
BUDGET MONITORING 2013/14 – MONTH 9

Reason for the Report

1. To update Members regarding the Council's budget monitoring position.
Attached at **Appendix A** is the Budget Monitoring Month 9 report which was presented to the Cabinet on 21 February 2014.

Background

2. The Policy Review and Performance Scrutiny Committee has responsibility for monitoring the overall Council budget, as well as for monitoring specific Directorate budgets. These include the Cabinet Office, Corporate Management, County Clerk and Monitoring Officer, and the Resources Directorate. Its remit also covers Equalities, Customer Services and Community Engagement (within the Communities Housing and Customer Service Directorate), as well as Strategic Estates and International Policy (Economic Development Directorate).

Issues

3. When the Committee discussed its work programme for 2013/14, Members indicated that they would like to focus on particular service areas in more depth during budget monitoring sessions where appropriate. They selected Facilities Management and Central Transport Services for consideration at Month 6. This quarter's monitoring report is being presented for information only.

Way Forward

4. Although this item is for information, Members may wish to make comments or recommendations to the Cabinet, or to discuss whether to focus future scrutiny items on any of the issues highlighted by the Month 9 report.

Legal Implications

5. The Scrutiny Committee is empowered to enquire, consider, review and recommend but not to make policy decisions. As the recommendations in this report are to consider and review matters there are no direct legal implications. However, legal implications may arise if and when the matters under review are implemented with or without any modifications. Any report with recommendations for decision that goes to Cabinet/Council will set out any legal implications arising from those recommendations. All decisions taken by or on behalf of the Council must (a) be within the legal powers of the Council; (b) comply with any procedural requirement imposed by law; (c) be within the powers of the body or person exercising powers of behalf of the Council; (d) be undertaken in accordance with the procedural requirements imposed by the Council e.g. Scrutiny Procedure Rules; (e) be fully and properly informed; (f) be properly motivated; (g) be taken having regard to the Council's fiduciary duty to its taxpayers; and (h) be reasonable and proper in all the circumstances.

Financial Implications

6. The Scrutiny Committee is empowered to enquire, consider, review and recommend but not to make policy decisions. As the recommendations in this report are to consider and review matters there are no direct financial implications at this stage in relation to any of the work programme. However, financial implications may arise if and when the matters under review are implemented with or without any modifications. Any report with recommendations for decision that goes to Cabinet/Council will set out any financial implications arising from those recommendations.

RECOMMENDATIONS

7. The Committee is recommended to:

- i. consider whether it wishes to make any comments to the Cabinet regarding the Month 9 monitoring position; and
- ii. consider whether it wishes to use information contained in the report to inform future scrutiny items.

MARIE ROSENTHAL

County Clerk and Monitoring Officer

26 February 2014

CABINET MEETING: 21 FEBRUARY 2014

BUDGET MONITORING – MONTH 9 REPORT

REPORT OF THE CORPORATE DIRECTOR RESOURCES

AGENDA ITEM:8

PORTFOLIO: FINANCE & ECONOMIC DEVELOPMENT

Reason for this Report

1. To provide the Cabinet with an update of the financial monitoring position for the authority based on the first nine months of the financial year and as updated for significant movements to date.

Background

2. This monitoring report provides details of the projected outturn for 2013/14 compared with the budget approved by Council on the 28 February 2013.
3. The presentation of surpluses and deficits in this report follows the convention, which shows an excess of expenditure over budget as a positive and additional income over budget as a negative. Conversely, expenditure less than budget would be shown as a negative while income lower than expected would be denoted as a positive. Negative items are shown in brackets.

Issues

Revenue

4. The Council's month nine monitoring position shows a significant improvement compared to the position reported at month six with a balanced spend currently projected as compared to the previously reported overspend of £903,000. Additional savings identified in relation to capital financing have also enabled a contribution of £1.1 million to be set aside offset the costs of voluntary severance in the current financial year. This is in addition to the revenue budget previously identified for this purpose as set out in the month six report. The change includes a further significant improvement in the directorate positions with the projected spend across all directorates having reduced by £605,000 compared to month six. The improvement has been achieved through a combination of the specific action plans drawn up by directorates and the management actions implemented by the Interim Head of Paid Service

earlier in the year when the first indications of a potential overspend were identified. These actions need to remain in place in order to ensure that the projected savings identified continue to be achieved and are reflected in the final outturn position. There is also the need to guard against further growth in expenditure during the final quarter of the year, particularly in relation to social care where high cost placements and needs led demand for services can quickly increase the financial pressures on the Council's budget.

5. Despite the overall improvement significant financial pressures remain particularly in relation to the Children's Services, Environment, Health & Social Care and Resources Directorates and overall, directorate budgets are currently reporting a projected overspend of £3.985 million. As previously approved by Cabinet this position includes the drawdown of £1.440 million from the Corporate Contingency Budget. This includes £950,000 in relation to additional costs of external placements in Children's Services, £350,000 to offset income shortfalls in the Materials Recycling Facility in Environment and £140,000 to meet additional social work costs in Health & Social Care. A figure of £160,000 remains unallocated within the earmarked Health and Social Care element of the Corporate Contingency Budget.
6. The projected overspends in directorate budgets are offset by savings on capital financing, Non-Domestic Rates (NDR) refunds on Council properties and by a projected surplus on Council Tax. There are also savings arising from the allocation provided in the budget in support of changes arising from the implementation of the Council Tax Reduction Scheme and from the successful performance against the 2012/13 Outcome Agreement Grant. Appendix 1 provides a breakdown of the Council's spend against budget including the position on individual directorates.
7. The additional saving on capital financing has also enabled a contribution of £1.194 million to be set aside in support of the exceptionally high level of voluntary severance costs anticipated in the current financial year both in relation to the achievement of 2013/14 savings and in support of the 2014/15 budget. The £1.194 million will assist in funding these costs as will the budget previously identified as part of the month six report. At that stage a figure of £500,000 was identified however a review of existing pension commitments suggests that a budget of £724,000 can now be released for this purpose.

The funding of the voluntary severance costs poses a major challenge for the Council both in the current year and in the medium term and reflects the impact of the scale of reductions required to be made to the workforce to meet the budget reduction requirement. The funding of these voluntary severance costs is dealt with in more detail in the 2014/15 Budget Report which identifies that these amounts would initially be met, once the employee changes reserve is fully utilised, by borrowing from earmarked reserves which would then be replenished in subsequent years.

8. A number of significant overspends continue to be projected in relation to directorate budgets including £2.6 million in Health & Social Care, £1.3 million in Environment, £945,000 in Resources and £554,000 in Children's Services. The overspends reflect a range of factors including increased demographic pressures, shortfalls in income and the failure to fully achieve the savings targets set as part of the 2013/14 budget. As previously directed, each of these directorates has prepared an action plan to assist in reducing the spend in the current financial year. These have been reviewed on a monthly basis and this process will remain in place for the remainder of the year in order to ensure that the savings anticipated from these actions are achieved and that further progress is made in reducing these significant overspends.
9. Savings targets for each directorate were approved as part of the 2013/14 Budget. These total £22.388 million against which an overall shortfall of £5.687 million is currently anticipated, an increase of £268,000 compared to the position reported at month six. The projected shortfall is reflected in the directorate monitoring positions although where possible shortfalls have been offset by savings in other budget areas. Directorates will continue to work towards achieving these savings however it is clear that progress in the current financial year may be limited. This remains a cause for concern particularly given the Budget Reduction Requirement of £50 million for 2014/15 as set out in the November Updated Budget Strategy Report.
10. As previously reported, the Council's Interim Head of Paid Service implemented a number of management actions to reduce the level of spend across the Council with the intention of improving the overall position as the year progressed and enabling a balanced position to be achieved by the end of the financial year. The success of these measures is reflected in the improved position set out in this report, however in order to ensure the savings are achieved these measures will need to remain in place for the remainder of the year. The management actions include:

Purchase of Goods and Services

- Review all uncommitted revenue funded works contracts on buildings, roads and other infrastructure.
- Review all spending budgets to ensure that no further spend is incurred unless essential. This should include but not be limited to:
 - Non-essential supplies and services
 - Furniture, ICT and other equipment
 - Conferences
 - Training courses and events (excl essential H&S/FirstAid/Fire Evacuation training)
 - Use of non-council buildings for council activities
 - Non-essential travel

Consultants

- Review engagement of interims, consultants and specialists for new contracts in accordance with the strategy that took effect from 1 August 2013.

- Review existing use of interims, consultants and specialists in order to reduce involvement where feasible.

Use of resources

- Review use of colour copying
- Reduce the quantity of paper produced for meetings & increase reliance on electronic methods.
- Re-use office materials and equipment wherever possible.

Maximise income

- Review all fees and charges and income sources in order to seek opportunities to further maximise income in the current year.

Staffing Arrangements

- Review and limit any new agency engagements or extensions to current agency engagements (incl. Cardiff works but see exceptions).
- Review and limit any increase in level of contracted hours currently being worked.
- Review the need to fill posts as they become vacant.
- Further review and limit external recruitment.
- Review all temporary contracts of less than 12 months and any extensions to existing temporary contracts.
- Review of overtime working with a view to reducing non essential spend.

11. It is recognised that there will be exceptions where for technical funding reasons the implementation of measures will not result in direct savings to the council's revenue account. These exceptions include:
 - (i) Schools Delegated budgets.
 - (ii) Harbour Authority
 - (iii) Housing Revenue Account
 - (iv) External grant funded services.
 - (v) Trading Accounts undertaking work on capital schemes or on schools delegated budgets.
12. In support of the measures to restrict revenue spending during the remainder of 2013/14, the corporate Finance & Procurement teams have been instructed to ensure that the Council's Contract Standing Orders and Procurement Rules and Financial Procedure Rules are being fully adhered to by all staff. In particular, they have been instructed to remove off-contract spend and enforce adherence to the Council's corporate purchasing and payment processes. A number of specific actions are being progressed to provide the Council with the necessary visibility and control to effectively manage external spend.
13. The overall position includes a saving of £400,000 arising from the allocation provided in the budget in support of the Council Tax Reduction Scheme with current projections suggesting this will not be required in 2013/14. As previously reported the Minister for Local Government and Government Business has also confirmed that based on successful

performance in 2012/13 the Outcome Agreement Grant will be fully receivable by the Council in the current year. The receipt of this grant was dependent on achieving the outcomes agreed jointly between the Welsh Government and the Council with deductions made if the outcomes were only partially achieved or not achieved at all. To reflect this, the Budget Report set out that the receipt of this grant was assumed at 75%. The additional £826,000 increases the funding from this source to £3.295 million in the current financial year with the additional element together with the £400,000 Council Tax Reduction Scheme saving reflected in the Summary Revenue Account.

14. A financial statement showing the spending position for each directorate is attached as Appendix 1 to this report. Comments on the main variances and any significant issues are as follows:

Cabinet Office + £32,000

15. The overall position shows a projected overspend of £32,000 an increase of £19,000 compared to the position reported at month six. All budget savings, totalling £164,000 approved as part of the 2013/14 budget are currently anticipated to be achieved.
16. The change to the monitoring position is mainly due to additional staffing and supplies and services costs within Improvement & Information Management which is currently projecting an overspend of £36,000. This includes redeployment costs arising from the recent restructuring of the service. Media Services are currently reporting a projected overspend of £3,000. This includes an overspend of £40,000 on Capital Times mainly due to a significant increase in postage costs. This is partly offset by savings in other Media budgets including £32,000 due to staff vacancies and additional recharge and other external income. A projected saving of £8,000 is currently forecast in relation to Communications with a shortfall in external advertising income in the Central Advertising unit offset by savings elsewhere within Communications, mainly in relation to employee budgets.

