus of £168,000. The transport trading operation is reporting a surplus of £159,000. The transport trading operation is showing a small deficit £1,000 on its budgeted surplus to date.

The Managed Service is reporting a breakeven position.

3.3 Variance Comparison



4. Reasons for Variances

4.1 Within Neighbourhoods and Sustainability, the net variances are referenced in the table below.

Service Area	Net Variance Over/Under (-) £000	Impact on Net Expenditure from Previous Report
Business Support	0	-
Clean Glasgow Projects	0	-
Project Management & Design	-74	-
Environmental Services	-112	-
Public Toilets	1	-
Refuse Collection	313	-
Street Cleansing	-35	-
Disposal Service	-21	-
Parking	256	-
Parks & Open Spaces	-79	-
Bereavement Services	-46	-
Roads Operations	163	-
Traffic	-67	-
Trading Standards	-27	-
Community Safety	188	-

Trading Operation	Surplus Variance Over/Under(-) £000	Impact on Surplus from Previous Report
Area Operations	1	-
Transport	-1	-

Note: As this is the first report of the financial year the impact on net expenditure from the previous report is not applicable.

A detailed analysis of variances is presented below

4.2 **Neighbourhoods and Sustainability – Client**

4.3 **Project Management and Design** has a net underspend of £74,000. This is due to a level of vacancies within the team. There is also an underspend within private contractors (£21,000) offset by an under-recovery in income £47,000.

4.5 **Environmental Services** has a net underspend of £112,000. In the main this is due to an over recovery of income from external sources.

- 4.6 **Refuse Collection** has a net overspend of £313,000. There has been a reduction in the number of commercial clients which has resulted in further budgetary pressures in year. Many of these are moving to national frameworks for facilities management services.
- 4.7 **Street Cleansing** has a net underspend of £35,000, this mainly relates to a lower level of bin repairs due to the street bin replacement programme and higher than budget unscheduled income.
- 4.8 **Waste Disposal** has a net underspend of £21,000. Pressures within this area due to the downturn in national recycling income and the reduced income element of commercial disposal are being offset by a non recurring reduced rates liability.
- 4.9 **Parking** has a net overspend of £256,000. Income is under-recovered by £193,000, which is offset by an overspend of £96,000 on supplies and services. There are several new schemes being looked at for early implementation. Sunday Parking was implemented 30 June 2019.
- 4.10 **Parks & Open Spaces** has a net underspend of £79,000. This mainly relates to an underspend on employee costs.
- 4.11 **Bereavement Services** has a net underspend of £46,000. This mainly relates to an overspend on external plant hire. The monies associated with free child burials for 2018/19 has still be brought into the current year.
- 4.12 **Roads Operations** has a net overspend of £163,000. The pressure associated historic tariff increases within street lighting power costs at period 4 is £439,000 and is partially offset by underspends in employee costs through vacancy management.
- 4.13 **Traffic** Traffic is £67,000 underspend, mainly due to an over recovery of income from the bus shelter contract rental.
- 4.14 **Trading Standards** The underspend of £27,000 is due to vacancies within the trading standards team.
- 4.15 **Community Safety** has an overspend of £188,000 this in the main in employee costs and a shortfall in supplies and services due to the carry forward. This pressure has been offset by a draw on reserves.
- 4.16 **Area Operations Trading Operation**
- The actual surplus at Period 4 is £1,000 more than the budgeted surplus. Expenditure is underspent mainly due to the current work programme and expenditure controls, which is reflected in decreased income.
- 4.17 **Transport Trading Operation**
- At period 4 there is a £1,000 deficit against the budgeted surplus. Expenditure is underspent due to vacancies within transport offset by an under recovery of income within internal recharges.

4.18 **Managed Services**

The actual net expenditure is in line with budget at Period 4. There are significant pressures associated with the overall funding of the laboratories due to the increased costs of direct materials and the static nature of the charges to the partners.

5. **Action**

Vacancy management and strict management controls over expenditure will continue throughout 2019/20 in order to meet budgeted targets.

Energy costs relating to street lighting and pressures relating to income and the global downturn in the recycling market will continue to be managed within the context of the overall budget through 2019/20.

6 **Forecast**

Neighbourhoods and Sustainability – Client

The continued reduction in parking levels coupled with the global downturn in recycling and a fall in commercial income will have continuing pressure on this position.

Area Operations Trading

It is forecast that the Area Operations Trading Operation will achieve its budgeted surplus in the current financial year.

Transport Trading Operation

At this stage it is forecast that the NAS Transport Trading Operation will achieve its budgeted surplus in the current financial year however, progress will be required in securing additional transport services across the council family and this will continue to be monitored throughout the year. There are also financial pressures contained within the cost recovery levels of ASL drivers.

6.4 **Managed Services**

Managed Services is reporting a break even position, in line with the budget position for the year.

This position continues to be reviewed and will be updated through the normal monitoring process.

