

Section A: Revenue Budget Monitor

	Revised Budget	Forecast Outturn	Outturn Variance
P08	£71.7m	£71.7m	£0.0m overspend
<i>P07</i>	<i>£68.2m</i>	<i>£68.2m</i>	<i>£0.0m overspend</i>

May	Jun	Jul	Aug	Sept	Oct	Nov	Dec	Jan	Feb
3.8	2.6	2.5	8.3	0.0	0.0	0.0			
▼↓	▲↑	▲↑	▼↓	▲↑					

Position by Division

<i>Period 8/Quarter 3 - Summary</i>	Revised Budget	Q2 Variance including Mitigations	Supplementary Estimate/Contingency Released	P6 Movement by exception	P7 Movement by exception	P8 Detailed movement	Q3 Variance	Q3 Variance as % Net Budget
	£000s	£000s	£000s	£000s	£000s	£000s	£000s	%
Growth & Regeneration								
Housing & Landlord Services	20,268	2,742	(2,000)			30	772	3.8%
Economy of Place	5,129	(1,750)				1,600	(150)	-2.9%
Management of Place	1,671	306				(1,021)	(715)	-42.8%
Management - G&R	(80)	5,667	(4,907)			(876)	(116)	145.0%
Property, Assets and Infrastructure	44,679	0	(58)			267	209	0.5%
Total Growth & Regeneration	71,667	6,965	(6,965)	0	0	0	0	0.0%

Key Messages:

The Growth & Regeneration Directorate reported a net zero variance after allowing for Cabinet approved budget adjustments resulting in a revised net expenditure budget of £71.7m (following adjustments for pay inflation). At the Q2 Cabinet approval was given to fund cost pressures arising in Temporary Accommodation, increases in Energy costs, as well as Waste costs totalling a net (£6.9m) from a combination of reserves & inflation provisions, and secondary savings identified within the Directorate.

The Directorate is also reporting net Risks totalling £1.2m. Further opportunities are expected within the next 4 months and that should help mitigate any of the risks should they materialise. The Directorate has tasked every service area to find mitigation for all local pressures identified.

Housing & Landlord Services

The division is reporting an adverse variance of £0.8m against a revised budget of £20.3m. This is mainly due to budget pressure in Temporary Accommodation from subsidy loss, offset by increase in income and capitalisation of salary cost.

Economy of Place

The division is reporting close to breakeven position. A £0.15m favourable variance resulting from underspends identified to help mitigate the balance of cost pressure relating to Temporary Accommodation cost within Housing and the balance of Energy cost pressures with the Property division.

Management of Place

The division is reporting a £0.7m favourable variance resulting from underspends identified to help mitigate the balance of cost pressure relating to Temporary Accommodation cost within Housing, and the balance of Energy cost pressures with the Property division.

Property, Asset Strategy and Investment

The division is reporting a £0.2m adverse variance which is the balance of the Energy cost pressure that is being mitigated from savings with other division.

Savings Delivery

22/23 G&R Directorate Savings Target (£'000s):						5,126
22/23 Cross Cutting (G&R Led) Savings Target (£'000s):						1,852
In Year (22/23) Total:						6,978

	This month			Last month		
	Total value of savings (£'000s)	Value at risk (£'000s)	Proportion at risk	Total value of savings (£'000s)	Value at risk (£'000s)	Proportion at risk
No - savings are at risk	697	697	100%	892	892	100%
Yes - savings are safe	6,281	0	0%	6,086	0	0.0%
SAVING CLOSED - CONFIRMED AS 'SECURED & DELIVERED'	0	0	n/a	0	0	n/a
NO RAG PROVIDED	0	0	n/a	0	0	n/a
Grand Total	6,978	697	10%	6,978	892	0
n/a - represents one off savings or mitigations in previous year	-1,252	0	0%	-1,252	0	0%
WRITTEN OFF	0	0	n/a	0	0	n/a
Grand Total	5,726	697	12%	5,726	892	0

Top 5 largest savings at risk in year (ordered by size of saving at risk)			
ID	Cross cutting?	Name of Proposal	Value at Risk in 22/23 (£'000)
NEW2223_CEN03b	Yes	Reduce council-owned property & Continued Corporate Landlord	£ 289
IN27b	No	Generating and saving money through energy generation and efficiency	£ 230
NEW2223_GR054	No	Increase civil enforcement officers	£ 80
NEW2223_GR056	No	Establish at least on new Resident Parking Scheme	£ 75
NEW2223_GR023	No	Increase income target for Development Management.	£ 15

Mitigated savings from previous years' that remain 'due' for delivery this year (£m)	
Amount due from previous year(s):	£ 0.85
Amount reported at risk:	£ 0.47

