

North East Derbyshire District Council

Cabinet

3 March 2022

**Medium Term Financial Plan – Budget Monitoring Report
April - December 2021 (Q3)**

Report of the Portfolio Holder with Responsibility for Finance

Classification: This report is public

Report By: Jayne Dethick, Assistant Director - Finance and Resources (S151 Officer)

Contact Officer: Jayne Dethick

PURPOSE/SUMMARY

To update Cabinet on the financial position of the Council following the third quarter's budget monitoring exercise for the General Fund, the Housing Revenue Account and the Capital Programme

RECOMMENDATIONS

1. That Cabinet note the quarter three budget monitoring position outlined in this report and detailed in **Appendices 1-5**.

Approved by the Portfolio Holder – Yes

IMPLICATIONS

Finance and Risk

Yes ✓

No

It is important that the Council maintains robust budgetary control and monitoring processes in order to safeguard both its reserves and its financial resilience.

The issue of financial risk and resilience is covered throughout the report. In addition, it should be noted that not achieving a balanced budget is outlined as a key risk within the Council's Strategic Risk Register.

All other financial implications are covered in the relevant sections throughout the report

On Behalf of the Section 151 Officer

Legal including Data Protection**Yes****No ✓**

There are no legal issues arising directly from this report.

On Behalf of the Solicitor to the Council

Staffing**Yes****No ✓**

There are no staffing issues arising directly from this report.

On Behalf of the Head of Paid Service

DECISION INFORMATION

Is the decision a Key Decision? A Key Decision is an executive decision which has a significant impact on two or more District wards or which results in income or expenditure to the Council above the following thresholds: <i>BDC: Revenue - £75,000</i> <input type="checkbox"/> <i>Capital - £150,000</i> <input type="checkbox"/> <i>NEDDC: Revenue - £100,000</i> <input checked="" type="checkbox"/> <i>Capital - £250,000</i> <input checked="" type="checkbox"/> <input checked="" type="checkbox"/> <i>Please indicate which threshold applies</i>	No
Is the decision subject to Call-In? (Only Key Decisions are subject to Call-In)	No
Has the relevant Portfolio Holder been informed	Yes
District Wards Affected	All
Links to Corporate Plan priorities or Policy Framework	All

REPORT DETAILS**1 Background**

To update Cabinet on the financial position of the Council following the third quarter's budget monitoring exercise for the General Fund, the Housing Revenue Account and the Capital Programme.

2 Budget Monitoring 2021/22

- 2.1 The impact of the Covid-19 pandemic is still having a detrimental impact across some of the Council's services. The Government's sales, fees and charges compensation

scheme continued to operate until 30 June this year providing financial assistance to the leisure service for that period. Additional expenditure is still being incurred for cleaning, protective clothing and equipment and ICT. These budget pressures can be met from the Covid Assistance grant received last year so do not put an additional pressure on the current year's budget. The Government have continued to provide additional Covid grants throughout the year to support businesses and vulnerable individuals during the pandemic and assist them in reverting back to normal operations. Table 1 below provides a breakdown of the Covid Grants received during 2021/22 to the 31 December:

Table 1

Covid Grants 2021/22 to Q3	Covid Grants 2021/22
	£
Business Restart Grant	4,518,126
Additional Restrictions Grants (ARG)	579,324
Covid Response Grant	490,730
Covid19 Test & Trace	268,944
New Burdens - LADGF 2.0	166,800
Covid Compliance & Enforcement	126,640
New Burdens - 4 Restart & ARG	73,000
New Burdens - 5 Post Payment Assurance, Reco & Debt Recovery	18,600
Homelessness during lockdown	9,900
Net cost of services	6,252,064