**GLASGOW CITY COUNCIL
2019/20 REVENUE BUDGET: MONITORING REPORT**

**NEIGHBOURHOODS AND SUSTAINABILITY
PERIOD 4: 1 April to 5 July 2019**

EXPENDITURE TO DATE

Original Annual Budget	Approved Changes	Revised Budget	HEADING	Actual	Budget	Variance			
£000	£000	£000		£000	£000	£000	%		
136	350	486	Business Support	113	50	63	126		OVER
2,375	0	2,375	Clean Glasgow Projects	634	634	0			
4,997	0	4,997	Project Management & Design	1,016	1,138	-122	-11		UNDER
6,588	963	7,551	Environmental Services	1,995	1,982	13	1		OVER
429	0	429	Public Toilets	107	106	1	1		OVER
29,388	0	29,388	Refuse Collection	7,689	7,745	-56	-1		UNDER
18,604	0	18,604	Street Cleansing	4,420	4,460	-40	-1		UNDER
46,122	-236	45,886	Disposal Service	11,443	12,014	-571	-5		UNDER
3,268	22	3,290	Parking	912	857	55	6		OVER
26,093	-150	25,943	Parks & Open Spaces	6,604	6,671	-67	-1		UNDER
3,167	0	3,167	Bereavement Services	816	782	34	4		OVER
21,259	0	21,259	Roads Operations	4,870	4,645	225	5		OVER
7,530	0	7,530	Traffic	1,632	1,536	96	6		OVER
1,287	55	1,342	Trading Standards	339	351	-12	-3		UNDER
18,992	313	19,305	Community Safety	5,007	4,837	170	4		OVER
190,235	1,317	191,552	TOTAL GROSS EXPENDITURE	47,597	47,808	-211	0		UNDER

INCOME TO DATE

Original Annual Budget	Approved Changes	Revised Budget		Actual	Budget	Variance			
£000	£000	£000		£000	£000	£000	%		
136	0	136	Business Support	94	31	63	203		OVER
0	0	0	Clean Glasgow Projects	0	0	0			
3,141	0	3,141	Project Management & Design	736	784	-48	-6		UNDER
434	963	1,397	Environmental Services	495	370	125	34		OVER
5	0	5	Public Toilets	1	1	0			
4,850	0	4,850	Refuse Collection	739	1,108	-369	-33		UNDER
204	0	204	Street Cleansing	35	40	-5	-13		UNDER
6,726	-236	6,490	Disposal Service	994	1,544	-550	-36		UNDER
23,725	23	23,748	Parking	6,171	6,372	-201	-3		UNDER
6,517	0	6,517	Parks & Open Spaces	1,298	1,286	12	1		OVER
4,511	0	4,511	Bereavement Services	1,027	947	80	8		OVER
965	0	965	Roads Operations	345	283	62	22		OVER
4,809	0	4,809	Traffic	1,364	1,201	163	14		OVER
36	55	91	Trading Standards	36	21	15	71		OVER
12,511	-148	12,363	Community Safety	3,329	3,347	-18	-1		UNDER
68,570	657	69,227	TOTAL DEPARTMENTAL INCOME	16,664	17,335	-671	-4		UNDER
121,665	660	122,325	DIRECT NET EXPENDITURE	30,933	30,473	460	2		OVER
0	0	0	Specific Government Grant	0	0	0	0		
121,665	660	122,325	ADJUSTED SERVICE NET EXPENDITURE	30,933	30,473	460	2		OVER

GLASGOW CITY COUNCIL

2019/20 REVENUE BUDGET: MONITORING REPORT

AREA OPERATIONS TRADING OPERATION

PERIOD 4: 1 April to 5 July 2019

Original Business Plan	Approved Variations	Revised Business Plan		Actual To Date	Budget To Date	Variance (-under) (over)		Surplus / Deficit (-) as % of Budget to date	
								Period	%
£000	£000	£000		£000	£000	£000	%	04	101%
80,965	-150	80,815	Operating costs	20,008	20,686	-678	-3	06	
87	0	87	Capital Financing costs	23	23	0	0	08	
								10	
81,052	-150	80,902	Total Expenditure	20,031	20,709	-678	-3	12	
81,959	-150	81,809	Income	20,200	20,877	-677	-3		
907	0	907	SURPLUS / DEFICIT (-)	169	168	1	1		

GLASGOW CITY COUNCIL

2019/20 REVENUE BUDGET: MONITORING REPORT

TRANSPORT TRADING OPERATIONS

PERIOD 4: 1 April to 5 July 2019

Original Business Plan	Approved Variations	Revised Business Plan		Actual To Date	Budget To Date	Variance (-under) (over)		Surplus / Deficit (-) as % of Budget to date	
								Period	%
£000	£000	£000		£000	£000	£000	%	04	99%
28,901	0	28,901	Operating costs	6,647	6,696	-49	-1	06	
0	0	0	Cost Of Use of Assets	0	0	0		08	
								10	
								12	
28,901	0	28,901	Total Expenditure	6,647	6,696	-49	-1		
29,597	0	29,597	Income	6,806	6,856	-50	-1		
696	0	696	SURPLUS / DEFICIT (-)	159	160	-1	-1		

**CITY OF GLASGOW COUNCIL
2019/20 REVENUE BUDGET: MONITORING REPORT**

**SCIENTIFIC SERVICES - MANAGED SERVICES
PERIOD 4: 1 April to 5 July 2019**

EXPENDITURE TO DATE

Original Annual Budget	Approved Changes	Revised Budget	HEADING	Actual	Budget	Variance		
£000	£000	£000		£000	£000	£000		%
2,945	0	2,945	Scientific Services	753	661	92	14	OVER
2,945	0	2,945	TOTAL GROSS EXPENDITURE	753	661	92	14	OVER

INCOME TO DATE

Original Annual Budget	Approved Changes	Revised Budget	HEADING	Actual	Budget	Variance		
£000	£000	£000		£000	£000	£000		%
2,945	0	2,945	Scientific Services	753	661	92	14	OVER
2,945	0	2,945	TOTAL DEPARTMENTAL INCOME	753	661	92	14	OVER
0	0	0	DIRECT NET EXPENDITURE / Net Income (-)	0	0	0		
0	0	0	Specific Government Grant	0	0	0		
0	0	0	REVISED NET EXPENDITURE / Net Income (-)	0	0	0		



Glasgow City Council

Financial Services

Report by the Executive Director of Finance

Contact: Colin McGuire – ext 74565

Budget Monitoring: Period 4 - Financial Services

1. Introduction

This monitoring statement provides a summary of the financial performance of **Financial Services** for the period 1 April 2019 to 5 July 2019.

