

EAST AYRSHIRE COUNCIL

HOUSING COMMITTEE – 2 NOVEMBER 2005

**BUDGETARY CONTROL SUMMARY STATEMENT
BUILDING AND WORKS
TO 18 SEPTEMBER 2005 (PERIOD 6)**

**Joint Report by Executive Head of Finance and
Executive Director of Neighbourhood Services**

1 PURPOSE OF REPORT

- 1.1** To advise Members of the current budgetary control position and the projected out-turn for the year for Building and Works for the period ended 18th September 2005 (Period 6).

2 OVERALL POSITION

- 2.1** The following report relates to service costs and income controlled by the department and includes rechargeable costs for central service charges and capital charges. The performance to date and projected out-turn is detailed separately within this report.

2.2 Projected Out-turn

The projected out-turn for Building and Works is a surplus of £1,705,410 at 31st March 2006 and is £1,098,420 above the annual budget. It is anticipated that income will outturn £1,481,710 above budget due to additional income from Technical Services and Housing. This may change due to the benchmarking exercise being carried out by A.P.S.E. which will be completed shortly. Sub Contractors are projected to outturn £62,730 under budget due to a lower requirement than anticipated in the budget. Other Direct Costs are projected to outturn £361,020 above budget due to the additional work noted above. Overheads are projected to outturn £90,250 above budget. This is due mainly to increased Central Administration costs due to operational requirements along with a charge for Interest on Revenue Balances for which there is no provision in the budget.

2.3 Budget Performance to Period 6

The position to date at period 6 is a year to date surplus of £1,044,670 compared to a budgeted position of a year to date surplus of £418,720.

2.4 Summary of Subjective Costs

Budget Expend to 18-Sept-05 Period 6	Actual Expend to 18-Sept-05 Period 6		Annual Estimate 2005-06	Projected Actual 2005-06	Variance
£	£		£	£	£
(8,294,860)	(8,726,440)	INCOME	(17,520,000)	(19,001,710)	(1,481,710)
		EXPENDITURE			
3,673,390	3,622,820	Labour Costs	7,923,580	7,918,330	(5,250)
1,333,400	1,156,460	Sub Contractors	2,827,520	2,764,790	(62,730)
2,466,440	2,495,080	Other Direct Costs	5,209,570	5,570,590	361,020
402,910	407,410	Overheads	952,340	1,042,590	90,250
7,876,140	7,681,770	TOTAL EXPENDITURE	16,913,010	17,296,300	383,290
(418,720)	(1,044,670)	SURPLUS	(606,990)	(1,705,410)	(1,098,420)

3 RECOMMENDATIONS

3.1 It is recommended that Members note the contents of this report.

Alex McPhee
Executive Head of Finance

William Stafford
Executive Director of Neighbourhood
Services

25 October 2005

LIST OF BACKGROUND PAPERS NIL

For further information please contact William Stafford, Executive Director of Neighbourhood Services on 01563 556023