General Fund

- 2.2 The position in respect of the General Fund as at 31 December 2021 is summarised in **Appendix 1** attached to this report. The appendix shows the Original Budget that was set in February 2021, together with the Current Budget compared to the 31 December position.
- 2.4 As at quarter three the overall forecast is for the General Fund to underspend by (£0.495m). **Appendix 2** provides a more detailed breakdown by directorate.
- 2.4 The Operations Directorate is £0.020m lower than the original forecast. The main variances are in relation to the Housing Benefit Service of £0.218m due to housing benefit subsidy income being lower than forecast, a Transport variance of £0.091m for vehicle repairs and a variance in Domestic Waste Collection of £0.053m being fuel and salaries. These are fully offset by underspends on the Waste Recycling Service of (£0.091m) due to staffing vacancies and reduced recycling fees, Council Tax Administration (£0.082) due to increased grants plus staffing vacancies across the Directorate (£0.211m).
- 2.5 The Growth Directorate is £0.149m lower than the original forecast. The main variances are in relation to Chesterfield Crematorium of (£0.049m) due to increased levels of income plus staffing vacancies across the Directorate (£0.096m).
- 2.6 The Transformation Directorate is £0.326m lower than the original forecast. The main variances are in relation to under spends on utilities (£0.038m), building maintenance (£0.029m), additional leisure income of (£0.023m) plus staffing vacancies across the Directorate (£0.174m).

- 2.7 All of these budgets have been scrutinised against revised budget which was reported to this Cabinet on 25 November 2021.
- 2.8 The Net Cost of Services detailed in **Appendix 1** is further analysed in Table 2 below.

Table 2

	Q3 Budget 2021/22	Q3 Outturn 2021/22	Variance
	£'000	£'000	£'000
Employee related costs	12,340	11,835	(505)
Premises related costs	1,261	1,086	(175)
Vehicle related costs	388	413	25
Supplies & services	11,770	11,609	(161)
Rent Rebates/Allowances cost to GF	19	134	115
Income	(18,918)	(18,712)	206
Net cost of services	6,860	6,365	(495)

Financial Reserves

2.9 Transfers from Earmarked Reserves

The use of earmarked reserves in 2021/22 to date is £9,026m comprising:

- £6.734m from revenue grants
- £2.292m from earmarked reserves

2.10 Transfers to Earmarked Reserves

There have been transfers to earmarked reserves during 2021/22 totalling £6.950m. This comprises:

- £5.999m in revenue grants received
- £0.951m from earmarked reserves

- 2.11 There are ongoing commitments against the earmarked reserves which will continue in 2021/22 and future years. Should any of the reserves prove unnecessary in the light of subsequent events then they will be moved back into unallocated General Fund resources.

Invest to Save

- 2.12 The Invest to Save Reserve currently has a balance £2.543m. Commitments already made against this reserve for 2021/22 and future years amount to £0.446m leaving £2.097m currently uncommitted.

Resilience Reserve

- 2.13 The Resilience Reserve currently has a balance of £2.320m. This will be utilised to provide financial resilience to the General Fund in future years as required by Medium Term Financial Plan. Ongoing pressures arising from the Covid pandemic will continue to be met from this reserve.

General Fund Balances

- 2.14 The level of General Fund Balances has been maintained at £2.000m. The General Fund balances are considered to be at an acceptable level rather than generous. The General Fund balance needs to be considered against the background of ongoing reductions in the level of Government funding together with the range of risks facing the Council. With only a limited level of General Fund reserves it is crucial that the Council continues to maintain robust budgetary control while securing its ongoing savings targets in order to safeguard both its reserves and its financial sustainability.

Housing Revenue Account (HRA)

- 2.15 **Appendix 3** shows the HRA position at quarter three. To date the HRA has remained relatively stable with income above budget by (£0.085m) and expenditure also above budget by £0.084m resulting in an overall income position of (£0.001m). The expenditure variance is largely due to the cost of a large value insurance claim which is awaiting decision and reimbursement by the insurers with the income variance being due to a reduction in voids across dwellings and non-dwellings.

Capital Investment Programme

- 2.16 **Appendix 4** shows the capital position at quarter three. The HRA Capital Programme is currently (£8.342m) lower than forecast largely as a result of the shortage of building materials limiting HRA capital works in the first half of the year.
- 2.17 The Council has sufficient capital resources in place to finance the actual expenditure and commitments of the capital programme this year.

Treasury Management

- 2.18 The treasury management function covers the borrowing and investment of Council funds. All transactions are conducted in accordance with the Council's approved strategy and the CIPFA Code of Practice. Good treasury management plays an important role in the sound financial management of the Council's resources.
- 2.19 The Council approved the 2021/22 Treasury Management Strategy at its meeting on 1 February 2021. **Appendix 5** identifies the Treasury Management activity undertaken up to the third quarter of 2021/22.