The monitoring statement is based on information contained in the council's corporate financial system and includes accruals and adjustments in line with agreed financial policies.

The attached monitoring statements compare actual financial performance to date with the budgeted position.

2. Budget Changes

2.1 During periods 2, 3 and 4 the net expenditure budget had decreased by £677,900 to 7 June 2019.

2.2 The significant changes to period 4 are:

2.2.1 Income and Expenditure budgets increased by £0.284m due to funding being received from Department for Work and Pensions for Verify Earnings and Pensions Alerts service.

2.2.2 In addition, there have been a number of budget transfers during the period to reflect service reconfigurations. Budget adjustments include changes approved under the delegated powers of the Executive Director of Finance.

3. Summary Position

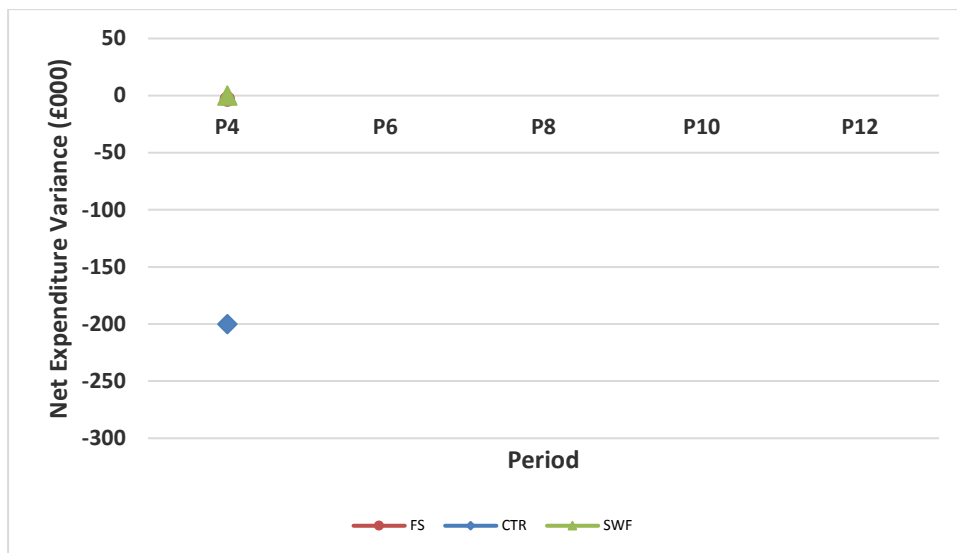
3.1 Gross expenditure is £3,000 less than estimate and income is on line. This results in departmental net underspend of £3,000 (0.0%) to date.

3.2 Financial Services is also responsible for benefit payments, including related income streams, and Council Tax Reduction. Council Tax Reduction expenditure is currently £200,000 (0.3%) underspent.

3.3 Financial Services is also responsible for ring-fenced funds, including the Scottish Welfare Fund. The Scottish Welfare Fund is currently reporting spend of £2,269,000 which is on line with budget.

3.4 Overall the Financial Services Department shows a net underspend of £203,000 or 0.2% of the net budget to date.

3.5 Variance Comparison



3.6 The 2019-20 budget includes approved savings of £0.550m. At this stage of the year, it is anticipated that actual savings will amount to £0.550m representing 100% of target. This is reflected in the overall financial position reported in this monitoring statement.

4. Reasons for Variances

4.1 Within Financial Services, the net variances are referenced in the table below.

Service Area	Net Variance Over/Under (-) £000	Impact on Net Expenditure from Previous Report
Customer & Business Services	-3	-
Council Tax Reduction	-200	-

Note: As this is the first report of the financial year the impact on net expenditure from the previous report is not applicable.

4.2 **Customer & Business Services**

The net underspend of £3,000 is due to an underspend in employee costs due to staff turnover.

4.3 **Council Tax Reduction**

Within Council Tax Reduction Scheme and Benefits payments, more accurate real time information is being received from HMRC leading to a negative impact on the amount of Council Tax Reduction awarded.

5. **Action**

No action is required at this stage.

6. **Forecast**

It is anticipated that the department as a whole will remain within the annual budgeted net expenditure.

**GLASGOW CITY COUNCIL
2019/20 REVENUE BUDGET: MONITORING REPORT**

**FINANCIAL SERVICES
PERIOD 4: 1 APRIL 2019 TO 5 JULY 2019**

EXPENDITURE TO DATE

Original Annual Budget	Approved Changes	Revised Budget	HEADING	Actual	Budget	Variance		
£000	£000	£000		£000	£000	£000	%	
9,654	0	9,654	Financial Strategy & Management	1,776	1,776	0	0	
1,436	0	1,436	Audit & Inspection	381	381	0	0	
6,204	0	6,204	Support Services	1,264	1,264	0	0	
3,448	0	3,448	Assessor & E.R.O.	887	887	0	0	
3,494	0	3,494	Strathclyde Pension Fund Office	811	811	0	0	
1,725	0	1,725	Financial Inclusion	752	752	0	0	
37,206	-200	37,006	Customer & Business Services	9,297	9,300	-3	0	UNDER
63,167	-200	62,967	TOTAL DEPARTMENTAL EXPENDITURE	15,168	15,171	-3	0	UNDER

