



# Leicestershire Partnership Revenues & Benefits

## Financial Performance to February 2022

**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 February 2022.

## 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 28 February 2022, the Partnership had a net overspend on the budget of £131,949 After adjusting for timing difference of £255,440 the remaining net underspend is £46,780. The timing differences will be billed to partners following the quarter end.

Table 1	Budget February 2022	Actual to February 2022	Variance to Date	Timing Differences	Variance after Timing Differences
INCOME	(£2,919,376)	(£2,898,150)	£21,226	£0	£21,226
EXPENDITURE	£3,353,546	£3,030,099	(£323,447)	£255,440	(£68,007)
Over / (Under) Spend	£434,170	£131,949	(£302,221)	£255,440	(£46,780)

3.3 The key variances to the end of February 2022 to bring to the attention of the Management Board are:

- Salaries are overspent by £23,000, due to the 1.75% backdated pay rise being applied
- Postage underspend of £32,000,
- Printing is underspend by £10,000
- Car allowances are underspent by £12,000
- 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 £67,000 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.

3.6 Year-end savings are forecast to be £32,000, being the net of:

- Salaries are overspent by £20,000
- Postage underspend of £30,000
- Printing underspend of £10,000
- Car allowances are underspent of £12,000

## Appendix 1: Leicestershire Revenues & Benefits Partnership Monitoring Report to 28th February 2022

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	2,474,524	2,245,635	254,720	-25,831	2,698,460	2,698,460
Premises Related Expenditure	92,701	91,154	0	1,547	97,220	97,220
Transport Related Expenditure	18,335	5,348	585	12,402	20,000	20,000
Supplies & Services	703,679	664,847	135	38,697	853,190	858,710
Central & Administrative Exp	23,400	23,115	0	285	31,200	31,200
Revenue Income	-2,800,725	-2,733,499	0	-67,226	-3,700,070	-3,620,778
Approved Cfws	-45,967	-45,967	0	0	0	-50,146
Transfer from Reserves	-72,684	-72,684	0	0	0	-79,292
Transfer from Reserves Covid Grant review	0	-46,000		46,000		
Other Expenditure - FERIS	40,907	0		40,907	0	44,626
Other Income - FERIS	0	0		0	0	0
				0	0	0
Sum:	<b>434,170</b>	<b>131,949</b>	<b>255,440</b>	<b>46,780</b>	<b>0</b>	<b>0</b>

### Timing Differences

	HDC	NWLDC	HBBC	Total
Salaries - February 2022	112,720	142,000		254,720
Mileage & Disturbance Costs - February 2022	85	500		585
Supplies & Services - February 2022	135			135
	<b>112,940</b>	<b>142,500</b>	<b>0</b>	<b>255,440</b>

**Explanations**

	Variance at 28/02/22(Over) / Under Spend £	Year End £	Explanation £5k+
Salaries	-23,000	-20,000	Over spend due to agreed pay award (1.75%) that was not budgeted for
Training	-3,000		Variance > £5k
Premises Related Expenditure	2,000		Variance > £5k
Car Allowances	12,000	12,000	Travelling expenses lower than anticipated due to reduced travel relating to COVID
Computer Software Maintenance & Upgrade	7,000		ICT Costs lower than anticipated
Computer Consumables	5,000		Variance > £5k
Flexible working	4,000		Variance > £5k
Printing & Stationery	10,000	10,000	Printing costs lower than anticipated
Postages	32,000	30,000	Postage costs lower than anticipated due to lower volumes and posting unit costs have not increased as much as anticipated
Audit Fees (Additional Fees)	-45,000		Additional Audit Fees incurred relating to Grant verifications
Liability Expenses	17,000		The Courts have reduced the summons cost fee per case
Minor Variances	8,000		Variance > £5k
Central & Administrative Exp	0		Variance > £5k
Transfer from Reserves Covid Grant review	46,000		Transfer from Reserves to cover additional audit costs associated grant verification as a result of COVID
Contributions	-67,000		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	41,000		Fraud and Error Reduction Incentive Scheme (FERIS) A budget of £45k has been bfwd from 2020/21
	<b>46,000</b>	<b>32,000</b>	