

# Appendix D

## Bristol City Council - Neighbourhoods

### 2017/18 – Budget Monitor Report

2017/18

P4

#### SUMMARY HEADLINES

##### Latest Financial Position

In summary, the latest full year **Forecast** position now shows a £0.7m underspend. This represents a £0.5m improvement since P3 which is due for the main part to Citizen Services revisiting its Permanent/Agency Staff expenditure forecast to incorporate and reflect underspends in these areas year to date.

The **Savings Delivery** tracker currently reports £0.3m of 17/18's £5.8m planned savings as 'at risk'. The top 3 initiatives driving this risk are Alternative Funding for Private Tenants Complaints(IN08), Temp/Emergency accommodation (FP15) and In-house Enforcement(14). Following review a Temporary Accommodation cross-cutting action plan has been approved which will deliver improvements in the financial position for this service.

The full year budget for **Capital Programme expenditure** has been updated to reflect Cabinet approval for delivery of the Omnichannel project (+£0.6m). The revised full year budget is now £11.2m. Against this budget the latest forecast is £8.9m, representing an underspend of £2.3m. This underspend relates predominantly to slippage in Libraries for the Future, Investment in Parks and Green Spaces and Sports Provision. Parks and Green Spaces are undergoing a full detailed review of forecast/slippage and will be updated for P5.

Regarding **Aged Debt** management, at the end of P4 Neighbourhoods had £4.0m of aged debt (£3.5m P3); £1m (£0.9m P3) of which has been outstanding for more than a year. The majority of this older debt relates to Housing options (Lettings negotiation and Interim Supported Housing). Work will now commence to recover outstanding aged debt.

**Risks** classified as high and medium total £8.3m at P4. **Opportunities** and mitigating actions to offset these risks include one-off savings and proposed draw downs from specific Grants, Reserves and Settlements. These total £8.3m thereby reducing the net exposure at P4 to £0m.

The accounting treatment of the Waste contract is included here and is forecast to recur in future years. For 17/18 the draw down of £4.9m from settlement and reserves has been planned since contract award in Aug. 2016. In addition, there is a possible risk of up to £1.9m (currently under negotiation). Should this £1.9m materialise (or any part thereof) this will also be offset by the waste management reserve. However, in contrast to 17/18, only £3m contract settlement is available in 18/19 plus what balance remains in the waste management reserve after the current year draw down to offset the ongoing known risk.

##### 1. Overall Position and Movement

Forecast 2017/18 - Under spend £m												
Revised Budget	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	
£68.5m	-0.4	-0.2	-0.7									
	▼	▲	▼									

##### 2. Revenue Position by Div.

Budget Area	Over/ (under) spend £m
Housing Options	0.0
Public Health - General Fund	0.0
Women's Commission	0.0
Neighbourhoods & Communities	0.0
Waste	0.0
Citizen Services	-0.7

##### 3. Savings Delivery RAG Status

17/18	Total value of savings (£m)	Value at risk (£m)	Risk (%)
R No - savings are at risk	0.398	0.323	81%
G Yes - savings are safe	5.410	0.000	0%
Grand Total	5.807	0.323	6%

##### Top 4 largest savings at risk in 17/18 (ordered by size of saving at risk)

ID - Name of Proposal	Value at Risk in 17/18 (£m)
IN08 - Alternative funding for responding to private tenant's complaints	0.175
FP15 - Reduce use of temporary/emergency accommodation	0.075
FP14 - In-house enforcement	0.060
FP26 - Hengrove Leisure Centre refinancing	0.013

18/19	Total value of savings (£m)	Value at risk (£m)	Risk (%)
R No - no plan in place	0.787	0.787	100%
A Yes - plan in place but still to deliver	3.562	0.061	2%
G Yes - savings can be taken from budget	0.693	0.000	0%
Grand Total	5.042	0.848	17%

##### Top 3 largest savings at risk in 18/19 (ordered by size of saving at risk)

ID - Name of Proposal	Value at Risk in 17/18 (£m)
FP11 - Single city-wide Information, Advice and Guidance Service	0.500
FP14 - In-house enforcement	0.287
FP26 - Hengrove Leisure Centre refinancing	0.061

##### Capital Programme

Gross expenditure by Programme	Current Year (FY2017)					Performance to budget		Scheme Total for Current Timeframe (FY2016 : FY2021)						Performance to budget		
	Budget	Expenditure to Date	Forecast	Variance	Expenditure to date	Forecast	Budget	Total Expenditure to Date	Commitments	Variance - Total budget vs actual + commitments	Forecast (including prior years actuals)	Variance Total scheme budget vs total scheme forecast	Expenditure to date	Expenditure + Committed to date	Forecast	
	£000s					%		£000s						%		
Neighbourhoods																
NH01	Libraries for the Future	293	93	131	(162)	32%	45%	906	456	30	(420)	921	14	50%	54%	102%
NH02	Investment in parks and green spaces	2,359	191	591	(1,768)	8%	25%	3,791	1,322	156	(2,313)	2,535	(1,256)	35%	39%	67%
NH03	Cemeteries & Crematoria	500	0	500	0	0%	100%	1,000	0	0	(1,000)	1,000	0	0%	0%	100%
NH04	Third Household Waste Recycling and Re-use Centre	200	0	200	0	0%	100%	4,000	0	0	(4,000)	4,000	0	0%	0%	100%
NH05	Sports provision	300	0	0	(300)	0%	0%	4,500	0	0	(4,500)	4,500	0	0%	0%	100%
NH06	Bristol Operations Centre	3,689	285	3,636	(52)	8%	99%	7,816	4,412	1,061	(2,343)	7,764	(52)	59%	70%	99%
NH07	Housing Solutions	3,167	440	3,167	0	14%	100%	15,495	2,998	0	(12,497)	15,325	(170)	19%	19%	99%
NH08	Omni Channel Contact Centre (ICT System development)	644	0	644	0	0%	100%	644	0	0	(644)	644	0	0%	0%	100%
Total Neighbourhoods		11,151	1,008	8,869	(2,283)	9%	80%	38,152	9,188	1,247	(27,717)	36,688	(1,464)	24%	27%	96%