Capital Financing (£1,585,000)

17. The full year projection for Capital Financing is a £1.585 million under spend at Month 9. This is £1.005 million more favourable than the forecast at month 6 primarily due to two technical changes in accountancy practice it is proposed will be implemented in respect of the Councils Minimum Revenue Provision for Debt Repayment (MRP). Firstly it is intended to change the Council's approach to provision for debt repayment moving from a straight line repayment basis to a reducing balance basis which would remain a prudent position and exceed the minimum required by Welsh Government. The amount generated as a result of this proposed change in accounting policy is £2.43 million, with the revised MRP policy being included in the Budget Proposals report for 2014/15. Offsetting this is an additional expense in relation to MRP of £1.27 million in relation to new accounting requirements introduced by the Wales Audit Office concerning landfill

capping and after care obligations. This requires the Council to charge its obligations for Lamby Way and Ferry Road over the next sixty years as capital expenditure immediately, rather than as and when the expenditure is actually incurred.

18. The overall position continues to assume that in the short term, the Council will utilise its temporary cash balances to pay for Capital Programme works rather than borrow money externally from the Public Works Loan Board or money markets. This position is monitored closely and opportunities will be considered to take an element of the Council's borrowing requirement where these are forthcoming. Accordingly, this projected outturn position is at risk if it is deemed beneficial to borrow this financial year. The projected variance continues to assume that the £300,000 dividend budgeted to be received from Cardiff Bus will not be payable to the Council this year due to the current low level of distributable reserves of the company.

Children's Services +£554,000

19. The month nine monitoring position for Children's Services shows a projected overspend of £554,000 a reduction of £228,000 compared to the position reported at month six. The improvement is mainly due to changes in the number of external residential placements which are now showing a reduction compared to previous months. However, despite this, costs in this area continue to remain high. In line with previous Cabinet decisions the overall position reflects the full drawdown of the £950,000 corporate contingency sum which was set aside in the 2013/14 budget to meet increases in the costs of external placements. The position also includes the impact of the £701,000 budget transfer from Children's Services to Health & Social Care reflecting the cost of transitions between the two directorates for young adults who were aged between 18 and 21 at 31st March 2013. The transfer of these costs had not been approved at the point at which the budget was set in February and therefore the budget transfer has been put in place to reflect the movement of costs between the two directorates.
20. Although the directorate received an additional budget re-alignment of £1.8 million as part of the 2013/14 budget process, significant cost growth in external residential placements, increases in external fostering placements, increased adoption placement fees and unachieved savings in relation to the previous and current financial year have all contributed to the projected overspend. A shortfall of £148,000 is currently anticipated against the £540,000 savings target set as part of the Council's 2013/14 budget. The shortfall includes £100,000 relating to a review of sessional care, £75,000 against a budget saving on residential agency placements and £23,000 against the £30,000 budget saving on family support. A saving of £80,000 is currently forecast against the £30,000 budget saving based on using the framework to secure better rates for agency fostering placements.
21. Growth in expensive residential placements in the latter part of 2012 and in the first half of 2013 has led to a projected increase of circa £1.2

million in the overall costs of external placements in 2013/14 compared to the previous financial year, even though numbers have shown a reduction in recent months. An external residential placement can typically cost in excess of £150,000 a year so even a small increase in numbers can have a significant impact on costs. The position on external placements also includes a projected shortfall of £280,000 against budgeted savings introduced as part of the 2012/13 and 2013/14 budgets. The opportunity of utilising a Social Impact Bond approach in this area has been recently considered and approved by Cabinet and is currently being taken forward via procurement arrangements. It is anticipated that this may assist in reducing or minimising costs of placements in future years. There is also an anticipated overspend of £260,000 on the budget for external fostering placements reflecting growth in numbers in 2013/14.

22. Other projected overspends include £281,000 in Child Health and Disability and £427,000 in Leaving Care. The overspend in Child Health and Disability reflects significant expenditure on agency staff together with an overspend on the domiciliary / sessional care budget where it is anticipated that a £100,000 savings target is unlikely to be achieved. The overspend in leaving care reflects the on-going high cost of providing supported accommodation to homeless children aged 16 and over including unaccompanied asylum seeker children. An overspend of £190,000 is also projected in relation to agency fees for adoption placements with a significant increase in the number of placements in 2013/14 compared to the previous year which should be viewed as a positive development. The overspends are partly offset by savings in other areas including £579,000 in internal residential accommodation mainly relating to the closure of the home at Thornhill Road. The budgets for the District Teams and In-take and Assessment are also projecting an underspend of £280,000 reflecting the high level of vacancies in this area. This is despite significant levels of agency costs. There are also savings of £200,000 in internal fostering, £210,000 in management and support, £130,000 against family assessments and £99,000 in both Youth Offending and Service Development.
23. In line with the management actions implemented earlier in the year, measures are being taken by the directorate to try to improve the financial position. However much will depend on the numbers of looked after children and in particular any changes to the number of external residential and fostering placements during the remainder of the year. Even a small change in external residential placements can have a significant effect on the financial monitoring position.

Communities, Housing & Customer Services (£479,000)

24. The directorate is currently projecting a saving of £479,000, an increase of £156,000 compared to the position reported at month six. The increase reflects a further projected underspend in relation to the Council Tax Reduction Scheme together with additional vacancy savings and other cost reductions in Policy, Partnership and Citizen Focus. An underspend of £75,000 is also now reported against the budgets for Anti

Social Behaviour and Alleygating. These are partly offset by an increase in the projected overspend on Local Training and Enterprise. A shortfall of £460,000 is currently anticipated against the £2.183 million savings target set as part of the Council's 2013/14 budget however this is offset by savings in other areas within the directorate. The anticipated shortfall relates to the review of the Local Training and Enterprise Service as set out in the narrative below.

25. Housing and Neighbourhood Renewal functions are projecting an overall underspend of £700,000 with savings of £146,000 on Housing Strategy, Support and Lettings, £75,000 on Anti Social Behaviour and Alleygating and £65,000 as a result of vacancies in the Disabled Facility Service. In addition, there is a forecast underspend of £424,000 in relation to the Council Tax Reduction Scheme. This forecast is based on claimant numbers and service expenditure data at the end of December and will continue to be closely monitored as the year progresses. These are partly offset by a projected overspend of £10,000 in relation to gypsy sites. Other projected underspends within the directorate include £242,000 in Policy, Partnerships and Citizen Focus, £29,000 in the Neighbourhood Regeneration Service and £22,000 against Customer Service budgets. These are all mainly as a result of savings on employee budgets resulting from staff vacancies. The Library Service and Supporting People budgets are both currently projecting a balanced position.
26. These underspends are partly offset by a projected overspend of £514,000 in relation to Local Training and Enterprise. This is mainly due to a projected shortfall of £460,000 against the £500,000 saving included in the 2013/14 budget. The directorate has plans in place to achieve the full saving in 2014/15. A restructure has been put in place and redeployment / severance is underway for those staff affected. Public consultation has taken place on the new model of service delivery and 3 buildings are programmed to close by the end of the year. At present only £40,000 has been identified as achievable in 2013/14. The core budgets are also currently projecting an overspend of £54,000. This includes a £21,000 shortfall in income from room hires and employee cost overspends of £19,000 with the balance of the variance relating to supplies and services spend above target. It is anticipated that voluntary severance and redeployment planned to take place in December will improve this position and this will be confirmed in future reports.

Corporate Management (£308,000)

27. A saving of £308,000 is currently forecast in relation to the budgets within Corporate Management, an increase of £36,000 compared to the position reported at month six. This is mainly due to a projected saving on the Welsh Language Unit which has recently transferred from Sports, Leisure & Culture, partly offset by a slight reduction in savings in other areas. All budget savings, totalling £258,000 approved as part of the 2013/14 budget are currently anticipated to be achieved.

28. Overall an underspend of £136,000 is currently projected in relation to the Chief Executive and Corporate Director budgets as a result of the changes that have taken place during the year including the deletion of the Chief Operating Officer post. There are also savings against the Fire Service precept, general expenses budgets, Commensura charges and a vacant administrative post although these are partly offset by increased contributions towards the Coroners Service. The Welsh Language Unit is currently projecting a saving of £51,000 reflecting a combination of reduced expenditure including staff vacancies and increased income.

Council Tax Collection (£2,100,000) and NDR refunds on Council Properties (£178,000)

29. A review of the Council Tax position indicates a potential surplus of £2.1 million, an increase of £300,000 compared to the projection at month six. This includes the impact of the 0.5% reduction to the ultimate collection rate which was introduced in anticipation of the policy changes to the Council Tax Reduction Scheme. The Welsh Government subsequently made the decision to fully fund the scheme in 2013/14 and this has resulted in a projected surplus of circa £780,000 in the current year. The balance of the surplus is mainly a reflection of changes made to the recovery process which have resulted in improvements to the overall collection rate and enabled a reduction to the bad debt provision. This will continue to be closely monitored to identify any further fluctuations as the year progresses. A saving of £178,000 is currently anticipated in relation to refunds of NDR on council properties achieved through the appeals process.

County Clerk & Monitoring Officer (£100,000)

30. The overall position shows a projected saving of £100,000, which is broadly in line with the position reported at month six. A shortfall of £21,000 is currently anticipated against the £93,000 savings target set as part of the Council's 2013/14 budget however this is offset by savings in other areas within the directorate. The shortfall is reflected in the overall position and includes £16,000 in relation to member's broadband and £5,000 on proposed individual working on annual canvass house visits.
31. The main variance relates to Scrutiny Services which is currently reporting a projected underspend of £122,000 mainly as a result of vacancy savings. This is partly due to delays in filling new posts funded as part of the 2013/14 Budget. This is offset by a projected overspend of £25,000 in Member Services reflecting a shortfall against the savings target for members broadband and increased translation costs. Democratic Services are currently projecting a saving of £4,000 whilst Protocol Services are still anticipating a balanced position. Electoral Services are also projecting a balanced position albeit with a reduced contribution to the Election Reserve reflecting additional costs incurred on canvassers during the year and the impact of the recent by-elections.

Economic Development (£220,000)

32. The directorate is currently reporting a projected saving of £220,000, an increase of £4,000 compared to the position reported at month six. All budget savings, totalling £537,000 approved as part of the 2013/14 budget are currently anticipated to be achieved. The directorate budgets have recently increased to reflect the transfer of the City Centre Management and Tourism functions from Sport, Leisure & Culture.
33. A saving of £311,000 is currently projected in relation to the Business and Investment Division mainly as a result of the £262,000 BT wireless concession payment, which is a non-recurring sum based on the use of Council assets for the deployment of broadband. A saving of £100,000 is also projected against the city regions budget reflecting a lower than planned spend in this area during the current financial year. Innovation and technology centres are also anticipating a saving of £62,000 mainly as a result of additional rental and service charge income. These are partly offset by additional costs including £51,000 in respect of support for SMEs, ineligible grant funded staffing costs of £37,000 relating to the Super Connected Cities Project and £30,000 in the Film Unit as a result of initial set up costs.
34. Other significant variances within the directorate include an anticipated surplus of £43,000 on the Events Park and Ride activity and projected overspends of £101,000 in Major Projects and £32,000 in Property. The Major Projects position includes a shortfall of £147,000 in leasing income for the now demolished International Sports Village offices together with £30,000 in respect of the demolition costs. An overspend of £56,000 is also projected in relation to the Doctor Who Experience which includes a shortfall in sponsorship income for the naming rights. Additional costs of £14,000 have also been incurred in relation to the surrender of the Llanrumney Hall site. These are partly offset by projected savings on staffing budgets elsewhere within Major Projects. Additional rental income of £74,000 within the Property Division is offset by reduced income projections for the Central Market and increased security costs at the Maelfa.
35. City Centre Management are reporting a projected overspend of £16,000 with increased infrastructure expenditure partly offset by a saving of £31,000 against the night time economy budget. A projected saving of £20,000 is anticipated in relation to Tourism mainly due to increased income generation at the tourist information centres. The Construction and Design Unit is currently projecting a balanced position.