INCOME TO DATE

Original Annual Budget	Approved Changes	Revised Budget		Actual	Budget	Variance		
£000	£000	£000		£000	£000	£000	%	
7,718	0	7,718	Financial Strategy & Management	388	388	0	0	
228	0	228	Audit & Inspection	1	1	0	0	
2,565	0	2,565	Support Services	0	0	0	0	
455	0	455	Assessor & E.R.O.	3	3	0	0	
4,455	0	4,455	Strathclyde Pension Fund Office	0	0	0	0	
852	0	852	Financial Inclusion	90	90	0	0	
8,288	290	8,578	Customer & Business Services	1,836	1,836	0	0	
24,561	290	24,851	TOTAL DEPARTMENTAL INCOME	2,318	2,318	0	0	
38,606	-490	38,116	DIRECT DEPARTMENTAL NET EXPENDITURE	12,850	12,853	-3	0	UNDER
0	0	0	Specific Government Grant	0	0	0		
38,606	-490	38,116	ADJUSTED DEPARTMENTAL NET EXPENDITURE	12,850	12,853	-3	0	UNDER

COUNCIL TAX REDUCTION SCHEME/BENEFIT PAYMENTS

EXPENDITURE TO DATE

322,347	0	322,347	Housing Benefit Payments	100,384	100,384	0	0	
9,536	-188	9,348	Discretionary Housing Payments	3,014	3,014	0	0	
70,369	0	70,369	Council Tax Reduction	68,831	69,031	-200	0	UNDER
402,252	-188	402,064	TOTAL BENEFIT EXPENDITURE	172,229	172,429	-200	0	UNDER

INCOME TO DATE

321,347	0	321,347	Housing Benefit Payments	93,100	93,100	0	0	
321,347	0	321,347	TOTAL BENEFIT INCOME	93,100	93,100	0	0	
80,905	-188	80,717	COUNCIL TAX REDUCTION SCHEME/BENEFIT PAYMENTS NET EXPENSE	79,129	79,329	-200		UNDER

RING-FENCED FUNDS

6,812	0	6,812	Scottish Welfare Fund	2,269	2,269	0	0	
126,323	-678	125,645	ADJUSTED SERVICE NET EXPENDITURE	94,248	94,451	-203	0	UNDER



Glasgow City Council

Chief Executive's Office

Joint Report by the Executive Director of Finance and the Chief Executive

Contact: Colin McGuire – ext 74565

Budget Monitoring: Period 4 – Chief Executive's Office

1. Introduction

This monitoring statement provides a summary of the financial performance of the **Chief Executive's Office** for the period 1 April 2019 to 5 July 2019.

The monitoring statement is based on information contained in the council's corporate financial system and includes accruals and adjustments in line with agreed financial policies.

The attached monitoring statements compare actual financial performance to date with the budgeted position.

2. Budget Changes

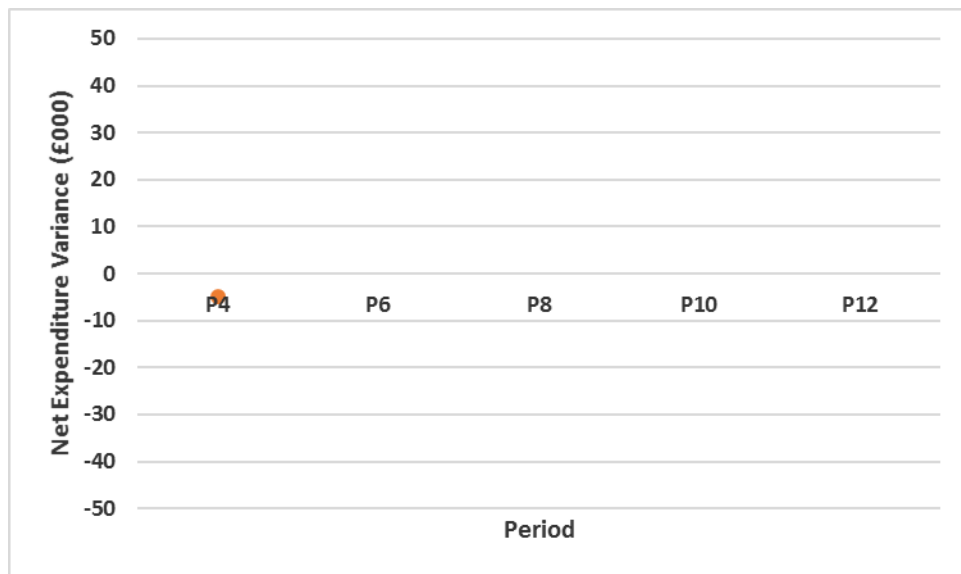
2.1 During periods 2 to 4 the net expenditure budget has decreased by £335,400 to 5 July 2019.

2.2 There have been a number of budget transfers during the period to reflect service reconfigurations. Budget adjustments include changes approved under the delegated powers of the Executive Director of Finance.

3. Summary Position

3.1 Gross expenditure is £4,000 less than budget and income is £1,000 over-recovered. This results in a net underspend of £5,000 to date. The underspend is mainly due to underspends in employee costs across the service.

3.2 Variance Comparison



3.3 The 2019-20 budget includes approved savings of £0.73m. At this stage of the year, it is anticipated that actual savings will amount to £0.73m representing 100% of target. This is reflected in the overall financial position reported in this monitoring statement.

4. Reasons for Variances

4.1 Within Chief Executive's Office, the net variances are referenced in the table below:

Service Area	Net Variance Over/Under (-) £000	Impact on Net Expenditure from Previous Report
Governance	-2	-
Other Chief Executive's Office Divisions	-3	-

Note: As this is the first report of the financial year the impact on net expenditure from the previous report is not applicable.

A detailed analysis of variances is presented below:

4.2 Governance

The underspend of £2,000 in Governance is due to an underspend in employee costs.

4.3 **Other Chief Executive's Office Divisions**

The underspend of £2,000 to period 4 is mainly due to underspends in employee costs across the division. There is also an over-recovery of income of £1,000 due to legal recharges to ALEO's.

5. **Action**

No action is required at this stage.

