

Report to Overview & Scrutiny Committee
17 January 2019

Financial Monitoring 2018/19 Month 08

1. Purpose of Report

To summarise the overall position for 2018/19 and future years as at Month 8.

2. Information provided to Executive Management Team

- Appendix Ai - Report on Month 8 revenue monitoring position for 2018/19
- Appendix Aii - Summary of Month 8 Directorate Savings Templates
- Annex 1 – Uses of Reserves already approved at Month 7
- Annex 2 – Summary of Reserves requested at Month 8
- Appendix B - Report on Month 8 Capital Revenue monitoring position for 2018/19
- Appendix C – Treasury Management Month 8 Report

3. Summary of Key Issues

- Appendix A covers revenue monitoring. An overspend of £3.2m was forecast at Month 8.
- This was made up of an underspend of £5.1m on the base budget and £9.7m of savings not deliverable in 2018/19 offset by partially accelerated achievement of £1.4m of the efficiency target of £5.7m.
- In future years, there were forecast savings that were not fully deliverable of £8.9m in 2019/20, reducing to £7.6m in 2021/22.
- Appendix B covers capital monitoring. The capital budget has decreased by £(218.8)m since Period 7 to £3,167.7m primarily in relation to the removal of the budget for InReach to purchase void properties from the HRA. Consent to enable the project to proceed has now been received in part from the Secretary of State so the budget is currently under review and will be reported at Period 10. The forecast has also been revised to take account of forecast slippage totalling £49.6m primarily linked to BMHT Redevelopment (£35.9m), Brasshouse Centre Housing Development (£8.0m), Waste Management Depot Redevelopments (£5.0m), Enterprise Zone projects (£7.7m) and slippage of £(8.8)m on Clean Air & Hydrogen Buses. The forecast also shows various over and underspends which are explained in detail in Appendix B6.
- Appendix C monitors Treasury Management, which is on track. Please note the delegated decision to refinance £1.1m of LoBo loans with a replacement PWLB Loan. Savings of £0.6m at present values will be made over the 32 years, at a cost of £5k in 2018/19.

Signatures

Date

Corporate Director – Finance & Governance

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Leader of the Council

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