3 Reasons for Recommendation

- 3.1 The report summarises the financial position of the Council following the third quarter's budget monitoring exercise for the General Fund, the Housing Revenue Account, Capital Programme and Treasury Management activity.

4 Alternative Options and Reasons for Rejection

- 4.1 This report is concerned with monitoring the position against the Council's previously approved budget. Accordingly the report does not set out any options where a decision is required by Members.

DOCUMENT INFORMATION

Appendix No	Title
1	General Fund Summary Monitoring Q3 2021/22
2	General Fund Detail Monitoring Q3 2021/22
3	HRA Monitoring Q3 2021/22
4	Capital Expenditure Monitoring Q3 2021/22
5	Treasury Management Monitoring Q3 2021/22
Background Papers	
Report Author	Contact Number
Jayne Dethick – Assistant Director – Finance and Resources (S151 Officer)	01246 217078

GENERAL FUND ACCOUNT - SUMMARY BUDGET MONITORING 2021/22 (QUARTER 3)

	Original Budget 2021/22 £	Current Budget 2021/22 £	Q3 Profiled Budget 2021/22 £	Actuals £	Variance £
Operations Directorate	8,151,169	8,428,650	4,635,818	4,615,868	(19,950)
Growth Directorate	1,091,510	1,903,407	349,980	200,828	(149,151)
Transformation Directorate	2,861,350	3,059,634	2,269,720	1,943,929	(325,791)
Recharges to Capital and HRA	(527,500)	(570,500)	(395,625)	(395,625)	0
Savings Target	(15,933)	0	0	0	0
Net Cost of Services	11,560,596	12,821,191	6,859,892	6,365,000	(494,893)
Investment Properties	(413,910)	(458,797)	(373,741)	(390,272)	(16,531)
Bad Debt Provision	40,000	40,000	30,000	30,000	0
Interest	(177,160)	(110,572)	(333,772)	(258,966)	74,806
Debt Repayment Minimum Revenue Provisi	56,000	56,000	42,000	42,000	0
Parish Precepts	3,386,780	3,386,780	3,386,780	3,386,780	0
Parish Council Grants	70,382	0	0	0	0
Transfer To Earmarked Reserves	60,000	6,189,619	6,950,271	6,950,271	0
Transfer From Earmarked Reserves	(1,683,186)	(9,024,719)	(9,025,905)	(9,025,905)	0
Total Spending Requirement	12,899,502	12,899,502	7,535,525	7,098,908	-436,618
Business Rates	(2,826,100)	(2,826,100)	(2,119,575)	(2,119,575)	0
New Homes Bonus	(360,439)	(360,439)	(243,924)	(243,924)	0
Lower Tier Services Grant	(205,095)	(205,095)	(180,220)	(180,220)	0
Collection Fund (Surplus)/Deficit - Council T	0	0	0	0	0
Collection Fund (Surplus)/Deficit - NNDR	0	0	0	0	0
NEDDC Council Tax Requirement	(6,121,088)	(6,121,088)	(4,590,816)	(4,590,816)	0
Parish Council Council Tax Requirement	(3,386,780)	(3,386,780)	(3,386,780)	(3,386,780)	0
Council Tax Requirement	(12,899,502)	(12,899,502)	(10,521,315)	(10,521,315)	0

