Appendix 1

FINANCIAL MONITORING REPORT - PERIOD 2 2020/21

SECTION 1: SUMMARY REVENUE BUDGET

1.1 This is the second financial monitoring report of 2020/21. The financial environment within which the Council operates presented significant financial challenges, prior to the outbreak of the coronavirus pandemic (COVID-19).

1.2 The Council's 2020/21 budget was approved by Council on the 4th March 2020, and in setting the budget, a number of baseline budgets were 'reset' recognising the increased demand led pressures (particularly in relation to social care) and specific pressures in some income generating areas. Savings of £5m were approved by members and a £5m contribution from reserves was agreed in arriving at a balanced budget position.

1.3 The additional pressures arising from COVID-19, and the impact on the current and future years budget are detailed in the Budget Report 2021-22 to be presented to Cabinet on the same agenda as this report. Therefore, this report will largely concentrate on the Council's 'business as usual' position for the period.

Current Forecast Outturn

1.4 The Budget and Forecast Outturn positions for 2020/21 are summarised in Table 1. A more detailed analysis of the gross expenditure and income for each Portfolio is provided at Annex A.

Table 1 – Revenue Budget 2020/21	Previous Budget £000	Current Budget £000	Forecast Outturn £000	Variance + / - £000	Ref Annex
Developing Young People	12,260	12,457	12,457	0	A (i)
Protecting Young People	44,733	45,266	45,436	+170	A (ii)
Adult Social Care and Health	51,316	51,441	52,118	+677	A (iii)
Public Health, Leisure, Libraries, Arts and Heritage	5,457	5,498	5,542	+44	A (iv)
Finance	3,267	3,267	3,417	+150	A (v)
Corporate Services, Estates and Communication	3,938	3,641	3,601	(40)	A (vi)
Environmental Services	21,103	22,093	22,505	+412	A (vii)
Economic Regeneration and Housing	4,220	4,323	4,572	+249	A (viii)
Community Safety	8,033	8,389	8,269	(120)	A (ix)
TOTAL PORTFOLIO BUDGETS	**154,327**	**156,375**	**157,917**	**+1,542**	
Council-Wide budgets	**(153,960)**	**(156,008)**	**(156,284)**	**(276)**	B (ii)
NET POSITION 2020/21	**367**	**367**	**1,633**	**+1,266**	

1.5 The previous approved budget has been revised to include adjustments arising from the use of earmarked reserves which have been approved during the period. This report has been prepared excluding the implications of any other reports presented on the same agenda which may have budget implications.

1.6 The portfolio focussed narratives provided in Annex A detail the key variances that have been identified at this stage. An in-year 'business as usual' overspend of £1,266k is currently projected based on the respective forecast outturn positions, as shown in the previous table. However, the impact of the coronavirus pandemic has further financial implications on the Council's budget position. The additional pressures from COVID-19 are detailed in the Budget Report 2021-22.

1.7 It is important to note that the current 2020/21 budget already incorporates the use of £5m of funding from earmarked reserves that are being applied in relation to recurrent items of expenditure. This has been accepted as being an unsustainable position.

Budget Matters

1.8 Details of portfolio budget variations are noted in Annex A (i) to A (ix), but details of the most significant variations are included below.

1.9 Budget provision for costs in respect of Children Looked After has been increased by £9m for the financial year 2020/21. This represents a permanent budget increase. Expenditure in relation to Children Looked After is volatile and has risen by £7.5m over the previous two years alone. The increase in costs over the previous two years is predominately due to a rise in the number of children in care. However, the breakdown of existing care placements and the consequential alternative placements that need to be identified, often result in increased care costs due to the complexity of support required or the lack of suitable placements at a similar cost.

1.10 At the current stage of the financial year expenditure is predicted to be within budget. It should be noted, however, that this reporting period coincides with the COVID pandemic during which time the majority of young people have not been attending school. Any increase in the number of social work referrals that may be received from schools when pupils return in September could adversely affect Children Looked After costs.

1.11 The financial position for Adult Social Care and Health reflects known existing pressures and anticipated levels of activity, taking into account, as far as possible at this stage, the potential lasting effects on the market of the COVID-19 pandemic.

1.12 There are savings resulting from underoccupancy primarily within Physical and Memory and Cognition services mainly as a result of COVID-19. However, there are anticipated pressures within services for people with Learning Disabilities in both Direct Payments and Supported Living, in particular in relation to a number of support packages put in place during the year 2020 along with an anticipated pressure in in-house services due to the level of staffing cover required. Similarly, the pressure shown in Mental Health services relates to large care packages that have been arranged during the year 2020 under the Transforming Care initiative.

1.13 Additional funding received to support the response to COVID-19 has been utilised throughout the period to support care providers with cash flow and to maintain a robust and effective provider market. However, even after the end of the immediate COVID-19 period, it is likely that the effects of under occupancy may still be felt and the market may be in need of on-going support, therefore offsetting the financial effects of under occupancy to a degree.

1.14 In relation to Public Health services, there were a small number of areas where activity was higher than anticipated in 2019/20 and will need further management in 2020/21 to remain within the grant envelope, the most significant of these being Sexual Health services.

1.15 A balance of £670k Public Health Grant has been carried forward into 2020/21 which is partly committed, with further one-off costs to be considered for funding during the year.

1.16 The Waste Collection and Recycling Service is projecting a combined budget pressure of £499k due to a number of factors as detailed in Appendix A(vii).

1.17 The resale of recyclable materials is subject to volatility within the market, with reducing prices having a negative impact on the levels of income generated. Cardboard has been impacted to such an extent that there is now a charge for the disposal of this material.

1.18 The Council has a rental share agreement with the owners of the Hardshaw Centre and under the terms of the arrangement the Council receive 18.5% of the net rental income, subject to a minimum sum being payable to the Council. The current market conditions within the centre has led to the minimum sum receivable being reached, and therefore the budgeted income is not being achieved.

SECTION 2: IMPLEMENTATION OF 2020/21 SAVINGS PROPOSALS

2.1 Progress towards the achievement of savings targets has in some areas, been impacted by COVID-19. Table 2 below details those savings which are forecast to be achieved in year (green).

2.2 Savings of £1,446k are at risk of not being achieved due to COVID-19 or are not expected to be delivered due to a delay in timescale for implementation (red).

2.3 Those savings detailed as amber may not be achieved if plans cannot be affected during the COVID-19 recovery period.

Table 2 – Implementation of 2020/21 savings proposals	**£000**	**%**
Actual or Forecast reduction in expenditure / increase in income	3,261	64.50%
No forecast reduction in expenditure / increase in income but plans being put in place to achieve	349	6.90%
Saving will not be achieved in year	1,446	28.60%

SECTION 3: CAPITAL PROGRAMME 2020/21 to 2022/23

3.1 Table 3 represents a summary of the Council's current 3-year capital programme. The detailed programme is provided at Annex D.

Table 3 - Capital Programme 2020/21 to 2022/23	2020/21 £000	2021/22 £000	2022/23 £000
Developing Young People	19,448	5,000	2,300
Protecting Young People	50	0	0
Adult Social Care and Health	87	0	0
Public Health, Leisure, Libraries, Arts and Heritage	972	0	0
Corporate Services, Estates and Communication	3,391	500	500
Environmental Services	19,443	15,427	18,643
Economic Regeneration and Housing	2,636	20	20
Community Safety	3,858	3,182	2,774
Total	**49,885**	**24,129**	**24,237**
FINANCED BY			
Grants and Other Contributions	30,358	15,755	22,161
Capital Receipts	8,978	737	876
Revenue Contribution	2,577	500	500
Borrowing	7,972	7,137	700
Total	**49,885**	**24,129**	**24,237**

3.2 Confirmation of capital funding has been received in respect of the following:

3.2.1 Basic Need Capital Grant
The Department for Education has confirmed the allocation for 2021/22 is £2,818k and funding is based on estimated pupil numbers. The purpose of the funding is to ensure adequate school places are available in the borough.

3.2.2 School Condition Funding
On the 29th June 2020, the Prime Minister announced an additional allocation of funding for repairs and upgrades to schools, of which St Helens Borough Council was awarded £608k.

3.2.3 Highways Capital Funding
Additional new funding of £3,641k has been confirmed from the Liverpool City Region Combined Authority as detailed in Annex E. The capital programme has been updated to reflect the total funding for the Highway Engineering programme.

SECTION 4: RESERVES AND BALANCES

4.1 General Balances

The general balances position at 31st March 2021 is as follows, having regard to the net current forecast outturn position as detailed in Table 1. This position assumes that the Council's financial exposure from COVID-19 is funded by the Government.

Table 4 – General Balances	Previous Estimate £000	Forecast Outturn £000
General Balances as at 1 April 2020	9,327	9,327
Net Position 2020/21	(971)	(1,633)
General Balances as at 31 March 2021	**8,356**	**7,694**

The approved Revenue and Capital Budget 2020/21 detailed that an underlying level of general balances of £8m was appropriate for 2020/21 after having regard to the risks and uncertainties presented to the Council. This was before the COVID-19 pandemic.

4.2 Earmarked Balances

The forecast position in relation to Earmarked Balances at 31st March 2021 is highlighted in Table 5. Annex C details approved use of earmarked balances during the period and Annex F provides details of Earmarked Balances to 2022/23.