Education & Lifelong Learning (£36,000)

36. The directorate is currently reporting a projected saving of £36,000 an improvement of £73,000 compared to the position reported at month six. The change reflects a number of factors, the most significant of which is a further improvement in the position on Inter Authority Recoupment and Special Educational Needs (SEN). Improved positions are also reported in relation to both Catering and Cleaning services. These are partly

offset by additional funding of £100,000 which has been allocated in order to provide schools with additional interventions and support in relation to the KS4 examinations this Summer.

37. The overall position includes an anticipated shortfall of £419,000 against the £4.127 million savings targets set as part of the 2013/14 budget however this is offset by savings in other areas within the directorate. The anticipated shortfall against savings targets includes £113,000 in relation to Storey Arms, £153,000 on issues relating to the occupancy of the Friary and the Parade, £50,000 on the Music Service and £50,000 on the Pupil Alternative Curriculum Centre.
38. Projected overspends against centrally funded education budgets include £113,000 in relation to Storey Arms and £52,000 in the Music Service. The Storey Arms budget was reduced by £175,000 as part of the 2013/14 budget process assuming both increased income and reductions to expenditure budgets. Although income has increased this is not sufficient to meet the savings target. A review of the establishment is on-going but it is unlikely that the proposed changes will be implemented within a timeframe that allows the savings to be achieved in the current financial year. Current projections for the Music Service suggest an overspend of £52,000 primarily due to shortfalls in income. This also takes into account a proposed drawdown of £26,000 from earmarked reserves. An overspend of £109,000 is also projected in relation to staffing commitments at Danescourt and St. Albans Primary schools. This is now finalised and no further costs are anticipated.
39. Inter Authority Recoupment and Special Educational Needs (SEN) budgets are currently projecting an underspend of £278,000. This is a significant improvement compared to the position at month six. An overspend of £184,000 is currently forecast in relation to Home and Hospital Tuition however this is offset by anticipated savings of £217,000 in out of county placements, £140,000 in non-delegated Pupil Support Service teams and £104,000 in the Pupil Referral Unit.
40. The Catering Division is currently reporting a balanced position with the income shortfalls arising from the need to review what is sold from vending machines as a result of the statutory demands set by the Welsh Government on healthy eating being offset by additional income and savings in other areas. Although the 2013/14 budget provided £200,000 to fund increases in free school meals, the take up of this provision has exceeded expectations and is currently projected to be in the region of £330,000. It is anticipated that the additional £130,000 will be funded from earmarked reserves set up to support the impact of Welfare reforms. The Cleaning Division is currently anticipating a surplus of £150,000.
41. The County Hall Nursery is currently projecting an overspend of £56,000 although this is partly offset by savings of £47,000 in other childcare budgets. Management and support budgets are projecting an underspend of £20,000 with additional costs in school improvement offset by savings in other areas. An anticipated shortfall of £120,000

relating to the occupancy of the Friary and the Parade is projected in Lifelong Learning however this is partly offset by funding of £70,000 from earmarked reserves in 2013/14.

Environment +£1,334,000

42. The directorate is currently reporting a projected overspend of £1.334 million, which is broadly in line with the overall position reported at month six. This represents a significant improvement compared to the position at month three and reflects the measures set out in the directorate action plan following a detailed review of all functions within the directorate. This achievement of savings was delivered despite continuing overspends in relation to landfill tax and the Material Recycling Facility (MRF). Whilst these show some improvement they continue to be a major factor in the projections for month nine. In addition to these significant in-year pressures the directorate also has savings targets of £3.490 million arising from the 2013/14 budget process of which £2.258 million are currently anticipated to be achieved during the financial year. The anticipated shortfall of £1.232 million includes £530,000 against savings on landfill tax, £100,000 on spans of control in Private Sector Housing together with a range of other shortfalls some of which are linked to service interventions such as Cardiff Outdoors. The Directorate has also had to manage a reduction of £513,000 in relation to the late notification of the 2013/14 Sustainable Waste Management (SWM) Grant.
43. The budget for landfill tax is currently projected to be overspent by £1.026 million. This reflects a combination of factors including increased tonnages received by the council to treat and dispose of waste and an inability to meet the budget saving of £530,000 which was anticipated as a result of diversion activity. Recently introduced operational improvements at the MRF and household waste and recycling centres is expected to reduce the volume of residual waste and may improve the position in the coming months. The overspend in this area is partly offset by a saving of £409,000 in relation to the use of contractors for waste disposal as this operation has now been withdrawn. Landfill operational costs are also currently forecasting an underspend of £266,000 with a further saving of £427,000 on landfill directives. This shows a significant increase reflecting the capitalisation of these costs. These are partly offset by reduced tipping income of £212,000 and the non-achievement of £90,000 SME income from the transfer station at Brindley Road.
44. An overspend of £876,000 is currently projected in relation to the MRF. This reflects a continuation of the depressed markets for recycle materials with an income shortfall of £530,000 currently forecast. The pressure experienced by the MRF in relation to market conditions and income opportunities was recognised in the 2013/14 budget and a corporate contingency sum of £350,000 was set aside to offset these pressures should they occur. The allocation of this sum was approved by Cabinet at its meeting on 23rd September and is reflected in the monitoring position. A number of additional operating costs have also been identified, some of which relate to external processing costs which

can no longer be afforded from the Sustainable Waste Management (SWM) Grant. Income shortfalls are also a significant factor in the projected deficit on the Trade Waste Collection Service. This is currently projecting a deficit of £394,000 of which £371,000 relates to a shortfall in income mainly as a result of competition from the private sector in the market place. The Household Waste Recycling Centres are also projecting an overspend of £97,000 mainly due to increased employee costs with an overspend of £127,000 also identified in relation to processing costs arising from increased tonnages of recyclables, particularly wood. Whilst the processing of these materials are eligible to be funded from the SWM grant, the reduction in funding means that these costs have had to be charged to the revenue account.

45. The balance of the overspend is mainly due to the anticipated under-achievement of budget savings both in relation to 2013/14 and in respect of savings carried forward from the previous year. The shortfalls impact on both Waste Management and Regulatory Services including some service interventions such as Cardiff Outdoors that are linked to the Council's Change Management Programme. Overall, Regulatory Services is currently projecting an overspend of £207,000 of which £100,000 is in Housing Enforcement and relates to the under-achievement of budget savings in relation to spans of control. Other overspends include an income shortfall of £63,000 in respect of the County Analyst, £55,000 in Licensing due to the purchase of a new computer database and £38,000 in Consumer Protection due to higher costs of dealing with stray horses. These are partly offset by increased income and reduced costs of £77,000 in Animal Services.
46. Cleaner Cardiff is currently projecting a saving of £721,000 reflecting actions taken to reduce employee costs through reducing the number of agency staff together with a range of other savings and increased income. These are partly offset by additional vehicle costs and higher costs in relation to public conveniences. Household Waste Collections is also projecting an underspend of £429,000 mainly due to savings on employee budgets although these are also partly offset by additional vehicle costs. Other projected underspends include £167,000 in Strategy, Education & Enforcement mainly in relation to litter enforcement and £54,000 on bulky waste collections where a saving on employee costs offsets the shortfall in income from the newly introduced charges.
47. The SWM Grant for 2013/14 provides revenue and capital funding of £7.35 million and £235,000 respectively in the current financial year. This represents a reduction of £513,000 in the revenue funding compared to the previous year and will need to be carefully managed by the Directorate adding further pressures on the service. Measures have been put in place but this will need to be closely monitored during the remainder of the year.
48. Vehicle recharges from CTS continue to create a significant financial pressure for the directorate and officers from both Environment and Resources are engaged in detailed discussions on the matter.

Health & Social Care +£2,590,000

49. An overspend of £2.6 million is currently projected in relation to Health and Social Care, an increase of £190,000 compared to the position reported at month six. This reflects a combination of factors including a delay in the anticipated transfer of the Cathedral View Home to Hafod Care and a reduction in the level of savings anticipated from the transfer of further domiciliary care costs to the framework agreement. These are partly offset by a one-off saving of £300,000 on the learning disabilities supported living contract following a review of placement costs.
50. The projected overspend is mainly due to increased demographic pressures in relation to services to older people and people with learning disabilities. This is reflected in a projected overspend of £3.232 million on externally commissioned services with costs in this area partly offset by savings in Direct Services and other areas of the directorate budget. The overall position includes an anticipated shortfall of £351,000 against the £1.862 million savings targets set as part of the 2013/14 budget. The shortfall relates to savings targets within externally commissioned services mainly linked to reviews of high cost packages.
51. The projected overspends within externally commissioned services includes £2.156 million in respect of older people, £854,000 in relation to people with learning disabilities and £327,000 in Mental Health Services. These are partly offset by savings in other areas. The overspend on older people largely reflects very significant growth (9%) in the number of domiciliary care hours delivered. This follows an increase of 10% in 2012/13. Only part of this growth is reflected by an increase in the number of service users (3.9%) with the greater impact resulting from an increase in the average care hours received by each service user. This reflects the increasing demographic trend in terms of age profile and level of need. There has also been growth of 18% in the last twelve months in the number of hours of care paid via direct payments to those who wish to arrange their own care. In addition there is a projected increase of £1.0 million in the cost of older people residential and nursing care compared to 2012/13. This reflects both growth in numbers and an increase in the cost of individual residential and nursing placements although fee increases relating to both 2012/13 and 2013/14 have still to be agreed for a number of residential and nursing homes. Provision has been made in the projections in anticipation of an increase however the impact on the overall position will not be known until all increases are settled.
52. The projected overspend of £854,000 in learning disabilities reflects a number of factors including a significant increase in the anticipated spend on residential care, an increase in the number of external supported accommodation placements, growth in the number of domiciliary care hours provided and a significant increase in the number of care hours provided via direct payments. These are partly offset by a one-off saving of £300,000 on the learning disabilities supported living contract following a review of placement costs. As approved by Cabinet as part of the month six report budget provision of £701,000 was

transferred from Children's Services to Health & Social Care to reflect the cost of transitions between the two directorates for young adults who were aged between 18 and 21 at 31st March 2013. The projected overspend does however include the part year costs of transitions from Children's Services where a young adult has turned 18 during the financial year. The projected overspend of £249,000 in Mental Health Services reflects growth in both the number and cost of residential placements.

53. Budget savings of £740,000 were identified in relation to externally commissioned services as part of the 2013/14 budget of which it is currently anticipated that £389,000 will be achieved leaving a shortfall of £351,000. This is reflected in the projected overspend for externally commissioned services. The action plan agreed by the directorate to reduce spending in the current financial year also includes a number of significant savings which impact on the projected position of commissioned services. These include £650,000 to reflect the decision to withhold payments from domiciliary care providers due to discrepancies in the information relating to hours of care delivered. Other savings still anticipated to be achieved include £200,000 through targeted reviews to 'right size' care packages and to decommission the funding of ancillary services such as domestic cleaning and £100,000 from the review and return of any un-committed direct payment balances. These are also reflected in the projections for commissioning budgets set out above and will need to be achieved in order to prevent a further increase in the level of spend.
54. Within Direct Services, residential care is currently projecting a saving of £173,000. This is mainly due to savings in internal learning disabilities supported accommodation reflecting staff vacancies against the budgeted establishment. The anticipated financial impact of the decision to end the contract arrangements between the Council and Hafod Care in respect of the three remaining homes linked to that agreement will enable the achievement of the £500,000 budget saving which was based on a review of residential care provision. Other than that the financial impact in the current financial year is anticipated to be broadly neutral although the final position will depend on a number of factors including the transfer date of the Cathedral View Home. The Dorothy Lewis and Ty Newydd Care Homes have closed and the transfer of the Cathedral View Home is currently being finalised. The termination of the agreement with Hafod Care will also provide full year savings in support of the 2014/15 budget. Other savings within Direct Services include £145,000 in relation to internal day care services, mainly as a result of staff vacancies in learning disabilities day care and £154,000 in relation to the Home Care Service. Savings of £144,000 are also projected in other areas of the directorate including fieldwork/social work and management and support.

