

Meeting of:	Homes and Safe Communities Scrutiny Committee
Date of Meeting:	Wednesday, 16 October 2019
Relevant Scrutiny Committee:	Homes and Safe Communities
Report Title:	Revenue and Capital Monitoring for the Period 1st April to 31st August 2019
Purpose of Report:	To advise Scrutiny Committee of the progress relating to revenue and capital expenditure for the period 1st April to 31st August 2019
Report Owner:	Report of the Director of Environment and Housing
Responsible Officer:	Carys Lord Head of Finance/ Section 151 officer
Elected Member and Officer Consultation:	Each Scrutiny Committee will receive a monitoring report on their respective areas. This report does not require Ward Member consultation
Policy Framework:	This report is for executive decision by the Cabinet
<p>Executive Summary:</p> <ul style="list-style-type: none"> • The revenue position for 2019/20 is challenging with a savings target for the year for this Committee's services being set at £211k. • The capital budget for this Committee has been set at £23.737m. 	

Recommendations

1. That Scrutiny Committee consider the position with regard to the 2019/20 revenue and capital budgets.

Reasons for Recommendations

1. That Members are aware of the projected revenue outturn for 2019/20.

1. Background

- 1.1 On 8th March 2019, Council approved the Revenue Budget for 2019/20, minute number 835. The Housing Revenue Account budget and the Capital Programme for 2019/20 onwards were approved by Council on 27th February 2019, minute number 779 and 780 respectively.

2. Key Issues for Consideration

Revenue

- 2.1 It still remains early in the financial year however it is anticipated that services will outturn within budget at year end.

	2019/20	2019/20	Variance
Directorate/Service	Original Budget	Projected	(+)Favourable (-) Adverse
	£000	£000	£000
Youth Offending Service	741	741	0
Regulatory Services	2,041	2,041	0
Council Fund Housing	1,309	1,309	0
Private Housing	1,209	1,209	0
Public Sector Housing (HRA)	(21)	(21)	0
Total	5,279	5,279	0

- 2.2 Youth Offending Service - At this early stage of the financial year it is anticipated that this service will outturn on target.
- 2.3 Regulatory Services - The allocation represents the Vale of Glamorgan's budget for its share of the Shared Regulatory Service (SRS). A separate set of accounts is maintained for the SRS and periodically reported to the Shared Regulatory Service Joint Committee. It is anticipated that the SRS will outturn on target.
- 2.4 Council Fund Housing - It is anticipated that this budget will outturn on target.
- 2.5 Private Housing - The Division is currently projecting a balanced budget.
- 2.6 Public Sector Housing (HRA) - The HRA is expected to outturn on target and any underspends in year will be offset by additional contributions to Capital expenditure thus reducing the reliance on Unsupported Borrowing.

2019/20 Savings Targets

- 2.7 As part of the Final Revenue Budget Proposals for 2019/20, a savings target of £211k was set for this Committee. Attached at Appendix 1 is a statement detailing all savings targets for 2019/20. It is anticipated that the CCTV saving will not be achieved this year.

Capital

- 2.8 Appendix 2 details financial progress on the Capital Programme as at 31st August 2019. There have been no changes to the Capital Programme since the last report to Committee.

3. How do proposals evidence the Five Ways of Working and contribute to our Well-being Objectives?

- 3.1 The revenue budget has been set in order to support services in the delivery of the Council's Well-being objectives. It is therefore important for expenditure to be monitored to ensure that these objectives are being delivered.
- 3.2 The revenue budget has been set and is monitored to reflect the 5 ways of working.
- 3.3 **Looking to the long term** - The setting of the revenue budget requires planning for the future and takes a strategic approach to ensure services are sustainable and that future need and demand for services is understood.
- 3.4 **Taking an integrated approach** - The revenue budgets include services which work with partners to deliver services e.g. Health via ICF.

- 3.5 Involving the population in decisions** – As part of the revenue budget setting process there has been engagement with residents, customers and partners.
- 3.6 Working in a collaborative way** – The revenue budgets include services which operate on a collaborative basis e.g. Shared Regulatory Service, Vale Valleys and Cardiff Adoption Service.
- 3.7 Understanding the root cause of issues and preventing them** – Monitoring the revenue budget is a proactive way of understanding the financial position of services in order to tackle issue at the source as soon as they arise.

4. Resources and Legal Considerations

Financial

- 4.1** As detailed in the body of the report.

