

**REPORT TO:** Executive Board

**DATE:** 15 November 2018

**REPORTING OFFICER:** Operational Director – Finance

**PORTFOLIO:** Resources

**SUBJECT:** 2018/19 Quarter 2 Spending

**WARD(S):** Borough-wide

## **1.0 PURPOSE OF REPORT**

1.1 To report the Council's overall revenue and capital spending position as at 30 September 2018.

## **2.0 RECOMMENDED: That;**

- 1) All spending continues to be limited to only absolutely essential items;**
- 2) Strategic Directors take appropriate action to ensure overall spending is contained as far as possible within their total operational budget by year-end; and**
- 3) Council approve the revised Capital Programme as set out in Appendix 2.**

## **3.0 SUPPORTING INFORMATION**

### **Revenue Spending**

- 3.1 Appendix 1 presents a summary of spending against the revenue budget up to 30 September 2018, along with individual statements for each Department. In overall terms revenue expenditure is £2.515m above the budget profile, compared to £1.079m at quarter 1. The summary table also shows the previous budget variances at the end of quarter 1.
- 3.2 Since reporting the quarter 1 position, the rate of spending has continued at a faster pace than for the first three months of the financial year. It is now critical that Directorates restrict and question any non-essential spend over the remainder of the financial year. Strategic Directors should continue to ensure that action is taken to reduce spending in those areas experiencing significant overspends.
- 3.3 Based upon current spend patterns, projections show the Council will have a year-end outturn overspend position of approximately £4.3m, if no corrective action is taken. As at 31 March 2018 the Council's General Fund balance was £5m. Unless the projected overspend is reduced and net spending brought back into line with budget as far as possible, the

general reserve will be largely consumed and impact negatively on the future financial sustainability of the Council

- 3.4 There are a number of Departments where net expenditure at half year exceeds the budgeted profile, with four having negative variances of over £250k. The main budget pressure continues to be within the Children & Families Department. Further detail is given in the report to the issues creating the continuing overspend position.
- 3.5 Total spending on employees is only £49,000 below budget profile at the end of the quarter. This is a very marginal position compared to the budget allocation to date of £35.8m for employee costs. Casual staffing costs are exceeding available budget and in some areas there is increased spend on overtime costs.
- 3.6 Included within the employee's budget is a staff turnover saving target of 3.0% which reflects the saving made between a member of staff leaving a post and the post being filled. The target for the quarter has been achieved in all Departments with the exception of Children & Families, Community & Environment, Economy, Enterprise & Property, Policy People Performance & Efficiency and Education Inclusion & Provision.
- 3.7 Within the overall budget position for the quarter, the key budget variances are as follows;

(i) **Children and Families Department:-**

As at 30 September 2018 the Department's net spend is exceeding the profiled budget by £2.035m.

Employee costs for the year to date are only marginally above the budgeted profile by £13,000. However, within this there has been a significant increase in the cost of agency staff and overtime costs have also increased from this point last year. Included within employee budget there is also an efficiency saving of £50k which has yet to be identified, therefore this will continue to be a pressure on the budget until the means of achieving the saving is identified. The delay in the re-opening of Edinburgh Road has helped to partly mitigate the overspend on employee costs, but is offset by additional spend on residential placements.

Spend on out-of-borough residential placements in quarter 2 is 60% higher than in quarter 1. The total spend to date of £2.626m is £1.081m over the profiled budget. In quarter 2 there was net increase of 4 children entering the service at an annual equivalent cost of £0.740m. Extensive work continues to reduce costs of residential packages which is having a positive impact, but it is still forecast that spend in this area will be £2.162m above budget by year-end.

Out of borough fostering costs continue to be a significant pressure with costs at 30 September 2018 exceeding budget by

£0.682m. Over the past quarter an additional 10 children have entered the Service at an annual equivalent cost of £0.212m and 9 children have left the service but at an annual equivalent lower cost of £0.088m.

The average weekly cost for an in-house foster placement is £287, compared to the average weekly cost of out-of-borough foster placement of £814. A range of actions are currently underway to try to increase the recruitment of in-house Foster Carers.

Payments for special guardianship orders for the year to date total £0.810m, which is £0.215m above the budget profile. Unless the number of orders reduce, it is forecast this area will be £0.430m overspent at year end.

Net spend on the Early Years settings at Warrington Road and Ditton continue to be a concern. Chargeable income at these settings is not fully recovering the cost of operations and it is forecast that in total they will be £0.255m over budget by year-end.

At this stage it is forecast the year-end overspend position for the Department will be £4.071m, an increase of 9.3% from the figure of £3.725m estimated at the end of June 2018.

(ii) **Community & Environment Department:-**

As at 30 September 2018 the Department's net spend is exceeding the profiled budget by £0.853m, an increase from £0.380m at quarter 1.

Employee spending is over the budget profile by £0.106m as at 30 September 18. One of the main reasons for this is the increased costs from casual staff and overtime, with spend to date currently exceeding the profiled budget by £0.261m. In addition the lack of staff turnover in some areas has meant the Department has struggled to achieve the turnover saving target.

Income targets were reduced by approximately £200k this year when setting the budget, although in many areas the Department will still struggle to meet the reduced income targets. Fees and charges is the main source of concern again, with large shortfalls on Leisure Centre income due to cancelled classes as staff vacancies cannot be filled, and a continued reduction in the number of memberships being taken out. There are shortfalls in income at the Brindley with lower than expected ticket sales over the Summer due to the football World Cup and several weeks of unusually hot weather. However, it is hoped that sales will increase during the busier Winter season. With no concert or similar major event at the Stadium, there will be a shortfall in planned events income by year-end.

Overall it is forecast the Department will be £1.945m short on the budgeted income target of £9.487m.

