

## PERTH AND KINROSS COUNCIL

Strategic Policy and Resources Committee – 21 September 2016

### REVENUE BUDGET 2016/17 – MONITORING REPORT NUMBER 1

Report by the Head of Finance

#### PURPOSE OF REPORT

This report provides an update on progress with the 2016/17 General Fund Revenue Budget based upon the June 2016 ledger, updated for any subsequent known material movements, and the projected financial position of the Housing Revenue Account. The total net projected under spend on the 2016/17 General Fund Management Budget is £940,000 (see Appendix 1).

#### 1. BACKGROUND / MAIN ISSUES

- 1.1 This is the first report updating the Committee on progress with the 2016/17 Revenue Budget. Appendix 1 to this report summarises the current projected year end (outturn) position for each Service based upon the June 2016 ledger, updated for any subsequent known material movements.
- 1.2 The budget total reflected in column 1 of Appendix 1 to this report is that approved by the Council in setting the Final Revenue Budget for 2016/17 on 11 February 2016 (Report No. 16/51 refers). In addition, adjustments that were approved by the Strategic Policy and Resources Committee on 20 April 2016 (Report No. 16/179 refers) are reflected in Appendix 1 (Column 2).
- 1.3 The Council's Financial Regulations allow Service Directors to vire budgets up to £100,000 within their Service. Any virements between Services or in excess of £100,000 are either included in the body of the revenue monitoring report or in the appendices for approval.
- 1.4 This report details the latest projected outturns and proposed adjustments to the 2016/17 General Fund and Housing Revenue Account budgets.

#### 2. PROPOSALS

##### 2.1 Service Budgets

- 2.1.1 Details of variances against Service budgets are shown in Appendix 2 to this report with the most significant variances summarised below. The total net projected under spend on Service budgets, as set out in Appendix 1 to this report, is £827,000 which represents 0.27% of total net Service expenditure. (In the corresponding report for financial year 2015/16 the projected under spend was £2,202,000 or 0.71%).

2.1.2 The utilisation of these Service under spends will be considered throughout the financial year and as part of the Revenue Budget strategy for future years.

2.1.3 **Education & Children's Services:** The projected outturn (excluding Devolved School Management (DSM)) is currently anticipated to be £248,000 less than budget.

2.1.4 The latest revenue monitoring position includes projected under spends on:

- Staff costs (£248,000) due to additional slippage.
- Early learning and evidence to success (£516,000) due primarily to a rephasing of the planned expenditure profile.
- Additional income (£260,000) from a number of sources including secondments, out of school clubs and recharges to other Councils.
- The budget for young people with additional support needs (£497,000) due to a lower number of placements to that used in setting the original budget
- Residential schools (£114,000) based on the latest levels of activity in this area.
- Other net under spends across the Service (£92,000).

2.1.5 These projected under spends are partially offset by a projected over spends on:

- The Foster Care budget is projected to over spend (£1,119,000) due primarily to unprecedented high demand for external foster care placements.
- Projected slippage on the delivery of corporate transformation projects (£360,000).

2.1.6 There is also a projected under spend of £15,000 on Devolved School Management budgets (DSM) due to the receipt of income from staff secondments and the Scottish Qualifications Authority partially offset by a projected over spend on staff costs. It is anticipated that, in line with the approved DSM scheme, the eventual over and under spends will be carried forward into 2017/18.

2.1.7 The projected carry forward of £15,000 represents 0.02% of the overall DSM budget.

2.1.8 **Housing & Community Care:** The projected outturn is currently anticipated to be £403,000 less than budget.

2.1.9 This latest revenue monitoring position reflects projected under spends in:

- Finance and support (£168,000) due to reductions in levels of Housing Benefit Subsidy loss and overpayments, additional income and the accelerated delivery of savings.
- Older People due to under spends on Care at Home (£168,000) – staff slippage and external capacity issues; Care Teams (£182,000) – slippage during transition to locality team models; JELS/OT service (£92,000) – additional income and staff slippage; LA residential homes (£177,000) – additional income and staff slippage and day care (£176,000) – staff slippage and the accelerated delivery of approved savings. These under spends are partially offset by additional demand for external residential placements (£196,000).
- Learning Disabilities (£75,000) due to the accelerated delivery of savings and reduced purchases partially offset by additional external residential placements.
- Community Safety (£68,000) due to additional income and additional staff slippage.

