Item 2

24th April 2024

Glasgow City Council

Finance and Audit Scrutiny Committee

Report by the Executive Director of Finance

Contact: Martin Booth Ext: 73837

BUDGET MONITORING 2023-24; PERIOD 12

Purpose of Report:

This report provides a summary of financial performance for the period 1 April 2023 to 9 February 2024.

This report was considered by the City Administration Committee on 11 April 2024.

Recommendations:

The Committee is asked to note the contents of this report.

Ward No(s):	Citywide: ✓
Local member(s) advised: Yes ☐ No ☐	consulted: Yes ☐ No ☐

***PLEASE NOTE THE FOLLOWING**:*

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1. Introduction

1.1 This report provides a summary of financial performance for the period 1 April 2023 to 9 February 2024.

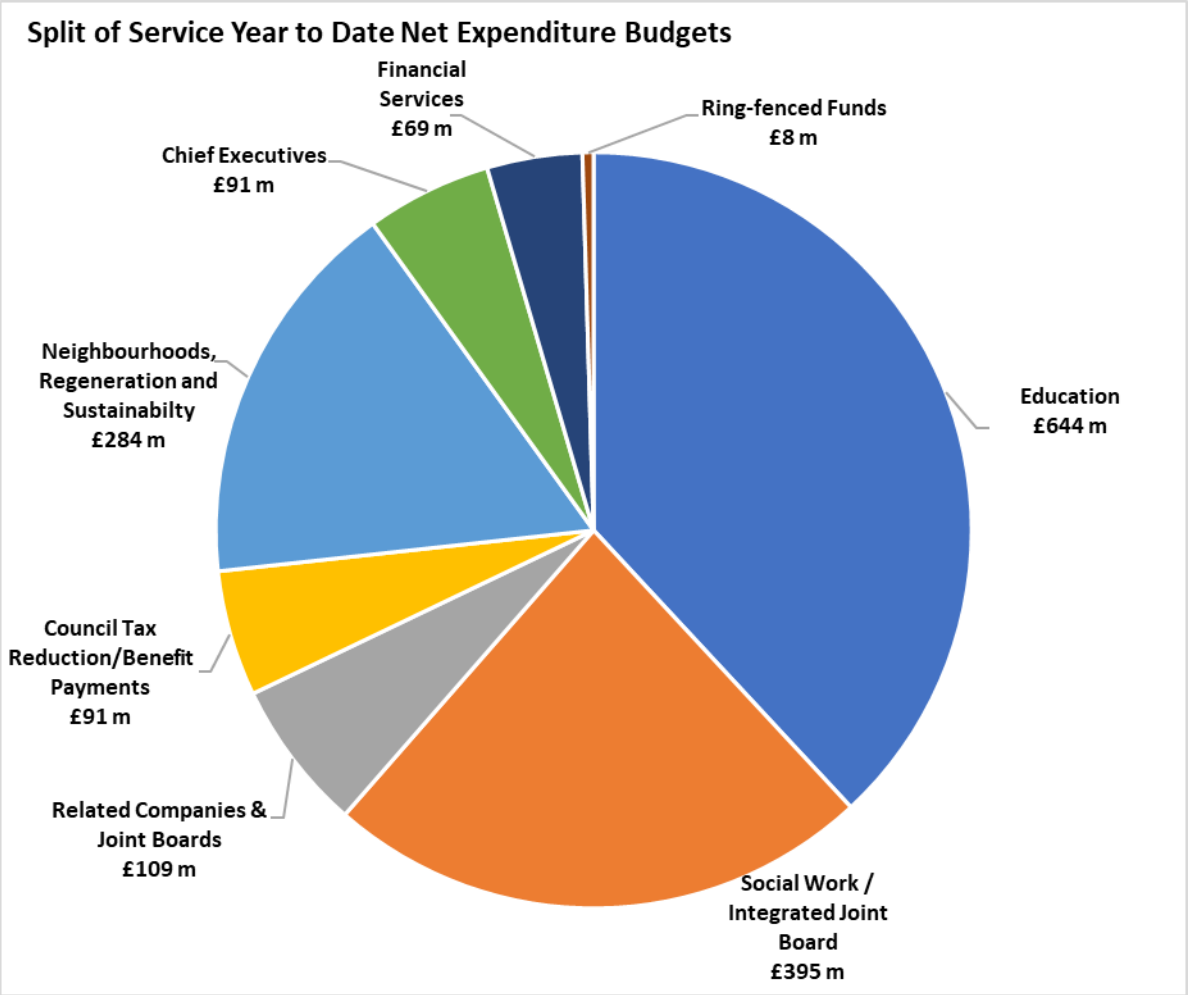
2. Reporting Format

2.1 This report provides a summary of the Council's financial position.

3. Approved Budget

3.1 The 2023-24 budget was approved by Council on 16 February 2023 and the detailed service estimates were subsequently approved by the City Administration Committee on 4 May 2023.

3.2 These budgets are shown as "Original Annual Budget", in the attached monitoring statements. In order to monitor financial performance accurately, budgets will be updated each period to reflect new monies, operational changes and any additional approvals.



3.3 The key changes to the original budget made up to period 12 are outlined in section 4, below.

4. Revenue Budget

4.1 During periods 11 to 12 there has been a net budget increase of £3.3m resulting in a cumulative budget increase of £94.3m to date. Service specific budget changes are summarised in the paragraph below.

4.2 The significant budget changes since period 10 are as follows:

4.2.1 Income and Expenditure budgets have been adjusted across services to reflect the net impact of Covid-19 on services. During periods 11 to 12 this amounts to £0.6m, cumulatively £8.3m at period 12.

4.2.2 Expenditure budgets across a number of services have increased by a total of £2.7m to reflect draws from the Budget Support Fund covering ER/VR costs.

4.3 There have also been adjustments to income and expenditure budgets in line with the Executive Director of Finance's delegated powers and budget realignments between and within various service departments to reflect the transfer of responsibilities and service reconfigurations.

5. Financial Implications of Covid-19

5.1 In response to Covid-19 the Council has incurred additional costs and suffered a loss of income. During periods 11 to 12 service budgets have been adjusted by £0.6 million removing any variances resulting from Covid-19, cumulatively to period 12 service budgets have been adjusted by £8.3 million in respect of Covid-19.

6. Summary Position

Revenues

6.1 Council Tax

6.1.1 A probable outturn exercise has now been completed and is projecting that the actual income expected to be collected from council tax is £348.0m. This is £5.4m more than budget.

6.1.2 The council tax collected to 31 January 2024 amounts to £258.0m. This represents 89.48% of the figure to be collected and is 0.17% behind last year's equivalent collection figure. The collection target for 2023/24 is 94%.

6.2 Non Domestic Rates

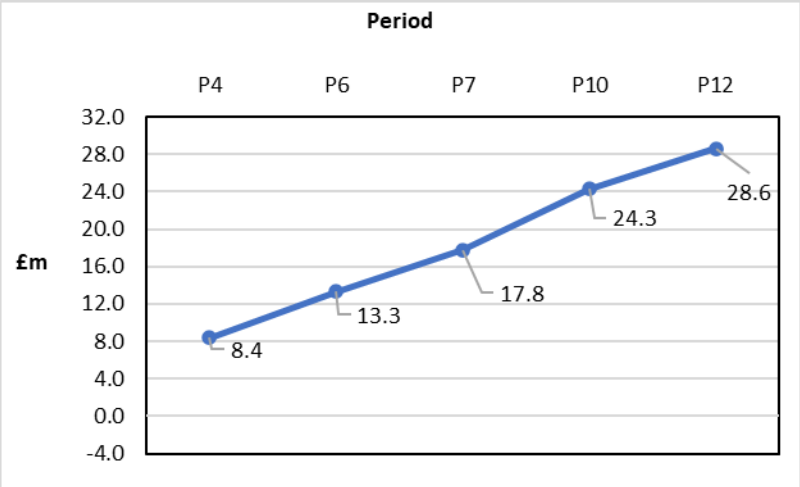
6.2.1 Non Domestic Rates (NDR) income is allocated to councils as part of the local government settlement. The council retains all NDR it collects, however where this varies from the amount included within the Local Government settlement a commensurate increase or decrease is made to the general revenue grant to ensure no overall change in the total revenue support provided by the Scottish Government.

6.2.2 The Non Domestic Rates collected to 31 January 2024 amounts to £331.8m. This represents 83.89% of the figure to be collected and is 0.85% behind last year's equivalent collection figure. The collection target for 2023/24 is 91%.

7. General Fund

7.1 Net expenditure is running at 102.4% of profile, representing an overspend of £28.6m. This reflects overspends within Neighbourhoods, Regeneration and Sustainability, Education Services, Financial Services, Related Companies and Chief Executives.

7.2 Net Expenditure Position – budget variance:



8. Services

8.1 Neighbourhoods, Regeneration and Sustainability £14.1m

8.1.1 This reflects an overspend of £11.4m in Property Asset Management due to utility supply price increases being experienced across the entire GCC property estate as well as increased rates and rental costs and an under recovery of rental income.

8.1.2 There are also overspends in Refuse Collection and Disposal due to agency, overtime, transport costs, inflationary increases on waste disposal contracts and a shortfall in income, in Parks and Open Spaces due to increased costs and a shortfall in income, and in Roads Operations mainly due to an increase in streetlighting costs, transport costs, equipment and material costs and a shortfall in income. These pressures are offset by underspends due to staff vacancies where some recruitment is underway and from lower vehicle leasing costs.

8.2 Education Services £8.9m

8.2.1 This reflects overspends in staffing associated with ongoing pressures from pupil roll increases and from additional staffing required to meet the increasing complexity of pupil needs in the ASL sector. There are further

overspends in pupil transport due to inflationary cost increases within the transport sector. Income is under-recovered in Primary and Secondary schools in relation to school letting and Secondary School meal income is below target. These pressures are offset by a non-recurring underspend in Early Years employee costs and in supplies and services due to lower than anticipated school meal charges in Primary Schools.

8.3 Financial Services £3.9m

8.3.1 This reflects an overspend in Catering and Facilities Management due to an under recovery of income within Encore venues and overspends within employee costs and food provision costs, due to the impact of above inflationary increases within food costs. Housing Benefit subsidy income is reporting an under recovery of £1.9m. These pressures are offset by underspends in employee and transport costs across the other areas of the service as well as an underspend in Empty Property Relief.