Legal (Including Equalities)

- 4.2** There are no legal implications.

5. Background Papers

None.

Title of Saving	Description of Saving	Total Saving £000	Projected Saving £000	RAG Status	Update Comments, Issues & Actions	Relevant Scrutiny Committee	Project Manager
Regulatory Services							
Shared Regulatory Service	Savings from collaborative service	102	102	Green	Reduced contribution to shared service agreed for year	Homes and Safe Communities	Miles Punter
Total Regulatory Services		102	102	Green	100%		
Housing							
CCTV	Review of service provision	76	0	Red	There are ongoing discussions with South Wales Police and officers from the Police & Crime Commissioners office to address future CCTV provision in the Vale. The Council has committed a capital budget of £350k to support a new CCTV strategy with ongoing revenue commitment falling to partner agencies if agreement can be reached on a spend to save basis.	Homes and Safe Communities	Mike Ingram
Third Party Spend	Savings from external procurement	30	30	Green	Savings allocated and budgets reduced accordingly	Homes and Safe Communities	Mike Ingram
Total Housing		106	30	Red	28%		
Private Housing							
Third Party Spend	Savings from external procurement	3	3	Green	Savings allocated and budgets reduced accordingly	Homes and Safe Communities	Marcus Goldsworthy
Total Private Housing		3	3	Green	100%		
TOTAL		211	135	Red	64%		

Green = on target to achieve in full
Amber = forecast within 20% of target
Red = forecast less than 80% of target

Shortfall 76

CAPITAL MONITORING
FOR THE PERIOD ENDED 31st AUGUST 2019

APPENDIX 2

PROFILE TO DATE	ACTUAL SPEND 2019/20		APPROVED PROGRAMME 2019/20	PROJECTED OUTTURN 2019/20	VARIANCE AT OUTTURN 2019/20	PROJECT SPONSOR	COMMENTS
£000	£000		£000	£000	£000		
		<u>Housing Improvement Programme</u>					
253	253	HRA Internal Works	1,052	1,052	0	M Punter	Maintenance of WHQS.
255	255	HRA External Works	4,039	4,039	0	M Punter	Continuation of installation of windows & doors, roof replacements, wall repairs and external wall insulation.
5	5	Jenner Road	143	143	0	M Punter	Delivery of Jenner Road walls.
0	0	Williams Crescent	100	100	0	M Punter	Delivery of communal improvements.
2	2	Emergency Works	420	420	0	M Punter	The continuation of Glanmor Crescent and Camrose Court scheme plus other emergency works.
62	62	Aids and Adaptations	526	526	0	M Punter	Continuation of the adapted extension scheme.
365	365	Common Parts	2,205	2,205	0	M Punter	Delivery of the fire safety management upgrade works and communal area improvements.
238	238	Environmental Improvements	2,166	2,166	0	M Punter	On-going works to the Buttrills Scheme.
1,023	1,023	New Build	10,644	10,644	0	M Punter	Continuation of Holm View/ Brecon Court and feasibility works for new schemes and acquisition of properties/land.
2,203	2,203		21,295	21,295	0		
		<u>Community Safety</u>					
		Additional In Year Capital Funding					
0	0	Upgrade of CCTV system	350	350	0	M Punter	Project board set up to manage the project. An initial scoping has been completed. A formal request has been sent to the police requesting that they nominate a representative to sit on the board to ensure that they are involved and that a system is designed that is fit for purpose.
0	0	Community Safety Improvements	30	30	0	M Punter	A demonstration of deployable CCTV took place during August where officers attended from Community Safety and ICT. The CCTV solution will be suitable for the location and quotes have been requested.
0	0		380	380	0		
		<u>Private Housing</u>					
216	216	Disabled Facilities Grant	1,152	1,152	0	P Chappell	In the process of issuing grants.
0	0	Additional Disabled Facilities Grant	150	150	0	P Chappell	In the process of issuing grants.
20	20	Barry Island and Cosmeston Toilets	97	97	0	P Chappell	Cosmeston toilets are due to start on site in October. Works anticipated to take 3 months.
0	0	Penarth Renewal Area	6	6	0	P Chappell	Continuation of works
7	7	ENABLE Funding	161	161	0	P Chappell	Scheme on-going.
4	4	Housing Regeneration Area	496	496	0	P Chappell	Options being considered.
247	247		2,062	2,062	0		
2,450	2,450	COMMITTEE TOTAL	23,737	23,737	0		