

a: Revenue Budget Monitor

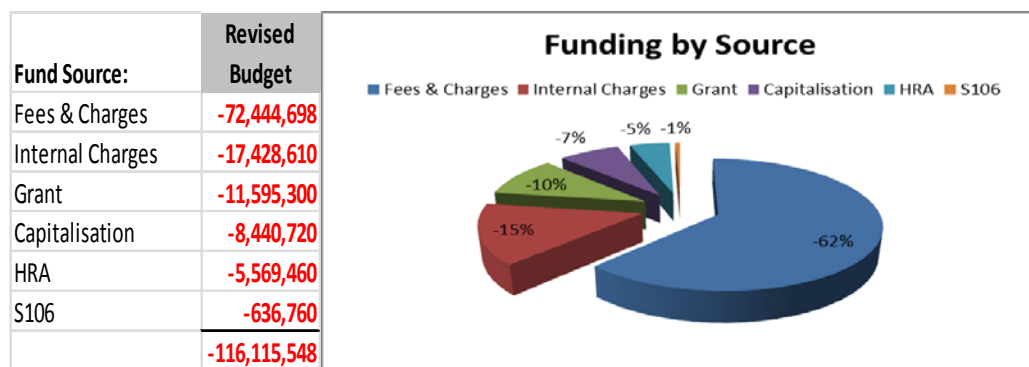
	Revised Budget	Forecast Outturn	Outturn Variance	Of which :	
				Covid	Non Covid
P05	£63.1m	£89.6m	£26.5m overspend	£27.4m	(£0.9m)
P03	£60.6m	£89.5m	£28.9m overspend	£29.9m	(£1.0m)

May	June	Aug	Sept	Oct	Nov	Dec	Jan	Feb
31.0	28.9	26.5						
	▲	▲						

Position by Division

General Fund	2020/21 - Full Year			P5 Forecast Variance		Movement vs P3: Increase /(Decrease)		
	Revised Budget	Revised Outturn	Revised Outturn Variance	COVID	Non-COVID	COVID	Non-COVID	Total Movement
Growth & Regeneration								
Housing & Landlord Services	14,676	20,023	5,348	4,882	466	(97)	(114)	(211)
Development of Place	1,308	2,415	1,107	1,582	(475)	52	(320)	(268)
Economy of Place	3,453	11,110	7,658	6,647	1,010	(44)	(158)	(202)
Management of Place	43,676	56,032	12,356	14,268	(1,912)	(2,422)	677	(1,745)
Total Growth & Regeneration	63,112	89,580	26,468	27,380	(912)	(2,510)	85	(2,425)

The Growth & Regeneration Directorate reported a £26.5m (42%, an improvement of 6% on P3) overspend against a net expenditure budget of £63.1m. This is mainly due to the impacts of the pandemic which has significantly affected 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 £5.3m overspend. The main reasons for the expenditure pressure are:

- The £2.5m budget for subsidy loss has been transferred from Revenues and Benefits to Housing Options since P3, with a forecast overspend of £0.8m.
- 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 net cost of this provision until the end of July was £2.7m, which included costs of dilapidation and deep cleaning of hotels yet to be incurred which are anticipated to be funded from the Covid-19 grant allocation, as well as a small ring-fenced grant of £73,500 received from the MHCLG.

- 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, a bid for £2.174m was made to the MHCLG for Next Steps Accommodation Programme funding, of which £1.936m has been awarded which will reduce the call on the Covid grant.
- The forecast Covid spend has reduced from P3 as the recent categorisation as “specified accommodation” applying to some of the hotel accommodation hence now the Council will not incur subsidy loss on these placements.
- General Fund – Excluding the forecast overspend due to Covid (approximately £5.5m), Housing Options is forecast to be approximately on budget – though this is dependent on utilising the whole of the Flexible Homelessness support grant in 2020/21 (£996k) – partly to offset the required savings target of £300k and partly to contribute towards the subsidy loss incurred by Revenues and Benefits.