Based on demand and current income levels, unless action is taken to improve the position, it is forecast that the Department's net spend for the year will be £1.794m over budget.

(iii) **Complex Care Pool:-**

As at 30 September 2018 the net spend of the Complex Care Pooled Budget (operated in conjunction with Halton Clinical Commissioning Group) is above the profiled budget by £0.508m.

The biggest pressure area for the budget is health and social care spending which is currently exceeding the profiled budget by £0.605m. This budget is a mix of residential, domiciliary and direct payment services and combines both continuing health care and Council funded packages. The cost of direct payments in particular is having an impact with spend for the first six months of the year exceeding the allocated budget by £1.041m.

However, last year a Financial Recovery Action Plan was instigated and a Working Group established to identify ways of mitigating the budget pressures. The Working Group is continuing to look at ways of reducing spend whilst ensuring the needs of clients continue to be met. Halton CCG have agreed to meet the full cost of particular aspects of the Pool relating to their Health responsibilities, whilst it is anticipated that those aspects relating to Adult Social Care will be managed within budget by year-end. Therefore, it is expected that total spending within the Pool will be in line with budget by year-end.

(iv) **Education, Inclusion & Provision:-**

As at 30 September 2018 the Department's net spend is exceeding the profiled budget by £0.292m.

There continues to be high demand to provide special education needs pupils with transport to and from school settings. As at 30 September 2018 spend for this Service was £0.586m against a profiled budget of £0.362m. A re-tendering exercise effective from October 2018 may provide a reduction in the forecast outturn position.

The Department is struggling to achieve income levels in terms of providing places within SEN schools for children from other authorities. This is due to lack of available places and it is currently forecast there will be a shortfall of £0.242m against the annual income target.

Based on current demand and income levels it is forecast the Department's net spend at year end will be £0.588m above the available budget.

(v) **Corporate & Democracy:-**

As at 30 September 2018 net expenditure is under the profiled budget by £0.692m.

There are a number of factors which have contributed towards the underspend to date, including the one-off receipt of £0.132m from the business rates shared pool arrangement with Warrington and St Helens Councils.

In addition, the level of interest receivable on investments is £0.353m greater than was forecast at the start of the year. This is due to improved returns on investments and the level of cash balances held by the Council being greater than forecast.

- 3.8 The council tax collection rate for the half year of 55.07% is marginally lower (0.30%) than at this stage last year. However, the collection rate for business rates of 57.01% is up by 1.27% from last year. The forecast retained element of business rates is slightly higher than the estimate used when setting the 2018/19 budget. However, forecasting retained business rates through to the end of the financial year remains difficult due to the number of appeals outstanding with the Valuation Office Agency and the process of appealing against rateable values from the 2017 valuation exercise. This will continue to be closely monitored during the financial year and forecasts changed accordingly.

### **Capital Spending**

- 3.9 The Capital Programme has been revised to reflect a number of changes in spending profiles and funding as schemes have developed and these are reflected in the Capital Programme presented in Appendix 2. The schemes which have been revised within the programme are as follows and it is proposed that Council be recommended to approve the revised capital programme as set out in Appendix 2.

1. Murdishaw Regeneration
2. KRN – Earle Road Gyrotory

Capital spending at 30th September 2018 totalled £9.4m, which is 96% of the planned spending of £9.8m at this stage. This represents 24.45% of the total Capital Programme of £38.5m (which assumes a 20% slippage between years).

### **Balance Sheet**

- 3.10 The Council's Balance Sheet is monitored regularly in accordance with the Reserves and Balances Strategy which forms part of the Medium Term Financial Strategy. The key reserves and balances have been reviewed and are considered prudent and appropriate at this stage in the financial year and within the current financial climate.

#### **4.0 POLICY AND OTHER IMPLICATIONS**

4.1 None.

#### **5.0 IMPLICATIONS FOR THE COUNCIL'S PRIORITIES**

5.1 There are no direct implications, however, the revenue budget and capital programme support the delivery and achievement of all the Council's priorities.

#### **6.0 RISK ANALYSIS**

6.1 There are a number of financial risks within the budget. However, the Council has internal controls and processes in place to ensure that spending remains in line with budget.

6.2 In preparing the 2018/19 budget, a register of significant financial risks was prepared which has been reviewed and updated as at 30 September 2018.

#### **7.0 EQUALITY AND DIVERSITY ISSUES**

7.1 None.

#### **8.0 LIST OF BACKGROUND PAPERS UNDER SECTION 100D OF THE LOCAL GOVERNMENT ACT 1072**

8.1 There are no background papers under the meaning of the Act.

**APPENDIX 1**

**Summary of Revenue Spending to 30 September 2018**

<b>Directorate / Department</b>	<b>Annual Budget</b>	<b>Budget To Date</b>	<b>Actual</b>	<b>Variance (overspend)</b>	<b>Q1 Variance (overspend)</b>
	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>
Community & Environment	21,117	9,451	10,304	(853)	(380)
Economy, Enterprise & Property	1,829	806	827	(21)	(32)
Finance	4,040	2,785	2,611	174	56
ICT & Support Services	270	-274	-243	(31)	(45)
Legal & Democratic Services	617	217	174	43	17
Planning & Transportation	7,174	2,681	2,454	227	90
Policy, People, Performance & Efficiency	0	-313	-283	(30)	(24)
<b>Enterprise, Community &amp; Resources</b>	<b>35,047</b>	<b>15,353</b>	<b>15,844</b>	<b>(491)</b>	<b>(318)</b>
Adult Social Care	18,292	7,867	7,763	104	53
Children & Families	23,317	10,581	12,616	(2,035)	(918)
Complex Care Pool	24,987	9,569	10,077	(508)	(247)
Education, Inclusion & Provision	7,650	9,306	9,598	(292)	(161)
Public Health & Public Protection	832	357	334	23	11
<b>People</b>	<b>75,078</b>	<b>37,680</b>	<b>40,388</b>	<b>(2,708)</b>	<b>11</b>
<b>Corporate &amp; Democracy</b>	<b>(902)</b>	<b>1,849</b>	<b>1,157</b>	<b>692</b>	<b>501</b>
<b>Mersey Gateway</b>	<b>0</b>	<b>-22,600</b>	<b>-22,592</b>	<b>(8)</b>	<b>0</b>
<b>Net Total</b>	<b>109,223</b>	<b>32,282</b>	<b>34,797</b>	<b>(2,515)</b>	<b>(1,079)</b>

