

SUMMARY												
		PROJECTED OUT-TURN										
		As at 28th February 2011										
Last Reported Projected Net Variance as at 31/01/2011 £000	Service Division	Net								Revised Projected Year end Variance Over(+)/Under(-) spend	Revised Financial RAG Status	* Note
		Original Budget	Proj'd out turn	Variance (Over (+) / Under (-) Spend) to Original Budget	Revised Budget	Proj'd out turn	Variance (Over (+) / Under (-) Spend) to Revised Budget	Current Financial RAG Status	Financial Impact of Management Action			
		£000	£000	£000		£000	£000	£000	£000	£000		
	a) Director of Independent Living											
0	Asylum	0	0	0	0	0	0	0	0	0	0	
(2)	Housing Access	353	341	(12)	342	341	(1)	Amber	0	(1)	Amber	
(5)	Housing Choices	273	268	(5)	273	268	(5)	0	0	(5)	0	
0	Older People's Housing Services	(85)	(185)	(100)	(185)	(185)	0	Amber	0	0	Amber	
(7)	Total	541	424	(117)	430	424	(6)		0	(6)		
	b) Director of Housing & Neighbourhood Services											
(46)	Safer Neighbourhoods	2,564	2,333	(231)	2,439	2,333	(106)	Amber	0	(106)	Amber	
(15)	Business Regulation	565	381	(184)	396	382	(14)	Amber	0	(14)	Amber	
(37)	Neighbourhood Partnerships	599	539	(60)	579	539	(40)	Amber	0	(40)	Amber	
5	Neighbourhood Investment	53	58	5	53	58	5	Amber	0	5	Amber	
(93)	Total	3,781	3,311	(470)	3,467	3,312	(156)		0	(156)	0	
(100)	Total for Service	4,322	3,735	(587)	3,897	3,735	(162)		0	(162)	0	

Reason for Variance(s), Actions Proposed and Intended Impact on Performance

NOTES Reasons for Variance(s) and Proposed Actions
 Indicate reasons for variance (e.g. increased costs or client numbers or under performance against income targets) and actions proposed to address the variance which produce the revised RAG status

<u>Reasons for Variance</u>	
<u>Profiled Expenditure</u>	
1	The ISS Wardens service originally had an anticipated overspend on salary expenditure which is now being offset by savings made as a result of the large number of staff who have left through voluntary severance/retirement. Expenditure includes approx £307k in severance payments that are to be reimbursed from central funding and projections include an estimated £30k buy out cost for changes to staff hours. Housing Access has a small projected underspend as a result of staffing changes. Housing Choices is projecting a small underspend mainly as a result of the use of grant funding. There is currently a balance of grant funding but it is anticipated that this will be rolled forward to 11/12 if unspent at year end, in order to continue funding of posts within Housing Choices to support Homelessness Prevention.
2	Housing and Neighbourhood services as a whole are currently running with a number of vacancies as a result of vacancy management in 09/10, that have continued into the new financial year. A pressure of £344k as a result of a 7.5% Vacancy Factor for 10/11 was recognised at the start of the year and this will be met as a result of the large number of vacant posts and staff who have left as a result of voluntary severance/retirement. Any surplus at year end is likely to be mainly as a result of this. There is a small shortfall within Neighbourhood Investment area as a result of a fall in income.
<u>Profiled Income</u>	
1	Additional funding has been secured through Supporting People grant which is to be utilised to meet the previously anticipated income shortfall. Housing Choices area secured some additional grant income.
2	Grant income paid in arrears for some projects.
<u>Proposed Actions to Address Variance</u>	
1	Wardens Service projecting a balanced budget after management actions following the merger of the service with the Enabling Care service. £100k has been contributed from this service to the in year savings agreed at The Cabinet on 17th November. There is likely to be a surplus in Housing Choices relating to grant income which may be rolled forward to continue to support posts within Homelessness.
2	Efficiencies throughout the service have been used to offset any potential projected overspends. A large number of vacant posts and increasing number of voluntary severances have contributed to the projected overall underspend. This service area has contributed £172k to the in year savings agreed at The Cabinet on 17th November.
Additional Note:	There is currently £335k (IL) and £196k (HNS) of expenditure relating to Severance Payments within General Fund at the moment. These costs are to be transferred to a specific code and given a budget shortly. Budgets shown above in the Revised Budget column reflect the current budgets after savings agreed at Cabinet on 17th November for Neighbourhoods of £272k in total.