

a: Revenue Budget Monitor

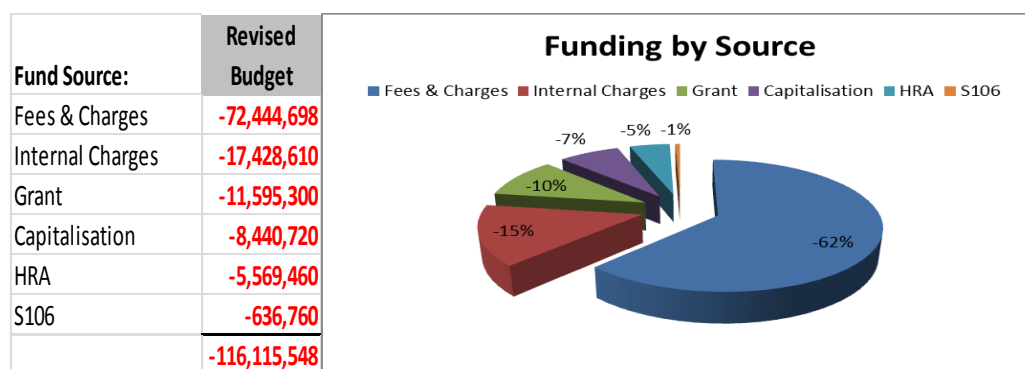
	Revised Budget	Forecast Outturn	Outturn Variance	Of which :	
				Covid	Non Covid
P03	£60.6m	£89.5m	£28.9m	£29.9m	(£1.0m)
<i>P02</i>	<i>£60.6m</i>	<i>£91.6m</i>	<i>£31.0m</i>	<i>£32.1m</i>	<i>(£1.1m)</i>

Forecast Outturn Variance by month £m									
May	June	July	Aug	Sept	Oct	Nov	Dec	Jan	Feb
31	28.9								
	▲								

Position by Division

General Fund	2020/21 - Full Year			P3 Forecast Variance		Movement vs P2: Increase /(Decrease)		
	Revised Budget	Revised Outturn	Revised Outturn Variance	COVID	Non-COVID	COVID	Non-COVID	Total Movement
	£000s			£000s		£000s		
Growth & Regeneration								
Housing & Landlord Services	12,176	17,734	5,559	4,979	580	166	0	166
Development of Place	1,074	2,448	1,375	1,530	(155)	(581)	398	(183)
Economy of Place	3,691	11,550	7,859	6,691	1,168	376	31	407
Management of Place	43,671	57,771	14,100	16,690	(2,590)	(2,141)	(370)	(2,511)
Total Growth & Regeneration	60,611	89,504	28,893	29,890	(997)	(2,180)	59	(2,121)

The Growth & Regeneration Directorate reported a £28.9m (48%) shortfall against a net expenditure budget of £60.6m. This is mainly due to the impacts of the pandemic which has significantly impacted on a number of the directorate's fee generating services. The Directorate generates over £116m in revenue to partially fund its activities. The table below shows the breakdown of the funding by type.



Key Messages:

Housing & Landlord Services – The division is forecasting a £5.6m overspend. The main reasons for the expenditure pressure are:

- As part of the initial response to Covid-19, Bristol City Council have accommodated and supported over 350 people who were rough sleeping or in communal night shelters as part of “Everyone in”. The forecast cost of this provision until the end of July is £3.8m, which is anticipated to be funded from the Covid-10 grant allocation, as well as a small ring-fenced grant of £73,500 received from the MHCLG.

- Further guidance from MHCLG is sought, as well as a local decision, to determine what level of service will be offered to these individuals from August onwards. The Move-on Project Board recommends the principle of continuing to accommodate and provide move on options to avoid rough sleepers returning to the streets, including people with no recourse to public funds. In order to facilitate this, funding of £3.15m would need to be identified for this new burden, of which £0.28m could be reallocated from the Rough Sleeping Initiative grant fund.
- Please note that the forecast COVID spend homelessness by c£0.17m comparing to P2 due which requires additional approved to drawn down from the COVID response fund if materialises.