## Community & Environment Department

	Annual Budget £'000	Budget To Date £'000	Actual £'000	Variance (overspend) £'000
<b><u>Expenditure</u></b>				
Employees	13,897	6,980	7,086	(106)
Other Premises	2,026	1,158	1,161	(3)
Supplies & Services	1,389	743	642	101
Book Fund	160	73	65	8
Hired & Contracted Services	1,165	488	492	(4)
Food Provisions	470	240	209	31
School Meals Food	1,980	744	656	88
Transport	51	28	25	3
Other Agency Costs	390	194	183	11
Waste Disposal Contracts	5,900	3,306	3,352	(46)
Grants To Voluntary Organisations	67	17	2	15
Grant To Norton Priory	172	87	87	0
Rolling Projects	7	7	7	0
Capital Financing	101	101	101	0
<b>Total Expenditure</b>	<b>27,775</b>	<b>14,166</b>	<b>14,068</b>	<b>98</b>
<b><u>Income</u></b>				
Sales Income	-1,879	-945	-767	(178)
School Meals Sales	-2,368	-961	-839	(122)
Fees & Charges Income	-6,073	-3,329	-2,723	(606)
Rents Income	-225	-126	-111	(15)
Government Grant Income	-1,198	-1,018	-1,050	32
Reimbursements & Other Grant Income	-681	-271	-241	(30)
Schools SLA Income	-1,347	-1,347	-1,346	(1)
Internal Fees Income	-172	-92	-74	(18)
School Meals Other Income	-254	-105	-66	(39)
Catering Fees	-177	-83	-56	(27)
Capital Salaries	-123	-53	-61	8
Rolling Projects Income	0	0	-45	45
Transfers From Reserves	-125	-125	-125	0
<b>Total Income</b>	<b>-14,622</b>	<b>-8,455</b>	<b>-7,504</b>	<b>(951)</b>
<b>Net Operational Expenditure</b>	<b>13,153</b>	<b>5,711</b>	<b>6,564</b>	<b>(853)</b>
<b><u>Recharges</u></b>				
Premises Support	1,558	779	779	0
Transport Recharges	3,069	1,376	1,376	0
Central Support Services	3,665	1,871	1,871	0
Asset Charges	93	0	0	0
HBC Support Costs Income	-421	-286	-286	0
<b>Net Total Recharges</b>	<b>7,964</b>	<b>3,740</b>	<b>3,740</b>	<b>0</b>
<b>Net Department Expenditure</b>	<b>21,117</b>	<b>9,451</b>	<b>10,304</b>	<b>(853)</b>



## Economy, Enterprise & Property Department

	Annual Budget £'000	Budget To Date £'000	Actual £'000	Variance (overspend) £'000
<b><u>Expenditure</u></b>				
Employees	4,308	2,362	2,395	(33)
Repairs & Maintenance	2,215	1,064	1,064	0
Premises	51	50	47	3
Energy & Water Costs	686	270	257	13
NNDR	542	541	541	0
Rents	353	212	221	(9)
Economic Regeneration Activities	17	4	4	0
Supplies & Services	1,649	1,099	1,094	5
Grants To Voluntary Organisations	36	24	24	0
Other Expenditure	25	13	13	0
Capital Financing	99	74	74	0
<b>Total Expenditure</b>	<b>9,981</b>	<b>5,713</b>	<b>5,734</b>	<b>(21)</b>
<b><u>Income</u></b>				
Fees & Charges Income	-248	-93	-92	(1)
Rent – Commercial Properties	-1,139	-15	-28	13
Rent – Investment Properties	-44	-20	-20	0
Rent – Markets	-773	-691	-687	(4)
Government Grant Income	-1,696	-1,696	-1,696	0
Reimbursements & Other Grant Income	-105	-58	-58	0
Schools SLA Income	-504	-465	-457	(8)
Capital Salaries	-62	-16	-16	0
Transfers From Reserves	-857	-512	-512	0
<b>Total Income</b>	<b>-5,428</b>	<b>3,566</b>	<b>3,566</b>	<b>0</b>
<b>Net Operational Expenditure</b>	<b>4,553</b>	<b>2,147</b>	<b>2,168</b>	<b>(21)</b>
<b><u>Recharges</u></b>				
Premises Support	1,965	983	983	0
Transport	26	11	11	0
Asset Charges	4	0	0	0
Central Support Services	2,121	1,085	1,085	0
Accommodation Income	-2,396	-1,198	-1,198	0
Repairs & Maintenance Income	-2,402	-1,201	-1,201	0
Central Support Income	-2,042	-1,021	-1,021	0
<b>Net Total Recharges</b>	<b>2,724</b>	<b>-1,341</b>	<b>-1,341</b>	<b>0</b>
<b>Net Department Expenditure</b>	<b>1,829</b>	<b>806</b>	<b>827</b>	<b>(21)</b>