8.4 Related Companies and Joint Boards £1.5m

8.4.1 The net overspend of £1.5m is mainly due to the RSBI deficit within City Building Joint Venture.

9. Social Work Services

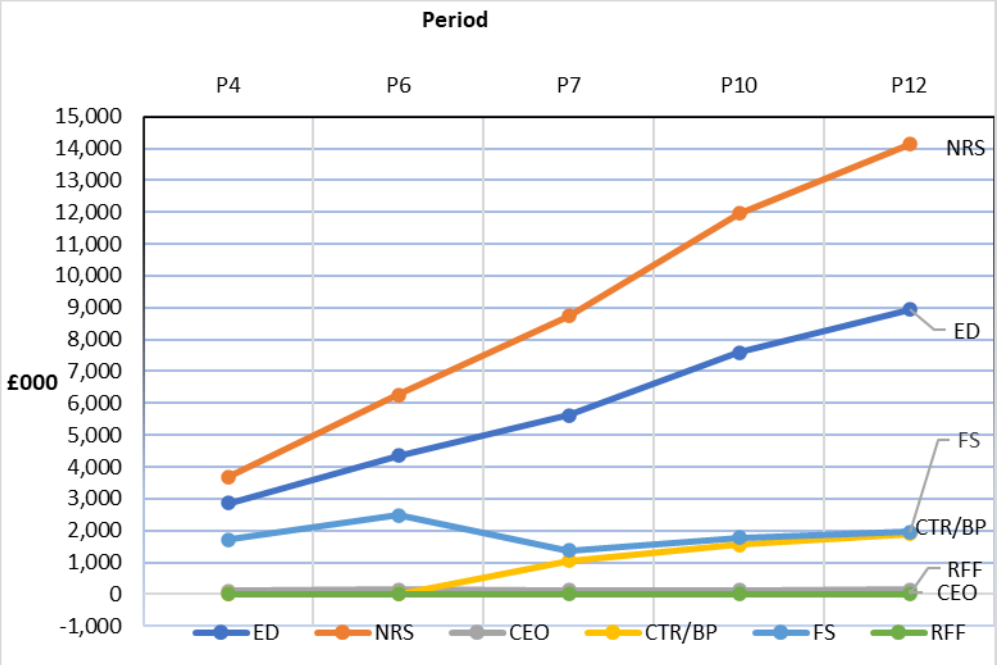
9.1 The Glasgow City Integration Joint board (IJB) is now responsible for the planning and commissioning of health and social care services within the city.

9.2 While the financial position of Social Work Services continues to be monitored through the Council's existing reporting structures the overall financial position is now the responsibility of the IJB and is therefore reported separately from the General Fund. The Reserves policy of the IJB has resulted in the transfer of previous year underspends to IJB reserves to mitigate any ongoing or future budget pressures.

9.3 At period 12 Social Work Services is showing an overspend of £1.1m. This overspend reflects overspends within Adult Services and Resources, offset by underspends within Older People/Physical Disabilities, Children and Families and Criminal Justice.

10. Service Variance Comparison

10.1 Service financial performance across the year to date is illustrated below:



11 Financial Implications of Covid-19

11.1 The impact of Covid 19 continues to affect the Council family in the form of additional costs or lost income. As part of the annual accounts the council carried forward funding from prior years to offset the impact in 2023-24. These carried forward funds totalling £14.6m have been fully applied to the monitoring statements and probable outturn.

12. Forecast

12.1 As previously reported the probable outturn is forecasting a £19.0m increase in the level of contribution from general fund reserves as detailed in appendix 1.

12.2 The position will continue to be reviewed throughout the remainder of the year and any significant variances reported through the normal monitoring process.

12.3 Social Work Services have updated the probable outturn for the IJB which indicates that overall net expenditure is now anticipated to be £5.0m over budget, at period 7 the anticipated position was £4.6m over budget. As noted at period 7 this overspend will be met from IJB reserves and has no net impact on the Council's overall financial position.

13. Recommendations

13.1 The Committee is asked to note the contents of this report.

LIST of Attachments:

- Key Figures
- Council Tax Income
- Non Domestic Rates Income
- General Fund Summary
- Social Work Services Summary
- Detailed Service Reports

APPENDIX 1

GLASGOW CITY COUNCIL
BUDGET MONITORING

KEY FIGURES

PERIOD 12 - 1 April 2023 to 9 February 2024

Measure	Status (Under or Over Budget Profile)	Period 12	Probable
Council Tax Income	Ahead		+£5.4m
Council Tax Collection Rate	Behind	-0.17%	
Non Domestic Rates Collection Rate	Behind	-0.85%	
General Fund Net Expenditure	Over	+£27.1m	+£36.2m
Service Departments:			
Chief Executive's Office	Over	+£0.2m	+£0.2m
Education Services	Over	+£8.9m	+£13.9m
Financial Services	Over	+£2.0m	+£2.2m
Financial Services – Benefit Payments	Over	+£1.9m	+£2.2m
Financial Services – Ring Fenced Funds	On budget		
Neighbourhoods, Regeneration and Sustainability	Over	+£14.1m	+£17.7m
		+£27.1m	**+£36.2m**
Glasgow Guarantee release			-£5.9m
Financing Costs			-£15.4m
Related Companies		+£1.5m	+£9.5m
Increase in Contribution from General Fund Balances			**+£19.0m**
Probable Outturn			**Nil**
Social Work Services	Over	+£1.1m	+£5.0m
General Fund Balances			
2023-24 Budget Contribution from Balances			£6.0m
Increase in Contribution			£19.0m
Revised 2023-24 Contribution from Balances			**£25.0m**

Glasgow City Council

Budget Monitoring 2023/24

Revenues - Income Monitoring and Cash Collection

Period to 31st January 2024

Council Tax

Income Monitoring	Estimate 2023/24 £000	Forecast Outturn 2023/24 £000	Variance £000
	342,679	348,039	5,360

Cash Collection

Month	Actual Cash in Month £000	Actual Cash to Date £000	% of Cash Collected to Date %	Last Year Actual %	Comparison v Last Year %
April	38,484	38,484	13.41	12.68	0.73
May	28,066	66,550	23.02	24.43	-1.41
June	24,754	91,304	31.35	31.82	-0.47
July	24,685	115,989	39.89	40.33	-0.44
August	25,392	141,381	48.67	49.17	-0.50
September	25,232	166,613	57.15	57.31	-0.16
October	24,477	191,090	65.74	65.99	-0.25
November	24,836	215,926	74.65	75.78	-1.13
December	23,330	239,256	82.87	83.73	-0.86
January	18,708	257,964	89.48	89.65	-0.17
February			0.00	92.97	
March			0.00	94.48	

Total Cash to be Collected (i.e. net of Council Tax Reduction etc)	**288,301**
Target collection in year (94%)	**271,003**

Glasgow City Council

Budget Monitoring 2023/24

Revenues - Cash Collection

Period to 31st January 2024

Non Domestic Rates

Month	Actual Cash in Month £000	Actual Cash to Date £000	% of Cash Collected to Date %	Last Year Actual %	Comparison v Last Year %
April	9,965	9,965	2.41	3.44	-1.03
May	37,880	47,845	11.59	20.48	-8.89
June	60,090	107,935	26.28	25.90	0.38
July	28,633	136,568	33.22	33.47	-0.25
August	29,933	166,501	40.63	41.07	-0.44
September	26,535	193,036	47.08	48.19	-1.11
October	57,502	250,538	61.29	62.32	-1.03
November	26,644	277,182	69.63	69.71	-0.08
December	28,993	306,175	77.13	77.88	-0.75
January	25,579	331,754	83.89	84.74	-0.85
February			0.00	91.22	
March			0.00	92.34	

Total Cash to be Collected	**395,466**
Target collection in year (91%)	**359,874**

GLASGOW CITY COUNCIL
2023/24 REVENUE BUDGET : MONITORING REPORT
GENERAL FUND SERVICE SUMMARY

PERIOD 12: 1 APRIL 2023 TO 9 FEBRUARY 2024

Original Annual Budget £000	Approved Changes £000	Revised Budget £000	Department	Total Expenditure Actual £000	Total Expenditure Budgeted £000	Total Income Actual £000	Total Income Budgeted £000	Net Expenditure Actual £000	Net Expenditure Budgeted £000	Variance on Net Expenditure £000	
102,938	18,068	121,006	Chief Executive's Office	118,140	117,994	26,739	26,748	91,401	91,246	155	OVER
739,189	25,027	764,216	Education Services	680,663	673,002	27,602	28,877	653,061	644,125	8,936	OVER
67,487	7,344	74,831	Financial Services	119,007	119,058	47,863	49,869	71,144	69,189	1,955	OVER
91,098	525	91,623	Financial Services - Council Tax Reduction Scheme/Benefit Payments	283,228	283,660	190,311	192,642	92,917	91,018	1,899	OVER
7,368	1,437	8,805	Financial Services - Ring-fenced Funds	8,201	8,201	114	114	8,087	8,087	0	
192,579	22,058	214,637	Neighbourhoods, Regeneration and Sustainability	479,492	468,460	181,200	184,302	298,292	284,158	14,134	OVER
112,291	7,374	119,665	Related Companies and Joint Boards	110,707	109,207	17	17	110,690	109,190	1,500	OVER
-85,050	-59	-85,109	Specific Grant	0	0	85,109	85,109	-85,109	-85,109	0	
1,227,900	81,774	1,309,674	TOTAL	1,799,438	1,779,582	558,955	567,678	1,240,483	1,211,904	28,579	OVER

Net Expenditure : Rate of Spend as Percentage of Budget to Date

	4	6	7	10	12
Percentage	101.9%	102.2%	102.4%	102.3%	102.4%

CITY OF GLASGOW COUNCIL
2023/24 REVENUE BUDGET : MONITORING REPORT
SOCIAL WORK SERVICES SUMMARY

PERIOD 12: 1 APRIL 2023 TO 9 FEBRUARY 2024

Original Annual Budget £000	Approved Changes £000	Revised Budget £000	Department	Total Expenditure Actual £000	Total Expenditure Budgeted £000	Total Income Actual £000	Total Income Budgeted £000	Net Expenditure Actual £000	Net Expenditure Budgeted £000	Variance on Net Expenditure £000	
524,250	**12,481**	**536,731**	**Social Work Services**	**684,983**	**685,376**	**276,873**	**278,365**	**408,110**	**407,011**	**1,099**	OVER
-15,482	**0**	**-15,482**	**Specific Grant**	**0**	**0**	**11,612**	**11,612**	**-11,612**	**-11,612**	**0**	
0	**0**	**0**	**Transfer from IJB reserves**	**0**	**0**	**1,099**	**0**	**-1,099**	**0**	**-1,099**	
508,768	**12,481**	**521,249**	**TOTAL**	**684,983**	**685,376**	**289,584**	**289,977**	**395,399**	**395,399**	**0**	

Net Expenditure : Rate of Spend as Percentage of Budget to Date

	4	6	7	10	12
Percentage	**100.0%**	**100.0%**	**100.0%**	**100.0%**	**100.0%**

DETAILED SERVICE STATEMENTS

Glasgow City Council

Education Services

Joint Report by the Executive Director of Finance and the Executive Director of Education Services.

Contact: Lorna Goldie – ext. 74224

Revenue Budget Monitoring: Period 12 - Education Services

1. Introduction

This monitoring statement provides a summary of the financial performance of Education Services for the period 1 April 2023 to 9 February 2024.

The statement is based on information contained in the council's corporate financial system and includes accruals and adjustments in line with agreed financial policies.

The attached monitoring statements compare actual financial performance to date with the budgeted position.