Table 5 – Earmarked Balances	Balance at 1 April 2020 £000	Transfers £000	To be set aside 2020/21 £000	To be utilised 2020/21 £000	Balance at 31 March 2021 £000
Transformation Reserve	10,750	-	800	(1,936)	9,614
Growth Reserve	4,418	-	-	(2,605)	1,813
Children's Services Reserve	4,256	-	-	(2,924)	1,332
Essential Equipment Fund	424	-	1,000	(374)	1,050
Councillor Improvement Fund	677	-	-	(250)	427
Insurance & Contingent Liability Fund	6,918	-	-	(1,000)	5,918
Waste Management Development Fund	1,641	-	-	(1,611)	30
Inflation Reserve	4,000	-	1,000	(1,000)	4,000
Equal Pay Reserve *	425	(425)	-	-	-
Community Improvement Reserve	1,292	-	-	(765)	527
Strategic Priorities Fund	567	-	-	(67)	500
Service Investment Reserve	1,753	-	-	(100)	1,653
COVID-19 Funding Reserve	6,177	-	-	(6,177)	-
Restructuring Reserve	465	425	-	-	890
TOTAL	**43,763**	**0**	**2,800**	**(18,809)**	**27,754**

* There is no future call against the Equal Pay Reserve and available funding has been realigned to the Restructuring Reserve.

4.3 Schools Balances

The projected position reflects schools' current spending plans for the financial year, as approved by the individual governing bodies.

Table 6 – School Balances	£000
School Balances as at 1 April 2020	7,107
Forecast Net Position 2020/21	(1,107)
Forecast School Balances as at 31 March 2021	**6,000**

4.4 Usable Capital Receipts

Table 7 – Usable Capital Receipts	£000
Available Capital Receipts brought forward at 1 April 2020	28,031
Receipts generated in year to date	8
Capital Receipts ring-fenced for future years' Housing Programme	(112)
Required to fund Capital Programme 2020/21 to 2022/23 *	(10,591)
Available Balance (after taking commitments into account)	**17,336**

* Excludes building demolition costs at Redbank School site as detailed in the Cabinet Report of the 8th January 2019. The costs of demolition subsequently being reimbursed to the capital receipts reserve upon any future disposal of the site by Redbank Schools Ltd.

SECTION 5: OTHER FINANCIAL MONITORING MATTERS

5.1 Other Matters

5.1.1 Supreme Court Ruling ATM and Business Rates

Previous reports considered by Cabinet noted the Court of Appeal ruled in November 2018, in the favour of retailers, that ATM's should not be assessed separately for business rates purposes. The Valuation Office challenged the ruling with the case being heard by the Supreme Court. The judgement handed down by the Supreme Court on the 20th May 2020 dismissed the appeals by the Valuation Office and upheld the order of the Court of Appeal. The Council had set aside a provision in relation to this matter of £961k.

5.1.2 Pay Award

Agreement has been reached in respect of the 2020 pay award for NJC Officers, Chief Executives and Chief Officers of 2.75% from 1st April 2020.

5.1.3 Section 31 Grants

Due to the mechanism of the operation of the Collection Fund the £20m business rates relief paid in 2020/21 as a Section 31 grant will flow into general fund balances and a corresponding deficit will result in the Collection Fund, unless government take actions to change the accounting treatment. Therefore, it is proposed that during 2020/21 this funding received as a Section 31 grant is earmarked and set aside to offset the resulting Collection Fund Deficit, which will only be accounted for in 2021/22.

5.1.4 Dedicated Schools Grant

The Department for Education funds local authorities for revenue expenditure on schools, early years, and children and young people with SEND (special educational needs and disabilities) through a specific, ring-fenced grant known as the Dedicated Schools Grant (DSG). The distribution of the DSG is set out in four blocks: a schools block; a high needs block; an early years block; and a central schools services block.

Funding within the high needs block of the DSG is not sufficient to meet the underlying level of demand given the significant increase in the number of pupils with Statements or Education, Health & Care Plans. There is also an increase in the number of high needs pupils who cannot be educated in a mainstream setting and require a place in a specialist independent provision, usually with significant cost implications.

It is currently estimated that for 2020/21, there is a pressure of between £2.5m - £3.0m for this block of the DSG. Previous National Funding Formula reforms have left local authorities with very limited scope to be able to address financial issues at a local level, in the context of the overall level of DSG awarded, where there is increasing demand / costs in respect of SEND pressures.

Similarly, reforms to the Early Years Block of the DSG have resulted in financial pressures within this area also, particularly in terms of ongoing training, development and assessment.

Where a local authority has a substantial in-year overspend or cumulative DSG deficit balance at the end of the financial year, it is required to submit a recovery plan to the Department for Education. The recovery plan should look to bring the overall DSG account into balance within a timely period.

5.1.5 Liverpool City Region Town Centre Fund

Cabinet at its meeting on the 23rd September 2020 approved the acceptance of £1m from Liverpool City Region Town Centre Fund to support the recovery of Earlestown and St Helens Town Centres post COVID. This funding is revenue in nature and has been built into the revenue budget for the Economic Regeneration and Housing portfolio.

5.1.6 Replacement of the Council's Human Resources and Payroll Systems

Cabinet at its meeting on the 23rd September 2020 approved the sourcing of a replacement Human Resources (HR) System and an extension of the existing contract in respect of the Payroll System. The costs of the payroll improvements are approximately £80k over two phases and funding has been identified from the Transformation Reserve.

The costs of the replacement HR system are estimated to be approximately £250k in year 1 and £200k in year 2. The annual costs of the software are in the region of £100k pa, with one off project management and start-up costs of £150k in year 1 and £100K in year 2. Funding in respect of this will be considered as part of a wider programme of modernisation, and funding options include Transformation Reserve or capitalisation, in addition to existing budgets for the Payroll System.

SECTION 6: TREASURY MANAGEMENT POSITION STATEMENT

6.1 A summary of the Council's Treasury position as at the end of the reporting period is included in Table 8. A more detailed breakdown of the Treasury Management position is included at Annex G.

Table 8 – Treasury Management Position	**As at 1 April 2020**	**As at Previous Period**	**As at Current Period**
Investments Outstanding	£118.5m	£146.6m	£148.0m
Investment Returns (average for the year to date)	-	0.85%	0.67%
Benchmark Returns	-	0.44%	0.27%
Borrowing	£124.7m	£124.7m	£124.7m

INDEX OF ANNEX A

The following tables analyse portfolio budgets across services and detail the nature of expenditure and income.

(i) Developing Young People Portfolio

(ii) Protecting Young People Portfolio

(iii) Adult Social Care and Health Portfolio

(iv) Public Health, Leisure Libraries, Arts and Heritage Portfolio

(v) Finance Portfolio

(vi) Corporate Services, Estates and Communication Portfolio

(vii) Environmental Services Portfolio

(viii) Economic Regeneration and Housing Portfolio

(ix) Community Safety Portfolio

Service Analysis - Developing Young People Portfolio **Annex A(i)**

Developing Young People	Previous Budget 2020/21 £000	Current Budget 2020/21 £000	Current Expenditure 2020/21 £000	Current Income 2020/21 £000	Forecast Outturn 2020/21 £000	Variance 2020/21 £000	Previous Variance 2020/21 £000
People's Services Directorate							
Schools							
Schools Delegated Budget	0	0	113,541	(113,541)	0	0	0
Schools Total	**0**	**0**	**113,541**	**(113,541)**	**0**	**0**	**0**
Non Schools							
Other Expenditure Attributable to Schools	4,862	4,958	8,116	(3,158)	4,958	0	0
Early Years Development (incl PVI's)	204	208	8,113	(7,905)	208	0	0
Support for Children with SEND	1,852	1,897	8,809	(6,912)	1,897	0	0
Behaviour Support Services	52	52	3,616	(3,564)	52	0	0
Home to School/College Transport	3,109	3,109	3,177	(68)	3,109	0	0
Youth Service	528	534	564	(30)	534	0	0
Management & Other Support Services	1,653	1,699	3,853	(2,154)	1,699	0	0
Non Schools Total	**12,260**	**12,457**	**36,248**	**(23,791)**	**12,457**	**0**	**0**
Total	**12,260**	**12,457**	**149,789**	**(137,332)**	**12,457**	**0**	**0**

- At this stage in the year, the portfolio is forecasting no budget variations, but the budget will be closely monitored during the year and any variations will be included in future reports.