## Finance Department

	Annual Budget £'000	Budget To Date £'000	Actual £'000	Variance (overspend) £'000
<b><u>Expenditure</u></b>				
Employees	5,446	2,668	2,556	112
Supplies & Services	409	192	142	50
Insurance	1,071	687	687	0
Rent Allowances	50,200	19,209	19,209	0
Non HRA Rent Rebates	65	26	26	0
Discretionary Social Fund	154	53	53	0
Discretionary Housing Pmts	387	160	160	0
Concessionary Travel	2,175	666	691	(25)
LCR Levy	2,241	2,241	2,241	0
<b>Total Expenditure</b>	<b>62,148</b>	<b>25,902</b>	<b>25,765</b>	<b>137</b>
<b><u>Income</u></b>				
Clerical Error Recovery	-400	-123	-123	0
Rent Allowances	-49,800	-17,359	-17,359	0
Other fees & Charges	-197	-102	-147	45
Non HRA Rent Rebate	-65	-34	-34	0
Burdens Grant	-61	-61	-86	25
Dedicated Schools Grant	-96	0	0	0
Discretionary Hsg Payment Grant	-387	-179	-179	0
Hsg Benefit Admin Grant	-510	-255	-237	(18)
Universal Credits	-130	-124	-121	(3)
Council Tax Admin Grant	-211	-211	-211	0
Council Tax Liability Order	-421	-348	-348	0
Business Rates Admin Grant	-166	0	0	0
Schools SLAs	-858	-858	-853	(5)
LCR Reimbursement	-2,241	-2,241	-2,241	0
Reimbursements & Other Grants	-103	-49	-42	(7)
CCG McMillan Reimbursement	-80	-40	-40	0
Transfer from Reserves	-105	-4	-4	0
<b>Total Income</b>	<b>-55,831</b>	<b>-21,988</b>	<b>-22,025</b>	<b>37</b>
<b>Net Operational Expenditure</b>	<b>6,317</b>	<b>3,914</b>	<b>3,740</b>	<b>174</b>
<b><u>Recharges</u></b>				
Premises Support	8	4	4	0
Central Recharges	2,356	1,178	1,178	0
Central Recharge Income	-4,641	-2,311	-2,311	0
<b>Net Total Recharges</b>	<b>-2,277</b>	<b>-1,129</b>	<b>-1,129</b>	<b>0</b>
<b>Net Department Expenditure</b>	<b>4,040</b>	<b>2,785</b>	<b>2,611</b>	<b>174</b>

## ICT & Support Services Department

	Annual Budget £'000	Budget To Date £'000	Actual £'000	Variance (overspend) £'000
<b><u>Expenditure</u></b>				
Employees	6,766	3,391	3,471	(80)
Supplies & Services	711	337	325	12
Capital Financing	1,607	53	49	4
Computer Repairs & Software	934	634	569	65
Communication Costs	385	287	328	(41)
Transfer to Reserves	15	0	0	0
Premises Costs	58	47	53	(6)
<b>Total Expenditure</b>	<b>10,476</b>	<b>4,749</b>	<b>4,795</b>	<b>(46)</b>
<b><u>Income</u></b>				
Fees & Charges	-841	-117	-136	19
Schools SLA Income	-522	-485	-481	(4)
Reimbursements & Other Grant Income	-15	-8	-8	0
<b>Total Income</b>	<b>-1,378</b>	<b>-610</b>	<b>-625</b>	<b>15</b>
<b>Net Operational Expenditure</b>	<b>9,098</b>	<b>4,139</b>	<b>4,170</b>	<b>(31)</b>
<b><u>Recharges</u></b>				
Premises Support Recharges	605	303	303	0
Transport Recharges	8	4	4	0
Central Support Recharges	1,063	532	532	0
Support Services Income	-10,504	-5,252	-5,252	0
<b>Net Total Recharges</b>	<b>-8,828</b>	<b>-4,413</b>	<b>-4,413</b>	<b>0</b>
<b>Net Department Expenditure</b>	<b>270</b>	<b>-274</b>	<b>-243</b>	<b>(31)</b>

**Legal & Democratic Services Department**

	Annual Budget £'000	Budget To Date £'000	Actual £'000	Variance (overspend) £'000
<b><u>Expenditure</u></b>				
Employees	1,746	889	871	18
Supplies & Services	290	160	153	7
Civic Catering & Functions	56	25	10	15
Legal Expenses	223	49	58	(9)
<b>Total Expenditure</b>	<b>2,315</b>	<b>1,123</b>	<b>1,092</b>	<b>31</b>
<b><u>Income</u></b>				
Land Charges	-78	-42	-42	0
School SLAs	-79	-79	-79	0
Licence Income	-245	-110	-110	0
Fees & Charges Income	-55	-55	-67	12
<b>Total Income</b>	<b>-457</b>	<b>-286</b>	<b>-298</b>	<b>12</b>
<b>Net Operational Expenditure</b>	<b>1,858</b>	<b>837</b>	<b>794</b>	<b>43</b>
<b><u>Recharges</u></b>				
Premises Support	155	78	78	0
Central Support Recharges	346	173	173	0
Support Recharges Income	-1,742	-871	-871	0
<b>Net Total Recharges</b>	<b>-1,241</b>	<b>-620</b>	<b>-620</b>	<b>0</b>
<b>Net Department Expenditure</b>	<b>617</b>	<b>217</b>	<b>174</b>	<b>43</b>