2.1.10 These projected under spends are partially offset by net projected over spends in:

- Housing due to over spends on temporary accommodation (£140,000) as the Homefirst service delivery model is phased in and a projected reduction in income at Rio and Greyfriars (£133,000) as budget assumptions vary from actual usage. This is partially offset by additional staff slippage (£53,000).
- Mental Health Services (£133,000) due to increased residential placements and non-achievement of staff slippage targets partially offset by the accelerated delivery of savings and projected under spends on supported living spend (£72,000).
- Commissioned Services are projecting to over spend (£53,000) due to the implementation of the commitment to pay £8.25 per hour to social care workers including those in the independent and third sector.
- Addiction Services are projecting an over spend due to the loss of Alcohol & Drug Partnership funding and increased external residential placements (£95,000) which are partially offset by additional staff slippage and the accelerated delivery of savings (£64,000).
- Management cost centres are projected to overspend by (£196,000) due to the non-achievement of slippage targets and expenditure on supplies and services. This is partially offset by additional income from the approved Contributions Policy (£54,000).

2.1.11 **The Environment Service:** The projected outturn is currently anticipated to be on target against budget.

2.1.12 This latest revenue monitoring position includes projected under spends on:

- Fuel costs (£100,000) due to lower prices and consumption.
- Energy (£500,000) due to continued low prices.
- Water (£100,000) due to reduced consumption.

2.1.13 These projected under spends are partially offset by:

- Investment in a free WiFi service for Perth City Centre (£60,000)
- An upgrade of the CCTV City Operations Service (£120,000) to draw down ERDF grant funding
- Additional maintenance expenditure across the school estate (£260,000)
- The approved contribution to the Tayside Landscape Partnership (£40,000).

2.1.14 Through ongoing dialogue with local businesses the Council has acknowledged the need for further investment and promotion of the whole of Perth and Kinross to maximise the return on investment by both the private and public sector. Building on the current programme, and in order to increase exposure of the area to a much wider audience, it is proposed to allocate an additional £500,000 over the next three years towards marketing and promotion. The Enterprise and Infrastructure Committee will be provided with updates on how the initiative is progressing.

2.1.15 To fund this additional investment in the marketing and promotion of the whole of the Perth and Kinross it is proposed that the £220,000 net under spend identified in 2.12 and 2.13 above is redirected in the current year. It is further proposed that £280,000 of the earmarked Reserve for the Community Empowerment Act 2015 be reallocated towards this marketing and promotion campaign

2.1.16 **ACTION:** The Committee is asked to approve the marketing and promotion scheme for Perth and Kinross which will be funded from the Environment Service's 2016/17 Revenue Budget and the redirection of the earmarked Reserve for the Community Empowerment Bill 2015.

2.1.17 There are also two other areas of potential expenditure which at this stage are not recognised in this revenue monitoring report. Firstly discussions are still ongoing with the owners of St Paul's Church that may result in the Council initially incurring expenditure. Secondly there may be an appeal of the recent planning application for the Almond Valley development. Depending upon the outcome of the appeal there may be costs that the Council will be required to meet.

2.1.18 **Corporate and Democratic Services:** The projected outturn is currently anticipated to be £176,000 less than budget.

2.1.19 This latest revenue monitoring position is made up of:

- Staff slippage in excess of budgeted levels across the Service (£172,000).
- Other net under spends across the Service (£4,000).

2.1.20 The Council is still awaiting information on Registration Service charges from the office of the Registrar General. Once the information is received a charging report will be presented to a future meeting of this Committee providing details of all charges in place within Corporate and Democratic Services. The Licensing Charges have previously been approved by the Licensing Committee on 31 March 2016 (Report No. 16/160 refers).