Subjective Analysis - Developing Young People Portfolio (Excluding Schools) **Annex A(i)**

Developing Young People	Previous Budget 2020/21 £000	Current Budget 2020/21 £000	Forecast Outturn 2020/21 £000	Variance 2020/21 £000	Previous Variance 2020/21 £000
Staffing	11,715	11,723	11,723	0	0
Premises	1,005	1,005	1,005	0	0
Transport	2,639	2,631	2,631	0	0
Supplies & Services	3,372	3,226	3,226	0	0
Third Party Payments	11,162	11,162	11,162	0	0
Transfer Payments	0	0	0	0	0
Central & Departmental Recharges	2,925	2,978	2,978	0	0
Capital Charges	3,445	3,523	3,523	0	0
Total Expenditure	**36,263**	**36,248**	**36,248**	**0**	**0**
Sales, Fees & Charges	(264)	(421)	(421)	0	0
Grants & Reimbursements	(21,933)	(21,933)	(21,933)	0	0
Recharge Income	(1,806)	(1,437)	(1,437)	0	0
Total Income	**(24,003)**	**(23,791)**	**(23,791)**	**0**	**0**
Total	**12,260**	**12,457**	**12,457**	**0**	**0**

Service Analysis - Protecting Young People Portfolio **Annex A(ii)**

Protecting Young People	Previous Budget 2020/21 £000	Current Budget 2020/21 £000	Current Expenditure 2020/21 £000	Current Income 2020/21 £000	Forecast Outturn 2020/21 £000	Variance 2020/21 £000	Previous Variance 2020/21 £000
People's Services Directorate							
Social Care and Commissioning Teams	8,952	9,369	9,728	(359)	9,739	+370	0
Children Looked After	27,036	27,097	31,162	(4,065)	26,909	(188)	0
Child Protection	1,872	1,927	2,034	(107)	1,903	(24)	0
Children's Centres/Early Help Service	2,825	2,825	3,330	(505)	2,975	+150	+100
Support for Disabled Children	1,370	1,370	1,780	(410)	1,490	+120	+70
Family Support Services	2,616	2,616	2,915	(299)	2,358	(258)	0
Management & Other Support Services	62	62	2,376	(2,314)	62	0	0
	44,733	**45,266**	**53,325**	**(8,059)**	**45,436**	**+170**	**+170**

- There are a number of variances in respect of staffing budgets which reflect additional costs due to the use of agency staff in some service divisions, offset by slippage in respect of services that are in the process of recruiting staff. Staffing cost pressures are estimated to be £370k in respect of Social Care and Commissioning Teams. There are projected staffing underspends in relation to Children Looked After (£188k) Family Support Services (£158k) and Child Protection (£24k). In overall terms, staffing costs across all service areas are currently projected to be within budget.
- The estimated financial pressure in respect of the operating costs of two Children's Centres has increased by £50k. The total budget pressure is estimated to be £150k. The operational arrangements of the two sites are currently being reviewed.
- There has been an increase in the estimated budget pressure in relation to Support for Disabled Children, based on the number of families being assessed as requiring support in the form of a direct payment. The projected budget pressure is £120k.
- There is currently an expected underspend of £100k in respect of Commissioned Family Support Services.

Subjective Analysis - Protecting Young People Portfolio **Annex A(ii)**

Protecting Young People	Previous Budget 2020/21 £000	Current Budget 2020/21 £000	Forecast Outturn 2020/21 £000	Variance 2020/21 £000	Previous Variance 2021/21 £000
Staffing	17,590	18,005	18,005	0	0
Premises	565	565	715	+150	+100
Transport	454	454	454	0	0
Supplies & Services	1,587	1,587	1,587	0	0
Third Party Payments	27,801	27,992	27,892	(100)	0
Transfer Payments	544	544	664	+120	+70
Central & Departmental Recharges	3,882	3,882	3,882	0	0
Capital Charges	247	296	296	0	0
Total Expenditure	**52,670**	**53,325**	**53,495**	**+170**	**+170**
Sales, Fees & Charges	(58)	-58	-58	0	0
Grants & Reimbursements	(2,633)	-2,633	-2,633	0	0
Recharge Income	(5,246)	-5,368	-5,368	0	0
Total Income	**(7,937)**	**(8,059)**	**(8,059)**	**0**	**0**
Total	**44,733**	**45,266**	**45,436**	**+170**	**+170**

Service Analysis - Adult Social Care and Health Portfolio **Annex A (iii)**

Adult Social Care and Health	Previous Budget 2020/21 £000	Current Budget 2020/21 £000	Current Expenditure 2020/21 £000	Current Income 2020/21 £000	Forecast Outturn 2020/21 £000	Variance 2020/21 £000	Previous Variance 2020/21 £000
People's Services Directorate							
Physical Support - Frail and Elderly	12,506	12,553	31,073	(18,520)	11,952	(601)	+67
Sensory Support	840	840	1,031	(191)	835	(5)	0
Support with Memory and Cognition	7,873	7,879	12,797	(4,918)	7,395	(484)	+205
Learning Disability Support	20,423	20,466	27,017	(6,551)	22,022	+1,556	+200
Mental Health Support	2,953	2,955	3,993	(1,038)	3,109	+154	+114
Assistive Equipment and Technology	673	674	2,213	(1,539)	861	+187	0
Care Management - Assessment and Review	6,048	6,074	8,151	(2,077)	5,961	(113)	0
Transport and Generic Services	0	0	1,378	(1,378)	63	+63	0
Management, Commissioning and Support Services	0	0	4,628	(4,628)	(80)	(80)	0
Total	**51,316**	**51,441**	**92,281**	**(40,840)**	**52,118**	**+677**	**+586**

- The financial position for Adult Social Care and Health reflects known pressures arising after budget setting and anticipated levels of activity taking into account, as far as possible at this stage, the potential lasting effects of the COVID-19 pandemic.
- COVID-19 infection rates have resulted in lower occupancy levels in care home settings and, therefore, additional funding received to support the response to COVID-19 is currently being utilised to support care providers with cash flow and to maintain a robust and effective provider market. However, even after the end of the immediate COVID-19 period, it is likely that the effects of under occupancy may still be felt and the market may be in need of on-going support, thereby offsetting the financial effects of under occupancy to a degree. This could be seen for both pool and non-pool commissioned services budgets.
- Although there are savings from underoccupancy primarily in Physical and Memory and Cognition services, there are anticipated pressures within services for people with Learning Disabilities in both Direct Payments and Supported Living, in particular in relation to a number of support packages put in place during 2020, along with an anticipated pressure in in-house services due to the level of staffing cover. Similarly, the pressure shown in Mental Health services relates to large care packages arising during 2020 under the Transforming Care initiative.

Subjective Analysis - Adult Social Care and Health Portfolio **Annex A (iii)**

Adult Social Care and Health	Previous Budget 2020/21 £000	Current Budget 2020/21 £000	Forecast Outturn 2020/21 £000	Variance 2020/21 £000	Previous Variance 2020/21 £000
Staffing	19,932	19,932	19,708	(224)	0
Premises	146	146	146	0	0
Transport	675	675	760	+85	0
Supplies & Services	1,484	1,518	1,563	+45	0
Third Party Payments	42,950	42,950	42,950	0	+319
Transfer Payments	7,767	7,767	7,723	(44)	+200
Central & Departmental Recharges	19,015	19,122	19,002	(120)	+67
Capital Charges	169	170	170	0	0
Total Expenditure	**92,138**	**92,280**	**92,022**	**(258)**	**+586**
Sales, Fees & Charges	(12,703)	(12,703)	(11,768)	+935	0
Grants & Reimbursements	(21,218)	(21,218)	(21,218)	0	0
Recharge Income	(6,901)	(6,918)	(6,918)	0	0
Total Income	**(40,822)**	**(40,839)**	**(39,904)**	**+935**	**0**
Total	**51,316**	**51,441**	**52,118**	**+677**	**+586**

Service Analysis - Public Health, Leisure, Libraries, Arts and Heritage Portfolio **Annex A (iv)**

Public Health, Leisure, Libraries, Arts and Heritage	Previous Budget 2020/21 £000	Current Budget 2020/21 £000	Current Expenditure 2020/21 £000	Current Income 2020/21 £000	Forecast Outturn 2020/21 £000	Variance 2020/21 £000	Previous Variance 2020/21 £100
People's Services Directorate							
Sexual Health	2,054	2,203	2,203	0	2,203	0	0
Primary Care	115	115	115	0	83	(32)	0
Public Health Advice	733	737	737	0	737	0	0
Obesity	1,163	1,179	1,179	0	1,202	+23	0
Physical Activity	1,030	1,036	1,036	0	1,050	+14	0
Substance Misuse	2,906	2,941	2,941	0	2,962	+21	0
Stop Smoking Services & Interventions	595	602	602	0	597	(5)	0
Healthy Child Programme	4,664	4,797	4,797	0	4,797	0	0
Miscellaneous Public Health Services	903	904	1,004	(100)	898	(6)	0
Management & Support Services	0	0	2,484	(2,484)	(15)	(15)	0
Public Health Grant	(14,163)	(14,514)	0	(14,514)	(14,514)	0	0
Public Health Grant Funded Services	**0**	**0**	**17,098**	**(17,098)**	**0**	**0**	**0**
Place Services Directorate							
Adult Community Learning	5	5	607	(602)	5	0	0
Arts Development & Support	444	447	487	(40)	433	(14)	(16)
Archiving	123	123	233	(110)	123	0	0
Sports Development	668	671	908	(237)	671	0	0
Indoor Sports & Recreation	1,248	1,257	4,386	(3,129)	1,342	+85	(37)
Outdoor Sports & Recreation	308	308	451	(143)	293	(15)	(8)
Library Services	2,430	2,456	2,611	(155)	2,444	(12)	(32)
Tourism & Events	231	231	256	(25)	231	0	0
Total Leisure, Libraries, Arts and Heritage Services	**5,457**	**5,498**	**9,939**	**(4,441)**	**5,542**	**+44**	**(93)**
Total	**5,457**	**5,498**	**27,037**	**(21,539)**	**5,542**	**+44**	**(93)**

Service Analysis - Public Health, Leisure, Libraries, Arts and Heritage Portfolio

Annex A (iv)

- Services funded from the Public Health Grant are anticipated to be balanced at this point in the year. A balance of £670k has been carried forward from 2019/20.
- Indoor Sports are forecasting a budget pressure of £85k.This is made up of an employee underspend of (£100k) due to reduced levels of absence cover and overtime, and a loss of swimming income due to the closure of Parr Pool of £185k.

