

Agenda Item No: 5 (3)

Report to: Overview and Scrutiny (Resources)

Date of Meeting: 22nd November 2010

Report Title: Quarter 2 Financial Summary

Report By: Peter Grace
Head of Financial Services

Purpose of Report

To provide Members with a summary of Financial Information for Quarter 2.

Recommendation(s)

1.

Reasons for Recommendations

Quarter 2 Financial Summary

Council-wide Quarter 2 Revenue Spend

1. Revenue Budget - At the end of quarter two a number of significant variations have been identified but the overall financial position is a balanced one of spend against budget.
2. The more significant variations include savings from the new Leisure Contract, possible savings due to reduced payments on Concessionary Fares, increased rental income due to a reduction in voids and reductions in income within Development Control.

There have been losses in grants as follows:

Income:	£'000
Area Based Grant (ABG)	286
LAA Reward grant	174
Business Growth Incentive Grant	30
Free Swimming	18
Total	<u>£508</u>

3. Of the total LAA (Local Area Agreement) reward grant reduction £70,000 is attributable to revenue. The losses in ABG have been addressed by reductions in the project costs. The loss of free swimming grant has a nil effect to the Council's budget as it was passed on to Freedom Leisure.
4. Capital Programme – the gross expenditure on the capital programme is £12,380K. Approximately 1.7 million of expenditure will be re-profiled into 2011/12 in respect of the CCTV Control Room, the Castle Improvements/East Hill Café and Factory Refurbishment (ACE – Answers in the carbon Economy). There are three new schemes namely, Income Management System, Celandine Playground and Empty Homes Strategy CPO (compulsory purchase order). The revised capital programme for 10/11 is estimated at £10,542K. It is anticipated that after applying capital receipts and grants the Council will have a borrowing requirement of £1,391K.

Wards Affected

Ashdown, Baird, Braybrooke, Castle, Central St. Leonards, Conquest, Gensing, Hollington, Maze Hill, Old Hastings, Ore, Silverhill, St. Helens, Tressell, West St. Leonards, Wishing Tree

Area(s) Affected

None

Policy Implications

Please identify if this report contains any implications for the following:

Equalities and Community Cohesiveness	Yes
Crime and Fear of Crime (Section 17)	Yes
Risk Management	Yes
Environmental Issues	Yes
Economic/Financial Implications	Yes
Human Rights Act	Yes
Organisational Consequences	Yes

Background Information

Officer to Contact

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