6. **Forecast**

It is anticipated that the department as a whole will remain within the annual budgeted net expenditure.

**GLASGOW CITY COUNCIL
2019/20 REVENUE BUDGET: MONITORING REPORT**

**CHIEF EXECUTIVE'S OFFICE
PERIOD 04: 1 APRIL 2019 TO 5 JULY 2019**

EXPENDITURE TO DATE

Original Annual Budget	Approved Changes	Revised Budget	HEADING	Actual	Budget	Variance	%	
£000	£000	£000		£000	£000	£000	%	
5,826	6	5,832	Chief Executive's Office	1,539	1,539	0	0	
37,586	-552	37,034	Community Empowerment Services	11,103	11,103	0	0	
6,800	115	6,915	Legal & Administration	2,085	2,085	0	0	
1,129	173	1,302	Governance	439	441	-2	-1	UNDER
4,995	127	5,122	Human Resources	1,524	1,524	0	0	
1,807	150	1,957	Procurement	528	529	-1	0	UNDER
511	-50	461	Transforming Glasgow PMO	171	171	0	0	
46,476	50	46,526	ICT	13,414	13,415	-1	0	UNDER
105,130	19	105,149	TOTAL GROSS EXPENDITURE	30,803	30,807	-4	0	UNDER

INCOME TO DATE

Original Annual Budget	Approved Changes	Revised Budget	HEADING	Actual	Budget	Variance	%	
£000	£000	£000		£000	£000	£000	%	
201	48	249	Chief Executive's Office	30	30	0	1	
934	0	934	Community Empowerment Services	0	0	0	0	
5,240	78	5,318	Legal & Administration	753	752	1	0	OVER
55	0	55	Governance	0	0	0	0	
551	78	629	Human Resources	37	37	0	0	
382	150	532	Procurement	2	2	0	0	
18	0	18	Transforming Glasgow PMO	18	18	0	0	
8,225	0	8,225	ICT	766	766	0	0	
15,606	354	15,960	TOTAL DEPARTMENTAL INCOME	1,606	1,605	1	0	OVER
89,524	-335	89,189	DIRECT NET EXPENDITURE	29,197	29,202	-5	0	UNDER
			0 Specific Government Grant			0		
89,524	-335	89,189	ADJUSTED SERVICE NET EXPENDITURE	29,197	29,202	-5	0	UNDER



Glasgow City Council

Development and Regeneration Services

**Joint Report by the Executive Director of Finance and the
Executive Director of Regeneration and the Economy**

Contact: Jenny O'Hagan – ext. 79901

Budget Monitoring: Period 4 – Development and Regeneration Services
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1. Introduction

- 1.1 This monitoring statement provides a summary of the revenue financial performance of **Development and Regeneration Services** for the period 1 April 2019 to 5 July 2019.
- 1.2 The statement is based on information contained in the Council's corporate financial system and includes accruals and adjustments in line with agreed financial policies.
- 1.3 The attached monitoring statements compare actual financial performance to date with the budgeted position.

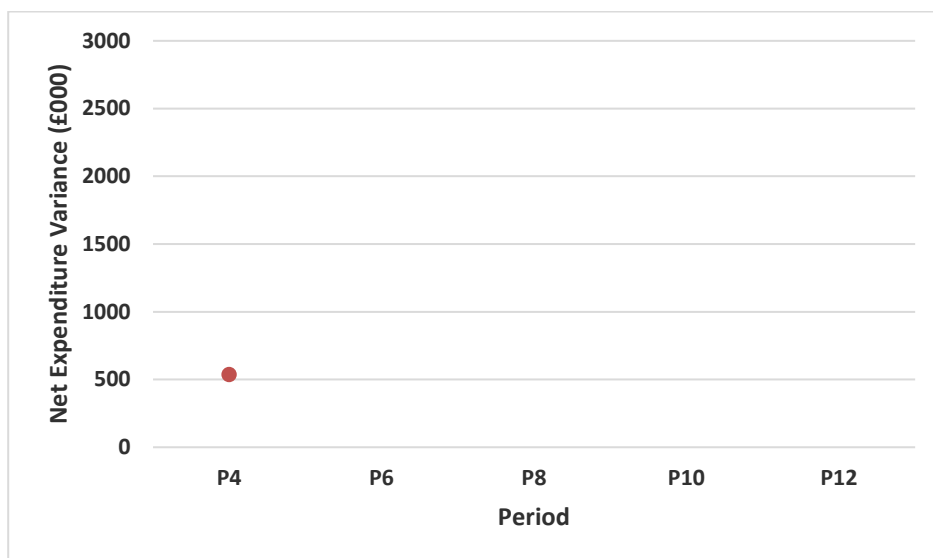
2. Budget Changes

- 2.1 The net expenditure budget on the 1st April 2019 was £61,277,000. During periods 1 to 4 the net expenditure budget decreased by £710,000. The cumulative net expenditure budget therefore is £60,567,000 at the 5 July 2019.
- 2.2 The significant changes to period 4 are as follows:
- 2.3 Expenditure and income budgets have increased in the Housing Division by £7,161,000 for additional Scottish Government grant funding for the Affordable Housing Supply Programme and by £4,195,000 Scottish Government grant funding for the Housing Energy Efficiency Programme.
- 2.4 In the Service Development Division expenditure and income budgets have increased by £200,000 representing new ERDF funding for Smart Cities (phase 2) project.
- 2.5 In addition there have been a number of budget transfers during periods 1 to 4 to reflect service reconfigurations and budget adjustments approved under the delegated powers of the Executive Director of Finance.

3. Summary Position

3.1 Gross expenditure is £830,000 more than budget and gross income is £293,000 more than budget. This results in net expenditure being £537,000 more than budget at period 4 representing 2% of the overall phased budget.