## **2.2 Issues Arising from Financial Year 2015/16**

2.2.1 In completing the 2015/16 Unaudited Annual Accounts a number of issues have been identified which require adjustments to be made to the 2016/17 Management Budget.

### Devolved School Management (DSM) Scheme

2.2.2 In setting the 2016/17 Final Revenue Budget on 11 February 2016 (Report No. 16/51 refers) the Council approved a DSM carry forward of £985,000. However, the final under spend on the DSM scheme was £1,258,000, an increase of £273,000 of which £196,000 related to property related activity.

2.2.3 **ACTION:** The Committee is requested to allocate the additional under spend to Education and Children's Services (£77,000) and the Environment Service (£196,000) to reflect the additional Devolved School Management scheme balances brought forward from 2015/16. This adjustment is reflected in Appendix 1 (Column 3) to this report and has no overall impact on the budgeted level of Reserves.

### Revenue Grants

2.2.4 Accounting arrangements under International Accounting Standards require that, subject to certain conditions, revenue grants received by the Council in 2015/16 but not utilised by 31 March 2016 should be accounted for in Reserves at the end of the financial year. These funds, including 1 and 2 Languages and Quality of Care, totalling £536,000 will now be utilised in 2016/17 and therefore approval is sought to increase the Revenue Budgets of Education and Children's Services by £258,000, Housing and Community Care by £166,000 and the Environment Service by £112,000.

2.2.5 **ACTION:** The Committee is asked to approve the adjustments totalling £536,000, funded from Reserves, to the above Service budgets to reflect revenue grants received in 2015/16 in respect of expenditure which will not be incurred until 2016/17. These additional adjustments are reflected in Appendix 1 (Column 3) to this report and have no overall impact on the budgeted level of Reserves.

### Investment in Improvement Funds

- 2.2.6 Approval is sought to amend budgets for a number of Investment in Improvement Fund Projects due to changes in the phasing of expenditure as set out in Appendix 3.
- 2.2.7 **ACTION:** The Committee is asked to approve the transfer of £46,000 from Housing and Community Care to Reserves and £75,000 from Education and Children's Services to Reserves for the Investment in Improvement Fund projects listed above. This adjustment is reflected in Appendix 1 (Column 3) to the Report.

### Corporate Transformation Programme

- 2.2.8 A number of adjustments are required to corporate transformation projects to reflect final levels of expenditure incurred in financial years 2015/16. These proposed adjustments are not increases or reductions in the total project budget but merely reflect revisions to the phasing of expenditure. The adjustments are set out in Appendix 3.
- 2.2.9 **ACTION:** The Committee is asked to approve the transfer of £21,000 from Education and Children's Services, £74,000 from Housing and Community Care, £105,000 to the Environment Service and £86,000 to Corporate and Democratic Services from / to the earmarked Reserve for Transformation (including Workforce Management). These adjustments are reflected in Appendix 1 (Column 3) to the Report.

### Flooding / Bellwin Grants

- 2.2.10 Revenue Monitoring Report No.4 for 2015/16 that was considered by this Committee on 20 April 2016 (Report No. 16/179 refers) advised that an update on the Bellwin claim that was submitted to the Scottish Government for 2015/16 would be provided in due course. On 16 June 2016 the Council received confirmation that it had been awarded £750,691 which represented the claim of £1,418,583 less the Council threshold of £649,862 and adjustments of £18,030 for ineligible expenditure. On 7 September 2016 the Council received notification from Transport Scotland and the Society of Local Authority Chief Executives that the Scottish Government will also be providing additional funding of £1,028,000 towards infrastructure costs.
- 2.2.11 A summary of the funding and related expenditure is set out in the following table. This summary excludes funding of £276,000 for grants to businesses that the Council was reimbursed by the Scottish Government separately (see paragraph 2.3.2).

