



# Leicestershire Partnership Revenues & Benefits

## Financial Performance to September 2021

**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 to September 2021.

## 2. RECOMMENDATION

- 2.1 That the financial performance of the Partnership be noted.

## 3. INFORMATION

### Budget Position

- 3.1. The financial position of the Partnership has been outlined in **Appendix 1** to this report. The key headlines have been detailed below for information.
- 3.2. As at 30 September 2021, the Partnership had a net overspend on budget of £16,258. After adjusting for timing difference of £59,364 the remaining net underspend is £43,106. The timing differences will be billed to partners following the quarter end.

Table 1	Budget September 2021	Actual to September 2021	Variance to Date	Timing Differences	Variance after Timing Differences
INCOME	(£1,908,194)	(£1,444,389)	£463,804	(£455,734)	£8,070
EXPENDITURE	£1,921,988	£1,474,442	(£447,546)	£396,370	(£51,176)
Over / (Under) Spend	£13,795	£30,052	£16,258	(£59,364)	(£43,106)

- 3.3 The key variances to the end of September 2020 to bring to the attention of the Management Board are:
- Salaries are underspent by £6,000 due to vacant posts.
  - Grant certification work £9,000 – this will be covered by a transfer from the Covid Post payment review reserve later in the year.
- 3.4 There is a direct link between partner contributions and expenditure incurred and therefore partner contributions have been adjusted by £65,000 to reflect the actual expenditure to date.
- 3.5 The timing difference are due to the first quarter invoices not being issued and payroll costs not yet transferred for inclusion.

## 4 Reserves Position

- 4.1 The table below shows the current reserves position. The opening General Balance includes carry forwards and the £50,000 minimum balance.

<b>Table 2: Reserves</b>	<b>General</b>	<b>Earmarked</b>	<b>Total</b>
<b>Balance b/f 2021/22</b>	<b>£100,146</b>	<b>£299,234</b>	<b>£399,380</b>
Reduction in contributions		-£79,292	-£79,292
IT related costs		-£50,000	-£50,000
Expenditure Carry forwards used	-£50,146		-£50,146
COVID post payment review work		-£50,000	-£50,000
<b>Expected Closing balance 31 Mar 2022</b>	<b>£50,000</b>	<b>£119,942</b>	<b>£169,942</b>

## Appendix 1: Leicestershire Revenues & Benefits Partnership Monitoring Report to 30th September 2021

Expenditure / Income Type	2020/21 Latest Budget to Date	Actual to Date	Timing Differences	Variance after Timing Differences	2021/22 Total Estimate (Original)	2021/22 Total Estimate (Revised)
	£	£	£	£	£	£
Employees	1,348,046	945,659	394,995	7,392	2,698,460	2,698,460
Premises Related Expenditure	66,367	63,751	0	2,616	97,220	97,220
Transport Related Expenditure	10,008	891	1,192	7,925	20,000	20,000
Supplies & Services	459,654	449,141	183	10,330	853,190	858,710
Central & Administrative Exp	15,600	15,000	0	600	31,200	31,200
Revenue Income	-1,856,011	-1,392,207	-455,734	-8,070	-3,700,070	-3,620,778
Approved Cfws	-12,537	-12,537	0	0	0	-50,146
Transfer from Reserves	-39,646	-39,646	0	0	0	-79,292
Transfer from Reserves to cover ICT Costs		0		0		
Other Expenditure - FERIS	22,313	0		22,313	0	44,626
Other Income - FERIS	0	0		0	0	0
				0	0	0
Sum:	<b>13,795</b>	<b>30,052</b>	<b>-59,364</b>	<b>43,106</b>	<b>0</b>	<b>0</b>

### Timing Differences

	HDC	NWLDC	HBBC	Total
Salaries - Quarter 2 2021/22	175,995	219,000		394,995
Mileage & Disturbance Costs - Quarter 2 2021/22	192	1,000		1,192
Supplies & Services - Quarter 2 2021/22	183	0		183
Contributions - Quarter 2 2021/22	-251,113	-294,081	89,460	-455,734
	<b>-74,743</b>	<b>-74,081</b>	<b>89,460</b>	<b>-59,364</b>

**Explanations**

	Variance at 30/06/21(Over) / Under Spend £	Year End £	Explanation £5k+
Salaries	6,000		Underspend due to a number of Vacant Posts
Training	1,000		Variance > £5k
Premises Related Expenditure	3,000		Variance > £5k
Car Allowances	8,000		Travelling expenses lower than anticipated due to reduced travel relating to COVID
Computer Consumables	3,000		Variance > £5k
Printing & Stationery	5,000		Variance > £5k
Postages	-2,000		Variance > £5k
Audit Fees	-9,000		Additional Audit Fees incurred relating to Grant verifications
Liability Expenses	9,000		The Courts have reduced the summons cost fee per case
Minor Variances	5,000		Variance > £5k
Central & Administrative Exp	0		Variance > £5k
Contributions	-8,000		There is a direct link between partner contributions and expenditure incurred and therefore partner contributions have been adjusted to reflect the actual expenditure to date.
Net Other Expenditure & Income - FERIS	22,000		Fraud and Error Reduction Incentive Scheme (FERIS) A budget of £45k has been bwd from 2020/21
	<b>43,000</b>	<b>0</b>	