Development of Place – The division is forecasting a £1.1m overspend against a revised budget of £1.3m at P5. 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 £7.7m overspend against a revised budget of £3.5m at P5. 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. The Council also run fee paying services within our libraries. Whilst some costs may be covered by furloughing relevant staff this doesn’t cover all of the lost income. These activities may 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 £12.4m overspend against a revised budget of £43.7m at P5. 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 £9.6m.
- 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 detail around how funds will be allocated is still evolving and may exclude some service income that was previously deemed eligible.

Savings Delivery

20/21 G&R Directorate Savings Target (£'000s):						3,012			
	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	1,225	1,225	100%	1,260	1,260	100%	FP02-C	*19/20 ROLLOVER* - New ways of delivering parks and open spaces	£ 250
Yes - savings are safe	1,787	0	0%	1,752	0	0%	R502-B	SMART City Initiatives	£ 250
SAVING CLOSED - CONFIRMED AS 'SECURED & DELIVERED'	0	0	n/a	0	0	n/a	IN04-1	Establish city centre business rate development team (including some 19/20 rollover)	£ 240
NO RAG PROVIDED	0	0	n/a	0	0	n/a	NEW2	*19/20 Rollover* - Review our approach to managing and optimising the value of public sector land and buildings	£ 200
Grand Total	3,012	1,225	41%	3,012	1,260	42%	BE57	Improving the performance of the council's Commercial/Investment Property portfolio	£ 100
n/a - represents one off savings or mitigations in previous year	-1,326	0	0%	-1,326	0	0%			
Accelerated efficiencies (balancing line)	0	0	n/a	0	0	n/a			
WRITTEN OFF	380	0	0%	380	0	0%			
Grand Total	2,066	1,225	59%	2,066	1,260	61%			
							Mitigated savings from previous years' that remain 'due' for delivery this year (£m)		
							Amount due from previous year(s):		£ 1.07
							Amount reported at risk:		£ 0.86

Key Changes since last month:

- The value of savings reported at risk this month has improved slightly as the following savings has been marked as safe in P5: IN02 Operations Centre – increase income (£35k).

b: Risks and Opportunities

Division Name	Service Name	Description	Risk / Opportunity £'000	Mitigations / Opportunity
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	?	
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	?	Corporate Finance set up a provision for this at 31/03/20
Housing and Landlord Services	Housing Options	Due to economic impact of Covid - homelessness may increase - leading to greater use of temporary accommodation	?	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	?	Delays in work being completed, may result in people moving to Trenchard to park

There are also a number of unquantified risks that have been flagged by service managers. These require close monitoring as some are linked to the council's wider response to covid.