Subjective Analysis - Public Health Grant Funded Services **Annex A (iv)**

Public Health Grant Funded Services	Previous Budget 2020/21 £000	Current Budget 2020/21 £000	Forecast Outturn 2020/21 £000	Variance 2020/21 £000	Previous Variance 2020/21 £000
Staffing	963	1,006	983	(23)	0
Premises	0	0	0	0	0
Transport	5	5	5	0	0
Supplies & Services	68	68	68	0	0
Third Party Payments	11,463	11,792	11,815	+23	0
Transfer Payments	0	0	0	0	0
Central & Departmental Recharges	4,199	4,227	4,227	0	0
Capital Charges	0	0	0	0	0
Total Expenditure	**16,698**	**17,098**	**17,098**	**0**	**0**
Sales, Fees & Charges	0	0	0	0	0
Grants & Reimbursements	(14,263)	(14,614)	(14,614)	0	0
Recharge Income	(2,435)	(2,484)	(2,484)	0	0
Total Income	**(16,698)**	**(17,098)**	**(17,098)**	**0**	**0**
Total	**0**	**0**	**0**	**0**	**0**

Subjective Analysis – Leisure, Libraries, Arts and Heritage Services **Annex A (iv)**

Leisure, Libraries, Arts and Heritage	Previous Budget 2020/21 £000	Current Budget 2020/21 £000	Forecast Outturn 2020/21 £000	Variance 2020/21 £000	Previous Variance 2020/21 £000
Staffing	4,543	4,523	4,396	(127)	(77)
Premises	1,686	1,686	1,686	0	0
Transport	33	33	33	0	0
Supplies & Services	1,084	1,105	1,091	(14)	(16)
Third Party Payments	899	899	899	0	0
Transfer Payments	0	0	0	0	0
Central & Departmental Recharges	796	819	819	0	0
Capital Charges	874	874	874	0	0
Total Expenditure	**9,915**	**9,939**	**9,798**	**(141)**	**(93)**
Sales, Fees & Charges	(2,977)	(2,959)	(2,774)	+185	0
Grants & Reimbursements	(765)	(766)	(766)	0	0
Recharge Income	(716)	(716)	(716)	0	0
Total Income	**(4,458)**	**(4,441)**	**(4,256)**	**+185**	**0**
Total	**5,457**	**5,498**	**5,542**	**+44**	**(93)**

Service Analysis – Finance Portfolio **Annex A (v)**

Finance	Previous Budget 2020/21 £000	Current Budget 2020/21 £000	Current Expenditure 2020/21 £000	Current Income 2020/21 £000	Forecast Outturn 2020/21 £000	Variance 2020/21 £000	Previous Variance 2020/21 £000
Corporate Services Directorate							
Local Tax Collection	1,465	1,465	2,311	(846)	1,465	0	0
Emergency Planning	93	93	93	0	93	0	0
Local Welfare Assistance Schemes	131	131	131	0	131	0	0
Grants and Donations	44	44	51	(7)	44	0	0
Non-Distributed Costs	1,534	1,534	1,534	0	1,534	0	0
Finance	0	0	5,914	(5,914)	150	+150	0
Total	**3,267**	**3,267**	**10,034**	**(6,767)**	**3,417**	**+150**	**0**

- Due to the delay in the proposed Yorkshire Purchasing Organisation transaction, which was considered by Cabinet on the 4th December 2019, it is forecast that the additional dividend built into the budget will not be realised in 2020/21.

Subjective Analysis - Finance Portfolio **Annex A (v)**

Finance	Previous Budget 2020/21 £000	Current Budget 2020/21 £000	Forecast Outturn 2020/21 £000	Variance 2020/21 £000	Previous Variance 2020/21 £000
Staffing	5,472	5,472	5,472	0	0
Premises	0	0	0	0	0
Transport	38	38	38	0	0
Supplies & Services	1,734	1,734	1,734	0	0
Third Party Payments	0	0	0	0	0
Transfer Payments	0	0	0	0	0
Central & Departmental Recharges	2,790	2,790	2,790	0	0
Capital Charges	0	0	0	0	0
Total Expenditure	**10,034**	**10,034**	**10,034**	**0**	**0**
Sales, Fees & Charges	(14)	(14)	(14)	0	0
Grants & Reimbursements	(2,398)	(2,398)	(2,248)	+150	0
Recharge Income	(4,355)	(4,355)	(4,355)	0	0
Total Income	**(6,767)**	**(6,767)**	**(6,617)**	**+150**	**0**
Total	**3,267**	**3,267**	**3,417**	**+150**	**0**

Service Analysis - Corporate Services, Estates and Communication Portfolio **Annex A (vi)**

Corporate Services, Estates and Communication	Previous Budget 2020/21 £000	Current Budget 2020/21 £000	Current Expenditure 2020/21 £000	Current Income 2020/21 £000	Forecast Outturn 2020/21 £000	Variance 2020/21 £000	Previous Variance 2020/21 £000
Corporate Services Directorate							
Corporate Management	1,671	1,374	1,374	0	1,374	0	0
Democratic Representation and Management	1,577	1,577	1,577	0	1,577	0	0
Coroners Court Services	220	220	220	0	220	0	0
Registration of Births, Deaths and Marriages	60	60	250	(190)	60	0	0
Elections	410	410	412	(2)	310	(100)	(100)
I.T	0	0	7,647	(7,647)	0	0	0
Human Resources	0	0	2,781	(2,781)	0	0	0
Legal Services	0	0	1,340	(1,340)	0	0	0
Governance and Administration	0	0	844	(844)	0	0	0
Press and Public Affairs	0	0	627	(627)	0	0	0
Other Services	0	0	129	(129)	0	0	0
Corporate Services & Communication Total	**3,938**	**3,641**	**17,201**	**(13,560)**	**3,541**	**(100)**	**(100)**
Place Services Directorate							
Building Support Services	0	0	5,776	(5,776)	60	+60	+75
Estates Management	0	0	340	(340)	0	0	(4)
Building Support and Estates Total	**0**	**0**	**6,116**	**(6,116)**	**60**	**+60**	**+71**
Total	**3,938**	**3,641**	**23,317**	**(19,676)**	**3,601**	**(40)**	**(29)**

- Building Support are forecasting an overspend of £60k caused by an overspend on Repairs & Maintenance £50k as a consequence of additional demand against the budget due to the overall condition of the public building estate, an overspend on Supplies & Services £25k, and an underspend on employees due to reduced overtime (£15k).
- Due to the current Coronavirus pandemic, the Government decided to postpone local and mayoral elections for a year, to May 2021. The current forecast is that this will result in an underspend of (£100k).

Subjective Analysis - Corporate Services and Communication Portfolio **Annex A (vi)**

Corporate Services and Communication	Previous Budget 2020/21 £000	Current Budget 2020/21 £000	Forecast Outturn 2020/21 £000	Variance 2020/21 £000	Previous Variance 2020/21 £000
Staffing	9,263	9,263	9,263	0	0
Premises	10	10	10	0	0
Transport	78	78	78	0	0
Supplies & Services	3,185	2,888	2,788	(100)	(100)
Third Party Payments	224	224	224	0	0
Transfer Payments	0	0	0	0	0
Central & Departmental Recharges	3,938	3,938	3,938	0	0
Capital Charges	800	800	800	0	0
Total Expenditure	**17,498**	**17,201**	**17,101**	**(100)**	**(100)**
Sales, Fees & Charges	(610)	(610)	(610)	0	0
Grants & Reimbursements	(245)	(245)	(245)	0	0
Recharge Income	(12,705)	(12,705)	(12,705)	0	0
Total Income	**(13,560)**	**(13,560)**	**(13,560)**	**0**	**0**
Total	**3,938**	**3,641**	**3,541**	**(100)**	**(100)**

Subjective Analysis - Building Support and Estates Services Portfolio **Annex A (vi)**

Building Support and Estates Services	Previous Budget 2020/21 £000	Current Budget 2020/21 £000	Forecast Outturn 2020/21 £000	Variance 2020/21 £000	Previous Variance 2020/21 £000
Staffing	735	735	720	(15)	(4)
Premises	4,485	4,485	4,535	+50	+75
Transport	2	2	2	0	0
Supplies & Services	141	141	166	+25	0
Third Party Payments	66	66	66	0	0
Transfer Payments	0	0	0	0	0
Central & Departmental Recharges	442	442	442	0	0
Capital Charges	245	245	245	0	0
Total Expenditure	**6,116**	**6,116**	**6,176**	**+60**	**+71**
Sales, Fees & Charges	(21)	(21)	(21)	0	0
Grants & Reimbursements	(10)	(10)	(10)	0	0
Recharge Income	(6,085)	(6,085)	(6,085)	0	0
Total Income	**(6,116)**	**(6,116)**	**(6,116)**	**0**	**0**
Total	**0**	**0**	**60**	**+60**	**+71**