Key Changes since last month

- No changes to savings targets or amounts written off or secured and delivered.
- NEW2223_GR050 Reprocurve Energy Contracts - full £150k savings now reporting as safe in P8, was previously Red and fully at risk (note that since reporting a subsequent discussion has agreed that energy savings should be considered for write off given market context)
- IN02 Increase Income for Ops Centre - full £45k saving reporting as safe in P8 (previously Red/at risk)
- No change to cross cutting reported savings

Section B: Risks and Opportunities

Division	Service	Risk or Opportunity	Description of Impact	Risk (Opportunity) £'000	Likelihood %	Net Risk (Opportunity) £'000
PAI	Property Management	Opportunity	Rent Reviews Income	-500	95%	(475)
MoP	Bristol Operations Centre	Risk	Staffing	-232	75%	(174)
PAI	FM	Opportunity	Vacancies in Building Practice Teams	-150	75%	(113)
MoP	Director Office	Opportunity	Potential reduction in spend on consultants this year	-150	95%	(143)
PAI	Property Management	Opportunity	Income Pressure	-145	5%	(7)
PAI	FM	Opportunity	Vacancies & Extra Income	-141	50%	(71)
PAI	Property Management	Opportunity	Income Pressure	-104	75%	(78)
MOP	Bristol Operations Centre	Opportunity	Recharge for out of hours / Alarm responses 22/23 invoices for non paying services	-102	90%	(92)
MoP	Harbours (currently still in FM serv 2B1)	Opportunity	Pavilion venue hire income from City Leap	-50	80%	(40)
PAI	Property Management	Risk	Income Pressure	55	80%	44
PAI	Property Management	Risk	annual revaluation process	95	80%	76
Mop	Traffic and Highways	Risk	Income Pressure	135	80%	108
PAI	Property Management	Risk	Income Pressure	200	80%	160
MoP	Regeneration	Risk	There is a potential claim from the Strategic Partner	200	80%	160
PAI	Property Management	Risk	Income Pressure	292	80%	234
MoP	Bristol Operations Centre	Risk	BNet	327	80%	262
MoP	Cultural Development	Risk	Only able to partially achieve the expected £500k secondary savings	344	80%	275
PAI	Property Management	Risk	Income Pressure	445	80%	356
MoP	Traffic and Highways	Risk	Street lighting electricity	456	80%	365
PAI	Energy	Opportunity	Decrease in Energy income recharges	500	80%	400
				1,475		1,248

The net risks and opportunities flagged by service managers total £1.2m. Through a combination of proactive mitigating actions being taken by services, as well as reductions in the scale of risks resulting from better modelling of data, the directorate is actively targeting options to mitigate the balance off risks identified should they materialise.

Section C: Capital

Approved Budget £170.0m	Revised Budget £142.9m	Expenditure to Date £66.7m 47% of Budget	Forecast Outturn £130.0m 91% of Budget	Outturn Variance (£12.8m)
2021/22 £191.8m	Comparator £151.9m	£55.1m	£122m	(£29.9m)

