



# Leicestershire Partnership Revenues & Benefits

## Financial Performance to June 2019

**Joint Committee**

## 1. PURPOSE OF THE REPORT

- 1.1 To inform the Joint Committee of the financial performance of the Partnership for the period April – June 2019.

## 2. RECOMMENDATION

- a) That the financial performance of the Partnership be noted.

## 3. INFORMATION

### Budget Position

- 3.1. The original and amended budget for 2019/20 is given in table 1 below. This table notes the changes agreed by the at the June Joint Committee meeting.

<b>TABLE 1</b>	<b>2019/2020 Budget (Original)</b>	<b>2019/2020 Budget (Revised)</b>
	<b>£</b>	<b>£</b>
Employees	2,731,260	2,777,486
Premises Related Expenditure	88,120	88,120
Transport Related Expenditure	20,000	20,000
Supplies & Services	810,700	814,080
Central & Administrative Exp	31,200	31,200
<i>Total Expenditure</i>	<b>3,681,280</b>	<b>3,730,886</b>
Partner Contributions	-3,619,030	-3,498,113
Contributions from Other Bodies	-49,000	-49,000
Contributions from Reserves	-13,250	-134,167
Contributions from Reserves - C/fwds	0	-49,606
Total Funding	<b>-3,681,280</b>	<b>-3,730,886</b>

- 3.2. The financial position of the Partnership has been outlined in **Appendix 1** to this report. The key headlines have been detailed below for information.
- 3.3. As at June 2019, the Partnership had a net overspend on budget of £205,799. After adjusting for timing difference of £220,062, the remaining net underspend is £14,263. The timing differences will be billed to partners following the quarter end.

<b>Table 2</b>	<b>Budget June 2019</b>	<b>Actual to June 2019</b>	<b>Variance to Date</b>	<b>Timing Differences</b>	<b>Variance after Timing Differences</b>
<b>INCOME</b>	(£1,047,807)	(£396,586)	£651,221	(£602,457)	£48,764
<b>EXPENDITUR E</b>	£1,058,398	£612,976	(£445,422)	£382,395	(£63,027)
<b>Over / (Under) Spend</b>	£10,592	£216,390	£205,799	(£220,062)	(£14,263)

- 3.3 The key variances to the end of June 2019 to bring to the attention of the Management Board are:
- Salaries are underspent by £45,000 due to vacant posts.
- 3.4 There is a direct link between partner contributions and expenditure incurred and therefore partner contributions have been adjusted by £49,000 to reflect the actual expenditure to date.
- 3.5 As at 30 June 2019, if the salary saving continue at the same rate, there will be a significant year-end saving.

**Appendix 1: Leicestershire Revenues & Benefits Partnership Monitoring Report to 30th June 2019**

Expenditure / Income Type	2019/20 Latest Budget to Date	Actual to Date	Timing Differences	Variance after Timing Differences		2019/20 Total Estimate (Original)	2019/20 Total Estimate (Revised)
	£	£	£	£		£	£
Employees	678,909	256,305	376,811	45,793		2,731,260	2,731,260
Premises Related Expenditure	27,052	24,325	0	2,727		88,120	88,120
Transport Related Expenditure	5,007	831	4,415	-239		20,000	20,000
Supplies & Services	339,630	324,015	1,169	14,446		810,700	814,080
Central & Administrative Exp	7,800	7,500	0	300		31,200	31,200
Revenue Income	-1,005,176	-353,955	-602,457	-48,764		-3,681,280	-3,560,363
Approved Cfwd	-12,402	-12,402	0	0		0	-49,606
Transfer from Reserves	-30,229	-30,229	0	0		0	-120,917
				0			
Other Expenditure - FERIS	4,623	3,672		951		0	46,226
Other Income - FERIS	0	0		0		0	0
				0		0	0
				0		0	0
Sum:	<b>15,215</b>	<b>220,062</b>	<b>-220,062</b>	<b>15,214</b>		<b>0</b>	<b>0</b>

**Timing Differences**

	HDC	NWLDC	HBBC	Total
Salaries - Q1 2019/20	164,437	212,374		376,811
Mileage & Disturbance Costs - Q1 2019/20	2,217	2,198		4,415
Supplies & Services - Q1 2019/20	229	940		1,169
Contributions - Quarter 1 2019/20	-157,913	-205,788	-238,756	-602,457
	<b>8,970</b>	<b>9,724</b>	<b>-238,756</b>	<b>-220,062</b>

**Explanations**

	Variance at 30/06/19(Over) / Under Spend £	Forecast variance (Over) / Under Spend £	Explanation £5k+
Salaries	45,000		Underspend due to a number of Vacant Posts
Other Employee Costs	1,000		Variance > £5k
Premises Related Expenditure	3,000		Variance > £5k
Computer Software Maintenance & Upgrade	5,000		Variance > £5k
Liability Expenses	6,000		The Courts have reduced the summons cost fee per case
Minor Variances	3,000		Variance > £5k
Contributions	-49,000		Reduced due to Court Costs being lower than anticipated
Net Other Expenditure & Income - FERIS	1,000		Fraud and Error Reduction Incentive Scheme (FERIS) A budget of £46k has been bfwd from 2018/19
	<b>15,000</b>	<b>0</b>	