2. Budget Changes

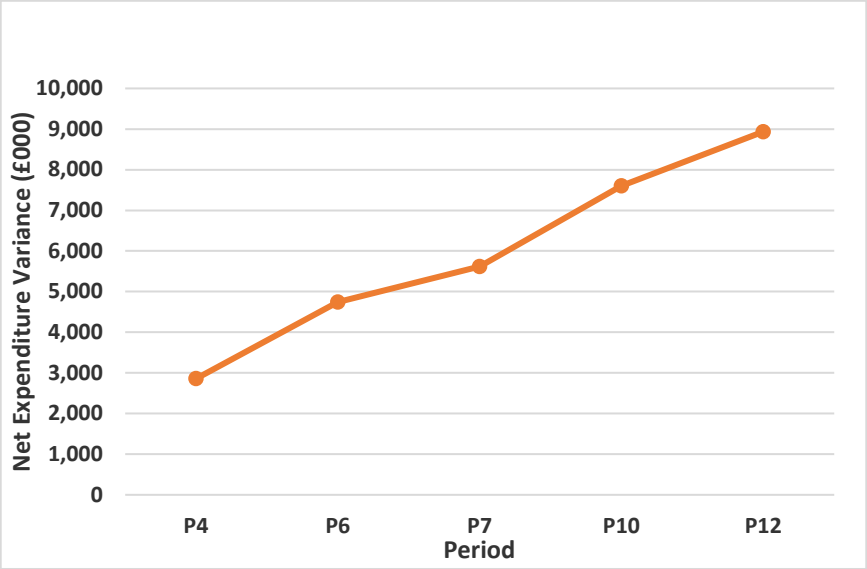
2.1 During periods 11 to 12 the net expenditure budget had increased by £0.840m.

2.2 There have been a number of budget transfers during the period to reflect service reconfigurations. Budget adjustments include changes approved under the delegated powers of the Executive Director of Finance.

3. Summary Position

3.1 Gross expenditure is £7,661,000 higher than budget and gross income is £1,275,000 less than budget. This results in net expenditure being £8,936,000 over budget at period 12.

3.2 Variance Comparison



3.3 The 2023-24 budget includes approved savings of £4.123m. At this stage of the year, it is anticipated that the Review of Resources saving will not be fully achieved due to the estimated primary rolls not decreasing as anticipated. Other areas will be explored to improve recovery. At this stage of the year, it is anticipated that actual savings will amount to £3.449m, representing 84% of the target.

4. Reasons for Variances

4.1 Within Education Services, the net variances are referenced in the table below.

Service Area	Net Variance Over/Under (-) £000	Impact on Net Expenditure from Previous Report
Support Services	-232	↓
Early Years Service	-7,868	↓
Primary Schools	1,472	↓
Secondary Schools	7,734	↑
Additional Support for Learning	6,849	↑
Other Education Mainheads	981	↑

Note: An upward arrow indicates a deteriorating position and a downward arrow indicates an improving position.

A detailed analysis of variances is presented below.

4.2 **Support Services**

The net underspend of £232,000 is within Employee Costs.

4.3 **Early Years**

The net underspend of £7,868,000 at period 12 is made up primarily of underspends in Employee costs of £6,700,000; and an over-recovery of Income of £208,000. The sector has made progress in the recruitment of child development officers, although this has proven challenging and has led to a more significant underspend than anticipated earlier in the year. The sustainable rate for funded partner nurseries was agreed and has been backdated to August 2023 at a rate of 3.6%. Income is over-recovered due to a higher than expected number of paying children attending local authority nurseries.

4.4 **Primary**

The net overspend of £1,472,000 arises from a pressure in Employee Costs of £2,465,000 due to school staffing entitlements aligned to pupil roll numbers and need. The Census was taken on 13th September 2023, with Primary Schools showing a 215 pupil reduction from the census last year and any required adjustments to roll entitlement has been notified to schools. Transport is overspent by £380,000 with a large proportion of SPT contracts having increased significantly, up to 100% in some cases, having affected the positon throughout the year. These pressures are offset by an underspend in supplies and services (£1,513,000) mostly relating to lower than anticipated school meal recharges. Income is £118,000 under-recovered and whilst it has recovered to an extent in both school meals income and school letting, there remains an under-recovery in historic income targets (£134,000).

4.5 **Secondary**

At period 12 there is a net overspend of £7,734,000 arising from an overspend in Employee Costs (5,565,000) due to school staffing entitlements aligned to pupil roll increases. The census rolls for the new academic year are 738 pupils higher than census figures last year. There is also an overspend on transport as a result of inflationary pressures on home to school provision (£723,000). Taxi costs have also been subject to inflationary increases. There is also a significant under-recovery of income primarily due lower than budgeted School Meal Income (£919,000) and School Letting (£173,000).

4.6 **Additional Support for Learning (ASL)**

The net overspend of £6,849,000, at period 12, results primarily from overspends in employee costs (£5,282,000) and transport (£1,211,000). In staffing across all sectors, there is a pressure due to the need for enhanced

staffing ratios to support an increasing number of children and young people with a diverse range and complexity of additional support needs. Regarding transport, this is principally in pupil transport costs and can be attributed to the impact of inflation on driver and fuel costs. Demand is also regularly outstripping supply within taxi provision. A working group including headteachers in the ASL sector came together to rationalise transport usage which focused on the allocation process for P1 and S1 pupils and the pilot which came from this is being assessed.

4.7 **Other Education Mainheads**

The net overspend of £981,000 at Period 12 arises mainly from overspends in employee cost budgets linked to historic cost pressures (£605,000), increases in supplies and services relating to an increase in demand for Occupational Health (£128,000). There are also under-recoveries in income at Blairvadach (£179,000).

5. Action

The Executive Director of Education Services continues to review the budget across all areas of the Service in conjunction with the Leadership Team to mitigate the budget pressures outlined in this report. This includes:

- Close scrutiny of primary and secondary staffing to ensure schools are staffed to entitlement and taking appropriate action if not.
- Identifying opportunities for efficiencies through procurement.
- Ensuring all savings initiatives are maximised.
- Early monitoring of the transport initiatives to determine level of success.
- Review of all posts through Education Workforce planning board.

6. Forecast

The probable outturn for 2023-24 has now been completed. Education Services is reporting a projected net overspend of £13.912m, with considerate cost pressures against employee costs and transport in addition to significant under-recoveries of income.

The financial pressures continue to be reviewed through a series of management actions to mitigate the overspend, including pulling back on all non essential spend and robust vacancy management.

There are significant external pressures which continue to impact on the financial position including the above inflationary increases on transport provision and other services linked to pay inflation in external organisations; increases in roll projections; the impact of the ELC sustainable rate and the impact of the economic downturn on welfare related entitlement.

GLASGOW CITY COUNCIL
2023/24 REVENUE BUDGET: MONITORING REPORT

EDUCATION SERVICES
PERIOD 12 - 1 APRIL 2023 TO 09 FEBRUARY 2024

EXPENDITURE TO DATE

Original Annual Budget	Approved Changes	Revised Budget	HEADING	Actual	Budget	Variance		
£000	£000	£000		£000	£000	£000	%	
5,419	527	5,946	Support Services	4,882	5,114	-232	-5	**UNDER**
134,372	9,968	144,340	Early Years Service	115,565	123,225	-7,660	-6	**UNDER**
261,527	14,932	276,459	Primary Schools	233,824	232,471	1,353	1	**OVER**
253,789	7,440	261,229	Secondary Schools	236,196	229,616	6,580	3	**OVER**
75,922	5,219	81,141	Additional Support for Learning	74,763	67,944	6,819	10	**OVER**
7,066	220	7,286	Schools - Other	6,804	6,002	802	13	**OVER**
3,191	-356	2,835	Education Maintenance Allowance / Bursaries	1,689	1,689	0	0	
123	0	123	Gateway	123	123	0	0	
2,263	416	2,679	Education Improvement Services	2,255	2,256	-1	0	**UNDER**
7,334	6,911	14,245	Education - Miscellaneous	2,922	2,922	0	0	
1,949	772	2,721	Vocational Training	1,640	1,640	0	0	
752,955	**46,049**	**799,004**	**TOTAL GROSS EXPENDITURE**	**680,663**	**673,002**	**7,661**	**1**	**OVER**

INCOME TO DATE

Original Annual Budget	Approved Changes	Revised Budget		Actual	Budget	Variance		
£000	£000	£000		£000	£000	£000	%	
0	16	16	Support Services	16	16	0	0	
648	6,121	6,769	Early Years Service	6,376	6,168	208	3	**OVER**
2,290	7,108	9,398	Primary Schools	6,699	6,818	-119	-2	**UNDER**
3,149	3,147	6,296	Secondary Schools	3,666	4,820	-1,154	-24	**UNDER**
2,008	1,036	3,044	Additional Support for Learning	3,192	3,222	-30	-1	**UNDER**
876	89	965	Schools - Other	593	773	-180	0	
3,000	-356	2,644	Education Maintenance Allowance / Bursaries	2,486	2,486	0	0	
0	0	0	Gateway	0	0	0	0	
1,795	147	1,942	Education Improvement Services	1,972	1,972	0	0	
0	1,939	1,939	Education - Miscellaneous	1,379	1,379	0	0	
0	1,775	1,775	Vocational Training	1,223	1,223	0	0	
13,766	**21,022**	**34,788**	**TOTAL DEPARTMENTAL INCOME**	**27,602**	**28,877**	**-1,275**	**-4**	**UNDER**
739,189	**25,027**	**764,216**	**DIRECT NET EXPENDITURE**	**653,061**	**644,125**	**8,936**	**1**	**OVER**
85,050	59	85,109	Specific Government Grant	85,109	85,109	0	**0**	
654,139	**24,968**	**679,107**	**ADJUSTED SERVICE NET EXPENDITURE**	**567,952**	**559,016**	**8,936**	**2**	**OVER**

Glasgow City Council

Glasgow City Health and Social Care Partnership

Joint Report by the Executive Director of Finance and the Chief Officer, Glasgow Health and Social Care Partnership

Contact: Sharon Wearing - ext 78838

Budget Monitoring: 2023/24 Period 12 – Social Work Services

1. Introduction

1.1 This monitoring statement provides a summary of the financial performance of **Social Work Services** for the period 1 April 2023 to 9th February 2024. The statement is based on information contained in the council's corporate financial system and includes accruals and adjustments in line with agreed financial policies. The attached monitoring statements compare actual financial performance to date with the budgeted position.

1.2 The Glasgow City Integration Joint Board (IJB) is now responsible for the planning and commissioning of health and social care services in the city. While the financial position of Social Work Services continues to be monitored through the Council's existing reporting structures the overall financial position is now the responsibility of the IJB and is therefore reported separately from the General Fund. The Reserves policy of the IJB has resulted in the transfer of previous year underspends to IJB reserves to mitigate any ongoing or future budget pressures.