<b>Funding</b>	
Scottish Government Funding towards flooding events (January 2016)	£1,650,000
Bellwin Claim (June 2016)	£750,691
Infrastructure Funding (September 2016)	£1,028,000
<b>TOTAL FUNDING</b>	<b>£3,428,691</b>
<b>Expenditure to date</b>	
Council expenditure	£1,390,590
Compensation grants	£309,000
Contribution to Insurance Fund (Report No. 16/45): Council housing, Alyth Museum, Alyth Park	£400,000
<b>TOTAL EXPENDITURE TO DATE</b>	<b>£2,099,590</b>
<b>FUNDING REMAINING IN RESERVES</b>	<b>£1,329,101</b>
<b>Further Anticipated Expenditure</b>	
Bleaton Hallet Bridge replacement	£1,135,000
Other Infrastructure works (provisional estimate)	£100,000
<b>TOTAL ANTICIPATED EXPENDITURE</b>	<b>£1,235,000</b>
<b>UNALLOCATED FUNDING</b>	<b>£94,101</b>

2.2.12 The above table identifies proposals to fund the replacement bridge at Bleaton Hallet, funding towards other infrastructure works and unallocated resources of £94,101.

2.2.13 **ACTION:** The Committee is asked to note the funding and expenditure relating to severe weather events. The Committee is also asked to approve the funding for the Bleaton Hallet Bridge replacement and that proposals to utilise the unallocated funding from the severe weather events of £94,101 are considered at a future meeting of the Committee once the costs of the Other Infrastructure works have been finalised.

#### Private Sector Housing Grant

2.2.14 In closing the 2015/16 Unaudited Annual Accounts an under spend on Private Sector Housing Grants of £405,000 was identified due to the level of applications received during the year. This under spend allowed Capital Grant to be applied to other capital expenditure resulting in reduced borrowing costs in 2015/16. Permission is now sought to reinstate the Private Sector Housing Grants Budget by £405,000 in 2016/17 to allow the approved programme of works to continue.

2.2.15 **ACTION:** The Committee is asked to virement of £405,000 between Housing and Community Care and General Capital Grant. This adjustment is reflected in Appendix 1 (Column 3) to the report.

## 2.3 Movements in Funding

2.3.1 Since the 2016/17 Final Revenue Budget was updated by the Strategic Policy Resources Committee on 20 April 2016 (Report No. 16/179 refers) notification has been received of additional resources in the current financial year from a number of sources as set out in paragraphs 2.3.2 and Appendix 4.

### 2.3.2 Scottish Government: Revenue Support Grant (£437,853)

- Teacher Induction Scheme: £119,853 (Education & Children's Services – ECS)
- Gaelic Education: £33,000 (ECS)
- Sensory Impairment Strategy: £9,000 Housing & Community Care (HCC)
- Flooding Support Grant: £276,000: The Environment Service (TES)

2.3.3 The Scottish Government has advised that the increase in Revenue Support Grant identified at 2.3.2 of £437,853 will be made through a redetermination of the Council's Revenue Support Grant. It is therefore necessary to adjust the net budgets for Education & Children's Services; Housing & Community Care; the Environment Service and Revenue Support Grant.

2.3.4 **ACTION:** The Committee is asked to approve the following adjustments to budgets: Education & Children's Services £152,853; Housing & Community Care £9,000; and the Environment Service £276,000 to reflect the additional resources being made available through Revenue Support Grant. These adjustments are reflected in Appendix 1 (Column 4) to this report.

### Other Funding (£1,184,205)

2.3.5 Other funding amounting to £1,184,205 will be paid outside the Revenue Support Grant mechanism as Other Grant income and is therefore cost neutral in terms of the budget summary – details of this other funding is set out in Appendix 4.

2.3.6 **ACTION:** The Committee is also asked to note the receipt of £1,184,205 of additional resources, with this funding being reflected within Education & Children's Services, Housing & Community Care and the Environment Service as additional grant income. The current projected outturn assumes that all of these additional resources will be fully expended in 2016/17.

## 2.4 Virements

### Contribution to/from Capital Fund

2.4.1 In line with the strategy for managing the Council's Capital Programme over the medium term (as reported to Council on 22 June 2016 – Report No. 16/277 refers) it is recommended that the eventual over or under spend on Capital Financing Costs and Interest on Revenue Balances be transferred from or to the Capital Fund.