Service Analysis - Environmental Services Portfolio **Annex A (vii)**

Environmental Services	Previous Budget 2020/21 £000	Current Budget 2020/21 £000	Current Expenditure 2020/21 £000	Current Income 2020/21 £000	Forecast Outturn 2020/21 £000	Variance 2020/21 £000	Previous Variance 2020/21 £000
Place Services Directorate							
Environmental Health	1,074	1,087	1,457	(370)	1,148	+61	+77
Trading Standards	523	532	546	(14)	515	(17)	(8)
Parks & Open Spaces	2,289	2,292	2,439	(147)	2,329	+37	+20
Street Cleansing	1,705	1,709	1,883	(174)	1,603	(106)	0
Cemetery and Crematorium	(988)	(981)	1,428	(2,409)	(920)	+61	0
Waste Collection	1,680	1,682	2,345	(663)	1,807	+125	0
Recycling	4,190	4,198	6,639	(2,441)	4,572	+374	0
Parking Services	(70)	(65)	1,432	(1,497)	(65)	0	0
Highways Maintenance	8,182	9,119	11,047	(1,928)	9,075	(44)	(44)
Street Lighting	1,660	1,663	1,824	(161)	1,663	0	0
Traffic Management & Road Safety	677	669	918	(249)	634	(35)	(35)
Direct Services	(193)	(193)	18,927	(19,120)	(315)	(122)	+50
Management & Support Services	0	0	2,284	(2,284)	0	0	(32)
Licensing & Land Charges	(126)	(119)	518	(637)	(41)	+78	+70
Councillor Improvement Fund	500	500	500	0	500	0	0
Total	**21,103**	**22,093**	**54,187**	**(32,094)**	**22,505**	**+412**	**+98**

Service Analysis - Environmental Services Portfolio

Annex A (vii)

- Environmental Health has an ongoing budget pressure of £79k on the Environmental Warden Service (£112k shortfall in Fixed Penalty Notices and Court Fee income and £35k staff slippage from a vacant post. Further slippage across the service has helped to reduce this pressure for the current year.
- Street Cleansing are forecasting an underspend of (£106k). This is made up of an employee underspend of (£79k) due to vacant posts, (£15k) underspend on fuel and vehicle hire and an underspend of (£12k) on general supplies & services.
- Cemetery & Crematorium has a net budget pressure of £61k against the Repairs and Maintenance budget.
- Waste Collection & Recycling has a combined budget pressure of £499k. This is made up of £297k increased tipping fees, £87k additional agency costs, £205k reduction in income from the sale of recyclable materials, (£50k) underspend on general supplies & services, along with (£40k) net additional income from Bulky & Medical waste.
- Direct Services are forecasting an underspend of (£122k). This is made up of an underspend of (£250k) on employees due to vacant posts and reduced overtime payments and a shortfall in income of £133k (£27k Grounds Maintenance, £20k Security, £61k Careline & £25k Transport).
- Licensing has an ongoing budget pressure of £70k due to a shortfall in income, and an additional £8k in relation to staffing budgets.

Subjective Analysis - Environmental Services Portfolio **Annex A (vii)**

Environmental Services	Previous Budget 2020/21 £000	Current Budget 2020/21 £000	Forecast Outturn 2020/21 £000	Variance 2020/21 £000	Previous Variance 2020/21 £000
Staffing	22,871	22,891	22,285	(606)	(296)
Premises	5,050	5,049	5,212	+163	0
Transport	5,224	5,224	5,175	(49)	0
Supplies & Services	4,922	5,925	6,007	+82	+100
Third Party Payments	2,366	2,349	2,702	+353	0
Transfer Payments	0	0	0	0	0
Central & Departmental Recharges	3,487	3,577	3,577	+0	0
Capital Charges	9,172	9,172	9,172	0	0
Total Expenditure	**53,092**	**54,187**	**54,130**	**(57)**	**(196)**
Sales, Fees & Charges	(11,779)	(11,837)	(11,402)	+435	+269
Grants & Reimbursements	(1,182)	(1,190)	(1,181)	+9	0
Recharge Income	(19,028)	(19,067)	(19,042)	+25	+25
Total Income	**(31,989)**	**(32,094)**	**(31,625)**	**+469**	**+294**
Total	**21,103**	**22,093**	**22,505**	**+412**	**+98**

Service Analysis - Economic Regeneration and Housing Portfolio **Annex A (viii)**

Economic Regeneration and Housing	Original Budget 2020/21 £000	Current Budget 2020/21 £000	Current Expenditure 2020/21 £000	Current Income 2020/21 £000	Forecast Outturn 2020/21 £000	Variance 2020/21 £000	Previous Variance 2020/21 £000
Place Services Directorate							
Building Control	259	261	605	(344)	269	+8	0
Development Control	232	458	1,460	(1,002)	690	+232	(34)
Planning Policy	766	757	757	0	728	(29)	(11)
Estates - Industrial & Commercial Premises (including Town Centre)	(137)	(137)	5,044	(5,181)	(44)	+93	+63
Market Undertakings	284	284	788	(504)	276	(8)	(5)
Economic Development	1,652	1,632	3,680	(2,048)	1,582	(50)	0
Place & Economic Delivery	321	321	321	0	321	0	(16)
Management & Support Services	0	0	288	(288)	0	0	(19)
Transport Planning, Policy & Strategy	843	747	915	(168)	750	3	0
Total	**4,220**	**4,323**	**13,858**	**(9,535)**	**4,572**	**+249**	**(22)**

- Development Control is forecasting a budget pressure of £232k caused by a shortfall in income from large development schemes of £350k and an underspend on employees due to vacant posts (£118k).
- Estates - Industrial & Commercial are forecasting a budget pressure of £93k. The Council has a rental share agreement with the landlord of the Hardshaw Centre who has reported that rental income has reduced to the point where the minimum amount receivable (£117k) has been reached. A budget pressure of £63k is therefore expected. There has also been an increase in costs for the Council's occupation of the Millennium Centre, resulting in a further £30k pressure.
- Economic Development are forecasting an employee underspend of (£50k) due to a number of vacant posts.

Subjective Analysis - Economic Regeneration and Housing Portfolio **Annex A (viii)**

Economic Regeneration and Housing	Previous Budget 2020/21 £000	Current Budget 2020/21 £000	Forecast Outturn 2020/21 £000	Variance 2020/21 £000	Previous Variance 2020/21 £000
Staffing	2,807	2,775	2,581	(194)	(85)
Premises	3,542	3,542	3,572	+30	0
Transport	44	44	44	0	0
Supplies & Services	3,085	4,241	4,241	0	0
Third Party Payments	1,051	1,051	1,051	0	0
Transfer Payments	0	0	0	0	0
Central & Departmental Recharges	1,489	1,497	1,497	0	0
Capital Charges	708	708	708	0	0
Total Expenditure	**12,726**	**13,858**	**13,694**	**(164)**	**(85)**
Sales, Fees & Charges	(6,924)	(6,924)	(6,511)	+413	+63
Grants & Reimbursements	(1,222)	(2,251)	(2,251)	0	0
Recharge Income	(360)	(360)	(360)	0	0
Total Income	**(8,506)**	**(9,535)**	**(9,122)**	**+413**	**+63**
Total	**4,220**	**4,323**	**4,572**	**+249**	**(22)**

Service Analysis - Community Safety Portfolio **Annex A (ix)**

Community Safety	Previous Budget 2020/21 £000	Current Budget 2020/21 £000	Current Expenditure 2020/21 £000	Current Income 2020/21 £000	Forecast Outturn 2020/21 £000	Variance 2020/21 £000	Previous Variance 2020/21 £000
Place Services Directorate							
Housing Services	947	1,391	2,981	(1,590)	1,416	25	+63
Homelessness	294	295	823	(528)	299	+4	+4
Housing Benefit Administration	(265)	(265)	47,796	(48,061)	(265)	0	0
Supporting People	5,464	5,374	5,374	0	5,252	(122)	(155)
Management & Support Services	0	0	255	(255)	0	0	0
Community Safety	949	950	1,092	(142)	923	(27)	(18)
People's Services Directorate							
Youth Offending Teams	644	644	1,343	(699)	644	0	0
Total	**8,033**	**8,389**	**59,664**	**(51,275)**	**8,269**	**(120)**	**(106)**

- Supporting People is forecasting an underspend of (£122k) based on the existing level of demand and the profile of service users.

Subjective Analysis - Community Safety Portfolio **Annex A (ix)**

Community Safety	Previous Budget 2020/21 £000	Current Budget 2020/21 £000	Forecast Outturn 2020/21 £000	Variance 2020/21 £000	Previous Variance 2020/21 £000
Staffing	3,153	3,152	3,102	(50)	+10
Premises	209	209	227	+18	+18
Transport	114	114	114	0	0
Supplies & Services	828	835	848	+13	0
Third Party Payments	5,929	5,857	5,757	(100)	(151)
Transfer Payments	47,592	47,592	47,592	0	0
Central & Departmental Recharges	1,086	1,093	1,093	0	0
Capital Charges	383	812	812	0	0
Total Expenditure	**59,294**	**59,664**	**59,545**	**(119)**	**(123)**
Sales, Fees & Charges	(545)	(545)	(546)	(1)	+17
Grants & Reimbursements	(49,857)	(49,872)	(49,872)	0	0
Recharge Income	(859)	(858)	(858)	0	0
Total Income	**(51,261)**	**(51,275)**	**(51,276)**	**(1)**	**+17**
Total	**8,033**	**8,389**	**8,269**	**(120)**	**(106)**

Budget Movements since the previous reporting period **Annex B**

PORTFOLIO	Previously Reported Budget £000 *1	Use of Earmarked Reserves £000 *2	Technical & Accounting Adjustments £000 *3	Current Budget £000
Developing Young People	12,260	-	197	12,457
Protecting Young People	44,733	414	119	45,266
Adult Social Care and Health	51,316	34	91	51,441
Public Health, Leisure and Libraries, Arts and Heritage	5,457	38	3	5,498
Finance	3,267	-	-	3,267
Corporate Services, Estates and Communication	3,938	-	(297)	3,641
Environmental Services	21,103	900	90	22,093
Economic Regeneration and Housing	4,220	95	8	4,323
Community Safety	8,033	236	120	8,389
TOTAL DIRECTORATE BUDGETS	**154,327**	**1,717**	**331**	**156,375**
Council Wide Budgets	(153,960)	(1,717)	(331)	(156,008)
Net Position 2020/21	**367**	**0**	**0**	**367**

*1 Previously reported budget as detailed in the Cabinet Report of the 24th June 2020.

