

## EAST AYRSHIRE COUNCIL

### HOUSING COMMITTEE – 31 JANUARY 2001

#### HATS – TECHNICAL SERVICES – TO 15 DECEMBER 2000 (PERIOD 9)

#### Joint Report by Director of Finance and Director of Homes and Technical 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 HATS – Technical Services for the period ended 15 December 2000 (Period 9).

### 2. OVERALL POSITION

- 2.1 The following report relates to service costs and income directly controlled by the department and excludes rechargeable costs for central services charges and debt charges.
- 2.2 The net expenditure to date amounts to £0.695m compared to a budget of £0.770m resulting in the actual expenditure being lower than the budget by £0.075m. The budget to 15 December 2000 is based on standard phasing for each period of expenditure and income, except where the service department has indicated otherwise. Period variances are mainly attributable to phasing which should level out over the year, but if this is not the case reasons for the anticipated variances are highlighted below.

### 2.3 Summary of Subjective Costs

	Budgeted Expenditure 15-Dec-00 Period 9	Actual Expenditure 15-Dec-00 Period 9	Variance To Date (Favourable/ Adverse) 15-Dec-00 Period 9	Revised Annual Estimate 2000/01	Projected Outturn 2000/01	Outturn Variance (Favourable)/ Adverse 2000/01
	£	£	£	£	£	£
Employee Costs	1,240,960	1,213,430	(27,530)	1,744,012	1,713,523	(30,489)
Transport Costs	65,096	55,935	(9,161)	91,429	88,929	(2,500)
Supplies and Services	31,194	12,417	(18,777)	45,000	46,590	1,590
Administration Costs	34,992	25,807	(9,185)	50,488	40,488	(10,000)
Payments to Other Bodies	13,860	3,386	(10,474)	20,000	10,000	(10,000)
<b>TOTAL EXPENDITURE</b>	<b>1,386,102</b>	<b>1,310,975</b>	<b>(75,127)</b>	<b>1,950,929</b>	<b>1,899,530</b>	<b>(51,399)</b>
Income	(615,990)	(615,990)	0	(2,261,970)	(2,261,970)	0
Income recovered from Council						
Budgets outwith General Fund	0	0	0	(111,800)	(111,800)	0
<b>NET EXPENDITURE AFTER FRM</b>	<b>770,112</b>	<b>694,985</b>	<b>(75,127)</b>	<b>(422,841)</b>	<b>(474,240)</b>	<b>(51,399)</b>

### **3. ANALYSIS OF VARIANCES**

#### **3.1 Employee Costs**

It is anticipated that Employee Costs will outturn £0.030m under budget. This is mainly due to Superannuation and National Insurance costs being less than estimated. Overtime is expected to outturn at £0.020m over budget and is necessary in order to complete the capital programme within the financial year.

#### **3.2 Administration Costs**

It is anticipated that administration costs shall outturn £0.010m less than budget and is due to departmental constraints on current expenditure.

Central Support Charges will be subject to variation due to the implementation of the Best Value Accounting code of practice from 1 April 200.

#### **3.3 Payments to Other Bodies**

The Client Services Manager is currently projecting an underspend of £0.010m at the end of the financial year and is due to the anticipated reduction in the use of consultants.

- 3.4** Assurances have been given by the Client Services Manager that income shall outturn on budget although at the end of the current period only £0.616m of income has been generated out of a budget of £2.262m. The Director of Homes and Technical Services is closely monitoring the position.

### **4 RECOMMENDATIONS**

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

Alex McPhee  
**Director of Finance**

James Lavery  
**Director of Homes and Technical Services**

15<sup>th</sup> January 2001

#### **LIST OF BACKGROUND PAPERS NIL**

For further information please contact James Lavery, Director of Homes and Technical Services on 01563 554875

**AGENDA**