Resources +£945,000

55. The directorate is currently reporting a projected overspend of £945,000, a reduction of £253,000 compared to the position reported at month six. This further improvement includes additional income linked to the

Commensura contract in Human Resources, an allocation from the Energy Contingency budget to offset cost increases on utilities in Facilities Management together with a range of cost reductions across the directorate. These are partly offset by additional costs linked to the forthcoming closure of the County Supplies depot and the consequent impact on the trading account in the current financial year. Overall, significant overspends continue to be reported in relation to Facilities and Fleet Management with shortfalls against savings targets set as part of the 2013/14 Budget and in previous years. Together, the projected overspends in these areas total £1.812 million with offsetting savings identified against a range of other budgets across the directorate.

56. At a directorate level a shortfall of £2.314 million is currently anticipated against the £3.998 million savings targets set as part of the 2013/14 budget. Of this £902,000 relates to facilities management and £834,000 to fleet management. Further details of these are set out below. Other shortfalls against savings include £334,000 on IT initiatives such as the transfer of data and e-mail storage to an IT cloud and £200,000 on reducing external legal spend.
57. The most significant variance continues to be in relation to Fleet Management with a projected overspend of £1.031 million currently reported. This reflects a continuing shortfall against savings targets of which £982,000 was allocated in 2012/13 and £834,000 as part of the 2013/14 Budget. Delays in the fleet replacement and reduction programme have resulted in the continued use of short term hire as well as increased maintenance costs. As previously reported, the £250,000 saving for improving driver behaviour is deemed unachievable and cannot be progressed while overspends are also reported against spend on tyres, unbudgeted vehicle tracker costs and capital charges associated with invest to save costs at the workshops.
58. Facilities Management is currently projecting an overspend of £781,000 also mainly as a result of shortfalls against savings targets. This includes projected shortfalls of £376,000 on security, £271,000 on building cleaning, £355,000 on other facility management budgets and £252,000 due to the delayed restructure within Building Support. These are partly offset by office accommodation savings generated by the Office Rationalisation project and from other savings on premises budgets. Increased energy costs have been offset by an allocation from the Council's Energy Contingency Budget.
59. Commissioning and Procurement are currently projecting an overspend of £98,000 with a shortfall in retrospective rebate income of £90,000 and a projected shortfall against budget of £135,000 on the County Supplies trading account. This is linked to the forthcoming closure of the County Supplies depot and the consequent impact on the trading account in the current financial year. These are partly offset by savings in other budgets within Commissioning and Procurement including employee costs. An overspend of £32,000 is also projected in relation to Legal Services with a shortfall against the budget saving aimed at reducing external legal

spend partially offset by savings on other budgets including employee costs and additional internal income.

60. A saving of £118,000 is currently projected in Human Resources. This includes savings of £126,000 as a result of vacancies, part time hours and additional income in HR People Services, a projected surplus of £83,000 in relation to Cardiff Works and an anticipated underspend of £90,000 in respect of the Cardiff Academy. These are offset by funding of £181,000 in relation to the implementation and on-going costs of HRPS system development including capital financing costs.
61. All other divisions within the directorate are either anticipated to be on target or have identified savings. This includes savings of £268,000 in Enterprise Architecture reflecting a combination of employee savings and reduced expenditure on consultancy and £178,000 in Finance mainly as a result of staff vacancies. A saving of £160,000 in ICT is mainly due to reduced expenditure on hardware and software purchases and other related costs, whilst in Change Management a saving of £268,000 has been achieved through a reduction in the level of project resources.

Sport, Leisure & Culture (£280,000)

62. The directorate is currently reporting a projected surplus of £280,000, an increase of £12,000 compared to the position reported at month six. This is despite an anticipated shortfall of £301,000 against the £1.994 million 2013/14 savings target, effectively covering this shortfall with increased efficiencies elsewhere. The more significant shortfalls include £105,000 in relation to the new operating model for the Mansion House and Protocol and £100,000 against a saving on the Channel View Centre. A significant proportion of the saving has been achieved through increased income generation, particularly across leisure services and venues and the directorate now funds almost 62% of its gross expenditure from income.
63. The overall position includes a reduction of £337,000 in the subsidy for sports and leisure facilities, despite the issue with Channel View noted above. This is mainly as a result of increased income through improvements to Active Card memberships which is a continuation of the trend seen in recent years. All other sports and leisure facilities are currently reporting significant surpluses against budget. Additional expenditure in relation to the continued opening of Splott Pool will be funded from Corporate Initiatives in the current year. This is currently projected to be £186,000. A saving of £69,000 is currently projected on community halls mainly as a result of improved performance at Penylan. There is also a projected saving of £17,000 for the Cardiff Riding School reducing the overall level of subsidy to £12,000.
64. A saving of £83,000 is projected in relation to Culture, Tourism and Events. This includes an additional in-year saving of £45,000 against the Winter Wonderland budget following the successful tendering process. Other savings include £57,000 on catering and functions, £24,000 in relation to the Cardiff Story, £22,000 in reduced management costs and

£22,000 at St David's Hall. These are partly offset by overspends in other areas including a shortfall of £105,000 in income generation against the planned new operating model at the Mansion House referred to above. This is predominantly due to the loss of key sales opportunities in 2012/13 as a result of the damage to the ceiling.

65. Parks and Sport are currently reporting a projected overspend of £110,000. This includes an overspend of £124,000 in relation to unfunded skip hire costs relating to the disposal of waste generated through litter clearance, bin emptying and fly tipping and as a result of increases in waste collected and an increase in disposal costs. In addition there are additional vehicle charges of £110,000 although these are still subject to review. There is also a shortfall of £55,000 in sponsorship income. These are partly offset by savings of £115,000 on employee costs together with a range of other operational savings across the division.
66. The Cardiff International White Water (CIWW) facility is currently projecting an operational surplus of £133,000 against budget. However, this is offset by loan repayments of £306,000 which reflects the Council's investment in the facility which was provided on an invest to save basis. When this is taken into account it leaves a shortfall of £173,000. A saving of £30,000 is projected at the Sailing Centre due to a combination of reduced employee costs and lower spends on equipment. The Flatholm budgets are also projecting an underspend of £27,000 mainly due to a saving on employee costs.
67. The Registration Service is currently projecting a saving of £51,000 reflecting a significant increase in income of £124,000 including additional income from registration fees, the Nationality Checking Service, ONS registration and citizen ceremonies. This is partly offset by additional employee and equipment costs. The Bereavement Service is projecting a balanced position with any surpluses currently assumed to be transferred to reserves in order to fund future investment in the service.

Strategic Planning, Highways and Traffic & Transport (£47,000)

68. The Directorate is currently projecting a saving of £47,000 as compared to the balanced position reported at month six. The change reflects an increase in the level of savings projected in relation to Highways and Traffic and Transport, partly offset by an increased overspend within Planning and Building Control. The overall position includes an anticipated shortfall of £441,000 against the £3.142 million savings targets set as part of the 2013/14 budget however these are offset by savings in other areas within the directorate. The major shortfalls include £296,000 against the savings targets for the Highway maintenance elements of the Cardiff Outdoors project and £181,000 against the £650,000 budget proposal in relation to on street pay and display parking charges. These are partly offset by over-recoveries against other savings targets.

69. The Highways Service is currently projecting an overall saving of £122,000. This reflects a range of savings identified as a result of management reviews. These offset the continued projected shortfall of £296,000 against the savings targets for the Highway maintenance elements of the Cardiff Outdoors project including the Highways Maintenance Service Redesign Phase 2. In addition, a shortfall of £28,000 continues to be forecast in relation to the full year effect of the City Services Phase 1 restructure target. These are partly offset by additional savings against other savings targets.
70. The savings arising from the management review include £137,000 in Highways Maintenance Management and £42,000 in Highways Infrastructure Asset Management which are mainly due to staff vacancies. Within Highways Operations a reduction in planned work relating to paving and permanent road repairs is estimated to achieve in-year savings of £272,000 with a further saving of £19,000 anticipated in respect of drainage works. These are partly offset by projected overspends of £13,000 within the South Wales Trunk Road Agency (SWTRA) division as a result of potential under recoveries against grant and £11,000 in relation to Street Lighting. The overall spend on operational budgets is dependent on a number of factors including weather conditions during the remainder of the year. For the purposes of this report it is therefore assumed that these budgets will be fully spent.
71. Traffic and Transportation functions are currently projecting a saving of £60,000. This includes £67,000 on the School Crossing Patrol Service, £48,000 in Traffic Management and £14,000 in Infrastructure Design. These are partly offset by projected overspends of £47,000 in Passenger Transport, £12,000 in Transport Projects and £8,000 in Public Transport.
72. Within Traffic and Transportation the Civil Parking Enforcement (CPE) Account is currently forecasting a projected shortfall of £450,000 against the £3.4 million annual budgeted surplus on the account. This is a ring-fenced account and does not impact directly on the directorate monitoring position. The shortfall on the account is mainly as a result of lower than anticipated income levels and includes delays due to the required timescales for traffic regulation orders and the full implementation of initiatives included within the budget. These include a shortfall of £181,000 against the £650,000 budget proposal in relation to on street pay and display parking charges, £200,000 from the proposal to remove the period of free parking within the Butetown Scheme and £140,000 from the extension of charges in the evenings for the Butetown arrangements and Sunday charging at the Norwegian Church. There are also income shortfalls in relation to the Sophia Gardens car park and the introduction of charges in Canton. These are partly offset by additional income of £87,000 in relation to increased tariffs in the Butetown area and by a surplus of £77,000 currently forecast in relation to the budget for penalty charge notices. Expenditure in the CPE Account is currently projected to be £45,000 below budget mainly as a result of vacant posts in the Enforcement Services Unit.

73. The 2013/14 Budget Report noted that the margin between the projected annual surplus on the CPE account and the expenditure commitments was relatively small and that this imposed a significant risk in relation to future forecasts for the reserve and made it essential that the income targets were achieved. The current position assumes that after meeting the budgeted commitments a balance of £58,000 will be retained in the reserve at the year end. This will need to be closely monitored as the year progresses and the balance of risk reassessed as part of the 2014/15 budget process.
74. The Planning and Building Control Service is currently reporting a projected overspend of £135,000. This includes an overspend of £124,000 in Strategic Planning, mainly in relation to employee costs with the service currently unable to meet its vacancy provision. The Development and Control Division is also reporting a projected overspend of £11,000. This includes a deficit of £6,000 on planning fee income and an estimated shortfall of £21,000 on Section 106 income. Other income including a recharge for a member of staff seconded to the Welsh Government is forecast to be £51,000 above target however this is offset by and projected overspends on operational budgets within the division. A balanced position is currently forecast for both the fee earning and non-fee earning areas within Building Control.

