



Leicestershire Partnership Revenues & Benefits

Financial Performance to September 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 2022 to September 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 30 September 2022, the Partnership had a net overspend on the budget of £376,687. After adjusting for net timing difference of £402,544 the remaining net underspend is £25,857. The timing differences will be billed to partners following the quarter end.

Table 1	Budget September 2022	Actual to September 2022	Variance to Date	Timing Differences	Variance after Timing Differences
INCOME	(£1,959,240)	(£1,074,412)	£884,828	(£749,805)	£135,023
EXPENDITURE	£2,051,475	£1,543,334	(£508,141)	£347,261	(£160,880)
Over / (Under) Spend	£92,235	£468,922	£376,687	(£402,544)	(£25,857)

- 3.3 The key variances to the end of September 2022 to bring to the attention of the Joint Committee are:
- Salaries are underspend by £99,000 due to vacant posts
- 3.6 There is a potential for a large year-end overspend on salaries of £55,000, being £155,000 overspend due to the offer the National Employers for local government services final pay offer to the unions for 2022/23, and an underspend due to vacancies of £100,000.
- 3.4 There is a direct link between partner contributions and expenditure incurred and therefore partner contributions have been adjusted by £128,000 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 30th September 2022

Expenditure / Income Type	2022/23 Latest Budget to Date	Actual to Date	Timing Differences	Variance after Timing Differences		2022/23 Total Estimate (Original)		2022/23 Total Estimate (Revised)
	£	£	£	£		£		£
Employees	1,412,132	941,489	345,863	124,780		2,698,460		2,698,460
Premises Related Expenditure	67,219	62,930		4,289		97,220		97,220
Transport Related Expenditure	7,500	2,374	1,263	3,863		20,000		20,000
Supplies & Services	549,024	521,250	135	27,639		853,190		853,190
Central & Administrative Exp	15,600	15,291		309		31,200		31,200
Revenue Income	-1,959,240	-1,074,412	-749,805	-135,023		-3,700,070		-3,700,070
				0		0		0
Sum:	92,235	468,922	-402,544	25,857		0		0

Timing Differences

	HDC	NWLDC	HBBC	Total
Salaries - Quarter 2 2022/23	140,914	204,949		345,863
Mileage & Disturbance Costs - Quarter 2 2022/23	165	1,097		1,263
Supplies & Services - Quarter 2 2022/23	135	0		135
Contributions - Quarter 2 2022/23	-216,656	-252,929	-280,220	-749,805
	-75,442	-46,882	-280,220	-402,544

Explanations

	Variance at 30/09/22(Over) / Under Spend £	Year End £	Explanation £5k+
Salaries	99,000	100,000	Underspend due vacant posts which are currently being appointed to
Salaries - Pay Award	25,000	-155,000	Underspend due to budgeting for pay award of 1.75% however that hasn't been approved yet, latest proposal is that there will be an award of £1,925 (plus oncosts) per FTE which is likely to result in a large overspend
Premises Related Expenditure	5,000		Variance > £5k
Car Allowances	4,000		Variance > £5k
Printing & Stationery	5,000		Variance > £5k
Audit Fees (Additional Fees)	-12,000		Additional Audit Fees incurred relating to Grant verifications
Postages	12,000		Postage costs lower than anticipated due to lower volumes and posting unit costs have not increased as much as anticipated
Liability Expenses	17,000		The Courts have reduced the summons cost fee per case
Minor Variances	6,000		Other Minor Variances
Contributions	-128,000		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.
	33,000	-55,000	