3.2 Variance Comparison



3.3 The 2019-20 budget includes approved savings of £0.125m. At this stage of the year, it is anticipated that actual savings will amount to £0.125m representing 100% of the target. This is reflected in the overall financial position reported in this monitoring statement.

4. Reasons for Variances

4.1 Within Development and Regeneration Services, the net variances are referenced in the table below.

Service Area	Net Variance Over/Under (-) £000	Impact on Net Expenditure from Previous Report
Economic Development	-164	-
Housing Investment	-25	-
Project Management – Design	402	-
Service Development	77	-
Building Standards	-233	-
Planning Services	-51	-
Property and Land Services	531	-

Note: As this is the first report of the financial year the impact on net expenditure from the previous report is not applicable.

A detailed analysis of variances are presented below

4.2 **Economic Development**

There is an underspend on grant expenditure within the Division as a result of a number of new initiatives taking longer than expected to implement.

4.3 **Project Management and Design**

The annual bills relating to the Stairlighting Service have now been issued to customers and indications are income will be less than the budgeted target. The deficit will be partly offset by lower costs as the implementation of more efficient lighting continues within the Service.

4.4 **Building Standards**

Income from Building Control fees is higher than budgeted at this stage of the year resulting in an underspend on net expenditure within the Division.

4.5 **Property and Land Services**

At period 4 there are overspends on rents, property repairs and utilities linked to unfunded tariff increases. Employee costs are also overspent, mainly within Non Schools Catering and FM services. These overspends are partly offset by an over recovery of income.

5. **Action**

5.1 The Executive Director of Development and Regeneration Services continues to review the budget across all areas of the Service in conjunction with the Leadership Team to mitigate the budget pressures as outlined in this report. In particular:-

- Review opportunities for income generation whether through charging for existing services or identifying new sources of grant funding.
- To continue to review current operational procedures in order to generate efficiencies in the cost of the day to day running of the Department.
- Implement an action plan targeting the legacy overspends in Property and Land Services.

6. Forecast

- 6.1 If this trend continues, then it is likely that the department will be forecasting an overspend, however senior management will review the options and whenever possible implement actions to contain the net overspend.

**GLASGOW CITY COUNCIL
2019/2020 REVENUE BUDGET: MONITORING REPORT**

**DEVELOPMENT and REGENERATION SERVICES
PERIOD 4 - 1 APRIL 2019 TO 05 JULY 2019
EXPENDITURE TO DATE**

Original Annual Budget	Approved Changes	Revised Budget	HEADING	Actual	Budget	Variance			
£000	£000	£000		£000	£000	£000	%		
18,752	1,906	20,658	Economic Development	3,608	3,676	-68	-2		Under
113,638	14,757	128,395	Housing Investment	20,855	20,842	13	0		Over
7,038	0	7,038	Project Management - Design	1,983	2,114	-131	-6		Under
4,481	-5	4,476	Service Development	1,142	1,137	5	0		Over
2,303	0	2,303	Building Standards	701	664	37	6		Over
6,443	340	6,783	Planning Services	1,604	1,638	-34	-2		Under
210,189	75	210,264	Property & Land Services	45,515	44,507	1,008	2		Over
		0							
362,844	17,073	379,917	TOTAL GROSS EXPENDITURE	75,408	74,578	830	1		Over

INCOME TO DATE

Original Annual Budget	Approved Changes	Revised Budget		Actual	Budget	Variance			
£000	£000	£000		£000	£000	£000	%		
1,556	2,526	4,082	Economic Development	385	289	96	33		Over
113,561	14,725	128,286	Housing Investment	21,247	21,209	38	0		Over
5,839	0	5,839	Project Management - Design	2,929	3,462	-533	-15		Under
474	200	674	Service Development	4	76	-72	-95		Under
3,355	0	3,355	Building Standards	1,524	1,254	270	22		Over
2,142	340	2,482	Planning Services	587	570	17	3		Over
174,640	-8	174,632	Property & Land Services	14,020	13,543	477	4		Over
301,567	17,783	319,350	TOTAL DEPARTMENTAL INCOME	40,696	40,403	293	1		Over
61,277	-710	60,567	DIRECT NET EXPENDITURE	34,712	34,175	537	2		Over
0	0	0	Specific Government Grant	0	0	0	0		
61,277	-710	60,567	ADJUSTED SERVICE NET EXPENDITURE	34,712	34,175	537	2		Over



Glasgow City Council

Related Companies

Report by the Executive Director of Financial Services

Contact Colin McGuire Ext 74565

Budget Monitoring: Period 4 - Related Companies and Joint Boards

1. Introduction

This monitoring statement provides a summary of the financial performance of **Related Companies and Joint Boards** for the period 1 April to 5 July 2019.

The statement is based on information contained in the Council's corporate financial system and includes accruals and adjustments in line with agreed financial policies.

The attached monitoring statements compare actual financial performance to date with the budgeted position of service fees due to, and service income due from the Council's Arms Length Organisations (ALEO's).

The council's budget includes estimated contributions from City Building (Joint Venture) and City Building Contracts (£6m).

2. Budget Changes

During periods 2, 3, and 4, the cumulative net expenditure budget increased by £42,000.

There have been a number of budget transfers during the period to reflect service reconfigurations. Budget adjustments include changes approved under the delegated powers of the Executive Director of Finance.

3. Summary Position

Net expenditure is in line with budget to date.

4. Forecast

It is anticipated that net expenditure within Related Companies will remain within annual budget as shown in the attached monitoring statements.

As mentioned above, the Council's budget includes estimated contributions from Related Companies of £6m in 2019/20.

As in previous years, any significant variances and issues will be reported during the year to this Committee.

