

The purpose of this appendix is to set out the revenue budget variance projections based on data up to 31/12/2018 Period-9

Service	Portfolio	Expenditure Budget Full Year £	Income Budget Full Year £	Expenditure Variance to Date £	Income Variance to Date £	Overall Variance to Date £	Out-turn projection >£10k	Carry Forward Requests >£10k	Commentary
Resources									
ECL	Legal	<i>Housing People and Innovation</i>	55,014	-30,250	-34,317	12,070	-22,248	-15,000	0 Underspend from salaries, not used for Legal and counsel fees.
EFS	Financial Services	<i>Finance</i>	29,577	-4,000	18,837	2,921	21,758	39,000	0 Vacancy savings target will not be met and overspend is due to additional cost of interim cover identified as service critical
ERB	Revenues and Benefits	<i>Finance</i>	88,489	-103,676	95,910	-73,218	22,691	24,000	0 Additional costs of £30k to retain access to Civica Open revenues for Housing Benefit Subsidy purposes. In addition the council is owed £10k by Civica. Remaining variances relating to additional agency costs to cover staff vacancies, long term sickness, additional system conversion work and reduced effectiveness of staff gaining confidence in the new system. Additional workload due to shortfalls in other departments e.g. Customer Services and delays in digital implementation.
ERE	Asst Dir Resources	<i>Finance</i>	0	0	7,726	0	7,726	10,000	0 Vacancy saving will not be met as there has been no vacancy and additional trainings costs
GBN	Council Tax Benefits	<i>Finance</i>	341,310	-65,826	3,187	-30,146	-26,959	-26,959	0 Localised Council Tax Support Admin Grant greater than anticipated.
GFS	Unapportionable PensionAdj	<i>Finance</i>	431,292	0	-5,466	0	-5,466	-115,000	0 Reduction in costs of £10k due to changes in the number of pensioners. £105k due to corporare review of pension and NI rates.
GMM	Members	<i>Health and Wellbeing</i>	465,504	0	-33,380	0	-33,380	-20,000	0 Unclaimed Members' allowances.
GTH	Other Items	<i>Finance</i>	51,400	-5,000	-70,127	3,600	-66,527	-41,000	0 One off budget savings.
GTV	Bank Charges	<i>Finance</i>	94,051	0	-8,928	0	-8,928	5,000	0 Pattern of fees to date lower than budgeted, but an increase in fees and the number of transactions has reduced the projected underspend
Other Resources			22,215,070	-19,960,491	-59,176	12,128	-47,048	0	Individual variances <£10k
Total Resources			23,771,707	-20,169,243	-85,734	-72,645	-158,380	-139,959	0
Performance and Innovation									
ECU	Customer Services	<i>Housing People and Innovation</i>	218,302	0	7,550	0	7,550	22,000	0 Underspend on Customer Services vacant post, part back-filled by contractor and overtime £21k; net overspend on Digital Innovations £43k, mainly due to extension of Digital Editor posts.
ERI	Information Services	<i>Housing People and Innovation</i>	29,212	0	-30,176	0	-30,176	-12,000	-32,000 Net underspend on vacant posts (some now recruited to) £35k, part offset by corresponding shortfall on Eden shared service recharge £14k; underspend on Disaster Recovery £11k, due to enhancements not required (carry forward request to part fund two fixed term ICT Officers posts); underspend on NDL software £12k.
EXS	Policy and Performance	<i>Health and Wellbeing</i>	-112,817	-17,400	-2,960	1,800	-1,160	-8,000	0 Vacant posts underspend £25k, part offset by Customer Connect related additional responsibilities and exceptional effort costs £17k.

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GCG	Community Grants	Finance	857,869	0	-39,393	0	-39,393	-55,000	-25,000	Underspend on Tour of Britain cycling event £25k due to not hosting a start or finish stage, may require carry forward to fund bid to host stage in next year's TOB; potential underspend on community projects fund £20k due to no project spend currently identified; underspend relating to unallocated projects £35k.
Other Performance and Innovation			1,063,808	-53,921	4,444	1,832	6,276	0		Individual variances <£10k
Total Performance and Innovation			2,056,374	-71,321	-60,536	3,632	-56,904	-53,000	-57,000	
Strategic Development										
ECC	Strategic Planning Admin	Economy and Assets	7,200	0	-45,562	-1,335	-46,897	0	-74,000	Potential underspend on Grange Lido project £74k, may require carry forward to complete.
EPX	Offices	Economy and Assets	83,009	-21,842	-28,751	13,764	-14,987	-16,000		Underspend on South Lakeland House cleaners' vacant posts £36k, part offset by South Lakeland House rental income shortfall £20k due to rented space discontinued.
EUR	AD Community Inv and Dev	Economy and Assets	608	0	-16,448	-90	-16,538	-12,000		Net underspend on Development Management vacant posts £7k; overspend on legal costs relating to agency staff issue £23k; net underspend on Development Implementation vacant posts £28k.
GBC	Building Control	Housing People and Innovation	570,568	-329,661	6,101	20,870	26,972	29,000	0	Potential demand led income shortfall £29k.
GCH	Community Housing Fund	Finance	41,770	0	-31,029	0	-31,029	0	-38,000	Net underspend on vacant post £38k due to delay in scheme implementation (any underspend to be transferred back to Community Housing Fund reserve at year-end).
GDC	Development Control	Housing People and Innovation	1,245,333	-637,256	21,172	74,014	95,185	152,000	0	Potential salary overspend £24k relating to back-filling with agency staff, mainly due to corporate vacancy saving budget; potential demand led income shortfall relating to planning applications of £128k based on comparison to previous year.
GED	Economic Development	Economy and Assets	689,302	-51,337	-27,445	1,500	-25,945	-20,000	0	Potential underspend on minor Econ Dev support £20k.
GEN	Housing Enabling Role	Housing People and Innovation	994,883	0	-24,523	0	-24,523	-24,000	0	Potential underspend £24k self build and custom build housing register grant.
GHL	Town View Fields Hostel	Housing People and Innovation	395,925	-268,273	10,094	18,136	28,230	47,000	0	Net salary overspend £10k mainly due to corporate vacancy saving budget; Supporting People income shortfall £37k due to Cumbria County Council changing to block grant basis (budget Pressure to be revised as part of 2019/20 budget setting).