Housing Revenue Account

75. The Housing Revenue Account is currently projecting a surplus of £787,000, an increase of £33,000 compared to the position reported at month six. The overall variance includes a projected underspend of £1.3 million on employee costs reflecting vacancies and other savings against the staffing budget. Agency costs have also reduced as a result of posts being filled. Premises budgets are also currently projecting an underspend of £258,000. This is mainly due to a saving of £300,000 on budgets for works linked to the outdoor environment together with other premises savings in areas such as insurance. A potential overspend of £600,000 on jobbing and emergency repairs is partly offset by a contingency sum of £400,000 within the Housing Repairs Account. Other projected underspends include £330,000 on supplies and services, an anticipated £294,000 reduction to the provision for bad debts, an estimated £100,000 reduction to the budgeted level of Housing Subsidy payable and £131,000 as a result of reduced support service costs.
76. These are partly offset by additional capital financing costs of £581,000. This includes £500,000 of direct revenue financing which will reduce the requirement for borrowing in future years. Income is also currently projected to be £1.0 million under budget. This includes a projected under recovery of £760,000 due to a significant increase in the void rent loss projection. Service area data indicates that the number of void properties has increased substantially compared to the same period in 2012/13. This reflects a number of factors including the time taken to re-let properties. Recharges to capital for staff time are also projected to be £149,000 under budget with the balance of the under-recovery of income reflected across a number of income streams within the HRA.

Cardiff Harbour Authority

77. The financial position at the end of quarter three indicates that the annual draw down of Welsh Government funding will be £7.474 million against the budget of £7.596 million, resulting in an underspend of £122,000.

Heading	Budget £'000	Projected Out-turn £'000	Variance £'000
Expenditure	7,700	7,646	(54)
Income	(600)	(668)	(68)
Fixed Costs	7,100	6,978	(122)
Asset Renewal	496	496	0
Additional Claims	138	138	0
TOTAL	7,734	7,612	(122)

78. The position includes an anticipated saving of £158,000 on staff costs due to vacant posts and lower use of agency staff plus a further £51,000 on overheads mainly through lower spend on repairs and maintenance. In addition there are anticipated savings of £174,000 across various Environment budgets, £85,000 on groundwater, £87,000 on fish mitigation and £75,000 on dredging. These savings have enabled the completion of the repairs to the bascule bridges, adaptation work to the barrage control building, improvements to the environmental slipway and various other essential enhancements.
79. The total income generated is anticipated to be £668,000 and includes £219,000 from Harbour dues and £336,000 from car park fees. In addition £69,000 is expected to be generated from water activities and £44,000 from various other sources.
80. It is planned to fully spend the £496,000 against the Asset Renewal allocation. The more significant schemes include the renewal of the Bay Mermaid boat, replacement of 14 pedestrian barriers on the barrage and replacement of gearbox drives on the barrage fish pass.
81. The Welsh Government has approved an additional claim for £138,000 relating to the dredging of the castle grounds and Taffs Meade water bus stops. It is anticipated that an additional claim for approximately £156,000 will also be made in respect of costs associated with Job Evaluation. This has yet to be finalised and will be subject to Welsh Government approval.
82. The balance in the Project and Contingency Fund at 1st April 2013 was £1.15 million. An amount of £422,000 is earmarked to fund the final payments for the indoor surfing attraction whilst a further £200,000 is planned for the high ropes facility at the Cardiff International White Water activity. The remainder will be retained as a contingency against future spending.
83. The Council has continued to negotiate a budget for the proceeding three years 2014 – 2017 with the Welsh Government. They have stressed that

significant budget reductions are needed due to the continuing public spending pressures. Budget reductions of over 30% have been achieved over the past six years which has seen the budget reduced from £10.211 million to £7.100 million. If significant budget reductions are agreed it will be important that the levels of financial risk are appropriately shared between the Council and the Welsh Government.

Capital

84. Council in February 2013 approved a 2013/14 Capital Programme and an indicative programme to 2017/18. The sections below indicate a forecast position for 2013/14 for General Fund and Public Housing after revisions to include actual slippage reported at outturn, incorporation of new grant approvals and confirmation of actual grant awards.

General Fund

85. The approved Capital programme of £91.1 million for 2013/14 included a range of assumptions in relation to General Fund Capital Programme slippage together with projected spend for other schemes planned to be undertaken in the year. The budget has since been adjusted to £96.127 million following the revisions mentioned above.
86. The projected outturn for the year is currently £97.403 million, a variance of £1.276 million. This is represented by a projected over spend of £249,000 together with estimated slippage of £1.027 million. Expenditure at the end of Month 9 was £71.056 million which represents 73 % of the projected outturn.
87. Where slippage on schemes funded by General Fund Resources has been identified by Directorates at Month 9, this has been carried forward in determining the 2014/15 – 2018/19 Capital Programme as per the Budget proposals Report to be considered in February 2014. Where slippage has not been identified and notified by Directorates, and slippage occurs at outturn, unspent sums will be reviewed to be treated as under spend rather than automatically carried forward, where contractual commitments are not in place. In addition, options will be considered to defer some schemes in relation to property asset renewal in order to meet additional costs identified in the report in respect of school buildings.
88. A summarised General Fund capital outturn position against Directorates is shown in the table below. Further scheme detail is shown in Appendix 2.

Capital Programme 2013/14	Budget	Projected Outturn at Month 9	Variance	Variance represented by:	
				(Under)/ Over spend	Slippage
	£000	£000	£000	£000	£000
Adult Social Services					
Health & Social Care	584	584	0	0	0
Children's Services					
Children's Services	42	42	0	0	0
Education and Lifelong Learning					
Schools General	10,290	10,789	499	1,405	(906)
Schools SOP	33,542	34,371	829	1,005	(176)
Environment					
Waste Management	1,300	542	(758)	0	(758)
Highways	11,402	8,019	(3,383)	0	(3,383)
Sustainability	200	100	(100)	0	(100)
Strategic Planning & Transport					
Planning	385	347	(38)	0	(38)
Traffic & Transportation	7,630	5,115	(2,515)	(2,000)	(515)
Sport, Leisure and Culture					
Harbour Authority	933	933	0	0	0
Culture, Tourism & Events	956	925	(31)	(31)	0
Parks & Sport	3,964	2,508	(1,456)	0	(1,456)
Leisure & Play	2,870	815	(2,055)	0	(2,055)
Bereavement	925	757	(168)	0	(168)
Community & Neighbourhood Regeneration & Social Justice					
Private Housing	5,705	4,960	(745)	0	(745)
Neighbourhood Regeneration	2,064	1,502	(562)	0	(562)
Libraries	926	796	(130)	(130)	
Citizens Hubs	300	310	10	0	10
Finance & Economic Development					
Economic Development	7,581	21,389	13,808	0	13,808
Strategic Estates	1,348	589	(759)	0	(759)
Resources	3,885	3,035	(850)	0	(850)
Central Transport Depot	(705)	(705)	0	0	0
Total	96,127	97,403	1,276	249	1,027

Capital Schemes Update

89. Delivery of capital projects is complex, may span a number of years and is influenced by a number of external and internal factors such as

weather, statutory and non statutory approval processes. Directorates continue to be reminded of the need to set achievable profiles of expenditure and to identify slippage at an early stage. Inclement weather presents a risk to the completion of construction schemes which are on site, or expected to start on site, during the winter months.

90. This report covers the main changes since Month 6, highlights completed schemes, and risks involved with schemes not expected to be complete in the 2013/14 financial year.
91. The following provides an update of some capital schemes in addition to the detailed list in Appendix 2.

Education and Lifelong Learning

Planning and Development

92. The Education Asset Renewal allocation for 2013/14 is £2.883 million (including £153,000 supervision fees). Welsh Government (WG) Capital Repair & Maintenance grant was awarded in February 2013 and used to fund 2012/13 asset renewal schemes, allowing slippage of £1.042 million Council asset renewal funds into 2013/14, bringing the total to £3.925 million.
93. At Month 6 it was estimated that this budget would overspend by £500,000. At Month 9 this estimate has been increased to £1.5 million. The asset base of the Directorate is significant, and a number of urgent / emergency requirements have arisen such as the kitchen roof works at Fitzalan High School, which will have a total cost of £374,000 split between 2013/14 and 2014/15.
94. Commitments are being reviewed to ensure that the Financial Impact in 2013/14 is minimised, whilst maintaining a safe education environment. However it should also be noted that essential works would still need to be undertaken in 2014/15. As a consequence, any mitigation of the overspend in 2013/14 may impact upon future years, and the assumed 2014/15 Asset Renewal budget for the Directorate will begin the year with a number of significant commitments already against it.
95. Unsuccessful Capital Bids for 2014/15 and are also likely to add pressure to the Asset Renewal budget.
96. 'Planning and Development' includes most of the Flying Start programme, where the specific schemes funded by the WG Flying Start grant are not part of the Schools Organisation Plan financial model. The current Flying Start Programme began in 2012/13 and continues into 2014/15. A bid for a further £1.871m supplementary Flying Start Capital grant funding has been made to WG, and the outcome of this application is awaited. The supplementary funding would be for 2014/15 and 2015/16.

97. The original grant allocation for 2013/14 was £2.716 million, however it has been reported to WG that various factors have impacted upon the programme and this level of expenditure in 2013/14 was not achievable. On 13th December 2013, WG approved further slippage (since that reported at Month 6) allowing the Authority to slip a total of £1.191 million into 2014/15. The scope of schemes within Riverside and Trowbridge were amended from the original WG approved Programme, resulting in a saving of £95,000. Therefore, noting the slippage and the underspend, the revised outturn forecast for 2013/14 is £1.430 million.
98. Note that £80,000 of this is held within the SOP section below, in relation to Mount Stuart Primary School.

Other

99. Works to create a wireless network in all local authority controlled schools is expected to be complete by the end of the financial year, with the next steps being to ensure effective utilisation and improvements in IT provision. The implementation of the network posed many challenges of access to buildings, timing of implementation to avoid disruption, the need to future proof and change existing ICT infrastructure in schools and also due to the condition and differences in the types of schools buildings and this is expected to be the subject of a Cabinet report in the next few months. The works are expected to cost circa £3.7 million, with £1.46 million paid for from WG Learning in Digital Wales grant which was required to be spent by the end of January 2014 to ensure no loss of funding.

Schools Organisation Plan

100. The Schools Organisation Plan (SOP) Consolidated Financial Model includes almost £240 million of capital investment over the life of the programme, including expenditure in previous years. A recent Cabinet report considered the School Organisation Financial Model including the outcome of the Office of Government and Commerce (OGC) Gateway review of the SOP programme. Officers should ensure that due regard is given to the report recommendations regarding issues of governance and the need for robust project planning in order to avoid significant expenditure variations.
101. The Council Budget set in February 2013 forecast SOP Capital expenditure of £33.716 million in 2013/14. After adjusting this for 2012/13 Outturn slippage, the forecast for 2013/14 was revised to £33.177 million. At Month 9, the projected outturn is revised to £34.371 million. The programme consists of a number of phases: Fast Track; Welsh Medium; Cardiff East, Whitchurch and 21st Century Schools.
102. The forecast Outturn has increased by £655,000 since Month 6. This has arisen from the November Cabinet report, which approved an additional £572,000 for the St Teilos High School scheme, as well as an additional £83,000 for Bryn Celyn Primary.

103. Although not impacting upon expenditure, it should be noted that Welsh Government have agreed a variation to the Schools Building Improvement Transitional Grant (Tranche 3), bringing forward £7.700 million from 2014/15. This grant supports the St Teilos High School, Cardiff High School, Llanishen High School and Ysgol Bro Edern schemes in the East of Cardiff. Whilst this variation is a re-profiling as opposed to an additional allocation, it does impact positively upon the SOP Financial Modelling by reducing the level of Capital Borrowing in 2013/14.
104. Officers are reminded of the recent Cabinet report which recommended that initial design works for 21st Century schemes proceed up to no more than 5% of project value, and that Council is not committed to further financial obligations until full approval of grant funding is received.

Environment

Waste Management

105. In relation to the Council's Landfill capping and aftercare obligations for Lamby Way and Ferry Road sites, the Council is implementing in 2013/14 guidance received from the Wales Audit Office (WAO). This requires the identification of estimated costs over a period of up to 60 years, and recognition of these costs immediately in a provision rather than as and when those costs are likely to be incurred. With such a provision created at the start of 2013/14, the budget of £1.489 million previously included in the Capital Programme has been removed, together with the projected outturn for this amount. Any costs incurred will be charged directly to the provision in line with accounting guidance.