**GLASGOW CITY COUNCIL
2019/20 REVENUE BUDGET: MONITORING REPORT**

**RELATED COMPANIES AND JOINT BOARDS
PERIOD 4 : 1 APRIL TO 5 JULY 2019**

EXPENDITURE TO DATE

Original Annual Budget	Approved Changes	Revised Budget	HEADING	Actual	Budget	Variance	
£000	£000	£000		£000	£000	£000	%
2,851	0	2,851	City Building Joint Venture	1,770	1,770	0	0
500	0	500	City Building Contracts	500	500	0	0
5,417	0	5,417	City Parking LLP	2,416	2,416	0	0
74,963	42	75,005	Glasgow Life	23,007	23,007	0	0
4,891	0	4,891	Jobs & Business Glasgow	1,223	1,223	0	0
1,331	170	1,501	City Property (Glasgow) LLP	452	452	0	0
2,217	-170	2,047	City Property Investment	1,024	1,024	0	0
10,743	0	10,743	Strathclyde Partnership for Transport	5,372	5,372	0	0
102,913	42	102,955	TOTAL GROSS EXPENDITURE	35,764	35,764	0	0

INCOME TO DATE

Annual Budget	Approved Changes	Revised Budget		Actual	Budget	Variance	
£000	£000	£000		£000	£000	£000	%
139	0	139	City Building Joint Venture	86	86	0	0
1,317	0	1,317	City Parking LLP	476	476	0	0
0	0	0	Glasgow Life	0	0	0	0
0	0	0	Jobs & Business Glasgow	0	0	0	0
0	0	0	City Property (Glasgow) LLP	0	0	0	0
0	0	0	City Property Investment	0	0	0	0
0	0	0	Strathclyde Partnership for Transport	0	0	0	0
1,456	0	1,456	TOTAL DEPARTMENTAL INCOME	562	562	0	0
101,457	42	101,499	DIRECT NET EXPENDITURE	35,202	35,202	0	0
0	0	0	Specific Government Grant	0	0	0	0
101,457	42	101,499	ADJUSTED SERVICE NET EXPENDITURE	35,202	35,202	0	0



Glasgow City Council

Common Good

Report by the Executive Director of Finance

Contact: Colin McGuire – ext 74565

Budget Monitoring: Period 4 – Common Good

1. Introduction

This monitoring statement provides a summary of the financial performance of **Common Good** for the period 1 April 2019 to 5 July 2019.

It is based on information contained in the council's corporate financial system and includes accruals and adjustments in line with agreed financial policies.

The attached monitoring statements compare actual financial performance to date with the budgeted position.

2. Budget Changes

There have been no budget changes to the Common Good budget during periods 2, 3 and 4.

3. Summary Position

This monitoring report covers a period equivalent to 26% of the financial year. Gross expenditure at this time is £119,000, which is 16% of the annual gross expenditure budget. Gross income received to date is £182,000, resulting in net income of £63,000.

The majority of gross expenditure incurred by the Common Good Fund relates to Civic Receptions held throughout the year, with a budget of £522,000 for 2019/20, including administration costs.

The table below details the year to date expenditure on Civic Receptions:

Category	Actual Costs
Anniversaries	£21,841
Charities	£9,382
Events	£14,941
International Visitors	£3,864
Special Individuals	£9,483
Administration costs	£11,274
Total	£70,785

4. Forecast

To date £70,785 has been spent and a further £90,795 has been committed for civic receptions in 2019/20. The remaining civic receptions expenditure budget of £360,420 is available for spend up to 31 March 2020. These figures reflect the revision of hospitality costs in relation to increased prices, together with other changes to the list of events.

In addition, £32,525 has been committed in respect of events beyond 2019/20 and it is envisaged that this will be funded from future year's budget. A detailed breakdown of 2019/20 and 2020/21 commitments is provided in Appendix 1.

Income is mainly derived from returns on Common Good investments and these returns are closely monitored throughout the year. Any significant fluctuations in Common Good income up to 31 March 2020 will be reflected through budget changes in 2020/21 with a view to maintaining the overall capital value of the Fund.

The Common Good Fund is expected to remain within the annual net expenditure budget for 2019/20.

Appendix 1

Civic Receptions Committed 2019/20

2019/20 Civic Hospitality Commitments

Date	Function	Approved	Cost	Category
18-Jul-19	Mandela Day	14-Jun-19	£1,400	Anniversaries
01-Aug-19	Paddle Steamer Preservation Society 50 th Anniversary	09-Nov-18	£1,600	Anniversaries
09-Aug-19	Lodge Tollcross No. 1194 Centenary	20-Jun-17	£4,000	Anniversaries
04-Oct-19	City of Glasgow College Maritime 50 Event	21-Mar-19	£10,000	Anniversaries
18-Oct-19	Knights of St Columba Centenary	10-Feb-17	£10,000	Anniversaries
04-Dec-19	Health Protection in Scotland 50th Anniversary	18-Jun-19	£1,750	Anniversaries
06-Mar-20	Bridgeton Burn Club 150th Anniversary	16-Jan-19	£6,000	Anniversaries
	Total for Anniversaries		£34,750	

Date	Function	Approved	Cost	Category
13-Aug-19	Charity Bid Dinner	05-Jul-19	£600	Charities
17-Aug-19	Clydeside Action on Asbestos AGM	15-Mar-19	£240	Charities
22-Aug-19	Sovereign Order of St John of Jerusalem Knights Hospitaller	26-Sep-18	£2,000	Charities
19-Sep-19	Glasgow Street Pastors Volunteers	25-Feb-19	£2,400	Charities
20-Sep-19	Glasgow Children's Hospital Charity	15-May-19	£350	Charities
24-Oct-19	Scottish Refugee Council AGM and Public Meeting	25-Apr-19	£390	Charities
18-Nov-19	Girlguiding Glasgow Annual Review	26-Apr-19	£900	Charities
21-Nov-19	Sportscotland Coaching, Officiating and Volunteering Awards	14-Feb-19	£1,260	Charities
22-Nov-19	Carers Scotland AGM	25-Apr-19	£360	Charities

