

FOR PUBLICATION

LEADER & EXECUTIVE MEMBER FOR REGENERATION PORTFOLIO ACCOUNTS 2014/15

MEETING: (1) CABINET
(2) LEADER

DATE: (1) 16 JUNE 2015
(2) 5 JUNE 2015

REPORT BY: CHIEF FINANCE OFFICER

WARD: ALL

COMMUNITY ASSEMBLY: ALL

KEY DECISION
REFERENCE: 517

FOR PUBLICATION

BACKGROUND PAPERS: NONE

1.0 PURPOSE OF REPORT

- 1.1 To report on the Revenue Outturn for 2014/15 and to provide explanations for significant variations from the Revised Estimates approved at Cabinet on 17th February 2015.
- 1.2 To report on the Capital Outturn for 2014/15.

2.0 RECOMMENDATION

- 2.1 That the report be noted

3.0 REVENUE OUTTURN

3.1 The revenue outturn for 2014/15 is as follows:

	<u>£'000</u>
Original Budget	484
Revised Budget	411
Outturn	418

3.2 The main variations from the Original to the Revised budget (a decrease of £73k) are summarised in the table below:

Description	Increase / (Decrease) £'000
Changes to controllable budgets:	
Tapton Innovation Centre – increased surplus	(25)
Economic development post unfilled	(34)
Dunston Innovation Centre increased rents	(43)
Dunston Innovation Centre – increased profit share to partners	17
Others (net)	(4)
Changes to controllable budgets	(89)
Change in Central Support Recharges	16
Change in capital charges	-
Overall Decrease	(73)

3.3 The Revenue Outturn of £418k represents:

- A decrease of £66,130 or 13.7% against the Original Budget; and
- An increase of £7,170 or 1.7% against the Revised Budget.

3.4 The table below sets out the variations between the revised budget and the actual out-turn separating items that are not controllable (Capital Charges and Support Service Recharges). The table highlights an overspend of £45k or 31.5% on controllable expenditure.

Controllable and Non-Controllable Expenditure

	Original Estimate £'000	Revised Estimate £ '000	Actual Outturn £'000	Variance over / (under) £ '000	%
Capital Charges	46	45	45	-	(0.0)%
Support Services	217	234	231	(3)	(1.3)%
Non Controllable Expenditure	263	279	276	(3)	(1.1)%
Controllable Expenditure	221	132	142	10	7.6%
Portfolio Total	484	411	418	7	1.7%

A more detailed analysis of controllable and non-controllable expenditure by Programme Area is shown at **Annexe 1B**.

- 3.5 A detailed analysis of the variances from the revised budget to the outturn is shown in **Annexe 4** but the most significant variances are summarised below:-

Variances Revised to Outturn 2014/15	
<u>Description</u>	Overspend / (Underspend) £'000
Tapton Park Innovation Centre - Income	(5)
Dunston Innovation Centre – rent & rechargeables/income share	(29)
Dunston Innovation Centre – funding of digital upgrade	25
Pensions adjustment offset in Governance portfolio	25
Net of all controllable variances	(6)
Changes to controllable & external budgets*	10
Change in support service recharges	(3)
Changes in asset charges	(-)
Overall Increase	7

*Changes to controllable excluding Pension adjustment -15k

- 3.6 Recurring Variances - Budget Officers have identified no recurring variances.

- 3.7 The following information is attached:
Annexe 1 Summary by Programme Area
Annexe 2 Detailed by Programme Area and Cost Centre
Annexe 3 Subjective Analysis
Annexe 4 Variations – Revised Budget to Actual 2014/15
Annexe 5 Capital Outturn

4.0 CARRY FORWARDS

- 4.1 There are no carry forward requests to consider.

5.0 CAPITAL OUTTURN

- 5.1 **Annexe 5** provides a summary of expenditure on the capital schemes within this portfolio.

6.0 RECOMMENDATION

- 6.1 That the report be noted.

7.0 REASONS FOR RECOMMENDATION

- 7.1 To enable the portfolios Revenue Out-turn to be included in the Council's overall Statement of Accounts.

B DAWSON
CHIEF FINANCE OFFICER

Officer recommendation supported.

Signed



Cabinet Member

Date: 5 June 2015

Consultee Cabinet Member/Support Member comments (if applicable)
/declaration of interests:

Further information on this report can be obtained from
Helen Fox, Accountancy Services (ext. 5452)