2.4.2 The latest monitoring indicates an increase in the projected outturn for capital financing costs (loan charges) of £58,000 and a reduction in the level of projected income from Interest on Revenue Balances of £101,000. The variances reflect the latest treasury activity undertaken by the Council.

2.4.3 **ACTION:** The Committee is requested to approve the virement of £58,000 to the Capital Financing Costs (Loan Charges) Budget; £101,000 to Interest on Revenue Balances with a net reduction of £159,000 in the projected Contribution to the Capital Fund. These adjustments have been reflected in Appendix 1 (Column 5) to this report.

#### Perth Theatre Redevelopment Project

2.4.4 The Education and Children's Services Revenue Budget for 2016/17 includes £2,354,000 and the Capital Fund includes a £428,000 contribution towards the Perth Theatre Redevelopment Project – total funding of £2,782,000.

2.4.5 Education and Children's Services only require £666,000 of this funding in 2016/17 and therefore it is proposed to transfer the balance of £2,116,000 to an Earmarked Reserve to fund the revenue costs of works at the Perth High School over the medium term. The work on the Perth Theatre Redevelopment Project is included within the Capital Budget and will be funded by borrowing. These adjustments were included in the Capital Budget that was approved by Council on 22 June 2016 (Report No. 16/277 refers).

2.4.6 **ACTION:** The Committee is asked to approve the virement of £428,000 from the Capital Fund to Education and Children's Services in relation to the Perth Theatre Redevelopment Project. This adjustment is reflected in Appendix 1 (Column 5) to this report. The Committee is also asked to approve the transfer to Reserves of £2,116,000 from Education and Children's Services to an Earmarked Reserve towards the Perth High School project. This adjustment is reflected in Appendix 1 (Column 7) to this report.

#### Service Virements

2.4.7 In order to ensure that the 2016/17 Management Revenue Budget continues to reflect current Service needs the following virements between budgets are required:

- IST - Education and Children's Services (ECS) to Corporate & Democratic Services (CDS) - £9,000 – final budgetary adjustment for transfer of IST.
- Voluntary Severance Scheme (VSS) Costs – Housing and Community Care (HCC) to the Environment Service - £68,000 – adjustments to amounts allocated for VSS in Revenue Budget 2015/16 - Revenue Monitoring Report No.4 (Report No. 16/179 refers).
- Perth Office Project – Contribution from Renewal and Repair Fund to TES - £360,000 – rephasing of expenditure to 2016/17 approved in

Revenue Budget 2015/16 - Revenue Monitoring Report No.3 (Report No. 16/45 refers).

- Management Information Systems (MIS) - CDS to ECS - £224,000 – transfer of MIS team to maximise operational effectiveness.
- Corporate Procurement – TES to CDS - £15,000 – funding to reflect the transfer of activity to the Finance Systems team.
- Corporate Collaboration Funding – CDS to TES - £50,000 - funding to support collaboration and transformation activity.
- Flood Studies – Capital Grants to TES - £150,000 – funding from General Capital Grant towards the initial costs of developing flood schemes.
- Property Maintenance – Contribution from Renewal and Repairs Fund to the Environment Service - £450,000 – funding to reinstate property maintenance budget following transfer to Almondbank Flood Prevention Scheme – see Capital Monitoring Report No.1 – para 3.4.5 (Report No. 16/401 refers)

2.4.8 **ACTION:** The Committee is requested to approve the adjustments to Service and Corporate Budgets listed in 2.4.7 above. These adjustments have been reflected in Appendix 1 (Column 5) to this report.

## 2.5 Movements in Reserves

### Provision of Affordable Housing - Council Tax 2<sup>nd</sup> Home and Long Term Empty Property Discount – Transfer to Reserves

2.5.1 Under the terms of the Council Tax (Discount for Unoccupied Dwellings) (Scotland) Regulations 2005, the Council has exercised its discretionary powers to raise additional local tax income through reducing the Council Tax discount on second homes and long term empty properties. In line with guidance from the Scottish Government, these monies are held by the Council in an earmarked reserve for the provision of affordable housing in partnership with approved Registered Social Landlords. It is estimated that £1,300,000 will be collected in the current financial year and transferred to Reserves. Approval is sought to increase the Council Tax Income budget by £1,300,000 with this amount being earmarked in Reserves for the provision of affordable housing.