Highways

106. As identified at month 6 a number of significant schemes are still the subject of design, development and the outcome of a procurement process, meaning that works are unlikely to be completed as planned during 2013/14. Slippage of £750,000 is reported on the Local Government Borrowing Initiative (LGBI) Carriageway improvements scheme against the budget of £4.461 million, together with slippage of the entire £1.350 million LGBI street lighting allocation for 2013/14 to replace concrete columns on principal roads. WG will allow a carry forward where contractual commitments exist at 31st March 2014. Whilst it is anticipated this can be demonstrated for 2013/14 due to the street lighting contract spanning two years, planning the works for the 2014/15 LGBI allocation needs to commence immediately to minimise the risk of loss of funding and to ensure works can be carried out in the relevant year.
107. The tender process for the implementation of street lighting dimming has not yet begun, accordingly, whilst it is assumed some expenditure will take place in 2013/14, there is a risk that this will be deferred into 2014/15, thus impacting on potential revenue savings that may be receivable from the business case submitted.

108. Structural works to Penarth Road bridge are subject to ongoing discussions with appointed contractor concerning responsibility of liability of the structure during the works. Whilst it is still anticipated to start in February, this is likely to carry over into the new year with slippage of £165,000 currently estimated.

Strategic Planning and Transport

Traffic and Transportation

109. Following receipt of additional WG grant in 2012/13 for a range of transport improvements, Council funding for improvements to Newport Road and City Road junctions was carried forward in to 2013/14. This funding will now be carried forward into 2014/15, to try to seek further WG funding in order to create a more viable and comprehensive junction improvement and regeneration scheme.
110. With a number of significant schemes contractually committed to start in February, such as route 6 cycling and junction improvement schemes, there is a risk that completion could be delayed beyond 31 March 2014. In order to ensure there is no risk of loss of grant funding, subject to performance on site, options may need to be considered at the end of the year to maximise grant utilisation.
111. As part of the ongoing heritage enhancement programme, a number of essential improvements to preserve the integrity of at risk listed buildings or structures owned by the Council are to be undertaken in the last quarter of the year. This includes essential roofing works to protect the structure of the former toilet block in Cathays Park, the rustic shelter on the boundary of Grange Gardens and a number of listed garden structures at Insole Court. These works are initially estimated to cost circa £100,000, but could vary given their historic nature and current condition.

Sport, Leisure & Culture

Parks & Sport

112. The refurbishment of the Millennium Bridge at Bute Park was recently completed. The Bute Park restoration scheme is in the final stages, with the Eastern Boundary Wall restoration and re-flooding of the Mill Leat complete and conservation of the Blackfriars Friary substantially complete with remaining works dependent on good weather and likely to be complete in the Spring. The contract for signage provision has been awarded with completion in April. The refurbishment of Blackweir Changing rooms is on site, with costs being funded from Parks Asset Renewal, HLF Grant and Section 106 contributions.
113. A scheme to convert the site of the Hywel Dda school into public open space will continue into 2014/15 as a result of the need to seek planning permission for change of use, to undertake asbestos surveys and identify

options to reduce costs in line with the budget available, particularly in relation to the removal of the concrete slab. Slippage of £75,000 is assumed at this stage

Leisure and Play

114. Detailed plans for the design of Eastern Leisure Centre refurbishment have now been agreed as the basis for undertaking a tender exercise, subject to relevant approvals being in place. This will assist in identification of estimated costs of the works, which will need to be managed within the budget available.

Communities, Housing & Social Justice

Private Housing

115. The Disabled Facility assistance budget is fully committed at Month 9, with potential additional costs of circa £300,000 as a result of increasing costs of adaptations and subject to works instructed being carried out by new contractors within the financial year. Any additional costs will be managed within existing resources.
116. Slippage of £260,000 is reported on the Renewal Area scheme, due to low take up by owners and also withdrawal of contractors as the scheme winds down. The scheme, which is grant funded by WG, provides external improvements to privately owned properties within the designated North Grangetown renewal area. Carry forward of unspent amounts is dependant on WG approval, however the directorate will consider options to bring forward public realm schemes where feasible.

Neighbourhood Regeneration

117. Under the Community Shopping Centre programme, the Beechley Drive redevelopment scheme is scheduled to start before the end of the current financial year, triggering payment of the Council's remaining £325,000 contribution to scheme costs. Therefore, full spend continues to be projected. Community consultation has taken place on the Clare Road / Penarth Road Action Plan, and design work is being progressed, with a start on site in 2014/15. Slippage of £100,000 is projected, as previously reported.

Citizens Hubs

118. A contract for the refurbishment of the Jasmine Centre has been let for £555,000, with completion expected by July 2014. This scheme is part funded by the Housing Revenue Account. A review of the road crossings in the vicinity of the Hub is also being undertaken, with a view to securing WG road safety grant funding towards these costs as well as potential bids to CYMAL for funding the library service improvements. Should such external funding not be available, the costs of the hub will be met from within existing hub capital budgets.

Finance & Economic Development

Economic Development

119. The current Capital Programme includes £10.2 million in respect of the Urban Broadband grant awarded by the Department for Culture, Media and Sport (DCMS) and relates to the delivery of five separate sub projects. The grant is subject to an Assurance Checkpoint process set out by DCMS, with grant only claimed once sub projects have achieved Checkpoint C status. On this basis grant of £0.918 million is expected to be claimed in respect of the 3 sub projects due to achieve this status by 31st March 2014. In addition, the grant agreement limits project management costs to 10% of the amounts claimable, and therefore any amounts above this will need to be managed within existing revenue resources.
120. The remaining grant is profiled to be spent in 2014/15, but as outlined above, this is subject to satisfying the requirements of the assurance process. Therefore there remains a risk that grant may be withdrawn if insufficient progress is made against DCMS requirements.

Capital Receipts

121. The Capital Programme approved by Council in February included an estimate of £750,000 for non earmarked general fund capital receipts from development sites and the sale of non-operational property. Monies received remain at the figure of £1.6 million including £720,000 from Cardiff City Football club in respect of the hotel site at Leckwith, following the club's promotion to the premier league. This receipt is to be used to fund the overall capital programme rather than earmarked for specific purposes.

Public Housing

122. The projected outturn for the Public Housing Capital Programme is revised to £12.096 million from the Month 6 figure of £13.709 million, with slippage reported across several schemes. In order to avoid the risk of losing the Major Repairs Allowance (MRA) grant, it is essential the directorate's schemes are progressed quickly in the final quarter of the year.
123. Slippage of £700,000 is reported on 'Estate Regeneration' schemes, due to the lengthy process involved in the planning and delivery. Two major planned schemes under the 'External and Internal improvements' heading are currently out to tender – 'Roof replacement' (£800,000) and Door Entry Systems (£300,000), with work expected to start on site this year. It is unlikely that the schemes will be completed until 2014/15 and therefore slippage of £700,000 is reported.
124. In order to continue to deliver improvement works, other schemes have been accelerated. The replacement of inefficient boiler systems has progressed, with the replacement of an additional 400 boilers costing

circa £1 million. The 'Communal flooring and matting' scheme involves the replacement of existing mats and flooring in communal corridors of blocks of flats with a version which is fire retardant, slip resistant and acoustic. The majority (circa 700 blocks) of flats will have new entrance and exit matting this year, while 130 blocks will receive new flooring, at a cost of £500,000. The flooring programme will continue over the next few years until all blocks that require upgrading are completed.

Section 106 schemes

125. The table below shows the Section 106 and other contributions forecast to be spent at the time of setting the budget. This has been revised by directorates and is reflected in the new projection at Month 9.

	Original Projection	Projection at Month 9	Variance
	£000	£000	£000
Traffic & Transportation	1,078	853	(225)
Parks & Sport	1,784	494	(1,290)
Neighbourhood Regeneration	120	103	(17)
Planning	140	123	(17)
Housing	215		(215)
Libraries	0	46	46
Business Development	74	50	(24)
Economic Development	15	15	0
Total	3,426	1,684	(1,742)

126. Slippage of £1,290,000 is being reported against Parks and Sport following continued difficulties appointing suitable candidates to progress Section 106 schemes. The Parks section are looking to engage a framework designer to undertake a tranche of design works to accelerate spend and will consider how a redesign of the service could improve matters further.

127. Work has continued with Directorates in ensuring that their planned projections of expenditure funded from contributions are deliverable in order to ensure the benefits of such spend. Revised profiles for future years are included in the Budget Proposal Report for 2014/15.

Reasons for Recommendations

128. To consider the report and the actions therein that forms part of the financial monitoring process for 2013/14.

Legal Implications

129. It is a Council responsibility to set the budget and policy framework and to approve any changes there to or departures there from. It is an Executive responsibility to receive financial forecasts including the medium term financial strategy and for the monitoring of financial information.

Financial Implications

130. The overall revenue monitoring position shows a balanced position against budget, although financial pressures continue to be evident in a number of directorates. This include significant projected overspends in relation to the Children's Services, Environment, Health and Social Care and Resources directorates. These overspends result in a revenue monitoring position for directorates which identifies an overspend of £3.985 million however this is offset by other savings particularly in relation to capital financing, a projected surplus on Council Tax and the receipt of monies in relation to the Outcome Agreement Grant.
131. The position as above represents an improvement of £903,000 compared to the position reported at month six. The additional savings on capital financing have also enabled a contribution of £1.094 million to be set aside in support of the exceptionally high level of voluntary severance (VS) costs anticipated in the current financial year. This is in addition to the release of a budgeted contribution currently estimated to be £724,000. The funding of these VS costs pose a major challenge for the Council both in the current year and in the medium term. This will be addressed more fully in the 2014/15 Budget Report.
132. Within the potential directorate overspend of £3.985 million there is a projected shortfall against the savings identified for each directorate as part of the 2013/14 budget. An overall shortfall of £5.687 million is currently anticipated in relation to these savings targets. This is reflected in the Directorate monitoring positions although where possible shortfalls have been offset by savings in other budget areas. The July Cabinet meeting approved the Budget Strategy Report for 2014/15 which identified the significant financial challenges that the Council would face in the medium term. An Updated Budget Strategy Report at the November Cabinet identified that these significant financial challenges had increased and set the Budget Reduction Requirement at £50 million. This projected under-achievement of identified savings in 2013/14 continues to underline the difficulties of achieving year on year savings across the Council.
133. The 2013/14 Capital Programme is £109.8 million of which £96.1 million is in respect of General Fund schemes and £13.7 million is in relation to the Council's Public Housing schemes. Against this, the projected outturn for 2013/14 is £109.5 million, resulting in a total variance of £276,000.
134. The Programme, Projected Outturn and Projected Variance are shown below:

Capital	2013/14 Programme	2013/14 Projected Outturn	Projected Variance
	£M	£M	£M
General Fund	96.1	97.4	1.3
Public Housing	13.7	12.1	(1.6)
Total	109.8	109.5	(0.3)

135. Officers responsible for managing capital schemes are regularly reminded of the importance of effective profiling and reporting against schemes.

RECOMMENDATIONS

The Cabinet is recommended to:

1. Note the potential outturn position based on the first nine months of the financial year.
2. Reinforce the requirement for the Children's, Environment, Health and Social Care and Resources Directorates, which are still currently reporting significant overspends, to continue to develop and monitor their action plans with a view to reducing their projected overspends still further as the year progresses.
3. To approve that any available revenue budget be utilised to meet the cost of voluntary severance in the current financial year thereby reducing costs in future years.
4. Note that the Section 151 officer has underlined the need for all directors to exercise continued financial discipline to ensure that spend within the Capital Programme is in accordance with the Council's agreed budgetary framework for 2013/14.

