

KINROSS COMMON GOOD FUND COMMITTEE

17 December 2020

2019/20 & 2020/21 FINANCIAL STATEMENTS

Report by Head of Finance (Report No. 20/254)

This report provides an update on the Audited outturn for Financial Year 2019/20; and details the Income and Expenditure and the projected outturn to 31 March 2021 for Financial Year 2020/21.

1. BACKGROUND / MAIN ISSUES

- 1.1 This report provides an update on the final outturn for 2019/20 and the monitoring position and projected outturn for the Financial Year 2020/21.

2. PROPOSALS

Financial Statement 2019/20

- 2.1 Report 19/265 considered by the Committee on 25 September 2020 included year-end projections for Income and Expenditure to 31 March 2020. This included an estimated breakeven position for the year and a projected Total Fund Balance of £157,447. Following closure of the 2019/20 accounts, the Fund generated a surplus for the year to 31 March 2020 of £988. The Total Fund Balance at 31 March 2020 is £158,435, of which £157,000 is ring-fenced as 'Capital' as detailed in Appendix 1.
- 2.2 The £988 movement from the previously reported breakeven position is attributed to lower than anticipated Financial Assistance awards (£850); and a £138 increase in interest received for the year.

Financial Statement 2020/21

- 2.3 On the basis of Appendix 2, it is assumed that the Fund will achieve breakeven in 2020/21 on the basis that Financial Assistance funding will be contained within the estimated interest to be received. The decrease in the estimated income from the previous year is due to a fall in the fixed term deposit interest rate. The Total Balance for the Fund is projected to be £158,435 at 31 March 2021, of which £157,000 will remain ring-fenced.
- 2.4 The Financial Assistance report to be considered at this meeting includes one application for funding, and the value of the funding award is to be determined by the Committee. The projected Total Fund Balance assumes that approved funding will be contained within the estimated level of income for 2020/21. If the Committee decides to award funding in excess of the estimated income, an option open to the Committee, the Total Fund Balance would reduce.

3. CONCLUSION AND RECOMMENDATIONS

3.1 The Committee is requested to:-

- (i) Note the Audited Income and Expenditure to 31 March 2020 for the Fund as set out in Appendix 1 to the report;
- (ii) Note the Income and Expenditure to 13 November 2020 and the projected outturn to 31 March 2021, as set out in Appendix 2 to the report.

Author(s)

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Approved

Name	Designation	Date
Stewart Mackenzie	Head of Finance	26 November 2020
Karen Donaldson	Interim Chief Operating Officer (Corporate & Democratic Services)	27 November 2020

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1. IMPLICATIONS, ASSESSMENTS, CONSULTATION AND COMMUNICATION

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

1. Strategic Implications

Corporate Plan

1.1 The Council's Corporate Plan 2018 – 2023 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.

1.2 This report relates to all objectives.

2. Resource Implications

Financial

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

3. Assessments

Equality Impact Assessment

- 3.1 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.
- 3.2 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.

Strategic Environmental Assessment

- 3.3 The Environmental Assessment (Scotland) Act 2005 places a duty on the Council to identify and assess the environmental consequences of its proposals.
- 3.4 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.

Sustainability

- 3.5 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.
- 3.6 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

Internal

- 4.1 The Interim Chief Operating Officer has been consulted in the preparation of this report.

2. BACKGROUND PAPERS

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 – Kinross Common Good Fund Audited Financial Statement for Financial Year 2019/20.
- Appendix 2 – Kinross Common Good Fund Financial Statement for period to 13 November 2020 for Financial Year 2020/21.