25-Nov-19	Prostate Scotland Fundraising Event	17-May-19	£700	Charities
05-Dec-19	Cancer Research Carol Concert	05-Feb-19	£770	Charities
26-Mar-20	No 23 Inner Wheel District Committee International Rally	04-Jun-19	£300	Charities
	Total for Charities		£10,270	

Date	Function	Approved	Cost	Category
19-Jul-19	Mardi Gla	19-Jun-19	£1,050	Events
25-Jul-19	Merchant City Festival	17-May-19	£700	Events
15-Aug-19	Piping Live!	13-May-19	£1,750	Events
23-Aug-19	International Rose Trials	01-Apr-19	£4,500	Events
24-Aug-19	Edinburgh Military Tattoo	05-Jul-19	£1,320	Events
25-Sep-19	Children's Panel Awards 2019	14-Mar-19	£3,000	Events
07-Oct-19	Gathering of Armed Forces/ Veterans and Champions	05-Jul-19	£1,000	Events
11-Oct-19	Royal National Mod Opening Concert	06-Mar-19	£2,250	Events
23-Oct-19	National Blood Transfusion Awards Ceremony	20-Feb-19	£4,000	Events
13-Nov-19	Doors Open Day	01-Jul-19	£2,400	Events
13-Nov-19	Interfaith Week	07-Jun-19	£240	Events
15-Jan-20	Molendinar Lecture	11-Jun-19	£240	Events
	Total for Events		£22,450	

Date	Function	Approved	Cost	Category
16-Jul-19	Visiting Thai Judges to University of Strathclyde	20-Feb-19	£420	International Visitors
16-Jul-19	Lahore Rural Meeting Delegation	20-Jun-19	£450	International Visitors
29-Jul-19	Klupfel Youth Club	14-Jun-19	£500	International Visitors
03-Sep-19	SALAR Swedish Delegation	29-Apr-19	£600	International Visitors
21-Mar-20	Delegation from Oslo	01-Mar-19	£55	International Visitors
	Total for International Visitors		£2,025	

Date	Function	Approved	Cost	Category
29-Aug-19	COSLA Leader's Delegates	03-Jul-19	£350	Special Individuals
17-Sep-19	Community Councils Civic Reception	05-Jun-19	£6,400	Special Individuals
28-Sep-19	National Police Memorial Day	05-Apr-17	£10,000	Special Individuals
03-Oct-19	Sikhs in Scotland	22-Mar-19	£500	Special Individuals
30-Oct-19	Glasgow Golden Generation AGM	28-Nov-18	£750	Special Individuals
	Total for Special Individuals		£18,000	

Date	Function	Approved	Cost	Category
07-Aug-19	Special Olympics Scotland West Team	12-Jun-19	£1,800	Sport
08-Aug-19	Scottish Hockey European Championships II	27-Mar-19	£1,500	Sport
	Total for Sport		£3,300	

Total Civic Hospitality Commitments for 2019/20	£90,795
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Civic Receptions Committed 2020/21

2020/21 Onwards Civic Hospitality Commitments

Date	Function	Approved	Cost	Category
01-May-20	Fullarton Chapter No. 116 Order of the Easter Star 100 th Anniversary	25-Apr-19	£3,500	Anniversaries
08-May-20	Lodge Stepps Centenary Dinner	18-Jun-18	£5,000	Anniversaries
07-Aug-20	Lodge Anima Glasgow No. 1223 Centenary	25-Feb-19	£4,500	Anniversaries
20-Aug-20	St Roch's FC Centenary	27-Feb-18	£5,000	Anniversaries
08-Sep-20	Lodge Kelvin Partick No 1207 100 th Anniversary	31-Oct-18	£4,000	Anniversaries
20-Nov-20	Glasgow Orchestral Society 150 th Anniversary	14-Jan-18	£7,500	Anniversaries
27-Nov-20	Southern Cross Masonic Lodge Centenary	23-May-16	£2,500	Anniversaries
	Total for Anniversaries		£32,000	

Date	Function	Approved	Cost	Category
03-Jun-20	Girls Brigade AGM	04-Jul-19	£525	Events
	Total for Events		£525	

Total Civic Hospitality Commitments for 2020/21 Onwards

£32,525

Note: commitments reported to this committee for the first time have been highlighted in bold.

**GLASGOW CITY COUNCIL
2019/20 REVENUE BUDGET: MONITORING REPORT**

**COMMON GOOD
PERIOD 4 - 1 APRIL 2019 TO 5 JULY 2019**

EXPENDITURE TO DATE

Original Annual Budget	Approved Changes	Revised Annual Budget	HEADING	Actual	Remaining Budget	Budget Spent to Date
£000	£000	£000		£000	£000	%
522	0	522	Civic Hospitality	71	451	14
70	0	70	Property Costs	14	56	20
155	0	155	Miscellaneous Charges	34	121	22
747	0	747	TOTAL GROSS EXPENDITURE	119	628	16

INCOME TO DATE

Original Annual Budget	Approved Changes	Revised Annual Budget	HEADING	Actual	Remaining Budget	Budget Received to Date
£000	£000	£000		£000	£000	%
448	0	448	Investment Income & Realised Gains	116	332	26
52	0	52	Commission	7	45	13
247	0	247	Rental Income	59	188	24
747	0	747	TOTAL DEPARTMENTAL INCOME	182	565	24
0	0	0	NET EXPENDITURE/NET INCOME (-)	-63	63	0