CHRISTINE SALTER

Corporate Director Resources
17 February 2014

The following appendices are attached:

Appendix 1 – Revenue position
Appendix 2 – Capital Programme

REVENUE 2013/2014

	CASH LIMIT BUDGETS			PROJECTED OUTTURN			VARIANCES		
	Gross Expenditure £000's	Income £000's	Net Expenditure £000's	Gross Expenditure £000's	Income £000's	Net Expenditure £000's	Gross Expenditure £000's	Income £000's	Net Expenditure £000's
Service Area									
Cabinet Office	2,649	(114)	2,535	2,782	(215)	2,567	133	(101)	32
Childrens Services	50,328	(3,947)	46,381	50,921	(3,986)	46,935	593	(39)	554
Communities, Housing & Customer Services	244,489	(197,638)	46,851	244,322	(197,950)	46,372	(167)	(312)	(479)
Corporate Management	26,526	(2,311)	24,215	26,243	(2,336)	23,907	(283)	(25)	(308)
County Clerk & Monitoring Officer	4,396	(70)	4,326	4,278	(52)	4,226	(118)	18	(100)
Economic Development	14,891	(8,368)	6,523	14,407	(8,104)	6,303	(484)	264	(220)
Education & Lifelong Learning	313,146	(68,051)	245,095	312,585	(67,526)	245,059	(561)	525	(36)
Environment	47,825	(16,269)	31,556	48,423	(15,533)	32,890	598	736	1,334
Health & Social Care	108,416	(13,768)	94,648	111,359	(14,121)	97,238	2,943	(353)	2,590
Resources	34,572	(10,201)	24,371	34,798	(9,482)	25,316	226	719	945
Sports, Leisure & Culture	55,972	(30,138)	25,834	56,657	(31,103)	25,554	685	(965)	(280)
Strategic Planning, Highways and Traffic & Trai	81,508	(19,424)	62,084	81,446	(19,409)	62,037	(62)	15	(47)
Capital Financing etc	(18,536)	(3,526)	(22,062)	(20,833)	(2,814)	(23,647)	(2,297)	712	(1,585)
Summary Revenue Account	400	0	400	0	(826)	(826)	(400)	(826)	(1,226)
Contribution to VS costs	0	0	0	1,094	0	1,094	1,094	0	1,094
Discretionary Rate Relief	250	0	250	260	0	260	10	0	10
Total	966,832	(373,825)	593,007	968,742	(373,457)	595,285	1,910	368	2,278
NNDR refunds on Council properties	0	0	0	0	(178)	(178)	0	(178)	(178)
Council Tax Collection	0	0	0	0	(2,100)	(2,100)	0	(2,100)	(2,100)
Total	966,832	(373,825)	593,007	968,742	(375,735)	593,007	1,910	(1,910)	0

DIRECTORATE & SCHEME	PROGRAMME							VARIANCE						
	2013-14 Programme	2012-13 Slippage	Budget revision	Virements	Changes & New Approvals	Total 2013-14 Programme	Projected Outturn	(Underspend)/ Overspend GF	(Underspend)/ Overspend Other	Invest to Save slippage/SOP 'reserve'	Slippage GCF	Slippage Other	Total Variance	
	£000	£000	£000	£000	£000	£000	£000	£000	£000	£000	£000	£000	£000	
ADULT SOCIAL SERVICES														
Health & Social Care														
Asset Renewal Buildings - Adults	23	0	0	0	0	23	23	0	0	0	0	0	0	
Inroads' grant for property refurbishment	397	0	0	0	164	561	561	0	0	0	0	0	0	
Total Health & Social Care	420	0	0	0	164	584	584	0	0	0	0	0	0	
Childrens' Services														
Asset Renewal Buildings - Childrens	42	0	0	0	0	42	42	0	0	0	0	0	0	
Total Childrens' Services	42	0	0	0	0	42	42	0	0	0	0	0	0	
EDUCATION & LIFELONG LEARNING														
Schools														
Planning & Development														
Asset Renewal Buildings	2,883	1,042	0	0	0	3,925	5,425	1,500	0	0	0	0	1,500	
Suitability and Sufficiency	500	0	0	0	0	500	500	0	0	0	0	0	0	
Flying Start	2,720	0	(4)	(365)	0	2,351	1,350	0	(95)	0	0	(906)	(1,001)	
Total Planning & Development	6,103	1,042	(4)	(365)	0	6,776	7,275	1,500	(95)	0	0	(906)	499	
Other schemes														
Schools Wireless and ICT	2,000	(352)	0	0	(108)	1,540	1,540	0	0	0	0	0	0	
Learning in Digital Wales grant	0	0	0	0	1,460	1,460	1,460	0	0	0	0	0	0	
Schools Energy Efficiency	295	514	(295)	0	0	514	514	0	0	0	0	0	0	
Total Other schemes	2,295	162	(295)	0	1,352	3,514	3,514	0	0	0	0	0	0	
Total Schools	8,398	1,204	(299)	(365)	1,352	10,290	10,789	1,500	(95)	0	0	(906)	499	
Schools Organisation Plan														
Fast Track	2,070	771	(636)	365	0	2,570	221	0	0	(2,064)	0	(285)	(2,349)	
Welsh Medium	6,531	5,345	(4,812)	0	0	7,064	6,279	0	83	(868)	0	0	(785)	
Cardiff East	19,987	4,855	(4,896)	0	0	19,946	22,667	0	572	(5,551)	0	7,700	2,721	
Whitchurch	3,410	0	(1,190)	0	0	2,220	3,893	0	350	1,323	0	0	1,673	
21st Century Schools	1,858	(537)	400	0	0	1,721	1,290	0	0	527	0	(958)	(431)	
Other	350	21	(350)	0	0	21	21	0	0	0	0	0	0	
Total Schools Organisation Plan	34,206	10,455	(11,484)	365	0	33,542	34,371	0	1,005	(6,633)	0	6,457	829	
ENVIRONMENT														
Waste Management														
Asset Renewal buildings	0	10	0	0	0	10	10	0	0	0	0	0	0	
Wedal Road Household Waste Recycling Centre	840	(22)	0	0	0	818	60	0	0	0	(758)	0	(758)	
Strategic Waste Management Grant	0	0	0	0	235	235	235	0	0	0	0	0	0	
Waste Management and Collection Infrastructure	0	112	0	0	0	112	112	0	0	0	0	0	0	
Bessemer Close Waste Transfer Station	0	0	0	0	75	75	75	0	0	0	0	0	0	
Materials Recycling Facility refurbishment	50	0	0	0	0	50	50	0	0	0	0	0	0	
Total Waste Management	890	100	0	0	310	1,300	542	0	0	0	(758)	0	(758)	

<u>DIRECTORATE & SCHEME</u>	2013-14 Programme	2012-13 Slippage	Budget revision	Virements	Changes & New Approvals	Total 2013-14 Programme	Projected Outturn	(Underspend)/ Overspend GF	(Underspend)/ Overspend Other	Invest to Save slippage/SOP 'reserve'	Slippage GCF	Slippage Other	Total Variance
	£000	£000	£000	£000	£000	£000	£000	£000	£000	£000	£000	£000	£000
Highways													
Highway Improvements LGBI - Carriageway	3,125	1,336	0	0	0	4,461	3,711	0	0	(750)	0	0	(750)
Highway Improvements LGBI - Footway	500	0	0	0	0	500	400	0	0	(100)	0	0	(100)
Highway Improvements LGBI - Street lighting	1,350	0	0	0	0	1,350	0	0	0	(1,350)	0	0	(1,350)
Highway Improvements LGBI - Barrier replacement	100	0	0	0	0	100	100	0	0	0	0	0	0
Highway Improvements LGBI - Drainage	50	0	0	0	0	50	50	0	0	0	0	0	0
Highway Reconstruction	945	227	0	0	0	1,172	1,172	0	0	0	0	0	0
Footpath reconstruction	415	0	0	0	0	415	415	0	0	0	0	0	0
Signage Renewals	30	0	0	0	0	30	30	0	0	0	0	0	0
Mobility access	100	0	0	0	0	100	100	0	0	0	0	0	0
Bridges & Structures	635	476	0	0	0	1,111	946	0	0	0	(165)	0	(165)
Street Lighting (New and replacement)	400	0	0	0	0	400	300	0	0	0	(100)	0	(100)
Street Lighting dimming Invest to Save	300	0	0	0	0	300	300	0	0	0	0	0	0
Rhiwbina Flood defence scheme	1,285	128	0	0	0	1,413	395	0	0	0	(82)	(936)	(1,018)
Total Highways	9,235	2,167	0	0	0	11,402	7,919	0	0	(2,200)	(347)	(936)	(3,483)
Sustainability													
Radyr Weir	200	205	(205)	0	0	200	100	0	0	(100)	0	0	(100)
Solar PV Renewable Energy Initiative	0	250	(250)	0	0	0	0	0	0	0	0	0	0
Total Sustainability	200	455	(455)	0	0	200	100	0	0	(100)	0	0	(100)
STRATEGIC PLANNING & TRANSPORT													
Planning													
Heritage - Cathays Park disused toilets	100	0	0	0	0	100	100	0	0	0	0	0	0
Heritage - other	75	35	0	0	35	145	145	0	0	0	0	0	0
S106 schemes	140	50	(50)	0	0	140	102	0	0	0	0	(38)	(38)
Total Planning	315	85	(50)	0	35	385	347	0	0	0	0	(38)	(38)
Traffic & Transportation													
Asset Renewal Transport & Traffic Management	800	287	0	0	146	1,233	963	0	0	0	(270)	0	(270)
Regional Road Safety Schemes	1,200	0	0	0	(630)	570	570	0	0	0	0	0	0
Cycling Development	450	175	0	0	0	625	625	0	0	0	0	0	0
Regional Transport Capital Grant -Cycling Route 6	1,230	83	0	0	(535)	778	778	0	0	0	0	0	0
Regional Transport Capital Grant -Cycling Route 9	200	0	0	0	0	200	200	0	0	0	0	0	0
Regional Transport Capital Grant -Preparatory works	25	0	0	0	5	30	30	0	0	0	0	0	0
Regional Transport Capital Grant - Rail development	45	0	0	0	0	45	45	0	0	0	0	0	0
Transport Grant	2,000	0	0	0	0	2,000	0	0	(2,000)	0	0	0	(2,000)
Llandedeyrn Interchange Phase 2	0	3	0	0	0	3	3	0	0	0	0	0	0
Safe Routes in Communities (WG)	500	188	0	0	(60)	628	628	0	0	0	0	0	0
Canton Pay & Display Invest to Save	0	0	0	40	0	40	40	0	0	0	0	0	0
Asset Renewal Telematics/Butetown Tunnel	400	0	0	0	0	400	380	0	0	0	(20)	0	(20)
S106 schemes	1,078	535	(535)	0	0	1,078	853	0	0	0	0	(225)	(225)
Total Traffic & Transportation	7,928	1,271	(535)	40	(1,074)	7,630	5,115	0	(2,000)	0	(290)	(225)	(2,515)

