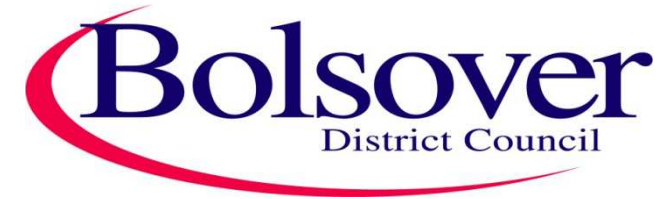


# Budget Scrutiny

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Revised Budgets 2020/21

# General Fund



This is the 2020/21 part of the table that usually shows the position of general fund for all years.

	20/21 Original Budget £000	20/21 Current Budget £000	20/21 Revised Budget £000
Budget Shortfall – MTFP Feb 2020	290	290	290
Efficiencies identified + removed from budget (includes council tax)	0	(287)	(211)
<b>Current Budget Shortfall/(surplus)</b>	<b>290</b>	<b>3</b>	<b>79</b>



## From Original to Current – Q1 and Q2

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- Savings made between the February 2020 report and the Q2 monitoring report, i.e. the current position.

	<b>£'000</b>
2020/21 council tax increase	(111)
Q1 vacancies	(169)
Miscellaneous items	(7)
c/f to next slide	(287)



## From Current to Revised Budgets

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- Changes to reflect the new calculations and forecasts – the revised budget.

	<b>£'000</b>
Savings already made b/f	(287)
Debt charges/investment income	136
Q2 vacancies + savings from changes to salary budgets	(246)
Reduction in Business Rates income	136
c/f to next slide	(261)

## From Current to Revised Budgets continued

- Savings we've made help to prepare us for the future.

	<b>£'000</b>
Savings already made b/f	(261)
Net miscellaneous cost increases/ income reductions	(44)
T/f to reserves to finance future expenditure	94
	(211)

## The Covid-19 Pandemic

	<b>£000's</b>
Tranche 1- 3 Covid Government Grant received	(1,010)
Lost eligible fees + charges income estimate	828
Income compensation estimate to be received	(372)
Expenditure incurred to date	197
Lost other income, ineligible for compensation estimate	137
Income received for furloughed staff	(112)
Reductions in expenditure budgets	(172)
<b>Balance of Grant available for further costs/losses</b>	<b>(504)</b>

# The Covid-19 Pandemic

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Parish	£	Parish	£
Ault Hucknall	5,533	Old Bolsover	59,867
Barlborough	14,108	Pinxton	35,104
Blackwell	19,518	Pleasley	10,045
Clowne	49,138	Scarcliffe	11,137
Elmton with Creswell	28,051	Shirebrook	95,830
Glapwell	8,548	South Normanton	41,494
Hodthorpe	4,338	Tibshelf	22,174
Langwith	12,471	Whitwell	30,950

## Housing Revenue Account (HRA)

	<b>20/21 Original Budget £000</b>	<b>20/21 Current Budget £000</b>	<b>20/21 Revised Budget £000</b>
Expenditure	11,912	12,487	12,319
Income	(21,541)	(21,570)	(21,376)
Net Cost of Service	(9,629)	(9,083)	(9,057)
Depreciation	3,800	3,800	3,800
Net t/f to reserves	5,723	5,177	5,162
	(106)	(106)	(95)



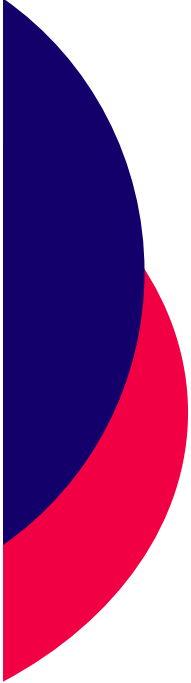
# HRA main changes for Revised Budgets



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<b>The main variances on the HRA are:</b>	<b>£'000</b>
Reduction in Dwelling Rents income	164
Net reduction to salaries	(76)
Reduction in Travis Perkins expenditure due to lockdown	(51)
Reduction to utility budgets linked to Safe + Warm capital scheme	(44)
Reduction in software expenditure	(20)
Increase in disturbance allowance payments for Tibshelf flats	51

# Capital Programme

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- As part of the revised budget process the capital projects have been reviewed to estimate what level of spend will occur in 2020/21.
  - Where projects are unlikely to spend in 2020/21, the capital expenditure and matching financing will be moved to 2021/22 to avoid large under spends at 31<sup>st</sup> March.
  - The detailed capital programme is included and titled as appendix 4.

## Reserves and Balances

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- The opening and closing position on the main useable reserves are:

	<b>Opening Balance £'000</b>	<b>Closing Balance £'000</b>
General Fund balance	(2,261)	(2,182)
Housing Revenue Account balance	(2,154)	(2,116)
Transformation Reserve (uncommitted amount)	(2,072)	(1,527)
NNDR Growth Protection Reserve	(4,127)	(5,685)
HRA Development Reserve	(2,660)	(2,514)



## Summary

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- The Coronavirus pandemic is having a detrimental effect on the Council's 2020/21 general fund budget.
- For 2020/21 the revised budget estimate for the housing revenue account is a surplus, this will be transferred to the HRA Development Reserve.
- Any underspend on general fund will be transferred to the NNDR Growth Protection Reserve.
- The level of reserves is considered to be adequate to fund planned expenditure and potential issues/risks that we face.
- The capital programme for 2020/21 is fully financed and does not include any borrowing where MRP is payable.