Development of Place – The division is forecasting a £1.4m overspend against a revised budget of £1.1m at P3. The main reasons for these variances are:

- Significant reductions in income have been experienced across the planning and building regulations services during the pandemic. Some developments and work are simply put on pause and which will create a small amount of “catch-up”. However there is only a limited capacity within the market to progress developments, planning applications, searches etc. Therefore it is anticipated that there won’t be 100% “catch-up” and that this will take several months to return to regular level. The services are anticipating a reduction in its ability to support and progress on capital projects.
- Planned MTFP savings from income are now also at risk, estimated at £0.1m

Economy of Place – The division is forecasting a £7.9m overspend against a revised budget of £3.7m at P3. The main reasons for these variances are:

- It is expected that commercial property rental income will also experience up to 25% reduction (c£3m) base on ONS statistics on national business insolvency risk and intelligence from the Council’s own property agents who estimates these losses across a national mixed commercial portfolio.
- The Council run 7 museums which are general free to visit however do generate income for the Council as they do run some fee charging exhibitions, cafes and shops. We also run fee paying services within our libraries. Whilst some costs may be covered by furloughing relevant staff this doesn’t cover a large proportion of the lost income. These activities will take a long time to return to pre-COVID income levels as capacity will be reduced for the foreseeable future as a result of infection control and social distancing measures.
- Planned MTFP savings from income are now also at risk, estimated at £0.3m

Management of Place – The division is forecasting a £14.1m (32%) overspend against a revised budget. The main reasons for these variances are:

- Significant reductions in income have been experienced across our car parks including off-Street car parks, on street parking, resident parking schemes, parking charge notices etc. Occupancy has reduced significantly during the pandemic. Estimated in-year loss is £11.2m.
- Other income reduction include advertising income from council assets e.g. bus shelters, and income generated by Council’s renewable energy assets due to unprecedented market price volatility.
- Waste management services also experienced additional cost pressures (£1.7m) due to increases in residential residual waste and recycling volumes, market price volatility for waste disposal, and additional measure introduced for social distancing.

In addition, in order respond to the pandemic, we have increased level of staffing across a number of services e.g. Emergency control staffing, additional costs c£0.3m.

It is important to note that whilst there is an appetite from the central government to support local authorities in funding some of the income losses on fees and charges, the detailed guidance had not been

finalised at the point of writing this report, and future work needs to be carried out in assessing the likelihood and the scale of these funding support in P4.

Savings Delivery

20/21 G&R Directorate Savings Target (£'000s):						3,872			
	This month			Last month			Top 5 largest savings at risk in (ordered by size of saving at risk)		
	Total value of savings (£'000s)	Value at risk (£'000s)	Proportion at risk	Total value of savings (£'000s)	Value at risk (£'000s)	Proportion at risk	ID	Name of Proposal	Value at Risk in 20/21 (£'000)
No - savings are at risk	2,370	2,370	100%	2,610	2,610	100%	FP01-B	Third Party Payments	£ 1,110
Yes - savings are safe	1,502	0	0%	1,262	0	0%	FP02-C	*19/20 ROLLOVER* - New ways of delivering parks and open spaces	£ 250
SAVING CLOSED - CONFIRMED AS SECURED & DELIVERED	0	0	n/a	0	0	n/a	RS02-B	SMART City initiatives	£ 250
NO RAG PROVIDED	0	0	n/a	0	0	n/a	IN04-1	Establish city centre business rate development team (including some 19/20 rollover)	£ 240
Grand Total	3,872	2,370	61%	3,872	2,610	67%	NEW2	*19/20 Rollover* - Review our approach to managing and optimising the value of public sector land and buildings	£ 200
n/a - represents one off savings or mitigations in previous year	-1,070	0	0%	-1,070	0	0%	Mitigated savings from previous years' that remain 'due' for delivery this year (£m)		
Accelerated efficiencies (balancing line)	0	0	n/a	0	0	n/a	Amount due from previous year(s): £ 1.07		
WRITTEN OFF	380	0	0%	380	0	0%	Amount reported at risk: £ 0.86		
Grand Total	3,182	2,370	74%	3,182	2,610	82%			
Key Changes since last month: 1. The value at risk has decreased this month, due to IN27 Generating and saving money through energy generation and efficiency (£240k) now reporting the full amount as safe for 20/21 (previously reported all at risk in P2).									
Key messages/ Comments: 1. In P2, £2.6m was being reported as at risk, this has now reduced £2.4m following the change to IN27 noted above. 2. Note that the largest saving at risk continues to be the £1.1m Third Party Payments target , given no change request has yet been approved. It is understood that Finance removed £250k from G&R budgets at the beginning of 20/21 - if this was done in error it needs to be reversed. Delivery Exec accepted that the remaining amount sat with Resources (BIF) and would be covered in year by corporate contingency. Future savings will likely need to be reassessed as part of the overall budget reassessment. The change to FP01 can be processed once G&R have assessed the £250k. 3. Note that 'establish city centre business rates development' is awaiting review by Finance BP as to whether this can be mapped against BottleYard and Enterprise Zone delivery.									