Gross Expenditure by Programme

Ref	Scheme	Current Year (FY2022) - Period 8				Performance to budget	
		Budget	Expenditure to Date	Forecast	Variance	Expenditure to date	Forecast
		£000s				%	
Growth & Regeneration							
CRF3	Covid Recovery Fund – Economic Infrastructure	1,114	275	650	(464)	25%	58%
GR01	Strategic Property – Temple Meads Development	4,853	2,486	3,679	(1,174)	51%	76%
GR03	Economy Development - ASEA 2 Flood Defences	13,728	5,634	13,728	0	41%	100%
GR05	Strategic Property - Hawkfield Site	3,263	3,069	3,263	0	94%	100%
GR05A	South Bristol Light Industrial Workspace Redevelopment	4,700	1,215	4,700	0	26%	100%
GR08	Delivery of Regeneration of Bedminster Green	2,647	1,000	1,830	(816)	38%	69%
GR09	Clean Air Zone Programme	5,135	1,798	5,021	(114)	35%	98%
GR10	Improvements to Local Centres	1,500	0	0	(1,500)	0%	0%
NH01	Libraries for the Future	55	(33)	40	(15)	-61%	73%
NH02	Investment in parks and green spaces	1,785	879	1,240	(545)	49%	69%
NH02A	Invest in Parks Sports Outdoor Equipment & Facility Improvements	300	0	0	(300)	0%	0%
NH03	Cemeteries & Crematoria - Pending Business Case Development	310	151	310	0	49%	100%
NH04	Third Household Waste Recycling and Re-use Centre	1,561	417	1,561	0	27%	100%
NH06A	Bristol Operations Centre - Phase 2	300	98	300	0	33%	100%
NH07	Private Housing	5,856	3,533	5,962	105	60%	102%
PL01	Metrobus	1,021	106	1,037	16	10%	102%
PL02	Passenger Transport	496	75	444	(52)	15%	89%
PL03	Residents Parking Schemes	650	0	0	(650)	0%	0%
PL04	Strategic Transport	5,683	2,448	4,844	(839)	43%	85%
PL05	Sustainable Transport	2,258	888	2,422	164	39%	107%
PL06	Portway Park & Ride Investment	2,886	2,174	2,886	(0)	75%	100%
PL09	Highways infrastructure - bridge investment	3,235	1,299	2,235	(1,000)	40%	69%
PL09A	Highways infrastructure - Cumberland Road Stabilisation Scheme	4,396	1,869	3,896	(500)	43%	89%
PL10	Highways & Traffic Infrastructure - General	13,662	6,920	12,459	(1,202)	51%	91%
PL10B	Highways & Traffic - Street Lighting	1,258	71	1,258	0	6%	100%
PL10C	Transport Parking Services	692	287	303	(390)	41%	44%
PL11A	Cattle Market Road site re-development	1,155	167	328	(827)	14%	28%
PL12	Filwood Broadway	0	0	0	0		
PL14	Bristol Legible City Scheme	(9)	(0)	(9)	0	0%	100%
PL15	Environmental Improvements Programme	174	103	154	(20)	59%	89%
PL17	Resilience Fund (£1m of the £10m Port Sale)	45	4	45	0	8%	100%
PL18	Energy services - Renewable energy investment scheme	8,549	3,751	9,490	941	44%	111%
PL18A	Energy Services – Bristol Heat Networks expansion	7,909	5,106	7,549	(360)	65%	95%
PL18B	Energy Services - School Efficiencies	211	39	211	0	18%	100%
PL18D	Energy Services - EU Replicate Grant	11	0	11	0	0%	100%
PL20	Strategic Property	90	0	90	0	0%	100%
PL21	Building Practice Service - Essential H&S	3,491	690	2,902	(589)	20%	83%
PL23	Strategic Property - Temple St	46	23	46	0	50%	100%
PL24	Bristol Beacon	21,104	14,219	21,104	0	67%	100%
PL27	Vehicle Fleet Replacement Programme	2,834	1,051	1,934	(899)	37%	68%
PL30	Housing Delivery Programme	13,095	4,641	11,275	(1,820)	35%	86%
PL34	Strategic property - Community investment scheme	150	0	150	0	0%	100%
PL35	Harbour Operational Infrastructure	277	91	277	0	33%	100%
PL36	Investment in Markets infrastructure & buildings	386	107	386	0	28%	100%
Total Growth & Regeneration		142,861	66,650	130,012	(12,849)	47%	91%

Key Messages:

G&R are reporting a variance of **£12.8m** against a revised budget of **£142.8m**. The year-to-date spend of **£66.7m** (47%) represents an average of £8.3m per month. To achieve the budget/forecast target for 2022/23, the directorate will need to increase the average spend per month by **£7.5m** to an average of **£15.8m** each month for the rest of the year.

Below are comments provided for variances over £0.5m:

- **GR01 – Temple Mead Development -** The underspend forecast reflects the latest delivery expectation and should be moved to next year as overall the scheme is showing no variance as full spend is expected.
- **GR08 – Delivery of Regeneration of Bedminster Green -** After the latest review of the scheme, some of the works planned for this year will now happen next year. Hence the current underspend will need to slip to 23/24.
- **PL04 – Strategic Transport –** The Strategic Partner has been commissioned for the Funding Strategy – and receipt of their proposal, so the variance on 22/23 represents a slippage of the spending profile into next year.
- **PL09 – Highways Infrastructure Bridge Investment –** Slippage related to Redcliffe Bascule bridge due to extra work identified.
- **PL09A – Highways Infrastructure Cumberland Road –** The project has a further delay due to an obstruction in the ground and is now expected to complete in April'23 hence moving budget forward into 23-24
- **PL10 – Highways & Traffic Infrastructure General - General** slippage on the scheme
- **PL11A – Castle Market Road Site – Harbour Walkway -** Design element now complete and agreement reached with contractor and their designers. 22/23 underspend is therefore slipped to next year pending a decision.
- **PL18 – Renewable Energy Investment Scheme -** Slippage on the scheme
- **PL21 - Building Practice Service - Essential H&S -** The budget for the Bottle Yard - Studios Roof Repairs & Insulation, has been slipped into next year, leading to a variance of £438k. This is because the works had to be retendered due to a change in the scope of works requested by the service. In addition, the tender for the St Philips Marsh Nursery heating system has been agreed for a price much lower than estimated, leading to favourable variance of £140k.
- **PL27 - Vehicle Fleet Replacement Programme -** The latest forecast has been adjusted to reflect the fact that 35 vans for traded services will now not be delivered in March 2023 but will occur in the next financial year, leading to a slippage of £821k.
- **PL30 – Housing delivery Programme -** The variance of £1.8m (14%) against the budget of £13.1m is driven by various slippages.