2. Budget Changes

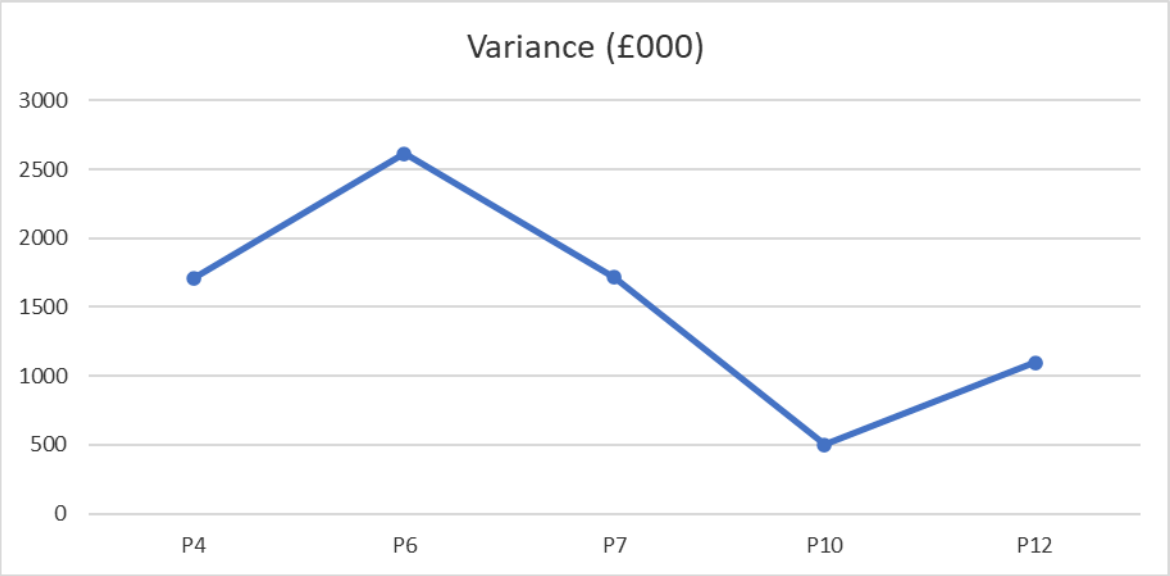
2.1 Prior to Period 11 the net expenditure budget had increased by £12,154,000. During Periods 11 to 12 the net expenditure budget increased by £327,000. The cumulative net expenditure has therefore increased by £12,481,000 to Period 12.

2.2 There have been a number of budget transfers during the period to reflect service reconfigurations. Budget adjustments include changes approved under the powers of the Executive Director of Finance.

3. Summary Position

3.1 Gross expenditure is £393,000 (0.06%) lower than budget and income is £1,492,000 (0.54%) less than budget, giving net expenditure of £1,099,000 (0.27%) more than budget.

3.2 Variance Comparison



3.3 The 23/24 budget includes a savings target of £14.219m. Currently we are projecting to achieve 99.65% of this target in this financial year. We also have unachieved savings of £0.569m carried forward from previous years which we are currently forecasting achieving £0.140m by March 2024.

4. Reasons for Budget Variances

4.1 Within Social Work Services, the net variances are referenced in the table below.

Service Area	Net Variance Over/Under (-) £000	Impact on Net Expenditure from Previous Report
Adults	4,787	↑
Older People/Physical Disability	-2,208	↓
Children and Families	-1,350	↓
Criminal Justice	-232	↓
Resources	102	↑

Note: An upward arrow indicates a deteriorating position and a downward arrow indicates an improving position

4.2 Adult Services

There is a net overspend of £4,787,000.

This is mainly attributable to an overspend of £10,299,000 within Homelessness. The most significant overspend is in third party payments, £3,605,000 overspent, which is due to high demand in B&B accommodation, which has further increased through the

relaxation of Local Connection legislation and the impact of the acceleration of accommodation requests following successful asylum claims. This increase in demand is also impacting on the cost of B & B accommodation available. There is an overspend in supplies of £463,000 across a number of headings, the most significant is B&B security costs no longer covered by Covid funding. Premises costs is overspent by £395,000 mainly due to overspends in property management charges, which have been influenced by higher energy prices, and council tax/property rates overspends. In addition, income is £6,757,000 under recovered. Housing Benefit subsidy is under-recovered by £11,888,000, as a result of the high numbers in Bed & Breakfast accommodation. This is partly offset by additional funding for Syrian and Afghan refugees of £3,224,000 and Ukrainian refugees of £1,455,000. These overspends are reduced by an underspend in employee costs of £844,000 due to vacancies which are partly offset by overtime costs.

Work continues to mitigate this overspend however demand is currently outstripping any progress being made in reducing costs.

The overspend in homelessness is partially offset by underspends in employee costs and third party throughout the remaining care groups in Adult Services. Employee costs are £1,270,000 underspent as a result of vacancies in day services and fieldwork within Learning Disability, reduced sessional and overtime costs in Public Protection and social worker vacancies across the three localities in Mental Health and the Locality Review Teams. Recruitment plans continue to be progressed to fill vacancies as quickly as possible, however this underspend reflects the challenges of recruiting in the current market.

Third Party payments within Adult Services are underspent by £3,173,000 primarily attributed to under-occupancy and delayed package start dates within Learning Disability mainly due to recruitment challenges. The underspend in Mental Health is mostly due to delays in starting the complex needs hospital discharge programme and the Addiction Services underspend is due to under-occupancy in some purchased services.

In addition, there are income over-recoveries of £810,000 mainly due to direct payment surplus recovery in Learning Disability.

4.3 Older People/Physical Disability

There is a net underspend of £2,208,000.

Employee costs are underspent by £1,108,000. There are overspends in Residential & Day Care and Care services of £804,000 because of the continued use of agency and overtime directly attributed to staff sickness levels and vacancies. This is offset by the underspend of £1,511,000 within Older People locality services due to vacancies. Recruitment plans continue to be progressed to fill vacancies as quickly as possible, however this underspend reflects the challenges of recruiting in the current market.

There is an overspend of £876,000 in Transport due to increased vehicle hire charges and repair costs for an ageing fleet. Plans are currently underway to renew the fleet.

There is an underspend of £332,000 across Purchased Services. This is reflective of current demand levels which continue to be closely monitored and difficulties in finding external provision of low level support to Carers.

There is an underspend of £134,000 in Supplies and Services mainly around Alarms equipment which reflects current demand levels and within Carers in respect of funding for a short break bureau, this funding is no longer required due to duplication with the service being developed by Glasgow carers centres.

Income is over recovered by £1,377,000 mainly as a result of the over-recovery of income for local authority accommodation charges.

4.4 Children and Families

There is a net underspend of £1,350,000.

Transfer Payments is overspent by £2,245,000. There is an overspend in Direct Payments of £441,000 and Direct Assistance of £1,777,000 which reflects the level of demand and support required in these areas including supporting families with no recourse to public funds.

This is partially offset by an underspend of £1,354,000 in Third Party Payments. There are underspends in Purchased Placements of £904,000, Provided Fostering of £1,878,000, Supported Carers of £176,000, Shared Care and Short Breaks £291,000, Supported Living £83,000 and Personalisation of £366,000, offset by overspends in Residential Schools of £1,300,000, Kinship Care of £580,000 and Community Based Respite of £540,000. These are all linked to placement numbers.

There is an underspend in Employee Costs of £791,000. This reflects the current number of vacancies across the service, partially offset by the overtime requirement for absence cover in the Children's Houses. Recruitment plans continue to be progressed to fill vacancies as quickly as possible, however this underspend reflects the challenges of recruiting in the current market.

There is an overspend in Supplies and Services of £307,000 across a number of budget headings including Food Provisions and Catering in the Childrens Houses of £181,000 and Purchase of Services of £105,000 where costs have increased due to inflation.

There is an over-recovery in Income of £1,842,000 which mainly relates to UASC (Unaccompanied Asylum-Seeking Children) income from the Home Office of £853,000, the recovery of Direct Payment surpluses of £798,000, income for the care experienced art project £93,000 and income form inter-agency adoption placements of £93,000.

4.5 Resources

There is a net overspend of £102,000.

Employee Costs are underspent by £730,000, mainly due to vacancies. Recruitment plans continue to be progressed to fill vacancies as quickly as possible, however this underspend reflects the challenges of recruiting in the current market.

Transport costs are overspent by £330,000, mainly due to the costs of utilising taxis and increased vehicle hire charges for vehicles used by TASS (Technical and Support Services). This is reflective of inflationary impact on prices.

Supplies and Services costs are overspent by £1,143,000. Within Technical Care Services, Equipu is overspent by £1,011,000, Fleet is overspent by £113,000, Ceiling Track and Hoist by £110,000, with Stairlifts underspent by £405,000 and TASS and Linguistics by £14,000, a net overspend of £815,000 based on activity levels and reflected by an over-recovery in income. The balance of the overspend of £328,000 relates in the main to Grounds Maintenance of £89,000, property and ICT project charges of £125,000, and property projects of £125,000.

Income is over-recovered by £667,000. Within Technical Care Services there is an over-recovery of £674,000 which reflects current activity across Equipu, Stairlifts, Ceiling Track Hoists and Linguistics.

4.6 Criminal Justice

There is a net underspend of £232,000.

There is an underspend of £320,000 within the non-Section 27 grant funded element of the service due to turnover in employee costs and reduced spend on purchased services, and an overspend of £68,000 within Section 27 mainly for property costs in respect of refurbishment work.

5 Action

In setting its budget in March, the IJB recognised that not all costs pressures could be fully funded from savings. This budget paper proposed the use of £17.2m of general reserves to fund the pressures identified within homelessness, prescribing and the risks associated with inflation. An updated outturn was presented to the IJB in March which forecasts an overspend of £21.2m net of recovery plans, of which £5m relates to Council Services. This will require to be met from IJB general reserves. There continues to be a high level of volatility linked to demand and cost pressures and this will continue to be closely monitored by the IJB.

The HSCP Senior Management Team is currently working on reshaping of services and the updating of the medium-term financial strategy to support implementation.

The recurring implications of these pressures will also need to be considered as part of the 2024-25 budget exercise.

6 Conclusion

Social Work Services is reporting a net overspend of £1,099,000 (0.27%) more than budget for the period 1st April 2023 to 9th February 2024.

The position continues to be reviewed and will be updated through the normal monitoring process where any material change is identified during the remainder of the year.

The overall position will continue to be kept under review and any significant changes reported as we move closer to the year end.

