

PERTH AND KINROSS COUNCIL - GENERAL FUND 2017/18 PROJECTED OUTTURN - SERVICE ANALYSIS
(Based on Expenditure to 30 June 2017)

SERVICE	Variance £'000	Variance £'000	Summary of Service Variances
<u>Education & Children's Services (ECS)</u>			
Total	(144)		
			<u>Devolved School Management (DSM)</u>
		(549)	Staff Costs Teachers salaries are projected under spend by £1,910,000 due to staff turnover. Single Status staff are projected to under spend by £336,000 also due to staff turnover. This is offset by a slippage target for 2017/2018 of £1,697,000. This is an estimated position based on the historical information as Head teachers have still to confirm their spending plans for 2017/18 academic year due to school holidays.
		(160)	Income Projected additional income of £160,000 offsets additional expenditure on staff costs included above for secondments and SQA work.
		709	The projected DSM carry forward for 2017/18 is £709,000 which is a reduction of £393,000 on the balance brought forward from 2016/17. This level of carry forward represents approximately 0.84% of the overall DSM budget.
			<u>Pupil Equity Fund</u> The majority of schools within Perth and Kinross Council have been allocated a share of £1,608,000 of Pupil Equity Funding from the Scottish Government as a ring fenced grant. The funding covers the school academic year (i.e. to 30 June 2018) but at this early stage in the academic year there is no projected carry forward into 2018/19.
			<u>Other Education & Children's Services Sectors:</u>
		(699)	Staff Costs This projected under spend is made up of movements across all sectors and cost centres and is after recognising a slippage target of £746,000.
		(1,453)	Virement to third party payments to reflect transfer of facilities management function to Tayside Contracts.
		(30)	Property Costs Projected under spend in relation to Non-Domestic Rates for 2017/18 based on the latest valuations.
		(56)	Supplies and Services Projected under spend in Early Learning and Childcare provision .
		(58)	Transport Costs Projected under spend on car allowances and travel.
		(431)	Third Party Payments There is a projected under spend due to Partner Providers (£281,000) less places than budgeted for and in Continuing Care (£238,000) due to delays in young people choosing this option for care at this time. These are partially offset by projected over spends within Children Young People and Families, Supporting Young People (£49,000), Direct Payments and Personal Home Care (£11,000) and Unaccompanied Asylum Seeking Children (£28,000).
		1,453	Virement from staff costs to reflect transfer of facilities management function to Tayside Contracts.
		618	Expenditure on design fees to progress Bertha Park project to Stage 2
		(618)	Recovery of design fee expenditure that will be received on financial close (anticipated by 30/9/17)
			<u>Residential Schools/Foster Care and Kinship Care:</u>
		146	The budget for young people with Additional Support Needs (ASN) who are educated out with the Council's mainstream school provision is projected to over spend in the current financial year based on the number of known placements at this time.
		461	The budget for young people with complex behavioural issues which includes a number of pupils placed within secure schools is projected to over spend based on current activity levels.
		49	Support in the Community is projected to over spend based on the existing number of placements.
		(225)	The foster care / kinship care budget is projected to under spend (£225,000) based on current levels of activity.
			<u>Loan Charges</u>
		19	Projected over spend on prudential borrowing loan charges due to revised projections for land disposals.
		(20)	Income Projected additional income from Out of School Kids Clubs (£32,000); recharging other authorities for Fosterarer Placements (£18,000); Secondment to Education Scotland (£9,000); Wellbank House rents (£2,000) and recharging school's Pupil Equity Fund grant for additional psychology support (£12,000). This additional income is partially offset by reduced income from breakfast clubs (£53,000).

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		300	Transfer to Earmarked Reserves The Council approved a review and remodelling of residential care (children and young people) on 16 August 2017 (Report No. 17/262 refers). Subject to the delivery of this overall projected underspend this amount will be earmarked to support the delivery of the project.
		400	The Strategic Policy and Resources Committee has previously approved the creation of an earmarked Reserve towards the set up costs of the new secondary school at Bertha Park (Report No. 15/395 refers). Subject to the delivery of this overall projected under spend this amount will be transferred to the earmarked Reserve for Bertha Park.
Health and Social Care			
Total	(1,107)		
		(263)	Localities Accelerated Savings This projected under spend relates to the partial accelerated delivery of approved 2018/19 savings for Reduction in Care Package Costs.
		(316)	Early Intervention and Prevention Early Intervention and Prevention There are various projected under spends on staff costs due to vacancies across the teams including Reablement with the balance due to the implementation of the new locality structure and staff turnover.
		(252)	Internal Care at Home The projected under spend relates to the partial accelerated delivery of approved 2018/19 savings for Care at Home.
		71	Mental Health Services The projected over spend relates to the loss of income for clients no longer in placement who were previously recharged to other local authorities.
		(95)	Transformation Projects Transformation Projects The projected under spend relates to the partial delivery of approved 2018/19 savings for Mental Health Community Care Packages (£66,000), Older People Day Care (£10,000) and the Learning Disability Transformation Team (£19,000) due to staff turnover.
		(85)	Day Care There is staff slippage due to vacancies as a consequence of under occupancy of the centres prior to the conclusion of the review of models of service delivery (£96,000) which is partially offset by a loss of income (£11,000).
		(26)	Local Authority Residential Homes There is a projected under spend at Parkdale due to reduced staff costs (£24,000) and an over-recovery of income (£74,000) which is partially offset by a projected over spend within Beechgrove due to a additional staff costs (£4,000) and a projected shortfall in income (£68,000) based on current occupancy levels.
		111	Management Management The projected over spend is due to the non identification of procurement savings at this time (£179,000) which is partially offset by projected under spends on staff costs (£17,000) and additional contributions income (£51,000).
		(252)	Accelerated Savings The projected under spend relates to the accelerated delivery of approved 2018/19 savings for Housing with Additional Support (£90,000) and partial delivery of the approved 2018/19 Shifting the Balance of Care savings (£162,000) which has been achieved due to actual placement activity over the last few months.