<u>DIRECTORATE & SCHEME</u>	2013-14 Programme	2012-13 Slippage	Budget revision	Virements	Changes & New Approvals	Total 2013-14 Programme	Projected Outturn	(Underspend)/ Overspend GF	(Underspend)/ Overspend Other	Invest to Save slippage/SOP 'reserve'	Slippage GCF	Slippage Other	Total Variance
	£000	£000	£000	£000	£000	£000	£000	£000	£000	£000	£000	£000	£000
<u>SPORT, LEISURE & CULTURE</u>													
<u>Harbour Authority</u>													
Harbour Asset Renewal	495	0	0	0	18	513	513	0	0	0	0	0	0
Flow Rider	100	420	0	0	(100)	420	420	0	0	0	0	0	0
Total Harbour Authority	595	420	0	0	(82)	933	933	0	0	0	0	0	0
<u>Culture, Tourism & Events</u>													
Asset Renewal St Davids Hall energy efficiency	100	0	0	0	0	100	100	0	0	0	0	0	0
Asset Renewal Buildings	53	0	0	0	0	53	53	0	0	0	0	0	0
St David's Hall roof	500	74	0	(99)	0	475	475	0	0	0	0	0	0
New Theatre/St Davids Hall telephony system	0	0	0	50	0	50	50	0	0	0	0	0	0
St Davids Hall replacement seating	0	0	0	27	0	27	27	0	0	0	0	0	0
New Theatre replacement equipment	0	0	0	22	27	49	49	0	0	0	0	0	0
Cardiff Museum	0	175	0	0	0	175	144	(31)	0	0	0	0	(31)
New Theatre Upper Circle seating	0	27	0	0	0	27	27	0	0	0	0	0	0
Total Culture, Tourism & Events	653	276	0	0	27	956	925	(31)	0	0	0	0	(31)
<u>Parks & Sport</u>													
Asset Renewal Buildings	85	0	0	0	0	85	85	0	0	0	0	0	0
Asset Renewal Parks Infrastructure	75	0	0	0	0	75	75	0	0	0	0	0	0
Asset Renewal Parks Infrastructure Millennium Bridge	65	0	0	0	0	65	144	0	0	0	79	0	79
Play Equipment	100	0	0	0	0	100	100	0	0	0	0	0	0
Hywel Dda Public Open Space	150	0	0	0	0	150	75	0	0	0	(75)	0	(75)
Heath Park sensory gardens	0	0	0	0	74	74	74	0	0	0	0	0	0
Bishops Palace & Llandaff Belltower	20	0	0	0	0	20	20	0	0	0	0	0	0
Parc Cefn On	20	0	0	0	0	20	20	0	0	0	0	0	0
Sophia Gardens - LOCOG events area scheme	0	0	0	0	21	21	21	0	0	0	0	0	0
Bute Park Restoration	1,229	1,550	(1,229)	0	20	1,570	1,420	0	0	0	(75)	(75)	(150)
S106 schemes	1,784	1,513	(1,513)	0	0	1,784	494	0	0	0	0	(1,290)	(1,290)
Total Parks & Sport	3,528	3,063	(2,742)	0	115	3,964	2,528	0	0	0	(71)	(1,365)	(1,436)
<u>Leisure & Play</u>													
Asset Renewal Buildings	304	35	(20)	0	0	319	319	0	0	0	0	0	0
Insole Court Conservation	1,200	0	0	0	0	1,200	280	0	0	0	0	(920)	(920)
Insole Court stable block	0	80	20	0	0	100	100	0	0	0	0	0	0
Eastern Leisure Centre refurbishment	1,250	(15)	0	0	0	1,235	100	0	0	0	(1,135)	0	(1,135)
Energy Efficiency schemes at Leisure Centres	0	16	0	0	0	16	16	0	0	0	0	0	0
Total Leisure & Play	2,754	116	0	0	0	2,870	815	0	0	0	(1,135)	(920)	(2,055)
<u>Bereavement</u>													
Western Cemetery extension	0	555	0	0	50	605	605	0	0	0	0	0	0
Improvements funded by Bereavement reserve	200	92	0	0	28	320	152	0	0	0	0	(168)	(168)
Total Bereavement	200	647	0	0	78	925	757	0	0	0	0	(168)	(168)

<u>DIRECTORATE & SCHEME</u>	2013-14 Programme	2012-13 Slippage	Budget revision	Virements	Changes & New Approvals	Total 2013-14 Programme	Projected Outturn	(Underspend)/ Overspend GF	(Underspend)/ Overspend Other	Invest to Save slippage/SOP 'reserve'	Slippage GCF	Slippage Other	Total Variance
	£000	£000	£000	£000	£000	£000	£000	£000	£000	£000	£000	£000	£000
<u>COMMUNITY & NEIGHBOURHOOD REGENERATION & SOCIAL JUSTICE</u>													
<u>Private Housing</u>													
Estate environmental improvements	350	0	0	150	0	500	430	0	0	0	(70)	0	(70)
Alleygating	125	154	0	0	0	279	79	0	0	0	(200)	0	(200)
Traveller Site refurbishment	200	0	0	0	(105)	95	95	0	0	0	0	0	0
Disabled Facility Assistance	3,100	(109)	0	0	300	3,291	3,291	0	0	0	0	0	0
Discretionary renovation grants	400	0	0	0	0	400	400	0	0	0	0	0	0
Group Repair Schemes	150	0	0	(150)	0	0	0	0	0	0	0	0	0
Remedial overcladding	0	46	0	0	53	99	99	0	0	0	0	0	0
Renewal Area Schemes	750	108	0	(80)	48	826	566	0	0	0	0	(260)	(260)
Single Assessment Centre	0	10	(10)	0	0	0	0	0	0	0	0	0	0
S106 schemes	215	0	0	0	0	215	0	0	0	0	0	(215)	(215)
Total Private Housing	5,290	209	(10)	(80)	296	5,705	4,960	0	0	0	(270)	(475)	(745)
<u>Neighbourhood Regeneration</u>													
Neighbourhood Renewal schemes	600	0	0	0	0	600	600	0	0	0	0	0	0
Local Shopping Centre regeneration	400	99	0	0	0	499	399	0	0	0	(100)	0	(100)
Maelfa Centre Regeneration	450	18	0	150	0	618	175	0	0	0	(443)	0	(443)
Renewal Area grant - Sun Street public realm	0	0	0	80	0	80	80	0	0	0	0	0	0
Butetown Community Centre and Youth Pavilion	0	97	(20)	0	0	77	77	0	0	0	0	0	0
Community Building Grants	70	0	0	0	0	70	70	0	0	0	0	0	0
S106 schemes	120	274	(274)	0	0	120	101	0	0	0	0	(19)	(19)
Total Neighbourhood Regeneration	1,640	488	(294)	230	0	2,064	1,502	0	0	0	(543)	(19)	(562)
<u>Libraries</u>													
Library investment Canton	225	706	0	(200)	78	809	679	(130)	0	0	0	0	(130)
Central library doors	0	105	0	0	0	105	105	0	0	0	0	0	0
S106 schemes	0	0	0	0	12	12	12	0	0	0	0	0	0
Total Libraries	225	811	0	(200)	90	926	796	(130)	0	0	0	0	(130)
<u>Citizens Hubs</u>													
Citizens Hubs - Splott	0	50	0	50	0	100	100	0	0	0	0	0	0
Citizens Hubs - Maelfa	(500)	650	0	(150)	0	0	0	0	0	0	0	0	0
Citizens Hubs - Jasmine	0	20	0	0	0	20	20	0	0	0	0	0	0
Citizens Hubs - St Mellons	0	20	0	0	0	20	20	0	0	0	0	0	0
Citizens Hubs - Marland	0	10	0	150	0	160	170	0	0	0	10	0	10
Citizens Hubs other	0	0	0	0	0	0	0	0	0	0	0	0	0
Total Citizens Hubs	(500)	750	0	50	0	300	310	0	0	0	10	0	10

<u>DIRECTORATE & SCHEME</u>	2013-14 Programme	2012-13 Slippage	Budget revision	Virements	Changes & New Approvals	Total 2013-14 Programme	Projected Outturn	(Underspend)/ Overspend GF	(Underspend)/ Overspend Other	Invest to Save slippage/SOP 'reserve'	Slippage GCF	Slippage Other	Total Variance
	£000	£000	£000	£000	£000	£000	£000	£000	£000	£000	£000	£000	£000
<u>FINANCE & ECONOMIC DEVELOPMENT</u>													
<u>Economic Development</u>													
Cardiff Enterprise Zone	(7,100)	10,686	0	0	500	4,086	19,000	0	0	0	(2,086)	17,000	14,914
Urban broadband	2,000	0	0	0	0	2,000	918	0	0	0	0	(1,082)	(1,082)
Cardiff Capital Fund	74	226	(74)	0	211	437	413	0	0	0	0	(24)	(24)
Cardiff Bus loan	1,000	0	0	0	0	1,000	1,000	0	0	0	0	0	0
Llanrumney Hall	0	0	0	0	12	12	12	0	0	0	0	0	0
Asset Renewal Buildings	0	26	0	0	5	31	31	0	0	0	0	0	0
S106 schemes	15	335	(335)	0	0	15	15	0	0	0	0	0	0
Total Economic Development	(4,011)	11,273	(409)	0	728	7,581	21,389	0	0	0	(2,086)	15,894	13,808
<u>Strategic Estates</u>													
Asset Renewal Buildings	43	30	0	(45)	0	28	28	0	0	0	0	0	0
Carbon Reduction and Salix	0	50	0	0	88	138	91	0	0	(22)	(25)	0	(47)
Carbon reduction for schools	0	230	0	0	0	230	70	0	0	0	(160)	0	(160)
Longcross Farm rebuild	78	0	0	45	829	952	400	0	0	0	0	(552)	(552)
Total Strategic Estates	121	310	0	0	917	1,348	589	0	0	(22)	(185)	(552)	(759)
<u>Resources</u>													
Modernising IT to improve Business Processes	0	2,493	0	0	0	2,493	1,620	0	0	0	(873)	0	(873)
Office Accommodation rationalisation	500	408	0	0	(450)	458	356	0	0	0	(102)	0	(102)
Invest to Save annual allocation	500	0	0	(40)	(401)	59	59	0	0	0	0	0	0
ICT Refresh	400	12	0	0	0	412	412	0	0	0	0	0	0
Asset Renewal Buildings	348	0	0	0	0	348	348	0	0	0	0	0	0
Legionella	0	65	0	0	0	65	0	0	0	0	(65)	0	(65)
CCTV at Council sites	50	0	0	0	0	50	0	0	0	0	(50)	0	(50)
Total Resources	1,798	2,978	0	(40)	(851)	3,885	2,795	0	0	0	(1,090)	0	(1,090)
<u>Central Transport Services</u>													
New Vehicle Maintenance Depot	0	(705)	0	0	0	(705)	(705)	0	0	0	0	0	0
TOTAL GENERAL FUND	73,927	36,373	(16,278)	0	2,105	96,127	97,403	1,339	(1,090)	(8,955)	(6,765)	16,747	1,276
<u>PUBLIC HOUSING</u>													
Estate Regeneration and Area Improvement Strategies	3,200	0	0	0	0	3,200	2,500	0	0	0	(700)	0	(700)
Energy Efficiency	687	0	0	0	0	687	300	0	0	0	0	(387)	(387)
External and Internal improvements to buildings	6,408	0	0	0	0	6,408	6,128	0	0	0	(280)	0	(280)
Housing Partnerships Project	300	0	0	0	45	345	1,045	0	0	0	700	0	700
Disabled Facilities Service	1,605	0	0	0	0	1,605	1,605	0	0	0	0	0	0
Modernising IT to improve Business Processes	600	543	0	0	0	1,143	458	0	0	0	(685)	0	(685)
Partnering Phase 1	0	0	0	0	80	80	80	0	0	0	0	0	0
Greenfarm Hostel	0	0	0	0	0	0	(200)	0	(200)	0	0	0	(200)
Jasmine Citizen hub contribution	0	0	0	0	180	180	180	0	0	0	0	0	0
TOTAL PUBLIC HOUSING	12,800	543	0	0	305	13,648	12,096	0	(200)	0	(965)	(387)	(1,552)
TOTAL	86,727	36,916	(16,278)	0	2,410	109,775	109,499	1,339	(1,290)	(8,955)	(7,730)	16,360	(276)