**Planning & Transportation Department**

	Annual Budget £'000	Budget To Date £'000	Actual £'000	Variance (overspend) £'000
<b><u>Expenditure</u></b>				
Employees	4,510	2,174	2,073	101
Other Premises	168	96	86	10
Contracted Services	209	83	97	(14)
Supplies & Services	157	78	75	3
Street Lighting	1,700	492	387	105
Highways Maintenance	2,446	861	861	0
Fleet Transport	1,413	484	484	0
Lease Car Contracts	1	0	0	0
Bus Support	649	285	282	3
Finance Charges	145	4	4	0
Contribution to Reserves	201	0	0	0
Grants to Vol. Organisations	61	29	29	0
LCR Levy	882	220	220	0
NRA Levy	64	64	64	0
<b>Total Expenditure</b>	<b>12,606</b>	<b>4,870</b>	<b>4,662</b>	<b>208</b>
<b><u>Income</u></b>				
Sales	-351	-133	-133	0
Planning Fees	-526	-245	-220	(25)
Building Control Fees	-209	-104	-92	(12)
Other Fees & Charges	-646	-406	-424	18
Rent	-9	0	0	0
Grants & Reimbursements	-177	-191	-228	37
Government Grant Income	-126	0	0	0
Efficiency Savings	-68	-9	-9	0
Schools SLAs	-43	-44	-45	1
Capital Salaries	-317	-13	-13	0
LCR Levy Reimbursement	-882	-220	-220	0
<b>Total Income</b>	<b>-3,354</b>	<b>-1,365</b>	<b>-1,384</b>	<b>19</b>
<b>Net Operational Expenditure</b>	<b>9,252</b>	<b>3,505</b>	<b>3,278</b>	<b>227</b>
<b><u>Recharges</u></b>				
Premises Recharges	642	321	321	0
Transport Recharges	771	356	356	0
Asset Charges	539	0	0	0
Central Recharges	1,732	866	866	0
Transport Recharge Income	-4,896	-1,969	-1,969	0
Central Recharge Income	-866	-398	-398	0
<b>Net Total Recharges</b>	<b>-2,078</b>	<b>-824</b>	<b>-824</b>	<b>0</b>
<b>Net Department Expenditure</b>	<b>7,173</b>	<b>2,681</b>	<b>2,454</b>	<b>227</b>

	Annual Budget £'000	Budget To Date £'000	Actual £'000	Variance (overspend) £'000
<b><u>Expenditure</u></b>				
Employees	1,857	889	929	(40)
Employees Training	133	57	46	11
Supplies & Services	140	49	37	12
Apprenticeship Levy	300	72	72	0
<b>Total Expenditure</b>	<b>2,430</b>	<b>1,067</b>	<b>1,084</b>	<b>(17)</b>
<b><u>Income</u></b>				
Fees & Charges	-93	-84	-83	(1)
Schools SLAs	-426	-389	-377	(12)
Transfer from Reserves	-98	0	0	0
<b>Total Income</b>	<b>-617</b>	<b>-473</b>	<b>-460</b>	<b>(13)</b>
<b>Net Operational Expenditure</b>	<b>1,813</b>	<b>594</b>	<b>624</b>	<b>(30)</b>
<b><u>Recharges</u></b>				
Premises Support	12	6	6	0
Central Support Recharges	-1,042	-521	-521	0
Support recharges Income	-783	-392	-392	0
<b>Net Total Recharges</b>	<b>1,813</b>	<b>-907</b>	<b>-907</b>	<b>0</b>
<b>Net Department Expenditure</b>	<b>0</b>	<b>-313</b>	<b>-283</b>	<b>(30)</b>

**PEOPLE DIRECTORATE**

**Adult Social Care Department (excluding Complex Care Pool)**

	Annual Budget £'000	Budget To Date £'000	Actual £'000	Variance (overspend) £'000
<b><u>Expenditure</u></b>				
Employees	14,770	7,069	6,971	98
Other Premises	329	134	132	2
Supplies & Services	1,596	616	615	1
Aids & Adaptations	113	39	37	2
Transport	201	83	81	2
Food Provision	206	82	81	1
Contracts & SLAs	528	160	170	(10)
Emergency Duty Team	98	20	21	(1)
Other Agency	635	299	313	(14)
Payments To Providers	1,443	653	648	5
Transfer to Reserve	210	0	0	0
<b>Total Expenditure</b>	<b>20,129</b>	<b>9,155</b>	<b>9,069</b>	<b>86</b>
<b><u>Income</u></b>				
Sales & Rents Income	-281	-196	-196	0
Fees & Charges	-666	-304	-318	14
Reimbursements & Grant Income	-1,139	-366	-369	3
Transfer From Reserves	-800	0	0	0
Capitalised Salaries	-111	-56	-56	0
Government Grant Income	-1,161	-1,115	-1,115	0
<b>Total Income</b>	<b>-4,158</b>	<b>-2,037</b>	<b>2,054</b>	<b>17</b>
<b>Net Operational Expenditure</b>	<b>15,971</b>	<b>7,118</b>	<b>7,015</b>	<b>103</b>
<b><u>Recharges</u></b>				
Premises Support	610	305	305	0
Asset Charges	50	0	0	0
Central Support Services	3,027	1,456	1,456	0
Internal Recharge Income	-2,037	-1,127	-1,127	0
Transport Recharges	671	115	114	1
<b>Net Total Recharges</b>	<b>2,321</b>	<b>749</b>	<b>748</b>	<b>1</b>
<b>Net Department Expenditure</b>	<b>18,292</b>	<b>7,867</b>	<b>7,763</b>	<b>104</b>