c: Capital

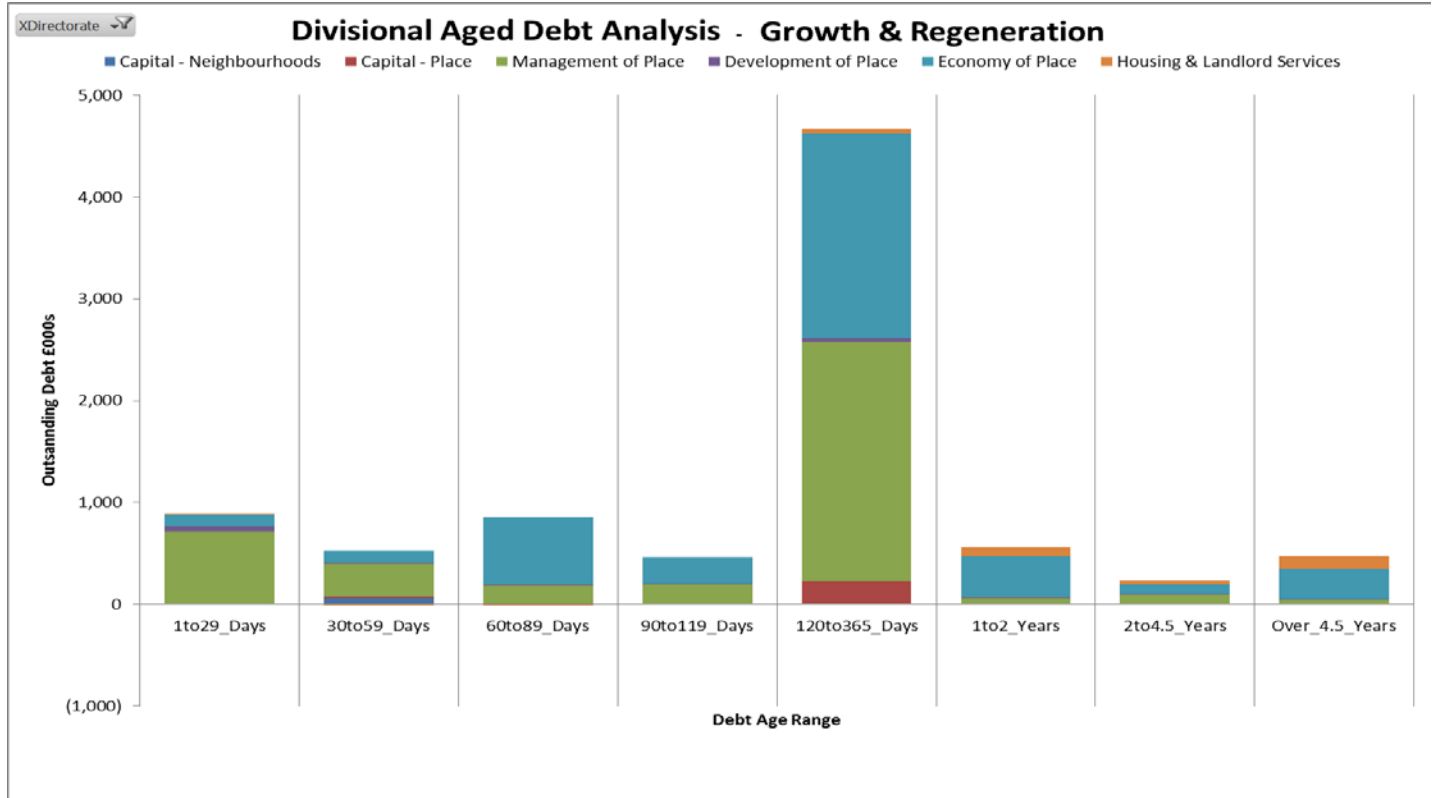
Approved Budget £163.3m	Revised Budget £159.3m	Expenditure to Date £18.8m 12% of Budget	Forecast Outturn £125.3m 79% of budget	Outturn Variance £(34m)
<i>2019/20 Comparator</i>				
	Revised Budget £143.5m	Expenditure to Date £21.9m	Forecast Outturn £106.6m	Outturn Variance £(36.9m)

Key Messages

The current reports shows (£18.8m) spend against budget (12% delivery) against the revised budget of £159.3m and are behind spend reported same time last year (£21.9m as at P5). To achieve the budget target for 20/21, the directorate will need to increase monthly spend to £15.2m (excluding HRA) from the average of £3.8m per month as at P5. To ensure delivery, the directorate will be submitting revised budget proposals in line with up-to-date milestones. Recent reviews will be reflected in the P6 numbers and will show a significant reprofiling of forecast spend. Below is a breakdown of all the schemes within the G&R Capital programme.