2.5.2 **ACTION:** The Committee is asked to approve the transfer of £1,300,000 to Reserves from the Council Tax Income Budget which will be earmarked for the provision of affordable housing. This adjustment is reflected in Appendix 1 (Column 6) to this report.

### **3. CORPORATE BUDGETS**

#### Contributions to Tayside Valuation Joint Board

- 3.1 The Treasurer of the Tayside Valuation Joint Board is currently projecting an under spend of £34,000 primarily due to reduced staff costs. Perth and Kinross Council's share of this projected under spend is approximately £13,000. This under spend is reflected in Appendix 1.

#### Un-Funded Pensions Costs

- 3.2 Based on the latest invoices from Dundee City Council, who administer Tayside Pension Fund, there is a projected under spend of £100,000. This under spend has arisen due to the phasing of staff departures under the Voluntary Severance Scheme approved in February 2016. This under spend is reflected in Appendix 1.

#### Provision of Non Domestic Rates Relief under the Community Empowerment Act 2015

- 3.3 On 15 June 2016 the Strategic Policy and Resources approved the use of the Community Empowerment Act 2015 to expand the provisions of the Small Business Bonus and Fresh Start Schemes (Report No. 16/266 refers). The report set out potential immediate actions available to the Council in respect of potential rates relief following requests for assistance by the business community up to a maximum cost to the Council of £650,000.
- 3.4 To date the Council has received 104 applications to access these schemes. The process of evaluating these applications is currently underway with 74 meeting the criteria to date at a cost to the Council of approximately £137,000. Further updates will be provided to the Committee in due course. Proposals to redirect an element of this funding is set out in 2.1.16 above.

### **4. HOUSING REVENUE ACCOUNT (HRA)**

- 4.1 The Director (Housing and Social Work) is currently projecting a planned reduction in expenditure of £18,000 on the Housing Revenue Account (HRA) in order to increase the balance on the HRA Reserve to £800,000 in accordance with the approved strategy for managing Housing Revenue Account Balances.
- 4.2 There is a projected under recovery of income due to anticipated reductions in:
- Interest on revenue balances (£45,000).
  - Council house rent due to right to buy applications and delayed completion of new builds (£65,000).
  - Rents from lock ups and garages due to the capital investment programme that is currently underway (£84,000).

- 4.3 There is a projected under spend on Administration (£119,000) due to reduced loan charges partially offset by other net over spends across the function (£25,000).
- 4.4 The net projected movements described above result in a reduction in the projected contribution to Capital Financed from Current Revenue (CFCR) (£118,000) available for the HRA Capital Programme.
- 4.5 Full details of the movement against the HRA Revenue Budget are set out in Appendix 5.

## **5. CONCLUSION AND RECOMMENDATIONS**

- 5.1 The total net projected under spend on the General Fund net expenditure, as set out in Appendix 1 to this report, is £940,000.
- 5.2 Additionally the projected planned under spend on Devolved School Management Budgets currently stands at £15,000.
- 5.3 The Director (Housing and Social Work) is currently projecting a planned under spend of £18,000 in order increase the balance on the HRA Reserve to £800,000 in accordance with the approved strategy for managing Housing Revenue Account Balances.
- 5.4 The Committee is requested to:
- Note the contents of the report;
  - Approve the adjustments to the 2016/17 Management Revenue Budget detailed in Appendix 1 and Section 2 above;
  - Approve the marketing and promotion scheme for Perth and Kinross which will be funded from the Environment Service's 2016/17 Revenue Budget and the reallocation of the earmarked Reserve for the Community Empowerment Bill 2015 – see para 2.1.16.
  - Note the funding and expenditure relating to severe weather events set out in paragraph 2.2.11.
  - Approve the funding for the Bleaton Hallet bridge replacement – see 2.2.13.
  - Approve that proposals to utilise the unallocated funding from the severe weather events of £94,101 are considered at a future meeting of the Committee – see 2.2.13.
  - Approve Service virements summarised in Appendices 2 and 5.