GLASGOW CITY COUNCIL
2023/24 REVENUE BUDGET: MONITORING REPORT
SERVICE SUMMARY

SOCIAL WORK SERVICES
PERIOD 12 - 1 APRIL 2023 TO 9 FEBRUARY 2024

EXPENDITURE TO DATE

Original Annual Budget	Approved Changes	Revised Budget	HEADING	Actual	Budget	Variance		
£000	£000	£000		£000	£000	£000	%	
232,903	10,944	**243,847**	Adults	234,889	236,043	-1,154	-0.49	**UNDER**
291,209	15,185	**306,394**	Older People/Physical Disability	250,272	251,106	-834	-0.33	**UNDER**
138,209	5,313	**143,522**	Children and Families	126,129	125,637	492	0.39	**OVER**
21,824	1,075	**22,899**	Criminal Justice	18,534	18,198	336	1.85	**OVER**
80,470	-8,137	**72,333**	Resources	55,159	54,392	767	1.41	**OVER**
764,615	**24,380**	**788,995**	**TOTAL EXPENDITURE**	**684,983**	**685,376**	**-393**	**-0.06**	**UNDER**

Original Annual Budget	Approved Changes	Revised Budget		Actual	Budget	Variance		
£000	£000	£000		£000	£000	£000	%	
39,794	1,000	**40,794**	Adults	75,348	81,289	-5,941	-7.31	**UNDER**
10,623	677	**11,300**	Older People/Physical Disability	11,278	9,904	1,374	13.87	**OVER**
5,866	2,621	**8,487**	Children and Families	6,322	4,480	1,842	41.12	**OVER**
7,144	1,010	**8,154**	Criminal Justice	5,802	5,234	568	10.85	**OVER**
176,938	6,591	**183,529**	Resources	178,123	177,458	665	0.37	**OVER**
240,365	**11,899**	**252,264**	**TOTAL INCOME**	**276,873**	**278,365**	**-1,492**	**-0.54**	**UNDER**
524,250	**12,481**	**536,731**	**NET EXPENDITURE**	**408,110**	**407,011**	**1,099**	**0.27**	**OVER**
15,482	0	**15,482**	Specific Grant	11,612	11,612	0		
508,768	**12,481**	**521,249**	**REVISED NET EXPENDITURE**	**396,498**	**395,399**	**1,099**	**0.28**	**OVER**
0	0	0	Transfer from IJB Reserves	-1,099		-1,099		
508,768	**12,481**	**521,249**	**FINAL NET EXPENDITURE**	**395,399**	**395,399**	**0**		

Glasgow City Council

Neighbourhoods, Regeneration and Sustainability

Joint Report by the Executive Director of Finance and the Executive Director of NRS

Contact: Alison Duffy – 07554 950796

Budget Monitoring: Period 12 – Neighbourhoods, Regeneration and Sustainability

1. Introduction

1.1 This monitoring statement provides a summary of the revenue financial performance of **Neighbourhoods, Regeneration and Sustainability** for the period 1 April 2023 to 9 February 2024.

1.2 The statement is based on information contained in the Council's corporate financial system and includes accruals and adjustments in line with agreed financial policies.

1.3 The attached monitoring statements compare actual financial performance to date with the budgeted position.

2. Budget Changes

2.1 During periods 11 to 12 the gross expenditure budget has increased by £0.039m. The gross income budget has decreased by £0.565m. The net expenditure budget has therefore increased by £0.604m. This includes the financial implications of the COVID response to date. The cumulative net expenditure budget is £214.637m at the 9 February 2024.

2.2 The significant changes during periods 11 to 12 are as follows:

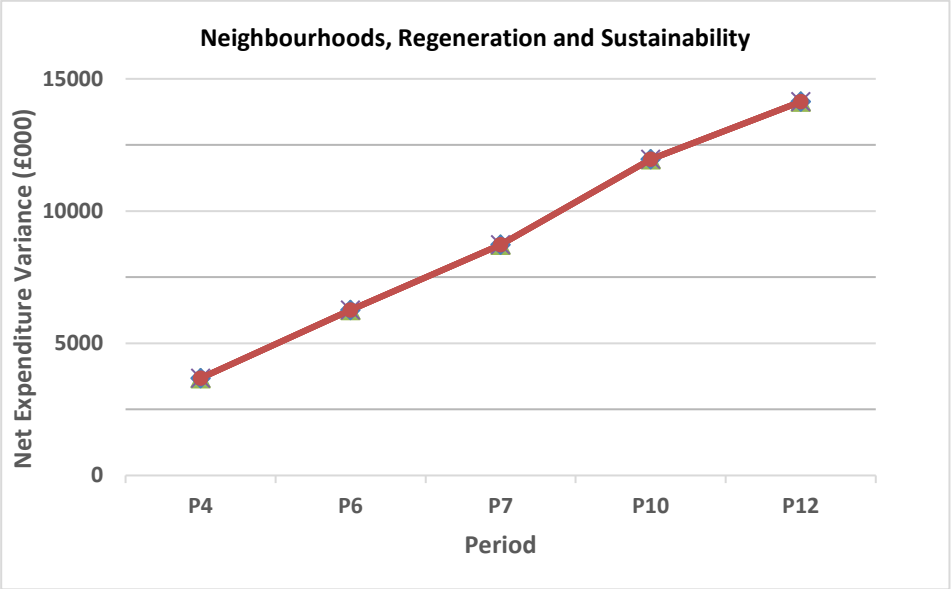
2.2.1 The income budget has decreased by £0.565m to reflect the net financial implications of the COVID response between periods 11 to 12.

2.2.2 There have been a number of budget transfers during the period to reflect service reconfigurations. Budget adjustments include changes approved under the delegated powers of the Executive Director of Finance.

3. Summary Position

3.1 Gross expenditure is £11.032m (2%) more than budget and gross income is £3.102m (2%) less than budget. This results in net expenditure being £14.134m more than budget at period 12. This overspend is 5% of the overall phased budget.

3.2 Variance Comparison



3.3 The 2023-24 budget includes approved savings of £13.543m. At this stage of the year, it is anticipated actual savings will amount to £7.219m representing 53% of the target. This is reflected in the overall financial position reported in this monitoring statement.

4 Reasons for Variances

4.1 Within Neighbourhoods, Regeneration and Sustainability, the net variances are referenced in the following table.

Service Area	Net Variance Over/Under (-)	Impact on Net Expenditure from previous report
	£'000	
Sustainability	-363	↓
Planning & Building Standards	-1,128	↓
Housing	210	↓
Regulatory	-544	↓
Community Safety	-925	↓
Refuse Collection and Disposal	4,684	↑
Parks and Open Spaces	819	↓
Streetscene	-2,211	↓
Roads Operations	2,610	↑
Consultancy Services	172	↑
Property Asset Management	11,366	↑
Transport	-271	↑
Business Support	-285	↓
Total	**14,134**	↑

Note: An upward arrow indicates a deteriorating position and a downward arrow indicates an improving position.

A detailed analysis of the variances is presented below

4.2 **Sustainability**

Net expenditure is less than budget mainly due to lower than budgeted staff costs resulting from vacancies and fee income from the Cathkin Wind Turbine being greater than budget.

4.3 **Planning and Building Standards**

Net expenditure is less than budget due to lower than budgeted employee costs as a result of vacancies within the service and income from Planning applications being greater than budget.

4.4 **Housing**

Net expenditure is more than budget as a result of employee costs being higher than budget due to the demand on the service and income from fees and charges being lower than budget.

4.5 **Regulatory**

Net expenditure is less than budget due to lower than budgeted staff costs resulting from vacancy management within Environmental Services and Trading Standards.

4.6 **Community Safety**

Net expenditure is less than budget due to lower than budgeted staff costs resulting from vacancy management and an over recovery of fees and charges.

4.7 **Refuse Collection and Disposal**

Net expenditure is £4.684m greater than budget partly due to net employee costs being £1.276m greater than budget as a result of agency costs and overtime to cover for absences partly offset by vacancies. Transport net costs are £2.243m more than budget resulting from external vehicle hire and increased vehicle maintenance and repairs due to the aging fleet. Expenditure on waste disposal contracts is £0.509m over budget due to inflationary increases. Income is under-recovered due to lower than anticipated fees and charges from bulk waste uplift and commercial waste.

4.8 **Parks and Open Spaces**

Net expenditure is more than budget due to works being carried out within bereavement services, increase in cost of abnormal vehicle repairs and direct materials relating to grounds maintenance and an under-recovery of income from events and park facilities.

4.9 **Streetscene**

Net expenditure is less than budget due to staff vacancies.

4.10 **Roads Operations**

Net expenditure is £2.610m more than budget. Transport costs are £0.967m more than budget resulting from external vehicle hire, energy costs for streetlighting being £1.469m over budget, purchase of equipment and materials is £1.132m over budget and cost of contracts £0.571m over budget as a result of inflationary increases. These costs are partly offset by employee costs being less than budget due to staff vacancies resulting from strict vacancy management. Income is lower than budget due to an under recovery of fees and charges from permits for street cafes and road closures and on road street parking.

4.11 **Consultancy Services**

Net expenditure is more than budget due to an under recovery of fees and charges partly offset by an underspend on staff costs.

4.12 **Property Asset Management**

Net expenditure is £11.366m more than budget due to a combination of factors across the entire GCC property estate. Energy costs are £4.839m over budget as a result of significant price increases, property rates are £1.868m over budget due to the recent revaluation, repairs £2.501m over budget, rents £1.417m over budget and rental income £0.645m less than budget. A breakdown by service of the overspends on the GCC property estate is provided in the following table.

Service Area	Net Variance Over/Under (-) Premises Related Expenditure	Net Variance as % of total overspend
	£'000	%
Education	6,423	58
Social Work	2,190	19
NRS	1,516	13
City Centre Office Accommodation	1,000	8
Other	237	2
Total	**11,366**	**100**

4.13 **Transport**

Net expenditure is less than budget due to lower costs relating to operational leases partly offset by an under-recovery of income from fees and charges.

4.14 **Business Support**

Net expenditure is less than budget due to lower staff costs resulting from vacancies partly offset by an under recovery of fees and charges.

5. Action

5.1 The Leadership and Senior Management Team will continue to closely monitor the Department's financial position taking all possible action to ensure the Department manages the financial pressures it faces.

An Action Plan is in place which includes the following:

1. Strict vacancy management controls with only business critical vacancies being approved
2. Strict controls in relation to expenditure, with an 'essential spend only' policy in place
3. Absence Management policies are being adhered to robustly across the Service
4. Controls are in place in relation to overtime & agency expenditure
5. Transport vehicle hires are subject to approval by a senior manager
6. Energy overspends are being publicised to drive improved behaviour across the GCC estate
7. Income is being optimised to maximise recovery

6. Forecast

6.1 The probable outturn for 2023-24 has now been completed. Neighbourhoods, Regeneration and Sustainability is reporting an overspend on the Net Expenditure budget of £17.665m. This position continues to be reviewed and will be updated through the normal monitoring process where any material change is identified during the remainder of the year

6.2 The department faces significant budget pressures including substantial price increases in energy costs across the entire GCC estate and streetlighting, pressures within Refuse Collection and Waste as a result of sickness absence, transport costs and waste disposal contract increases and within Roads due to transport costs and an under recovery of parking income. All possible action is being taken to mitigate this position where overspends are deemed controllable and are not as a result of e.g., external contract price increases.

6.3 Service reforms across the department are key to improving on the projected net expenditure position. The current service reform programme is being

implemented as quickly as possible with consideration given to the widening of scope and acceleration of options to deliver an improved position.