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<u>Housing and Community Safety</u>			
Total	(260)		
		111	<u>Housing (including Homeless Temporary Accommodation)</u> There is a projected over spend in Greyfriars (£114,000), St Catherine's (£6,000) and Dispersed Tenancies (£14,000) due to an under-recovery of income as a consequence of reduced occupancy levels, a projected over spend in RIO (£18,000) due to loan charges and property costs and a projected over spend (£31,000) due to an additional Co-ordinator in post in the Care & Repair Team pending the outcome of a review by December 2017. These projected over spends are partially offset by a projected under spend in Bed & Breakfast placements (£19,000), on staff costs within the Private Sector Access Team (£20,000) and Housing Management (£33,000) due to vacancies.
		(51)	<u>Finance and Support Services</u> <u>Revenues and Benefits</u> There is a projected over recovery of income (£39,000) due to improved Sherriff Officer performance and a projected reduction in expenditure on Sherriff Officers fees (£28,000). This is partially offset by a projected over spend on staff costs in Local Taxes (£16,000) due to the non-achievement of the slippage target.
		(29)	<u>Housing Benefits Subsidy</u> There is a projected increase in the level of overpayment recoveries on rent rebates (£73,000). This is partially offset by increased housing benefit subsidy loss for clients in supported / exempt accommodation (£28,000) following a determination by the rent officer and overpayment recoveries on rent allowances is less than budget (£16,000).
		(110)	<u>Resources & Business Support, Customer Service Centre and Management</u> The accelerated delivery of approved savings will deliver a projected under spend in the current financial year (£110,000).
		(138)	<u>Strategic Planning & Commissioning, Customer & Community Engagement</u> The accelerated delivery of approved housing support savings (£78,000) and a further projected under spend (£74,000) in housing support costs due to lower than anticipated costs for contract levels. These are partially offset by projected over spends on staff costs (£13,000) due to additional support for the Fairness Commission and a change to the leaving dates for approved Voluntary Severance Scheme departures.
		7	<u>Mental Health Officers (Community Mental Health Teams)</u> There is a projected over spend across all teams due to staff slippage targets not being met as all posts are currently filled.
		(13)	<u>Community Safety</u> Projected under spend in relation to part delivery of approved accelerated savings.
		(37)	<u>Learning & Development</u> There is a projected underspend due to staff slippage.
<u>The Environment Service</u>			
Total	50		
		50	<u>Planning and Regeneration</u> Projected shortfall in income at Perth Harbour
		134 (134)	<u>Car Parking</u> Investment in infrastructure at Mill Street Contribution from Car Park Reserves.
		100 (100)	<u>Property</u> Projected increase in energy costs due to higher than anticipated price increase in electricity (c£300,000) and costs of Electric Vehicle Charging points (c£60,000) offset by lower than anticipated price increase in gas and oil (c£130,000), savings on Carbon Reduction Commitment payments due to reduced energy consumption (c£100,000) and additional Renewable Heat Incentive income (c£30,000). Projected saving on water costs.

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<u>Corporate and Democratic Services</u>			
Total	(131)		<p><u>Core Costs</u></p> <p>(6) Projected net under spend on staff costs due to slippage.</p> <p><u>Legal Services</u></p> <p>(57) Projected under spend on staff costs due to vacancies.</p> <p>55 Projected over spend on other costs across the Division, primarily publications and photocopying.</p> <p>(41) Projected additional income due to the cyclical nature of a number of the income streams.</p> <p><u>Finance</u></p> <p>(5) Projected net under spend primarily due to staff slippage in excess of budgeted levels.</p> <p><u>Human Resources</u></p> <p>(6) Various net projected under spends across staff costs, supplies and services, third party payments and transport costs</p> <p><u>IT</u></p> <p>(14) Projected over recovery of income</p> <p><u>Strategic Commissioning & Organisational Development</u></p> <p>(70) Projected net under spend primarily due to staff slippage in excess of budgeted levels.</p> <p>13 Projected over spend on third party payments and supplies and services</p>
TOTAL	(1,592)		