**Children & Families Department**

	Annual Budget £'000	Budget To Date £'000	Actual £'000	Variance (overspend) £'000
<b><u>Expenditure</u></b>				
Employees	9,370	4,611	4,624	(13)
Premises	277	114	102	12
Supplies and Services	1,131	424	426	(2)
Transport	112	56	61	(5)
Direct Payments/Individual Budgets	598	318	349	(31)
Commissioned Services	247	90	84	6
Out of Borough Residential Placements	4,366	1,545	2,626	(1,081)
Out of Borough Adoption	82	1	1	0
Out of Borough Fostering	1,379	634	1,316	(682)
In House Adoption	215	61	126	(65)
Special Guardianship	1,119	595	810	(215)
In House Foster Carer Payments	2,027	997	760	237
Care Leavers	144	87	121	(34)
Family Support	60	24	50	(26)
Emergency Duty Team	100	0	0	0
Contracted Services	4	2	3	(1)
Early Years	60	20	146	(126)
<b>Total Expenditure</b>	<b>21,291</b>	<b>9,579</b>	<b>11,605</b>	<b>(2,026)</b>
<b><u>Income</u></b>				
Fees and Charges	-22	-14	-9	(5)
Sales Income	-52	-31	-31	0
Rents	-80	-29	-31	2
Dedicated Schools Grant	-48	-24	-24	0
Reimbursements & Other Grant Income	-451	-179	-173	(6)
Government Grants	-37	-37	-37	0
Transfer from Reserves	-62	-62	-62	0
<b>Total Income</b>	<b>-752</b>	<b>-376</b>	<b>-367</b>	<b>(9)</b>
<b>Net Operational Expenditure</b>	<b>20,539</b>	<b>9,203</b>	<b>11,238</b>	<b>(2,035)</b>
<b><u>Recharges</u></b>				
Premises Support	140	75	75	0
Transport Support	29	15	15	0
Central Support Service Costs	2,609	1,288	1,288	0
<b>Net Total Recharges</b>	<b>2,778</b>	<b>1,378</b>	<b>1,378</b>	<b>0</b>
<b>Net Department Expenditure</b>	<b>23,317</b>	<b>10,581</b>	<b>12,616</b>	<b>(2,035)</b>

### Complex Care Pool



	Annual Budget £'000	Budget To Date £'000	Actual £'000	Variance (overspend) £'000
<b>Expenditure</b>				
Intermediate Care Services	6,459	2,465	2,437	28
End of Life	200	92	83	9
Sub-Acute	1,769	818	798	20
Urgent Care Centres	615	155	155	0
Joint Equipment Store	613	56	70	(14)
CCG Contracts & SLA's	1,219	494	460	34
Intermediate Care Beds	599	299	299	0
BCF Schemes	1,729	865	865	0
Carers Breaks	440	229	184	45
Madeline McKenna Home	527	254	285	(31)
Millbrow Home	1,329	705	1,026	(321)
BCF unallocated	713	0	0	0
Adult Health & Social Care Services:				
Residential & Nursing Care	20,336	8,589	8,458	131
Domiciliary & Supported Living	13,446	5,701	5,323	378
Direct Payments	7,611	4,003	5,044	(1,041)
Day Care	420	152	210	(58)
<b>Total Expenditure</b>	<b>58,025</b>	<b>24,877</b>	<b>25,697</b>	<b>(820)</b>
<b>Income</b>				
Residential & Nursing Income	-6,144	-2,280	-2,276	(4)
Domiciliary Income	-1,414	-587	-559	(28)
Direct Payments Income	-569	-169	-210	41
BCF	-9,844	-4,922	-4,922	0
CCG Contribution to Pool	-13,631	-6,816	-6,816	0
ILF	-677	-169	-169	0
Income from other CCG's	-113	-56	-64	8
Madeline McKenna fees	-279	-137	-101	(36)
Millbrow fees	-307	-142	-163	21
Falls Income	-60	-30	-30	0
<b>Total Income</b>	<b>-33,038</b>	<b>-15,308</b>	<b>-15,310</b>	<b>2</b>
<b>Net Department Expenditure</b>	<b>24,987</b>	<b>9,569</b>	<b>10,387</b>	<b>(818)</b>
Liability as per Joint Working Agreement (HCCG share - 38%)	<b>0</b>	<b>0</b>	<b>-310</b>	<b>310</b>
<b>Adjusted Net Dept. Expenditure</b>	<b>24,987</b>	<b>9,569</b>	<b>10,077</b>	<b>(508)</b>

**Education, Inclusion & Provision Department**

	Annual Budget £'000	Budget To Date £'000	Actual £'000	Variance (overspend) £'000
<b><u>Expenditure</u></b>				
Employees	6,080	2,790	2,826	(36)
Premises	34	7	6	1
Supplies & Services	2,357	956	909	47
Transport	5	0	0	0
Schools Transport	949	362	586	(224)
Commissioned Services	2,520	232	232	0
Agency Related Expenditure	1,567	983	978	5
Independent School Fees	2,412	1,178	1,178	0
Inter Authority Special Needs	175	30	30	0
Pupil Premium Grant	95	26	26	0
Nursery Education Payments	5,215	3,864	3,864	0
Capital Finance	12	0	0	0
<b>Total Expenditure</b>	<b>21,421</b>	<b>10,428</b>	<b>10,635</b>	<b>(207)</b>
<b><u>Income</u></b>				
Fees & Charges	-346	-102	-140	38
Government Grants	-532	-486	-486	0
Reimbursements & Other Income	-489	-97	-121	24
Schools SLA Income	-366	-347	-321	(26)
Transfer to/from Reserves	-855	-723	-723	0
Dedicated Schools Grant	-12,557	0	0	0
Inter Authority Income	-578	-289	-168	(121)
<b>Total Income</b>	<b>-15,723</b>	<b>-2,044</b>	<b>-1,959</b>	<b>(85)</b>
<b>Net Operational Expenditure</b>	<b>5,698</b>	<b>8,384</b>	<b>8,676</b>	<b>(292)</b>
<b><u>Recharges</u></b>				
Central Support Services Costs	1,596	812	812	0
HBC Support Costs Income	-79	-39	-39	0
Premises Support Costs	156	78	78	0
Transport Support Costs	279	71	71	0
<b>Net Total Recharges</b>	<b>1,952</b>	<b>922</b>	<b>922</b>	<b>0</b>
<b>Net Department Expenditure</b>	<b>7,650</b>	<b>9,306</b>	<b>9,598</b>	<b>(292)</b>