GLASGOW CITY COUNCIL
2023/24 REVENUE BUDGET: MONITORING REPORT

NEIGHBOURHOODS, REGENERATION AND SUSTAINABILITY
PERIOD 12: 1 April 2023 to 09 February 2024

EXPENDITURE TO DATE

Original Annual Budget	Approved Changes	Revised Budget	HEADING	Actual	Budget	Variance		
£000	£000	£000		£000	£000	£000	%	
971	2,306	3,277	Sustainability	2,435	2,789	-354	-13	**UNDER**
9,452	692	10,144	Planning and Building Standards	8,032	8,563	-531	-6	**UNDER**
121,578	910	122,489	Housing	79,092	79,015	77	0	**OVER**
11,478	36	11,514	Regulatory	9,438	9,930	-492	-5	**UNDER**
24,163	1,377	25,540	Community Safety	19,292	20,055	-763	-4	**UNDER**
81,003	-317	80,687	Refuse Collection and Disposal	71,154	66,880	4,274	6	**OVER**
26,324	473	26,797	Parks and Open Spaces	22,381	22,177	204	1	**OVER**
21,380	1,638	23,017	Streetscene	17,533	19,505	-1,972	-10	**UNDER**
43,623	12,306	55,929	Roads Operations	43,225	41,457	1,768	4	**OVER**
11,750	65	11,815	Consultancy Services	10,775	10,641	134	1	**OVER**
185,373	3,944	189,318	Property Asset Mangement	175,932	165,346	10,586	6	**OVER**
14,153	366	14,518	Transport	10,469	11,852	-1,383	-12	**UNDER**
11,761	310	12,071	Business Support	9,734	10,250	-516	-5	**UNDER**
563,009	**24,108**	**587,117**	**TOTAL GROSS EXPENDITURE**	**479,492**	**468,460**	**11,032**	**2**	**OVER**

INCOME TO DATE

Original Annual Budget	Approved Changes	Revised Budget	HEADING	Actual	Budget	Variance		
£000	£000	£000		£000	£000	£000	%	
591	1,811	2,402	Sustainability	2,081	2,072	9	0	**OVER**
6,818	562	7,380	Planning and Building Standards	7,226	6,629	597	9	**OVER**
122,247	817	123,064	Housing	72,142	72,275	-133	0	**UNDER**
3,749	190	3,939	Regulatory	3,507	3,455	52	2	**OVER**
11,365	279	11,644	Community Safety	10,006	9,844	162	2	**OVER**
10,922	-1,406	9,516	Refuse Collection and Disposal	7,129	7,539	-410	-5	**UNDER**
10,534	-247	10,287	Parks and Open Spaces	8,730	9,345	-615	-7	**UNDER**
114	38	152	Streetscene	375	136	239	176	**OVER**
58,884	-8,657	50,227	Roads Operations	43,179	44,021	-842	-2	**UNDER**
8,701	0	8,701	Consultancy Services	7,693	7,731	-38	0	**UNDER**
122,457	8,663	131,120	Property Asset Mangement	8,970	9,750	-780	-8	**UNDER**
13,708	0	13,708	Transport	10,099	11,211	-1,112	0	**UNDER**
342	0	342	Business Support	63	294	-231	-79	**UNDER**
370,430	**2,050**	**372,480**	**TOTAL DEPARTMENTAL INCOME**	**181,200**	**184,302**	**-3,102**	-2	**UNDER**
192,579	**22,058**	**214,637**	**DIRECT NET EXPENDITURE**	**298,292**	**284,158**	**14,134**	5	**OVER**
0	0	0	Specific Government Grant	0	0	0	0	
192,579	**22,058**	**214,637**	**ADJUSTED SERVICE NET EXPENDITURE**	**298,292**	**284,158**	**14,134**	**5**	**OVER**

Glasgow City Council

Financial Services

Report by the Executive Director of Finance

Contact: Anne Ross – ext 78342

Budget Monitoring: Period 12 - Financial Services

1. Introduction

This monitoring statement provides a summary of the financial performance of **Financial Services** for the period 1 April 2023 to 9 February 2024.

The monitoring statement is based on information contained in the council's corporate financial system and includes accruals and adjustments in line with agreed financial policies.

The attached monitoring statements compare actual financial performance to date with the budgeted position.

2. Budget Changes

2.1 During periods 11 to 12 the net expenditure budget has increased by £0.109m to 9 February 2024.

2.2 The significant changes to period 12 are:

2.2.1 Expenditure budgets have increased by £0.988m, using funds from the Budget Support Fund, to reflect costs relating to the Early Retirement/Voluntary Redundancy process.

2.2.2 There have been a number of budget transfers during the period to reflect service reconfigurations. Budget adjustments include changes approved under the delegated powers of the Executive Director of Finance.

3. Summary Position

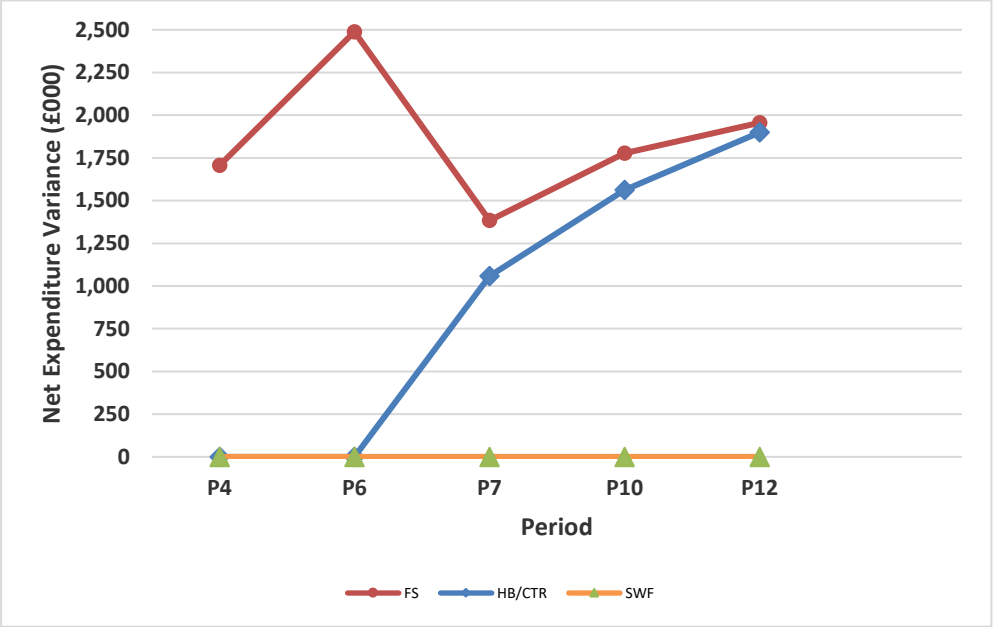
3.1 Gross expenditure is £0.051m less than estimate and income is £2.006m less than estimate. This results in a departmental net overspend of £1.955m (3%) to date.

3.2 Financial Services is also responsible for benefit payments, including related income streams, and Council Tax Reduction. Council Tax Reduction and Benefits Payments expenditure which is currently reporting net expenditure of £92.917m which is an overspend of £1.899m (2%).

3.3 Financial Services is also responsible for ring-fenced funds, including the Scottish Welfare Fund, the Energy Bill Support Scheme and the Alternative Fuel Payment scheme. These are all reporting on-line with budget.

3.4 Overall the Financial Services Department shows a net overspend of £4.258m (3%).

3.5 Variance Comparison



3.6 The 2023-24 budget includes approved service savings of £3.733m. At this stage of the year, it is anticipated that actual savings will amount to £3.733m representing 100% of target. This is reflected in the overall financial position reported in this monitoring statement.

4. Reasons for Variances

4.1 Within Financial Services, the main net variances are referenced in the table below.

Service Area	Net Variance Over/Under (-) £000	Impact on Net Expenditure from Previous Report
Catering and Facilities Management	4,502	↑
Support Services	-2,119	↓
Benefits	1,899	↑
Other Financial Services Divisions	-428	↓

Note: An upward arrow indicates a deteriorating position and a downward arrow indicates an improving position.

4.2 Catering and Facilities Management

The net overspend of £4.502m is mainly due to an under recovery of income within Encore venues, overspends within overtime and agency costs due to the sickness absence, attrition, and lastly food provision costs, due to the impact of above inflationary increases within food costs.

4.3 Support Services

The net underspend of £2.119m is mainly due to the anticipated underspend against the Empty Property Relief budget.

4.4 Benefits

The net overspend of £1.899m is due to the anticipated under recovery of income relating to Housing Benefits, offset by the anticipated underspend against Council Tax Reduction.

4.5 Other Financial Services Divisions

The net underspend is mainly due to an underspend in employee costs and transport costs across the division.

5. Action

The Executive Director of Financial Services continues to review the budget across all areas of the Service in conjunction with the Leadership Team to mitigate the budget pressures outlined in this report. This will include an action plan to review the finances of the Catering and Facilities Management division.

6. Forecast

The probable outturn for 2023-24 was completed at Period 7 for Financial Services with a forecast overspend of £4.442m which included Housing Benefits reporting an overspend of £2.700m and Council Tax Reduction reporting an underspend of £0.500m.

As previously reported, the priority rating for Scottish Welfare Fund was moved to High Most Compelling in December in order to manage the budget for the remainder of the year. Despite this it is now forecast that the SWF budget will be overspent by £400,000. However, this is expected to be off-set by an increased underspend in Council Tax Reduction.

This position continues to be reviewed and will be updated through the normal monitoring process where any material change is identified during the remainder of the year.

The senior management team will continue to address the financial pressures through a series of management actions to mitigate the overspend.