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GHM	Homelessness	487,602	-111,089	-2,871	-99,717	-102,588	-40,000	-70,000	Potential underspend on Flexible Homelessness grant £70k, carry forward may be required to fund implimentation of service provision review; Social Lettings scheme was approved to be discontinued by Council, but is still being operated due to residual demand and a reversal of Government funding policy. The Social Lettings scheme is currently un-budgeted, and consequently will generate an in-year net surplus circa £40k (request for 2018/19 budgets circa gross £140k will need to be approved by Council in the quarter-3 budget monitoring report). Homelessness service will require a complete review to determine future service provision, and any budget requirements will need to be approved by Council.
GLP	Local Plans	559,215	-112	-56,618	-1,934	-58,552	-26,000	-34,000	Net underspend vacant posts £26k; underspend on flood risk assessments £34k due to delays in Environment Agency Flood modelling, may require carry forward to complete.
GMK	Markets	204,738	-201,202	-10,202	1,823	-8,379	-10,000	0	Vacant post underspend £10k
GMU	Museum	297,898	0	-12,903	0	-12,903	-13,000	0	Underspend on management fee £13k due to base budget set higher than actuals, Budget to be revised in future years to recognise expected savings.
GNH	New Homes	0	-860,500	0	-10,910	-10,910	-14,000	0	Grant surplus expected £14k due to budget set lower than actuals.
GSY	Sundry Properties	544,290	-151,085	11,119	-2,589	8,530	14,000	0	Potential shortfall on investment property rents due to un-let units £14k
Other Strategic Development		2,410,897	-1,732,745	16,305	8,696	25,002	0		Individual variances <£10k
Total Strategic Development		8,533,238	-4,365,102	-191,560	22,228	-169,332	67,000	-216,000	

Neighbourhood Services

EUN	Community Services	-108,616	-195	-40,547	-211	-40,759	-46,000	0	Potential net salary underspend (including Street Scene redundancy costs) £46k due to vacant posts and secondment to Customer Connect roles.
GCK	Car Parks	2,707,869	-4,369,983	-30,963	-120,000	-150,963	-117,000	0	Potential demand led surplus on car parking income £117k, (impact of three re-surfacing's expected to be minimal).
GCL	Community Leisure	46,633	-1,824	-11,607	-595	-12,202	-25,000	0	Underspend £25k due to County Council partnership projects discontinued (British Cycling, sports development, and active travel).
GLW	Lake Windermere	815,045	-1,425,493	4,370	20,003	24,373	20,000	0	Potential shortfall jetty berths £20k due to low water levels during summer (propose dredging of lake bed to resolve).
GPK	Parks	1,347,418	-80,548	-25,268	-2,341	-27,609	-25,000	0	Potential £25k net underspend on vacant Green Spaces Officer, and apprentice post.
GTG	Street Cleansing Client	1,240,389	-6,575	33,840	3,556	37,396	52,000	0	Net overspend on salaries circa £28k, due to corporate vacancy budget will not be met; potential overspend on fuel £24k due to more vehicles on fleet, higher mileage, and fuel increases.

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GTS	Transport	99,633	-83,781	13,619	2,061	15,679	11,000		Potential overspend on repairs £11k, due to more vehicles on 0 fleet, further investigation to be carried out for 2019/20 budget setting.
GWK	Kerbside Recycling Client	5,157,718	-1,538,454	19,377	100,491	119,868	128,000		Net overspend on salaries £80k due to corporate vacancy budget will not be met; potential demand led shortfall £17k on recycling credits due to hot summer impact on green waste; offset by 0 potential corresponding underspend on tipping and disposal costs £20k; potential demand led shortfall £86k on sale of materials due to reduced market prices; part offset by potential underspend £35k due to delayed advertising projects.
Other Neighbourhood services		3,767,676	-999,342	-34,962	7,766	-27,196	0		Individual variances <£10k
Total Neighbourhood Services		15,073,765	-8,506,195	-72,140	10,727	-61,413	-2,000	0	
Corporate items									
VGR26	Investment Interest	0	-175,500	0	-53,310	-53,310	-27,000		0 Reflects increase in bank base rate
VGR44	Retained business rates	0	-3,440,500	0	0	-1	62,000		A reduction in business rates collectable for 2018/19 of £461k (1.1%), largely due to an increase in small business rate relief. This is offset by a reduction in the provision for appeals of £306k 0 mainly due to a number of large appeals being withdrawn. Overall, after adjustments for levy and income from the pool, it is expected that the net income retained by the Council will be £62k lower than estimated.
VGS58	Statutory adj. Capital Charges	-3,779,373	0	0	0	0	-166,660		0 MRP recalculation due to rephasing of capital programme
Other Corporate items		4,023,288	-12,590,138	0	0	0	0		Individual variances <£10k
Total Corporate items		243,915	-16,206,138	0	-53,311	-53,311	-131,660	0	Individual variances <£10k
Total GF		49,678,999	-49,317,999	-409,970	-89,369	-499,339	-259,619	-273,000	0
Net GF		361,000							