*2 Use of earmarked reserves during the period (Annex C)

*3 Neutral technical and accounting adjustments (recharges, depreciation etc)

Annex B (ii)

'Council-Wide' Budget Variations

(i) Debt Management Costs

The Minimum Revenue Provision has reduced by £276k as a consequence of the re-phasing of schemes within the 2019/2020 capital programme into future years, as reported to Cabinet at its meeting on the 24th June 2020.

Utilisation of Earmarked Reserves during the period **Annex C**

This table details the approved decisions to utilise Earmarked Reserves during the period				
Portfolio	**Reserve**	**Detail**	**Decision Reference**	**Cash Limit Change 2020/21 £000**
Protecting Young People	Transformation	Increase in the children's social care establishment within the Duty and Social Work Assessment Teams for an initial period of 12 months.	Council Leader Decision	+414
Adult Social Care and Health	Transformation	Provision of IT devices to the Reablement Support Team to facilitate remote working.	PEOP001589	+34
Public Health, Leisure, Libraries, Arts and Heritage	Transformation	Cabinet approved the use of £350k capital receipts in June 2019 for works associated with the relocation of the Town Centre Library into the World of Glass. Due to the nature of some of the works being revenue, this has necessitated a change in funding. The call on capital receipts will therefore be reduced by £38k.	ENVP001691	+38
Environmental Services	Growth	Costs which will be incurred by the Council in connection with carrying out its roles in relation to the Parkside Planning inquiry.	Cabinet 15th July 2020	+900
Economic Regeneration and Housing	Growth	Due diligence work in support of the Town Centre Strategy.	ENVP001676	+20
Economic Regeneration and Housing	Growth	Specialist legal advice in relation to the borough wide regeneration strategy.	CORP000723	+75
Community Safety	Community Improvement	A scheme of capital and revenue repairs to buildings, pathways and communal areas, fire-damaged building remediation and replacement fencing to Sherdley Road caravan site.	Council Leader Decision	+236
		Total		**+1,717**

SUMMARY CAPITAL PROGRAMME 2019/20 to 2021/23 **Annex D**

Portfolio	2020/21			2021/22			2022/23		
	Period 1	Period 2	Variance	Period 1	Period 2	Variance	Period 1	Period 2	Variance
	£000	£000	£000	£000	£000	£000	£000	£000	£000
Developing Young People	13,377	19,448	6,071	3,182	5,000	1,818	2,300	2,300	0
Protecting Young People	50	50	0	0	0	0	0	0	0
Adult Social Care and Health	57	87	30	0	0	0	0	0	0
Public Health, Leisure , Libraries, Arts and Heritage	560	972	412	0	0	0	0	0	0
Corporate Services,Estates and Communication	3,391	3,391	0	500	500	0	500	500	0
Environmental Services	41,963	19,443	-22,520	15,015	15,427	412	3,769	18,643	14,874
Economic Regeneration and Housing	1,621	2,636	1,015	20	20	0	20	20	0
Community Safety	3,508	3,858	350	3,182	3,182	0	2,774	2,774	0
TOTAL	**64,527**	**49,885**	**-14,642**	**21,899**	**24,129**	**2,230**	**9,363**	**24,237**	**14,874**

Source of Funding	2020/21			2021/22			2022/23		
	Period 1	Period 2	Variance	Period 1	Period 2	Variance	Period 1	Period 2	Variance
	£000	£000	£000	£000	£000	£000	£000	£000	£000
Grant	20,044	22,232	2,188	8,169	9,987	1,818	5,074	5,074	0
Other Contributions	24,476	8,126	-16,350	11,526	5,768	-5,758	2,213	17,087	14,874
Capital Receipts	4,083	8,978	4,895	737	737	0	876	876	0
Revenue Contribution	2,212	2,577	365	500	500	0	500	500	0
Borrowing	13,712	7,972	-5,740	967	7,137	6,170	700	700	0
TOTAL	**64,527**	**49,885**	**-14,642**	**21,899**	**24,129**	**2,230**	**9,363**	**24,237**	**14,874**

Note: A49 to M6 Junction 22 Link Road - Scheme Reprofiled up to 2023/24 (£10,560k Other Contributions 2023/24)

DEVELOPING YOUNG PEOPLE PORTFOLIO	2020/21			2021/22			2022/23		
	Period 1	Period 2	Variance	Period 1	Period 2	Variance	Period 1	Period 2	Variance
	£000	£000	£000	£000	£000	£000	£000	£000	£000
Primary Schools									
Allanson Street Primary Internal Decoration	1	1	0	0	0	0	0	0	0
Ashurst Primary Roof Repairs	2	2	0	0	0	0	0	0	0
Ashurst Primary Rebuild	5,230	6,385	1,155	639	639	0	0	0	0
Bleak Hill Primary Expansion	1,710	1,725	15	43	43	0	0	0	0
Broad Oak Primary Playing Field Drainage	57	57	0	0	0	0	0	0	0
Broad Oak Primary Roof Replacement	43	43	0	0	0	0	0	0	0
Broad Oak Primary Veranda Refurbishment and Nursery Remodel	2	2	0	0	0	0	0	0	0
Eaves Primary Roof Repairs	1	1	0	0	0	0	0	0	0
Eaves Primary Windows Phase 2	0	35	35	0	0	0	0	0	0
Garswood DDA	0	30	30	0	0	0	0	0	0
Grange Valley Primary Roof Replacement	0	60	60	0	0	0	0	0	0
Legh Vale Primary Roofing Repairs	6	6	0	0	0	0	0	0	0
Longton Lane Primary Condition and Risk Assessment Works	6	156	150	0	0	0	0	0	0
Merton Bank Primary Platform Lift	1	1	0	0	0	0	0	0	0
Newton Le Willows Primary School Remodelling	11	11	0	0	0	0	0	0	0
Newton Le Willows Primary School Brickwork Repairs	2	2	0	0	0	0	0	0	0
Newton Le Willows Primary Heating	0	15	15	0	0	0	0	0	0
Oakdene Primary Heating	2	50	48	0	0	0	0	0	0
Queens Park Primary Refurbishment & Roofing Works	1	1	0	0	0	0	0	0	0
Rainford CE Primary School DDA	4	4	0	0	0	0	0	0	0
Rectory CE Primary ASD Unit Roof	3	3	0	0	0	0	0	0	0
Rivington Primary Playground and External Works	0	36	36	0	0	0	0	0	0
Robins Lane Primary Heating	12	137	125	0	0	0	0	0	0
Sutton Oak CE Primary School Window Replacement	1	1	0	0	0	0	0	0	0
Sutton Oak Primary Condition Works	0	48	48	0	0	0	0	0	0
Thato Heath Primary - Flooring	20	20	0	0	0	0	0	0	0
Thatto Heath Primary Fire Compartmentation Works	1	1	0	0	0	0	0	0	0
Thatto Heath Structural Repairs	0	63	63	0	0	0	0	0	0
The District CE Primary Safeguarding/DDA Works	7	7	0	0	0	0	0	0	0
The District CE Primary Heating	20	20	0	0	0	0	0	0	0
Wargrave Primary WC's	3	3	0	0	0	0	0	0	0
Wargrave CE Primary External Facia	4	4	0	0	0	0	0	0	0
Secondary Schools									
Cowley High Boiler Replacement	26	26	0	0	0	0	0	0	0
Cowley High - Damp Remediation Works	0	25	25	0	0	0	0	0	0
Cowley High Ventilation	1	1	0	0	0	0	0	0	0
Haydock High Lift / DDA	18	18	0	0	0	0	0	0	0
Special & Other Schools									
Lansbury Bridge Retile Pool	50	100	50	0	0	0	0	0	0
Lansbury Bridge Roof Repairs	23	23	0	0	0	0	0	0	0
Mill Green Key Stage 5 Base	11	11	0	0	0	0	0	0	0
Mil Green Boiler Replacement	30	30	0	0	0	0	0	0	0
Launchpad Roof Renewal	100	100	0	0	0	0	0	0	0
Penkford Refurbishment	903	40	-863	0	0	0	0	0	0
Penkford Relocation	0	6,806	6,806	0	0	0	0	0	0
Pupil Referral Heating	0	40	40	0	0	0	0	0	0

DEVELOPING YOUNG PEOPLE PORTFOLIO	2020/21			2021/22			2022/23		
	Period 1	Period 2	Variance	Period 1	Period 2	Variance	Period 1	Period 2	Variance
	£000	£000	£000	£000	£000	£000	£000	£000	£000
Other Schemes									
Early Education for 2 year Olds	75	75	0	0	0	0	0	0	0
Harnessing Technology	15	15	0	0	0	0	0	0	0
Healthy Pupils Capital Funding	125	125	0	0	0	0	0	0	0
Taylor Park Youth Service Base - Condition Works	0	30	30	0	0	0	0	0	0
Various Schools Roller Shutters	40	40	0	0	0	0	0	0	0
Various Schools Fire Risks	9	109	100	0	0	0	0	0	0
Various Schools Heating	0	50	50	0	0	0	0	0	0
Committed Grant Funding									
School Devolved Formula Capital	875	862	-13	300	300	0	300	300	0
Uncommitted Grant Funding									
Basic Need Uncommitted	1,254	99	-1,155	1,000	2,818	1,818	1,000	1,000	0
School Condition Funding Uncommitted	2,672	1,893	-779	1,200	1,200	0	1,000	1,000	0
TOTAL	**13,377**	**19,448**	**6,071**	**3,182**	**5,000**	**1,818**	**2,300**	**2,300**	**0**