Ref	Scheme	Budget	Expenditure to Date	Forecast	Variance	Expenditure to date	Forecast
						£000s	%
Growth & Regeneration							
GR01	Strategic Property – Temple Meads Development	6,054	27	8,599	2,545	0%	142%
GR03	Economy Development - ASEA 2 Flood Defences	8,568	201	8,032	(536)	2%	94%
GR05	Strategic Property - Hawkfield Site	500	0	167	(333)	0%	33%
GR06	Innovation & Sustainability - OPCR 2	1,846	168	1,700	(146)	9%	92%
GR08	Delivery of Regeneration of Bedminster Green	225	39	225	0	17%	100%
HIF	HIF BID match funding	6,000	0	0	(6,000)	0%	0%
NH01	Libraries for the Future	609	70	527	(82)	12%	87%
NH02	Investment in parks and green spaces	1,378	390	1,690	312	28%	123%
NH03	Cemetries & Crematoria - Pending Business Case Development	789	18	429	(360)	2%	54%
NH04	Third Household Waste Recycling and Re-use Centre	5,624	3	1,921	(3,703)	0%	34%
NH06	Bristol Operations Centre - Phase 1	286	129	151	(135)	45%	53%
NH06A	Bristol Operations Centre - Phase 2	1,876	43	1,126	(750)	2%	60%
NH07	Private Housing	3,110	898	3,110	0	29%	100%
PL01	Metrobus	172	239	1,906	1,734	139%	1106%
PL02	Passenger Transport	1,487	(110)	1,306	(180)	-7%	88%
PL03	Residents Parking Schemes	3	0	3	0	0%	100%
PL04	Strategic Transport	534	1,077	5,857	5,322	202%	1096%
PL05	Sustainable Transport	9,524	2,910	7,594	(1,930)	31%	80%
PL06	Portway Park & Ride Rail Platform	3,038	248	3,038	0	8%	100%
PL08	Highways & Drainage Enhancements	191	(62)	191	0	-33%	100%
PL09	Highways infrastructure - bridge investment	2,849	22	879	(1,970)	1%	31%
PL09A	Highways infrastructure - Cumberland Road Stabilisation Schem	5,140	391	4,000	(1,140)	8%	78%
PL10	Highways & Traffic Infrastructure - General	11,628	2,350	12,184	556	20%	105%
PL10B	Highways & Traffic - Street Lighting	591	34	591	0	6%	100%
PL10C	Transport Parking Services	1,881	151	1,135	(746)	8%	60%
PL11A	Cattle Market Road site re-development	2,858	310	1,307	(1,551)	11%	46%
PL14	Bristol Legible City Scheme	315	75	134	(181)	24%	43%
PL15	Environmental Improvements Programme	319	27	174	(145)	9%	55%
PL17	Resilience Fund (£1m of the £10m Port Sale)	53	1	53	0	2%	100%
PL18	Energy services - Renewable energy investment scheme	1,678	96	1,338	(339)	6%	80%
PL18A	Energy Services – Bristol Heat Networks expansion	16,480	2,835	8,236	(8,244)	17%	50%
PL18B	Energy Services - School Efficiencies	151	66	0	(151)	44%	0%
PL18D	Energy Services - EU Replicate Grant	(115)	23	26	141	-20%	-23%
PL19	Energy Services Phase 2 Investment & commercialisation oppor	1,200	0	400	(800)	0%	33%
PL20	Strategic Property	332	0	89	(244)	0%	27%
PL22	Strategic Property - Investment in existing waste facilities	1,057	0	521	(536)	0%	49%
PL23	Strategic Property - Temple St	355	30	28	(328)	8%	8%
PL24	Colston Hall	19,468	5,523	19,468	0	28%	100%
PL25	Strategic Property - Community Capacity Building	998	0	0	(998)	0%	0%
PL30	Housing Strategy and Commissioning	30,296	540	14,206	(16,090)	2%	47%
PL30A	Housing Programme delivered through Housing Company	9,500	0	13,000	3,500	0%	137%
PL32	Western Harbour Design Development	480	0	0	(480)	0%	0%
Total Growth & Regeneration		159,327	18,764	125,340	(33,987)	12%	79%

d: Aged Debt



e: Payment Performance

Division	Service	Amount Paid (inc VAT)	Number of invoices	Average days to pay	Number of invoices paid late	% Paid Late (target < 10%)
37	Housing & Landlord Services	6,963,823	3,266	11	120	4%
3Y	Capital - Neighbourhoods	4,608,140	294	20	53	18%
42	Development of Place	1,056,618	318	15	23	7%
46	Economy of Place	4,124,040	1,128	28	270	24%
47	Management of Place	28,070,114	2,752	23	486	18%
4Y	Capital - Place	14,531,387	586	24	115	20%
Grand Total		59,354,122	8,344	18	1,067	13%