GLASGOW CITY COUNCIL
2023/24 REVENUE BUDGET: MONITORING REPORT

FINANCIAL SERVICES
PERIOD 12: 1 APRIL 2023 TO 9 FEBRUARY 2024

EXPENDITURE TO DATE

Original Annual Budget	Approved Changes	Revised Budget	HEADING	Actual	Budget	Variance		
£000	£000	£000		£000	£000	£000	%	
10,921	2,313	13,234	Financial Strategy & Management	11,073	10,963	110	1	OVER
1,833	36	1,869	Audit & Inspection	1,720	1,673	47	3	OVER
31,959	-106	31,853	Support Services	3,550	5,669	-2,119	-37	UNDER
3,862	499	4,361	Assessor & E.R.O.	3,280	3,441	-161	-5	UNDER
4,541	65	4,606	Strathclyde Pension Fund Office	3,402	3,402	0	0	
30,996	3,806	34,802	Customer & Business Services	28,815	29,483	-668	-2	UNDER
71,208	4,663	75,871	Catering and Facilities Management	67,167	64,427	2,740	4	OVER
155,320	**11,276**	**166,596**	**TOTAL DEPARTMENTAL EXPENDITURE**	**119,007**	**119,058**	**-51**	**0**	**UNDER**

INCOME TO DATE

Original Annual Budget	Approved Changes	Revised Budget		Actual	Budget	Variance		
£000	£000	£000		£000	£000	£000	%	
7,730	1,493	9,223	Financial Strategy & Management	3,682	3,316	366	11	OVER
366	0	366	Audit & Inspection	83	83	0	0	
2,565	0	2,565	Support Services	0	0	0	0	
428	119	547	Assessor & E.R.O.	140	172	-32	-19	UNDER
5,384	0	5,384	Strathclyde Pension Fund Office	0	0	0	0	
8,267	586	8,853	Customer & Business Services	4,468	5,046	-578	-11	UNDER
63,093	1,734	64,827	Catering and Facilities Management	39,490	41,252	-1,762	-4	UNDER
87,833	**3,932**	**91,765**	**TOTAL DEPARTMENTAL INCOME**	**47,863**	**49,869**	**-2,006**	**-4**	**UNDER**
67,487	**7,344**	**74,831**	**DIRECT DEPARTMENTAL NET EXPENDITURE**	**71,144**	**69,189**	**1,955**	**3**	**OVER**
0	0	0	Specific Government Grant	0	0	0		
67,487	**7,344**	**74,831**	**ADJUSTED DEPARTMENTAL NET EXPENDITURE**	**71,144**	**69,189**	**1,955**	**3**	**OVER**

COUNCIL TAX REDUCTION SCHEME/BENEFIT PAYMENTS

EXPENDITURE TO DATE

263,347	0	263,347	Housing Benefit Payments	192,765	192,765	0	0	
12,643	525	13,168	Discretionary Housing Payments	13,176	13,176	0	0	
78,455	0	78,455	Council Tax Reduction	77,287	77,719	-432	-1	UNDER
354,445	**525**	**354,970**	**TOTAL BENEFIT EXPENDITURE**	**283,228**	**283,660**	**-432**	**0**	**UNDER**

INCOME TO DATE

263,347	0	263,347	Housing Benefit Payments	190,311	192,642	-2,331	-1	UNDER
0	0	0	Discretionary Housing Payments	0	0	0	0	
263,347	**0**	**263,347**	**TOTAL BENEFIT INCOME**	**190,311**	**192,642**	**-2,331**	**-1**	**UNDER**
91,098	**525**	**91,623**	**COUNCIL TAX REDUCTION SCHEME/BENEFIT PAYMENTS NE**	**92,917**	**91,018**	**1,899**	**2**	**OVER**

RING-FENCED FUNDS

EXPENDITURE TO DATE

7,368	1,437	8,805	Scottish Welfare Fund	8,087	8,087	0	0	
0	114	114	Energy Bill & Fuel Support Schemes	114	114	0	0	

INCOME TO DATE

0	114	114	Energy Bill & Fuel Support Schemes	114	114	0	0	
165,953	**9,306**	**175,259**	**ADJUSTED SERVICE NET EXPENDITURE**	**172,148**	**168,294**	**3,854**	**2**	**OVER**

Glasgow City Council

Chief Executive's Office

Joint Report by the Executive Director of Finance and the Chief Executive

Contact: Anne Ross – ext 78342

Budget Monitoring: Period 12 – Chief Executive's Office

1. Introduction

This monitoring statement provides a summary of the financial performance of the **Chief Executive's Office** for the period 1 April 2023 to 9 February 2024.

The monitoring statement is based on information contained in the council's corporate financial system and includes accruals and adjustments in line with agreed financial policies.

The attached monitoring statements compare actual financial performance to date with the budgeted position.

2. Budget Changes

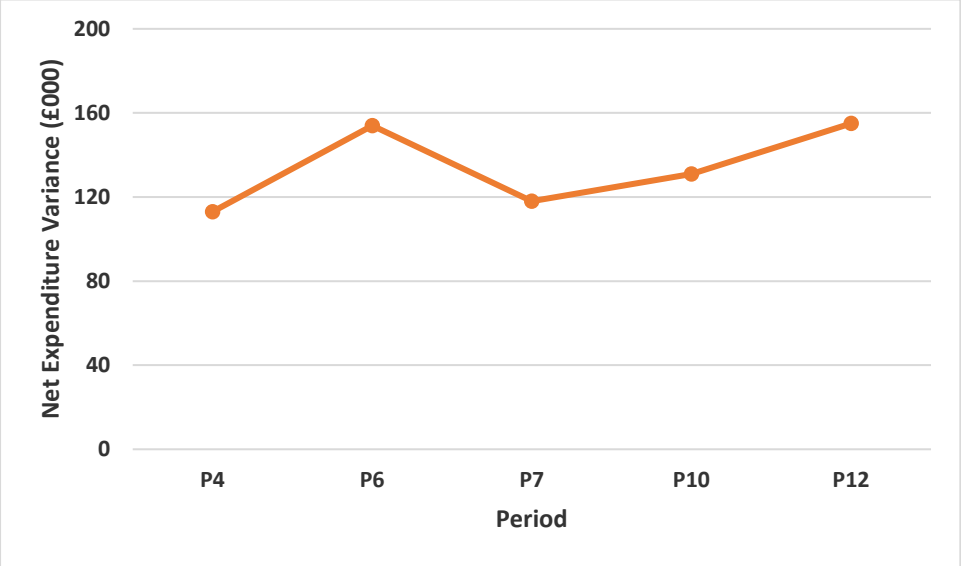
2.1 During periods 11 to 12 the net expenditure budget has increased by £0.232m to 9 February 2024.

2.2. Budget adjustments include changes approved under the delegated powers of the Executive Director of Finance.

3. Summary Position

3.1 Gross expenditure is £146,000 more than budget and income is £9,000 less than budget. This results in a net overspend of £155,000 to date. This is mainly due to overspends in Employee Costs.

3.2 Variance Comparison



3.3 The 2023/24 budget includes approved savings of £3.904m. At this stage of the year, it is anticipated that actual savings will amount to £3.671m representing 94% of target. This is reflected in the overall financial position reported in this monitoring statement.

4. Reasons for Variances

4.1 Within Chief Executive's Office, the net variances are referenced in the table below:

Service Area	Net Variance Over/Under (-) £000	Impact on Net Expenditure from Previous Report
Chief Executive's Office	310	↑
Community Empowerment Services	157	↑
Legal & Administration	4	↓
Human Resources	-30	↑
Procurement	130	↑
Transformation and Financial Inclusion	-49	↑
Economic Development	-367	↓

Note: An upward arrow indicates a deteriorating position and a downward arrow indicates an improving position.

A detailed analysis of variances is presented below:

4.2 **Chief Executive's Office**

The overspend of £310,000 is mainly due to a lack of attrition resulting in an overspend in Employee Costs.

4.3 **Community Empowerment Services**

The overspend of £157,000 is mainly due to a delayed implementation of savings resulting in an overspend in Employee Costs.

4.4 **Legal & Administration**

The overspend of £4,000 is mainly due to a lack of attrition resulting in an overspend in Employee Costs, however this is partially off-set by over recovered income.

4.5 **Human Resources**

The underspend of £30,000 is mainly due to an underspend in Employee Costs.

4.6 **Procurement**

The overspend of £130,000 is mainly due to under recovered income and an overspend in Employee Costs due to a lack of attrition.

4.7 **Transformation and Financial Inclusion**

The underspend of £49,000 is mainly due to an underspend in Transfer Payments.

4.8 **Economic Development**

The underspend of £367,000 is mainly due to an underspend in Transfer Payments and over recovered income.

5. Action

No action is required at this stage.

6. Forecast

The probable outturn for 2023-24 has now been completed. The Chief Executive's Office is reporting a net overspend of £0.187m.

This position continues to be reviewed and will be updated through the normal monitoring process where any material change is identified during the remainder of the year.

GLASGOW CITY COUNCIL
2023/24 REVENUE BUDGET: MONITORING REPORT

CHIEF EXECUTIVE'S OFFICE
Period 12: 1 APRIL 2023 TO 9 FEBRUARY 2024

EXPENDITURE TO DATE

Original Annual Budget	Approved Changes	Revised Budget	HEADING	Actual	Budget	Variance		
£000	£000	£000		£000	£000	£000	%	
5,607	403	6,010	Chief Executive's Office	5,321	5,070	251	5	**OVER**
23,973	2,826	26,799	Community Empowerment Services	22,592	22,435	157	1	**OVER**
10,735	437	11,172	Legal & Administration	9,937	9,767	170	2	**OVER**
5,795	991	6,786	Human Resources	5,400	5,433	-33	-1	**UNDER**
2,738	13	2,751	Procurement	2,139	2,070	69	3	**OVER**
6,782	8,285	15,067	Transformation and Financial Inclusion	4,324	4,549	-225	-5	**UNDER**
48,596	-31	48,565	ICT	45,137	45,137	0	0	
18,511	22,483	40,994	Economic Development	23,290	23,533	-243	-1	**UNDER**
122,737	**35,408**	**158,145**	**TOTAL GROSS EXPENDITURE**	**118,140**	**117,994**	**146**	**0**	**OVER**

INCOME TO DATE

Original Annual Budget	Approved Changes	Revised Budget		Actual	Budget	Variance		
£000	£000	£000		£000	£000	£000	%	
561	0	561	Chief Executive's Office	192	251	-59	-24	**UNDER**
884	0	884	Community Empowerment Services	402	402	0	0	
6,036	0	6,036	Legal & Administration	4,813	4,647	166	4	**OVER**
933	0	933	Human Resources	209	212	-3	0	**UNDER**
1,061	0	1,061	Procurement	326	387	-61	0	**UNDER**
635	500	1,135	Transformation and Financial Inclusion	1,058	1,234	-176	-14	**UNDER**
8,131	0	8,131	ICT	10,886	10,886	0	0	
1,558	16,839	18,397	Economic Development	8,853	8,729	124	1	**OVER**
19,799	**17,339**	**37,138**	**TOTAL DEPARTMENTAL INCOME**	**26,739**	**26,748**	**-9**	**0**	**UNDER**
102,938	**18,068**	**121,006**	**DIRECT NET EXPENDITURE**	**91,401**	**91,246**	**155**	**0**	**OVER**
		0	Specific Government Grant			0		
102,938	**18,068**	**121,006**	**ADJUSTED SERVICE NET EXPENDITURE**	**91,401**	**91,246**	**155**	**0**	**OVER**

Glasgow City Council

Related Companies

Report by the Executive Director of Financial Services

Contact Anne Ross Ext 78342

Budget Monitoring: Period 12 - Related Companies and Joint Boards

1. Introduction

This monitoring statement provides a summary of the financial performance of **Related Companies and Joint Boards** for the period 1 April to 9 February 2024.

The statement is based on information contained in the council's corporate financial system and includes accruals and adjustments in line with agreed financial policies.

The attached monitoring statements compare actual financial performance to date with the budgeted position of service fees due to, and service income due from the council's Arms-Length Organisations (ALEO's).

The council's budget includes estimated contributions from City Building Glasgow (Joint Venture) and City Building Contracts (£4.500m), and City Property (£3.965m).

2. Budget Changes

During period 11 to 12, the net expenditure budget has increased by £1.691m due to a drawdown from the Budget Support Fund by City Building.

3. Summary Position

Gross expenditure is £1.500m overspent to period 12 and income is on line against budget. This results in a departmental net overspend of £1.500m (1%) to date.