PROTECTING YOUNG PEOPLE PORTFOLIO	2020/21			2021/22			2022/23		
	Period 1	Period 2	Variance	Period 1	Period 2	Variance	Period 1	Period 2	Variance
	£000	£000	£000	£000	£000	£000	£000	£000	£000
Children & Families Accommodation	49	49	0	0	0	0	0	0	0
Free Early Educational Entitlement - Rainhill Nursery	1	1	0	0	0	0	0	0	0
TOTAL	**50**	**50**	**0**	**0**	**0**	**0**	**0**	**0**	**0**

ADULT SOCIAL CARE AND HEALTH PORTFOLIO	2020/21			2021/22			2022/23		
	Period 1	Period 2	Period 2	Period 1	Period 2	Variance	Period 1	Period 2	Variance
	£000	£000	£000	£000	£000	£000	£000	£000	£000
Integrated Activity	57	44	-13	0	0	0	0	0	0
Mental Heath Support Tenancy	0	30	30	0	0	0	2	0	-2
Prior Year Schemes	0	13	13	0	0	0	0	0	0
TOTAL	**57**	**87**	**30**	**0**	**0**	**0**	**3**	**0**	**-1**

PUBLIC HEALTH, LESIURE, LIBRARIES, ARTS AND HERITAGE PORTFOLIO	2020/21			2021/22			2022/23		
	Period 1	Period 2	Variance	Period 1	Period 2	Variance	Period 1	Period 2	Variance
	£000	£000	£000	£000	£000	£000	£000	£000	£000
Libraries ICT Refresh	53	53	0	0	0	0	0	0	0
Refurbishment of Newton Le Willows Health and Fitness Centre	192	192	0	0	0	0	0	0	0
St Helens Arts and Cultural Centre	315	277	-38	0	0	0	0	0	0
Sutton Leisure Centre	0	450	450	0	0	0	0	0	0
TOTAL	**560**	**972**	**412**	**0**	**0**	**0**	**0**	**0**	**0**

CORPORATE SERVICES, ESTATES AND COMMUNICATION PORTFOLIO	2020/21			2021/22			2022/23		
	Period 1	Period 2	Variance	Period 1	Period 2	Variance	Period 1	Period 2	Variance
	£000	£000	£000	£000	£000	£000	£000	£000	£000
Hardshaw Brook Depot Review	989	989	0	0	0	0	0	0	0
Modernisation of St Helens Crematorium	1,518	1,518	0	0	0	0	0	0	0
ICT Device Refresh	645	645	0	500	500	0	500	500	0
The Gamble Building and Earlestown Town Hall	239	239	0	0	0	0	0	0	0
TOTAL	**3,391**	**3,391**	**0**	**500**	**500**	**0**	**500**	**500**	**0**

ENVIRONMENTAL SERVICES PORTFOLIO	2020/21			2021/22			2022/23		
	Period 1	Period 2	Variance	Period 1	Period 2	Variance	Period 1	Period 2	Variance
	£000	£000	£000	£000	£000	£000	£000	£000	£000
Highway Schemes									
A49 to M6 Junction 22 Link Road	27,359	1,513	-25,846	11,526	11,938	412	0	14,874	14,874
A57 / M62 Warrington Road Junction 7	643	643	0	0	0	0	0	0	0
A570 St Helens Linkway	588	588	0	0	0	0	0	0	0
A58 Improvements (STEP) Year 3-6	61	61	0	0	0	0	0	0	0
A58 Liverpool Rd/A580 East Lancs Rd Junct.Impvts (Pewfall). KRN (Employment Hubs)	4,496	4,696	200	0	0	0	0	0	0
Additional Highway Maintenance (Pothole Funding)	1	141	140	0	0	0	0	0	0
Bridge Strengthening & Maintenance	188	188	0	0	0	0	0	0	0
Eastern Regional Interchange	0	25	25	0	0	0	0	0	0
Haydock Industrial Estate Access (STEP) Year 3-6	81	81	0	0	0	0	0	0	0
Highways Challenge Fund	0	2,410	2,410	0	0	0	0	0	1
Highway / Road Investment	548	548	0	0	0	0	0	0	0
Key Route Network	0	551	551	0	0	0	0	0	0
LCR Sustainable Urban Development	1,264	1,264	0	0	0	0	0	0	0
Local Safety Schemes (AIP Schemes)	194	194	0	0	0	0	0	0	0
Local Transport Plan Unallocated	1,963	1,963	0	2,213	2,213	0	2,213	2,213	0
Safer Routes to Schools	63	63	0	0	0	0	0	0	0
SCP - Amber Flashing Lights	10	10	0	0	0	0	0	0	0
Section 106 Arrangements - (Highway Schemes)	83	83	0	0	0	0	0	0	0
St Helens Active Travel East (STEP) Year 3-6	20	20	0	0	0	0	0	0	0
Street Lighting - Invest To Save Phase 2	440	440	0	0	0	0	0	0	0
Street Lighting	131	131	0	0	0	0	0	0	0
Urban Traffic Control	42	42	0	0	0	0	0	0	0
Environmental Schemes									
Air Quality Monitoring	1	1	0	0	0	0	0	0	0
Recycling & Waste Collection	1,541	1,541	0	0	0	0	0	0	0
Section 106 Arrangements - (Non Highway Schemes)	56	56	0	0	0	0	0	0	0
Taylor Park and Sutton Park Play Equipment	4	4	0	0	0	0	0	0	0
Other Schemes									
Vehicle Replacement Programme	2,186	2,186	0	1,276	1,276	0	1,556	1,556	0
TOTAL	**41,963**	**19,443**	**-22,520**	**15,015**	**15,427**	**412**	**3,769**	**18,643**	**14,875**

ECONOMIC REGENERATION AND HOUSING PORTFOLIO	2020/21			2021/22			2022/23		
	Period 1	Period 2	Variance	Period 1	Period 2	Variance	Period 1	Period 2	Variance
	£000	£000	£000	£000	£000	£000	£000	£000	£000
Demolition of Chalon Way Car Park	0	1,000	1,000	0	0	0	0	0	0
Ground Conditions Survey	41	41	0	20	20	0	20	20	0
Town Centre - Car Park Lighting	78	78	0	0	0	0	0	0	0
Town Centre Strategic Acquisition	1,310	1,310	0	0	0	0	0	0	0
Urban Skatepark	192	192	0	0	0	0	0	0	0
TOTAL	**1,621**	**2,636**	**1,015**	**20**	**20**	**0**	**20**	**20**	**0**

COMMUNITY SAFETY PORTFOLIO	2020/21			2021/22			2022/23		
	Period 1	Period 2	Variance	Period 1	Period 2	Variance	Period 1	Period 2	Variance
	£000	£000	£000	£000	£000	£000	£000	£000	£000
Community Safety Schemes									
Alley Gates - Extended Scheme	14	14	0	0	0	0	0	0	0
Extension of CCTV	21	21	0	0	0	0	0	0	0
Housing Schemes									
Disabled Facilities Grants and Adaptations	2,834	2,834	0	2,814	2,814	0	2,774	2,774	0
General Fund Housing (Housing Assistance)	66	66	0	40	40	0	0	0	0
Sherdley Road Site	130	480	350	0	0	0	0	0	0
Housing Clearance and Enforcement	97	97	0	50	50	0	0	0	0
Insulation Measures and Fuel Poverty	346	346	0	278	278	0	0	0	0
TOTAL	**3,508**	**3,858**	**350**	**3,182**	**3,182**	**0**	**2,774**	**2,774**	**0**

Changes to the Capital Programme since the Previous Reporting Period **Annex E**

A summary of the main variations to the programme during the period is contained in the following tables. A de-minimus level of £50k has been set for the purpose of this report.

