



Leicestershire Partnership Revenues & Benefits

Financial Performance to December 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 December 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 31 December 2021, the Partnership had a net overspend on the budget of £196,510. After adjusting for timing difference of £222,638 the remaining net underspend is £26,128. The timing differences will be billed to partners following the quarter end.

| Table 1 | Budget December 2021 | Actual to December 2021 | Variance to Date | Timing Differences | Variance after Timing Differences |
|-------------------------|-------------------------|-------------------------------|---------------------|-----------------------|---|
| INCOME | (£2,796,602) | (£2,123,980) | £672,622 | (£619,271) | £53,350 |
| EXPENDITURE | £2,756,793 | £2,280,681 | (£476,112) | £396,633 | (£79,479) |
| Over / (Under) Spend | (£39,809) | £156,701 | £196,510 | (£222,638) | (£26,128) |

- 3.3 The key variances to the end of December 2020 to bring to the attention of the Joint Committee are:
- Salaries are underspent by £7,000
 - Postage savings of £10,000, and
 - Car allowances are underspent by £10,000
 - Liability Expense £17,000 for reduced summons costs
- 3.4 There is a direct link between partner contributions and expenditure incurred and therefore partner contributions have been adjusted by £79,000 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.

Appendix 1: Leicestershire Revenues & Benefits Partnership Monitoring Report to 31st December 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 | 2,022,926 | 1,619,587 | 392,739 | 10,601 | 2,698,460 | 2,698,460 |
| Premises Related Expenditure | 83,228 | 85,201 | 0 | -1,973 | 97,220 | 97,220 |
| Transport Related Expenditure | 15,005 | 3,946 | 1,290 | 9,770 | 20,000 | 20,000 |
| Supplies & Services | 578,764 | 549,447 | 2,605 | 26,712 | 853,190 | 858,710 |
| Central & Administrative Exp | 23,400 | 22,500 | 0 | 900 | 31,200 | 31,200 |
| Revenue Income | -2,699,523 | -2,000,901 | -619,271 | -79,350 | -3,700,070 | -3,620,778 |
| Approved Cfws | -37,610 | -37,610 | 0 | 0 | 0 | -50,146 |
| Transfer from Reserves | -59,469 | -59,469 | 0 | 0 | 0 | -79,292 |
| Transfer from Reserves Covid Grant review | 0 | -26,000 | | 26,000 | | |
| Other Expenditure - FERIS | 33,470 | 0 | | 33,470 | 0 | 44,626 |
| Other Income - FERIS | 0 | 0 | | 0 | 0 | 0 |
| | | | | 0 | 0 | 0 |
| Sum: | -39,809 | 156,701 | -222,638 | 26,128 | 0 | 0 |

Timing Differences

| | HDC | NWLDC | HBBC | Total |
|---|--------------|--------------|-----------------|-----------------|
| Salaries - December 2021 | 177,549 | 215,190 | | 392,739 |
| Mileage & Disturbance Costs - December 2021 | 226 | 1,063 | | 1,290 |
| Supplies & Services - December 2021 | 231 | 2,374 | | 2,605 |
| Contributions - December 2021 | -171,179 | -210,285 | -237,807 | -619,271 |
| | 6,827 | 8,342 | -237,807 | -222,638 |

Explanations

| | Variance at 30/06/21(Over) / Under Spend £ | Year End £ | Explanation £5k+ |
|---|---|---------------|---|
| Salaries | 7,000 | | Underspend due to a number of vacancies |
| Training | 4,000 | | Variance > £5k |
| Premises Related Expenditure | -2,000 | | Variance > £5k |
| Car Allowances | 10,000 | | Travelling expenses lower than anticipated due to reduced travel relating to COVID |
| Computer Software Maintenance & Upgrade | 5,000 | | Variance > £5k |
| Computer Consumables | 3,000 | | Variance > £5k |
| Flexible working | 3,000 | | Variance > £5k |
| Printing & Stationery | 7,000 | | Printng costs lower than anticipated |
| Postages | 10,000 | | Postage costs incurred later than anticipated |
| Audit Fees (Additional Fees) | -26,000 | | Additional Audit Fees incurred relating to Grant verifications |
| Audit Fees (annual Fees) | 4,000 | | Variance > £5k |
| Liability Expenses | 17,000 | | The Courts have reduced the summons cost fee per case |
| Minor Variances | 4,000 | | Variance > £5k |
| Central & Administrative Exp | 0 | | Variance > £5k |
| Transfer from Reserves Covid Grant review | 26,000 | | Transfer from Reserves to cover additional audit costs associated grant verification as a result of COVID |
| Contributions | -79,000 | | 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 | 33,000 | | Fraud and Error Reduction Incentive Scheme (FERIS) A budget of £45k has been bfwd from 2020/21 |
| | 26,000 | 0 | |