**Author(s)**

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**Approved**

<b>Name</b>	<b>Designation</b>	<b>Date</b>
John Symon	Head of Finance	8 September 2016

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## 1. IMPLICATIONS, ASSESSMENTS, CONSULTATION AND COMMUNICATION

<b>Strategic Implications</b>	<b>Yes / None</b>
Community Plan / Single Outcome Agreement	None
Corporate Plan	Yes
<b>Resource Implications</b>	
Financial	Yes
Workforce	Yes
Asset Management (land, property, IST)	Yes
<b>Assessments</b>	
Equality Impact Assessment	Yes
Strategic Environmental Assessment	Yes
Sustainability (community, economic, environmental)	Yes
Legal and Governance	None
Risk	None
<b>Consultation</b>	
Internal	Yes
External	None
<b>Communication</b>	
Communications Plan	None

### 1. Strategic Implications

#### 1.1 Corporate Plan

1.1.1 The Council's Corporate Plan 2013 – 2018 lays out five outcome focussed strategic objectives which provide clear strategic direction, inform decisions at a corporate and service level and shape resources allocation. They are as follows:

- (i) Giving every child the best start in life;
- (ii) Developing educated, responsible and informed citizens;
- (iii) Promoting a prosperous, inclusive and sustainable economy;
- (iv) Supporting people to lead independent, healthy and active lives; and
- (v) Creating a safe and sustainable place for future generations.

1.1.2 This report relates to all of these objectives.

### 2. Resource Implications

#### 2.1 Financial

2.1.1 There are no direct financial implications arising from this report other than those reported within the body of the main report.

## 2.2 Workforce

- 2.2.1 There are no direct workforce implications arising from this report other than those reported within the body of the main report.

## 2.3 Asset Management (land, property, IT)

- 2.3.1 There are no direct asset management implications arising from this report other than those reported within the body of the main report.

## 3. **Assessments**

### 3.1 Equality Impact Assessment

- 3.1.1 Under the Equality Act 2010, the Council is required to eliminate discrimination, advance equality of opportunity, and foster good relations between equality groups. Carrying out Equality Impact Assessments for plans and policies allows the Council to demonstrate that it is meeting these duties.
- 3.1.2 The information contained within this report has been considered under the Corporate Equalities Impact Assessment process (EqIA) and has been assessed as **not relevant** for the purposes of EqIA.

### 3.2 Strategic Environmental Assessment

- 3.2.1 The Environmental Assessment (Scotland) Act 2005 places a duty on the Council to identify and assess the environmental consequences of its proposals.
- 3.2.2 The information contained within this report has been considered under the Act. However, no action is required as the Act does not apply to the matters presented in this report.

### 3.3 Sustainability

- 3.3.1 Under the provisions of the Local Government in Scotland Act 2003 the Council has to discharge its duties in a way which contributes to the achievement of sustainable development. In terms of the Climate Change Act, the Council has a general duty to demonstrate its commitment to sustainability and the community, environmental and economic impacts of its actions.
- 3.3.2 The information contained within this report has been considered under the Act. However, no action is required as the Act does not apply to the matters presented in this report.

## **4. Consultation**

### **4.1 Internal**

- 4.1.1 The Chief Executive, Depute Chief Executives and Directors have been consulted in the preparation of this report.

## **2. BACKGROUND PAPERS**

- 2.1 No background papers, as defined by Section 50D of the Local Government (Scotland) Act 1973 (other than any containing confidential or exempt information) were relied on to any material extent in preparing the above report.

## **3. APPENDICES**

Appendix 1 – General Fund 2016/17 Projected Outturn - Summary

Appendix 2 – General Fund 2016/17 Projected Outturn – Service Analysis

Appendix 3 – Adjustments to Projects funded from the Corporate  
Transformation and Investment in Improvement Funds

Appendix 4 – Other Funding

Appendix 5 – Housing Revenue Account 2016/17 Projected Outturn