**Public Health & Public Protection Department**

	Annual Budget £'000	Budget To Date £'000	Actual £'000	Variance (overspend) £'000
<b><u>Expenditure</u></b>				
Employees	3,664	1,792	1,760	32
Other Premises	5	0	0	0
Supplies & Services	267	96	85	11
Contracts & SLA's	6,803	3,089	3,098	(9)
Transport	6	3	3	0
Other Agency	18	18	18	0
<b>Total Expenditure</b>	<b>10,763</b>	<b>4,998</b>	<b>4,964</b>	<b>34</b>
<b><u>Income</u></b>				
Other Fees & Charges	-73	-63	-60	(3)
Government Grant	-10,185	-4,798	-4,798	0
Reimbursements & Grant Income	-278	-162	-153	(9)
Transfer from Reserves	-226	0	0	0
<b>Total Income</b>	<b>-10,762</b>	<b>-5,023</b>	<b>-5,011</b>	<b>(12)</b>
<b>Net Operational Expenditure</b>	<b>1</b>	<b>-25</b>	<b>-47</b>	<b>22</b>
<b><u>Recharges</u></b>				
Premises Support	179	89	89	0
Central Support Services	718	359	359	0
Transport Recharges	32	15	14	1
Support Income	-98	-81	-81	0
<b>Net Total Recharges</b>	<b>831</b>	<b>382</b>	<b>381</b>	<b>1</b>
<b>Net Department Expenditure</b>	<b>832</b>	<b>357</b>	<b>334</b>	<b>23</b>

	Annual Budget £'000	Budget To Date £'000	Actual £'000	Variance (overspend) £'000
<b><u>Expenditure</u></b>				
Employees	281	140	144	(4)
Contracted Services	35	17	7	10
Supplies & Services	150	69	154	(85)
Members Allowances	801	440	434	6
Interest Payable	1,333	661	564	96
Bank Charges	81	40	63	(22)
Audit Fees	124	62	62	0
Contingency	1,100	375	0	375
Capital Financing	2,255	2,255	2,267	(12)
Contribution to Reserves	2,971	2,971	2,971	0
Debt Management Expenses	34	17	13	4
Precepts & Levies	701	257	257	0
<b>Total Expenditure</b>	<b>9,866</b>	<b>7,304</b>	<b>6,936</b>	<b>368</b>
<b><u>Income</u></b>				
Interest Receivable – Treasury	-599	-299	-602	302
Interest Receivable – Other	-348	-174	-225	51
Fees & Charges	-53	-27	-152	126
Grants & Reimbursements	-85	-42	-40	(2)
Government Grant Income	-6,040	-3,021	-2,868	(153)
Transfer from Reserves	-2,369	-2,369	-2,369	0
<b>Total Income</b>	<b>-9,494</b>	<b>-5,932</b>	<b>-6,256</b>	<b>324</b>
<b>Net Operational Expenditure</b>	<b>372</b>	<b>1,372</b>	<b>680</b>	<b>692</b>
<b><u>Recharges</u></b>				
Premises Recharges	6	3	3	0
Central Recharges	1,296	648	648	0
Central Recharge Income	-63	-31	-31	0
Support Services Income	-2,513	-143	-143	0
<b>Net Total Recharges</b>	<b>-1,274</b>	<b>477</b>	<b>477</b>	<b>0</b>
<b>Net Department Expenditure</b>	<b>-902</b>	<b>1,849</b>	<b>1,157</b>	<b>692</b>

	Annual Budget £'000	Budget To Date £'000	Actual £'000	Variance (overspend) £'000
<b><u>Expenditure</u></b>				
Other Premises	149	99	110	(11)
Agency Costs	45,152	12,883	14,183	(1,300)
Insurance	1,502	986	0	986
Supplies & Services	0	0	4	(4)
MGCB Ltd	2,625	1,323	1,082	241
MGET Ltd	646	415	271	144
Bus Support	0	0	24	(24)
External Interest	5,173	2,587	2,587	0
Finance Charges	149	149	148	1
<b>Total Expenditure</b>	<b>55,396</b>	<b>18,442</b>	<b>18,409</b>	<b>33</b>
<b><u>Income</u></b>				
Toll Income	-27,753	-13,607	-18,196	4,589
Grants & reimbursements	-27,043	-27,043	-22,557	(4,486)
Transfer from reserves	-646	-415	-271	(144)
<b>Total Income</b>	<b>-55,442</b>	<b>-41,065</b>	<b>-41,024</b>	<b>(41)</b>
<b>Net Operational Expenditure</b>	<b>-46</b>	<b>-22,623</b>	<b>-22,615</b>	<b>(8)</b>
<b><u>Recharges</u></b>				
Central Support Recharges	46	23	23	0
<b>Net Total Recharges</b>	<b>46</b>	<b>23</b>	<b>23</b>	<b>0</b>
<b>Net Department Expenditure</b>	<b>0</b>	<b>-22,600</b>	<b>-22,592</b>	<b>(8)</b>