b: Risks and Opportunities

GROWTH & REGENERATION DIRECTORATE RISKS & OPPORTUNITIES

Division Name	Service Name	Description	Period risk or Op was added to Forecast	Risk / Opportunity £'000	Mitigations / Opportunity	Value of Mitigation £'000
Management of Place	Traffic & Highways	Loss of parking bays and thus income generated from them, from them being reallocated for businesses who are seeking permission to use the spaces for customers eg seating for cafes / bars / restaurants outside due to CV19	The idea is yet to be agreed, so impact of risk unknown and not yet in forecasts	?		
Management of Place	Traffic & Highways	Signals & Lighting General - overrun of section 74 work, TTRO/TTRN and Inspection charges owed by Bristol Water totals £1.257m at 03/06/20 split as: £33k under 30 days, £30k 30-59 days, £18k 60-89 days, £275k 90-119 days, £896k 120-365 days, £5k 1-2 years	The majority of the invoices were raised in 19/20	Over 60 days £1.194m o/s, if 50% not paid, risk of losing £597k	Corporate Finance set up a provision for this at 31/03/20	tbc
Housing and Landlord Services	Housing Options	If continue to provide Move on accommodation for cohort of people accommodated as part of "everyone in" response to Covid and no additional funding provide by MHCLG	P2	£2.9m	Seek funding from MHCLG, or do not provide ongoing accommodation for those with no recourse to public funds	TBC
Housing and Landlord Services	Housing Options	Due to economic impact of Covid - homelessness may increase - leading to greater use of temporary accommodation	P2		Seek additional supported accommodation and increase acquisition of units	
Management of Place	Traffic & Highways	Repairs at West End may highlight additional work that needs to be done and any delays in work being completed will impact on income	P3	?	Delays in work being completed, may result in people moving to Trenchard to park	
Management of Place	Traffic & Highways	Metrobus budget does not include £15k for contract inflation. Also this budget is to maintain iPoints and the contract increases from June to cover all those previously maintained free of charge for the first 12 months	P3	£104k		

There are a number of unquantified risks that have been flagged by service managers. They will require close monitoring as the current anticipated mitigation in some cases is dependent on separate decisions.

c: Capital

Approved Budget £163.3m	Revised Budget £156.9m	Expenditure to Date £9.8m 6% of Budget	Forecast Outturn £127.7m 81% of budget	Outturn Variance £(29.2m)
<i>2019/20 Comparator</i>				
Approved Budget £142.7m		Expenditure to Date £9m	Forecast Outturn £113.8m	Outturn Variance £(28.9m)

Key Messages

The current forecast shows (£9.8m) spend against budget (6% delivery) against the budget of £156.9m and is slightly ahead of the same time last year (which recorded a spend of £9m as at P3). To achieve the budget target for 20/21, the directorate will need to increase monthly spend to £13.1m (excluding HRA) from the average of £3.3m per month as at P3. To ensure delivery, the directorate will be submitting revised budget proposals in line with up-to-date milestones. A number of reviews are currently taking place, the results of which are expected to be reported in P4.