4. Reason for Variance

The net overspend of £1.500m is mainly due to the RSBI deficit within City Building Joint Venture.

5. Forecast

The probable outturn for 2023/24 has now been completed and Related Companies is reporting an overspend of £1.622m.

This position continues to be reviewed and will be updated through the normal monitoring process where any material change is identified during the remainder of the year.

As mentioned above, the Council's budget includes estimated contributions from Related Companies of £8.465m in 2023/24. Contributions from related companies are anticipated to be £7.792m under budget. This reflects a lower return from City Building due to the anticipated turnover from the Council's capital programme being lower than budgeted and also due to the impact of labour and material price inflation. It is forecast that the £3.965m return from City Property will be made. These positions will continue to be closely monitored.

As in previous years, any significant variances and issues will be reported during the year to this Committee.

GLASGOW CITY COUNCIL
2023/24 REVENUE BUDGET: MONITORING REPORT

RELATED COMPANIES AND JOINT BOARDS
PERIOD 12 : 1 APRIL TO 9 FEBRUARY 2024

EXPENDITURE TO DATE

Original Annual Budget	Approved Changes	Revised Budget	HEADING	Actual	Budget	Variance		
£000	£000	£000		£000	£000	£000	%	
2,160	2,568	4,728	City Building Joint Venture	5,655	4,155	1,500	36	**OVER**
500	2,784	3,284	City Building Contracts	1,374	1,374	0	0	
89,884	2,000	91,884	Glasgow Life	84,784	84,784	0	0	
4,224	-41	4,183	Jobs & Business Glasgow	3,493	3,493	0	0	
2,162	63	2,225	City Property (Glasgow) LLP	1,996	1,996	0	0	
2,268	0	2,268	City Property Investment	2,268	2,268	0	0	
11,137	0	11,137	Strathclyde Partnership for Transport	11,137	11,137	0	0	
112,335	**7,374**	**119,709**	**TOTAL GROSS EXPENDITURE**	**110,707**	**109,207**	**1,500**	**0**	**OVER**

INCOME TO DATE

Annual Budget	Approved Changes	Revised Budget		Actual	Budget	Variance		
£000	£000	£000		£000	£000	£000	%	
44	0	44	City Building Joint Venture	17	17	0	0	
0	0	0	City Building Contracts	0	0	0	0	
0	0	0	Glasgow Life	0	0	0	0	
0	0	0	Jobs & Business Glasgow	0	0	0	0	
0	0	0	City Property (Glasgow) LLP	0	0	0	0	
0	0	0	City Property Investment	0	0	0	0	
0	0	0	Strathclyde Partnership for Transport	0	0	0	0	
44	**0**	**44**	**TOTAL DEPARTMENTAL INCOME**	**17**	**17**	**0**	**0**	
112,291	**7,374**	**119,665**	**DIRECT NET EXPENDITURE**	**110,690**	**109,190**	**1,500**	**1**	**OVER**
0	0	0	Specific Government Grant	0	0	0	0	
112,291	**7,374**	**119,665**	**ADJUSTED SERVICE NET EXPENDITURE**	**110,690**	**109,190**	**1,500**	**0**	**OVER**

Glasgow City Council

Common Good

Report by the Executive Director of Finance

Contact: Anne Ross – ext 78342

Budget Monitoring: Period 12 – Common Good

1. Introduction

This monitoring statement provides a summary of the financial performance of **Common Good** for the period 1 April 2023 to 09 February 2024.

It is based on information contained in the council's corporate financial system and includes accruals and adjustments in line with agreed financial policies.

The attached monitoring statements compare actual financial performance to date with the budgeted position.

2. Budget Changes

The expenditure budget has been increased by £1m to reflect the contribution towards Glasgow 850 celebrations as approved by the City Administration Committee on 16 November 2023.

3. Summary Position

This monitoring report covers a period equivalent to 86% of the financial year. Gross expenditure to date is £549,000 which is 31% of the annual gross expenditure budget. Gross income received to date is £247,000, resulting in net expenditure of £302,000.

Historically, the majority of gross expenditure incurred by the Common Good Fund relates to Civic Receptions held throughout the year, with a budget of £430,000.

The table below details the year to date expenditure on Civic Receptions:

Category	**Actual Costs**
Anniversaries	£37,169
Charities	£20,706
Events	£202,990
International Visitors	£9,889
Special Individuals	£23,983
Sport	£3,455
Charity Tables	£850
Administration costs	£35,528
Total	**£334,570**

4. Forecast

There has been spend to date of £334,570 and a further £30,160 being committed for civic receptions in 2023/24. The remaining civic receptions expenditure budget of £65,270 is available for spend up to 31 March 2024.

In addition, £35,170 has been committed in respect of events beyond 2023/24 and it is envisaged that this will be funded from future year's budget. These figures reflect the revision of hospitality costs in relation to increased prices, together with other changes to the list of events. A detailed breakdown of the commitments for 2023/24 and beyond is provided in Appendix 1.

Income is mainly derived from returns on Common Good investments and these returns are closely monitored throughout the year. Any significant fluctuations in Common Good income up to 31 March 2024 will be reflected through budget changes in 2024/25 with a view to maintaining the overall capital value of the Fund.

The Common Good Fund is expected to remain within the annual net expenditure budget for 2023/24.

Appendix 1

Civic Receptions Committed 2023/24

2023/24 Civic Hospitality Commitments

Date	Function	Approved	Cost	Category
15-Mar-24	Mosspark Bowling Club Centenary	02-Jun-23	£5,000	Anniversaries
18-Mar-24	100th Anniversary of the Order of the Eastern Star Baillieston Chapter No 234	18-Mar-23	£3,500	Anniversaries
	Total for Anniversaries		**£8,500**	

Date	Function	Approved	Cost	Category
08-Feb-24	**NHSGGC Delegation**	**24-Jan-24**	**£375**	**International Visitors**
12-Mar-24	**MSc Diplomacy and International Security Students – University of Strathclyde**	**09-Feb-24**	**£125**	**International Visitors**
22-Mar-24	**Nuremberg Hospitality Students**	**06-Feb-24**	**£375**	**International Visitors**
22-Mar-24	Eurogig - International Music Exchange	16-Nov-23	£825	International Visitors
27-Mar-24	**University of Glasgow & European CIVIS Alliance**	**09-Feb-24**	**£1,500**	**International Visitors**
	Total for International Visitors		**£3,200**	

Date	Function	Approved	Cost	Category
28-Feb-24	Queens Anniversary Awards - City of Glasgow College	18-Dec-23	£1,250	Special Individuals
23-Mar-24	World Irish Dancing Championships	12-Jun-23	£2,000	Special Individuals
	Total for Special Individuals		**£3,250**	

Date	Function	Approved	Cost	Category
29-Jan-24	Hospital Saturday Fund	15-Aug-23	£560	Charities
20-Feb-24	Disasters Emergency Committee Event	15-Sep-23	£350	Charities
28-Feb-24	ABF Big Curry Lunch	29-Sep-23	£1,050	Charities
	Total for Charities		**£1,960**	

Date	Function	Approved	Cost	Category
11-Feb-24	Chinese New Year Celebrations 2024	14-Feb-23	£500	Events
29-Feb-24	**Civic Reception for World Athletics Indoor Championships**	**08-Jan-24**	**£12,750**	**Events**
	Total for Events		**£13,250**	

Total Civic Hospitality Commitments for 2023/24	**£30,160**

Civic Receptions Committed 2024/25

2024/25 Civic Hospitality Commitments

Date	Function	Approved	Cost	Category
11-Apr-24	Southern Sound Hospital Radio 50th Anniversary	31-Aug-23	£1,500	Anniversaries
19-Apr-24	Victoria Park Bowling Club Ladies Section Centenary	23-Jun-23	£1,500	Anniversaries
10-May-24	150th Anniversaries of Lodge Clydesdale and Lodge St Vincent Sandyford	14-Apr-23	£5,000	Anniversaries
31-May-24	Knightswood FC 50th Anniversary	04-Sep-23	£5,000	Anniversaries
04-Oct-24	Centenary of 214th Glasgow Company BB Ex-Members' Association	20-Mar-23	£3,500	Anniversaries
06-Nov-24	Lodge Possilpark 1330 Centenary	11-Sep-23	£4,950	Anniversaries
28-Mar-25	Centenary of Cardonald Ladies Bowling Club	20-Apr-23	£5,000	Anniversaries
	Total for Anniversaries		**£26,450**	

Date	Function	Approved	Cost	Category
12-Apr-24	St Andrew's Event Charity Bid Dinner	14-Dec-23	£600	Special Individuals
02-Aug-24	BEM Presentation for Kailash Malhotra	29-Sep-23	£320	Special Individuals
	Total for Special Individuals		**£920**	

Date	Function	Approved	Cost	Category
04-Jun-24	Girls Brigade AGM	07-Jul-23	£300	Events
	Total for Events		**£300**	

Total Civic Hospitality Commitments for 2024/25	**£27,670**

Civic Receptions Committed 2025/26

Date	Function	Approved	Cost	Category
06-Jun-25	Glasgow Philharmonic Male Voice Choir Centenary	21-Jul-23	£3,500	Anniversaries
	Total for Anniversaries		**£3,500**	

Total Civic Hospitality Commitments for 2025/26	**£3,500**

Civic Receptions Committed 2026/27

2026/27 Civic Hospitality Commitments

Date	Function	Approved	Cost	Category
14-May-26	City Mission 150th Anniversary	21-Dec-22	£4,000	Anniversaries
	Total for Anniversaries		**£4,000**	

Total Civic Hospitality Commitments for 2026/27	**£4,000**

Note: commitments reported to this committee for the first time have been highlighted in bold.

GLASGOW CITY COUNCIL
2023/24 REVENUE BUDGET: MONITORING REPORT

COMMON GOOD
PERIOD 12 - 1 APRIL 2023 TO 09 FEBRUARY 2024

EXPENDITURE TO DATE

Original Annual Budget	Approved Changes	Revised Annual Budget	HEADING	Actual	Remaining Budget	Budget Spent to Date
£000	£000	£000		£000	£000	%
430	0	430	Civic Hospitality	335	95	78
86	0	86	Property Costs	66	20	77
268	0	268	Miscellaneous Charges	148	120	55
0	1,000	1,000	Glasgow 850	0	1,000	0
784	**1,000**	**1,784**	**TOTAL GROSS EXPENDITURE**	**549**	**1,235**	**31**

INCOME TO DATE

Original Annual Budget	Approved Changes	Revised Annual Budget		Actual	Remaining Budget	Budget Received to Date
£000	£000	£000		£000	£000	%
495	0	495	Investment Income & Realised Gains	0	495	0
42	0	42	Commission	41	1	98
247	0	247	Rental Income	206	41	83
	0	0	Contribution from Common Good Fund	0	0	75
784	**0**	**784**	**TOTAL DEPARTMENTAL INCOME**	**247**	**537**	**32**
0	**1,000**	**1,000**	**NET EXPENDITURE/NET INCOME (-)**	**302**	**698**	**0**