Table 1

NEW SCHEMES	DETAILS	FUNDED BY
Sutton Leisure Centre	Reopening of the swimming pool at Sutton Leisure Centre to accommodate school and public lessons, public lane swimming and swimming clubs as detailed in the report scheduled for consideration by Cabinet on the 25th March 2020.	Borrowing £450k
Developing Young People Capital Programme 2020/21	Delegated Executive Decision 0136 2019/20 approved the inclusion of a number of new schemes funded from the previously uncommitted School Condition Grant. The most significant schemes being: Longton Lane Primary School - £150k Robins Lane Heating Phase 2 - £125k Various Schools Fire Risk Assessments - £100k	Grant £760k
Penkford Relocation	On the 23rd September 2020, Cabinet approved the costs for the relocation of Penkford Special School. The total cost of the scheme is £6,806k, which will be funded from existing resources within the Developing Young People Capital Programme, Priority School's Building Funding (PSB), and Capital Receipts. For the purpose of this report the scheme costs are shown in 2020/21, but will be reprofiled in future reports to align with the scheduled works.	Capital Receipts £4,913k Grant £1,893k (inc. £530k PSB)
Thato Heath Structural Repairs	Structural Repairs to the site funded school conditions grant as detailed in Administrative Decision ENVP0001738.	Grant £63k

NEW SCHEMES	DETAILS	FUNDED BY
Highways Engineering Programme	Additional Funding has been confirmed from the Liverpool City Region Combined Authority in relation to: Highways Challenge Fund Part 1 and 2 £2,410k Pothole Funding £140k Key Route Network £751k Further details on this funding and associated schemes are detailed in the report presented to Cabinet on the 23rd September 2020.	Contributions £3,301k
Demolition of Chalon Way Car Park	Funding has been awarded from Central Government's Town Deal Accelerated Fund to proceed with the demolition of Chalon Way Car Park as detailed in the Cabinet report of the 23rd September 2020.	Grant £1,000k

Table 2

EXISTING SCHEMES SLIPPAGE / ACCELERATION	DETAILS	FUNDED BY
A49 to M6 Junction 22 Link Road	On the 15th July 2020, Cabinet considered a report in relation to the Parkside Planning Inquiry which provided details of the 'Call-in' by the Secretary of State for Housing, Communities and Local Government. Scheme costs have been rephased from 2020/21 through to 2023/24. The overall cost of the scheme works remains unchanged from the previously reported Capital Programme.	Borrowing and Other Contributions

Table 3

EXISTING SCHEMES OTHER	DETAILS	FUNDED BY
Sherdley Road Site	A scheme of capital and revenue repairs to buildings, pathways and communal areas, fire-damaged building remediation and replacement fencing to Sherdley Road caravan site. Funding has been agreed from the Community Improvement Reserve (£226k) and other revenue resources (£124k) Further details are contained in the report that was scheduled for consideration by Cabinet on the 25th March 2020.	Community Improvement Reserve and Revenue Contribution £350k
Ashurst Primary	On the 15th July 2020, Cabinet approved the revised costs for the construction of a new educational establishment at Ashurst Primary School. Funding has been identified from uncommitted Basic Need Grant within the capital programme.	Grant £1,155k
Lansbury Bridge Retile Pool	The scheme has been increased by £50k funded from previously uncommitted school condition grant as detailed in Delegated Executive Decision 0136 2019/20.	Grant £50k

EARMARKED BALANCES 2020/21 TO 2023/24

ANNEX F

	Balance 31.03.20 £000	Transfers between Reserves £000	To £000	From £000	Balance 31.03.21 £000	Transfers between Reserves £000	To £000	From £000	Balance 31.03.22 £000	To £000	From £000	Balance 31.03.23 £000	To £000	From £000	Balance 31.03.24 £000
Transformation Reserve (i)	10,750	0	800	-1,936	9,614	0	800	-30	10,384	800	0	11,184	800	0	11,984
Growth Reserve (ii)	4,418	0	0	-2,605	1,813	0	0	0	1,813	0	0	1,813	0	0	1,813
Children's Services Reserve	4,256	0	0	-2,924	1,332	0	0	0	1,332	0	0	1,332	0	0	1,332
Essential Equipment Fund	423	0	1,000	-374	1,049	0	0	-500	549	-500	0	49	0	0	49
Councillor Improvement Fund	677	0	0	-250	427	0	0	0	427	0	0	427	0	0	427
Insurance & Contingent Liability Fund	6,918	0	0	-1,000	5,918	0	0	0	5,918	0	0	5,918	0	0	5,918
Waste Management Fund	1,641	0	0	-1,611	30	0	0	-30	0	0	0	0	0	0	0
Inflation Reserve	4,000	0	1,000	-1,000	4,000	0	0	0	4,000	0	0	4,000	0	0	4,000
Equal Pay Reserve	425	-425	0	0	0	0	0	0	0	0	0	0	0	0	0
Community Improvement Reserve (iv)	1,293	0	0	-765	528	0	0	0	528	0	0	528	0	0	528
Strategic Priorities Reserve	567	0	0	-67	500	0	0	0	500	0	0	500	0	0	500
Service Investment Reserve	1,753	0	0	-100	1,653	0	0	0	1,653	0	0	1,653	0	0	1,653
Restructuring Reserve	465	425	0	0	890	0	0	0	890	0	0	890	0	0	890
COVID-19 Funding Reserve	6,177	0	0	-6,177	0	0	0	0	0	0	0	0	0	0	0
Parkside Link Road Reserve	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
TOTAL	**43,763**	**0**	**2,800**	**-18,808**	**27,754**	**0**	**800**	**-560**	**27,994**	**300**	**0**	**28,294**	**800**	**0**	**29,094**

(i) A further 500k has been provisionally committed from the Transformation Reserve to support the design, modelling and technical appraisal of potential future transport projects to attract new funding opportunities. as detailed in the Cabinet Report of the 12th December 2018.

(ii) A further £1m has been provisionally committed from the Growth Reserve in relation to attracting investment into the borough as detailed in the Cabinet Report of the 28th November 2018. Separate decisions will be brought forward to develop and implement the proposals. In addition a further £100k has been earmarked in the event the demolition costs for Chalon Way Car Park exceed the grant allocation as detailed in the Cabinet Report of the 23rd September 2020.

Annex G

TREASURY MANAGEMENT POSITION STATEMENT

1.1 The CIPFA (Chartered Institute of Public Finance and Accountancy) Code of Practice for Treasury Management recommends that Members be updated on treasury management activities regularly. This Section therefore ensures the Council is implementing best practice in accordance with the Code.

Investments

1.2 As detailed in the Council's Annual Investment Strategy (which is incorporated into the annual Treasury Management Strategy Statement) the Council's investment priorities are the security of capital and liquidity of funds. The Council's investment dealings in the period, therefore, have been undertaken in order to achieve the optimum return on its investments, commensurate with the proper levels of security and liquidity and having properly assessed all inherent risks.

1.3 In the current economic climate it is considered appropriate to ensure that all investments are placed with highly credit rated financial institutions in line with the Council's authorised Counterparty List (i.e. those institutions with whom we invest monies). It has also been deemed appropriate to ensure that the Council maintains a high degree of liquidity with its investments, to ensure cash is available to deal with emerging pressures due to the current COVID-19 pandemic.

1.4 The Council actively monitors the creditworthiness of its counterparties utilising information provided by our Treasury Management advisors, Link Asset Services. During the period April to July, the rating agency Fitch made no changes to institutions ratings that would impact on the Council's current counterparty criteria.

1.5 The Council has sought to maintain a mix of investments with the Counterparties who meet the Council's criteria. However, the profile of maturities has been influenced by a number of factors:

i) the availability of advantageous call rates from some high quality Counterparties;
ii) limits on the duration of investments with certain counterparties;
iii) availability of investment opportunities in excess of one year with a number of Counterparties.

The following chart provides an overview of the split in the Authority's investment by maturity as at the 31 July 2020.

1.6 At the time of drafting this report, the Council has investments of £148.005m; the chart below details the split of the Council's investment by type and the credit rating assigned to the different groups of Counterparties.

These investments include funds (circa. £16.9m) held in relation to Schools and Merseyside Recycling and Waste Authority.

1.7 Of the institutions identified in the pie chart above, 7.2% of funds are invested with Counterparties, which have an AA or above rating, which are Banks (with a rating of AA). Of the remaining investments, 89.4% are held with institutions with a Long-Term credit rating of at least A but below AA, with the remaining 3.4% held with institutions with a credit rating of A-.

1.8 The average level of funds available, for investment purposes, from April to July in 2020/21 was £152.173m. Investment rates available in the market remain low and

have reduced due to economic uncertainties and the reduction in Bank Rate as a result of the COVID-19 pandemic but, despite this, the Council has performed above benchmark returns, as detailed in the following table.

Investment Returns 2020/21 up to 31/07/2020									
2020/21	Returns Achieved			Benchmark Returns			Performance relative to Benchmarks		
Month	Fixed Term Investments	Call Accounts	**Combined Return**	1 Year LIBID	7 Day LIBID	**Combined LIBID**	Fixed Term	Call	**Overall +/- return**
April	1.083%	0.322%	**0.775%**	0.730%	-0.020%	**0.427%**	0.353%	0.342%	**0.348%**
May	1.037%	0.254%	**0.670%**	0.550%	-0.050%	**0.269%**	0.487%	0.304%	**0.401%**
June	0.904%	0.120%	**0.624%**	0.390%	-0.070%	**0.225%**	0.514%	0.190%	**0.398%**
July	0.834%	0.095%	**0.615%**	0.230%	-0.060%	**0.144%**	0.604%	0.155%	**0.471%**

1.9 Cash holdings are currently higher than forecast in the Treasury Management Strategy Statement due to additional funding that Government have passported to the Council to support expenditure relating to the current pandemic. However, the level of funding in relation to income pressures and for future years is uncertain and, if further Government support is not provided, the cash holdings will reduce significantly.

Borrowing

1.10 At the time of drafting this report, the Council has outstanding debt of £124.664m. No new borrowing has been taken during the period.

1.11 The following chart shows the maturity profile of the Council's loan portfolio as at 31 July 2020.

1.12 In accordance with the revised Prudential Code, the maturity of borrowing should be determined by reference to the earliest date on which the lender can require payment. If the lender does have the right to increase the interest rate payable (as is the case with a Market Loan (LOBO – Lender Option Borrower Option loan), then this should be treated as a right to require payment. In accordance with this guidance, the maturity dates of the Council's LOBO loans have been profiled as the next call date for each loan. This has made the Council's position look much more short term when all of these loans have maturity dates of 28+ years.