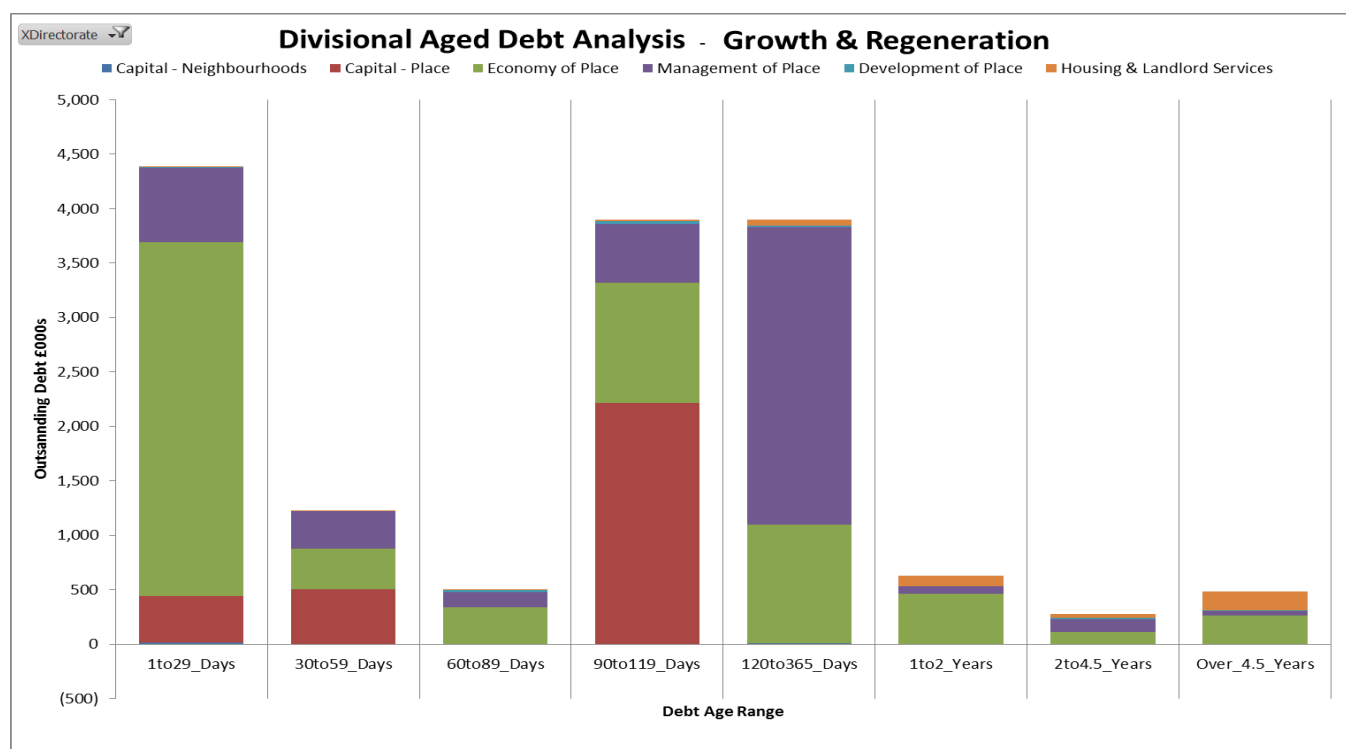
Capital Budget Monitor Report for period 202003 - Summary by Programme

Report date 14/07/2020 12:16:55

Gross expenditure by Programme

Ref	Scheme	Current Year (FY2020) - Period 3				Performance to budget	
		Budget	Expenditure to Date	Forecast	Variance	Expenditure to date	Forecast
Growth & Regeneration		£000s				%	
PL30	Housing Strategy and Commissioning	30,296	329	13,973	(16,323)	1%	46%
PL24	Colston Hall	19,468	3,099	22,005	2,537	16%	113%
PL18A	Energy Services – Bristol Heat Networks expansion	16,480	1,313	10,944	(5,536)	8%	66%
PL05	Sustainable Transport	9,524	2,661	7,778	(1,745)	28%	82%
PL30A	Housing Programme delivered through Housing Company	9,500	0	9,500	0	0%	100%
PL10	Highways & Traffic Infrastructure - General	8,987	1,163	9,644	657	13%	107%
GR03	Economy Development - ASEA 2 Flood Defences	8,568	(624)	8,528	(40)	-7%	100%
GR01	Strategic Property – Temple Meads Development	6,054	1	8,599	2,545	0%	142%
HIF	HIF BID match funding	6,000	0	0	(6,000)	0%	0%
NH04	Third Household Waste Recycling and Re-use Centre	5,624	3	3,571	(2,053)	0%	63%
PL09A	Highways infrastructure - Cumberland Road Stabilisation Scheme	5,140	277	4,000	(1,140)	5%	78%
NH07	Private Housing	3,110	732	3,110	0	24%	100%
PL06	Portway Park & Ride Rail Platform	3,038	0	3,038	0	0%	100%
PL11A	Cattle Market Road site re-development	2,858	193	1,307	(1,551)	7%	46%
PL09	Highways infrastructure - bridge investment	2,849	14	879	(1,970)	0%	31%
PL10C	Transport Parking Services	1,881	51	1,135	(746)	3%	60%
NH06A	Bristol Operations Centre - Phase 2	1,876	12	1,126	(750)	1%	60%
GR06	Innovation & Sustainability - OPCR 2	1,846	134	1,700	(146)	7%	92%
PL18	Energy services - Renewable energy investment scheme	1,678	31	1,348	(329)	2%	80%
NH02	Investment in parks and green spaces	1,580	182	1,664	84	11%	105%
PL02	Passenger Transport	1,487	(159)	1,306	(180)	-11%	88%
PL19	Energy Services Phase 2 Investment & commercialisation opportunities	1,200	0	400	(800)	0%	33%
PL22	Strategic Property - Investment in existing waste facilities	1,057	0	800	(257)	0%	76%
Sub-total		150,099	9,411	116,356	(33,743)		
PL25	Other (<£1m schemes)	6,790	374	11,346	4,556	6%	167%
Total Growth & Regeneration		156,889	9,785	127,702	(29,187)	6%	81%

d: Aged Debt



e: Payment Performance