**APPENDIX 2**

**Capital Programme as at 30 September 2018**

Directorate/Department	Actual Expenditure to Date  £'000	2018/19 Cumulative Capital Allocation			Capital Allocation 2019/20  £'000	Capital Allocation 2020/21  £'000
		Quarter 2  £'000	Quarter 3  £'000	Quarter 4  £'000		
<b><u>Enterprise Community &amp; Resources Directorate</u></b>						
<b>Community and Environment</b>						
Stadium Minor Works	17	25	38	50	30	30
Stadium Pitch	0	0	0	300	0	0
Brindley Café Extension	6	30	55	80	0	0
Open Spaces Schemes	128	100	300	611	0	0
Children's Playground Equipment	0	0	60	61	65	65
Upton Improvements	0	0	0	13	0	0
The Glen Play Area	0	0	0	41	0	0
Runcorn Hill Park	3	5	5	5	0	0
Crow Wood Play Area	5	5	458	478	5	0
Peelhouse Lane Cemetery	16	25	225	500	500	90
Peelhouse Lane Cemetery – Enabling Works	7	0	0	33	0	0
Pheonix Park	103	80	95	100	14	0
Victoria Park Glass House	0	0	50	170	73	0
Sandymoor Playing Fields	470	560	760	1,032	500	0
Widnes & Runcorn Cemeteries	0	0	10	190	20	0
Landfill Tax Credit Schemes	0	0	0	340	340	340
Litter Bins	0	0	0	20	20	20

Directorate/Department	Actual Expenditure to Date £'000	2018/19 Cumulative Capital Allocation			Capital Allocation 2019/20 £'000	Capital Allocation 2020/21 £'000
		Quarter 2 £'000	Quarter 3 £'000	Quarter 4 £'000		
<b>ICT &amp; Support Services</b>						
ICT Rolling Programme	133	133	480	700	700	700
<b>Economy, Enterprise &amp; Property</b>						
3MG	42	42	403	499	0	0
Widnes Waterfront	0	0	0	0	1,000	0
Decontamination of Land	0	0	0	50	0	0
SciTech Daresbury – EZ Grant	243	243	382	382	0	0
Venture Field	0	0	41	41	0	0
Linnets Clubhouse	22	22	207	287	0	0
The Croft	0	0	0	30	0	0
Murdishaw redevelopment	0	0	0	38	0	0
Former Crosville Site	83	83	200	440	0	0
Advertising Screen at The Hive	0	0	0	100	0	0
Widnes Market Refurbishment	813	813	1,125	1,191	29	0
Equality Act Improvement Works	0	0	55	150	300	300
Broseley House	711	711	711	1,190	0	0
Solar Farm	19	19	857	1,278	0	0
Stadium Alterations	0	0	100	200	0	0
Directorate/Department	Actual Expenditure to Date	2018/19 Cumulative Capital Allocation			Capital Allocation 2019/20	Capital Allocation 2020/21



	£'000	Quarter 2 £'000	Quarter 3 £'000	Quarter 4 £'000	£'000	£'000
<b>Mersey Gateway</b>						
Land Acquisitions	24	24	40	4,039	0	0
Development Costs	170	182	225	436	0	0
<b>Other</b>						
Risk Management	0	0	30	170	206	120
Fleet Replacements	434	434	1,154	1,513	1,015	1,260
<b>Policy, Planning &amp; Transportation</b>						
Bridge & Highway Maintenance	640	640	2,108	3,639	0	0
Integrated Transport & Network Management	115	115	330	460	0	0
Street Lighting – Structural Maintenance & Upgrades	23	23	380	782	1,200	2,000
STEPS Programme	66	66	660	2,643	0	0
Silver Jubilee Bridge Major Maintenance	3,023	3,023	5,000	7,265	0	0
Silver Jubilee Bridge Decoupling	230	230	400	9,596	0	0
Widnes Loops to West Bank Link Road	113	113	200	1,000	4,227	0
KRN – Earle Road Gyratory	129	129	575	1,150	0	0
<b>Total Enterprise Community &amp; Resources</b>	<b>7,787</b>	<b>7,875</b>	<b>17,719</b>	<b>43,293</b>	<b>10,244</b>	<b>4,925</b>
Directorate/Department	Actual Expenditure to Date  £'000	2018/19 Cumulative Capital Allocation			Capital Allocation 2019/20	Capital Allocation 2020/21



<b>Schools Related</b>						
Asset Management Data	1	2	3	5	0	0
Capital Repairs	565	613	753	893	0	0
Asbestos Management	2	5	10	19	0	0
Schools Access Initiative	42	40	65	77	0	0
Basic Need Projects	0	0	0	216	283	437
Lunts Heath Primary School	0	0	11	11	0	0
Fairfield Primary School	9	17	70	79	0	0
Weston Point Primary School	0	0	4	4	0	0
Kitchen Gas Safety	53	30	60	85	0	0
Small Capital Works	60	53	80	119	0	0
Bridge School Vocational Centre	306	300	380	380	21	0
Simms Cross remodelling	0	70	122	122	0	0
Ashley School remodelling 6 <sup>th</sup> form	8	50	70	70	0	0
SEND Capital allocation	1	0	0	30	304	166
Healthy Pupils Capital Fund	4	20	40	70	0	0
<b>Total People Directorate</b>	<b>1,631</b>	<b>1,905</b>	<b>3,073</b>	<b>4,854</b>	<b>608</b>	<b>603</b>
<b>TOTAL CAPITAL PROGRAMME</b>	<b>9,418</b>	<b>9,780</b>	<b>20,792</b>	<b>48,147</b>	<b>10,852</b>	<b>5,528</b>
Slippage (20%)				-9,629	-2,170	-1,106
					9,629	2,170
<b>TOTAL</b>	<b>9,418</b>	<b>9,780</b>	<b>20,792</b>	<b>38,518</b>	<b>18,311</b>	<b>6,592</b>