		Q3 Profiled Budget 2021/22 £	Actuals with Accruals 2021/22 £	Variance £
<u>Operations Directorate</u>				
Director of Operations & Head Of Paid Service				
1283	Emergency Planning	15,751	16,756	1,005
4500	Managing Director - Operations & Head of Paid Service	67,282	67,388	106
5700	Joint Strategic Director - Environment & Enforcement	18,131	18,861	730
5720	Supporting PA's	91,414	91,447	33
		192,578	194,452	1,874
Assistant Director Environmental Health				
3400	Environmental Protection	100,843	92,533	(8,309)
3401	Food, Health & Safety	121,263	117,143	(4,120)
3402	Environmental Enforcement	89,104	77,555	(11,550)
3403	Neighbourhood Management	15,821	16,113	292
3404	Licensing	33,769	16,968	(16,801)
3405	Pollution	108,043	105,620	(2,422)
3407	Pest Control	36,757	33,068	(3,688)
3409	EH Technical Support & Management	240,014	236,110	(3,904)
3410	Private Sector Housing	75,233	75,629	396
3419	Destitute Funerals	1,126	744	(382)
3420	Fly Tipping	2,250	0	(2,250)
3421	VARM (NE) Discretionary Funding	0	417	417
3423	Air Quality Feasibility Study	17,927	13,108	(4,820)
3425	Covid-19 Fines	(197)	(1,260)	(1,063)
3426	Covid Enforcement Team	41,819	41,819	0
3427	Private Water Supply Contract	12,203	12,203	0
3428	MEES Project	(23,704)	(23,704)	(0)
3726	Works In Default	1	3,347	3,346
		872,271	817,413	(54,858)
Assistant Director Streetscene				
3174	Street Scene	299,905	282,145	(17,760)
3227	Materials Recycling	704,538	613,728	(90,810)
3244	Parks Derbyshire County Council Agency	(270,036)	(273,400)	(3,364)
3282	Eckington Depot	87,175	77,744	(9,431)
3285	Dronfield Bulk Depot	2,622	3,493	871
3511	Hasland Cemetery	(30,427)	(31,063)	(636)
3513	Temple Normanton Cemetery	(5,461)	(992)	4,469
3514	Clay Cross Cemetery	(44,766)	(50,063)	(5,297)
3516	Killamarsh Cemetery	(16,315)	(25,075)	(8,760)
3918	Dog Fouling Bins	(29,841)	(30,108)	(267)
3921	Street Cleaning Service	467,501	435,454	(32,047)
3943	Transport	251,350	342,473	91,123
3944	Grounds Maintenance	368,839	353,251	(15,588)
3945	Domestic Waste Collection	1,145,650	1,198,230	52,580
3946	Commercial Waste Collection	(425,104)	(430,817)	(5,713)
		2,505,630	2,465,000	(40,630)
Assistant Director Planning				
4111	Applications And Advice	(441,361)	(438,860)	2,501
4113	Planning Appeals	28,204	24,647	(3,557)
4116	Planning Policy	200,689	177,865	(22,823)
4119	Neighbourhood Planning Grant	0	0	0
4311	Environmental Conservation	13,529	13,920	391
4511	Assistant Director Planning	46,530	45,934	(596)
4513	Planning	128,688	95,085	(33,603)
4515	Building Control	9,108	9,108	0
4522	Section 106 Agreement	0	0	0
		(14,613)	(72,300)	(57,687)
Assistant Director Governance				

		Q3 Profiled Budget 2021/22	Actuals with Accruals 2021/22	Variance
1121	Member's Services	313,895	308,818	(5,077)
1123	Chair's Expenses	10,093	7,130	(2,963)
1131	District Elections	0	17,655	17,655
1133	Parish Elections	22,602	22,602	0
1137	Parliamentary Elections	140,188	140,188	0
1139	County Council Elections	(32,900)	(32,900)	0
1231	Corporate Training	(58,164)	(58,164)	0
1259	Corporate Groups	28,862	24,179	(4,683)
1311	Human Resources	4,503	0	(4,503)
1313	Work Well Team	166,946	167,801	854
3121	Health & Safety Advisor	43,204	42,948	(256)
5273	Brass Band Concert	3,752	0	(3,752)
5313	Register Of Electors	122,661	118,403	(4,258)
5321	Assistant Director Governance	21,135	21,123	(12)
5353	Legal Section	117,130	114,201	(2,929)
5354	Land Charges	(13,151)	(12,689)	462
5392	Scrutiny	38,689	29,928	(8,761)
5711	Democratic Services	154,202	154,471	269
		1,083,646	1,065,693	(17,952)

Assistant Director Finance

1312	Payroll	42,447	42,713	266
3176	Pool Car	0	0	0
5113	Unison Duties	12,457	12,557	100
5611	External Audit	(20,590)	(23,223)	(2,633)
5615	Bank Charges	80,258	88,310	8,052
5621	Contribution to/from HRA	0	0	0
5713	Audit	85,763	85,630	(133)
5714	Financial Support Services	2,627	1,920	(707)
5715	Procurement	20,601	24,602	4,001
5721	Financial Services	300,753	299,569	(1,184)
5724	Insurance	310,993	301,846	(9,147)
5725	Apprenticeship Levy	33,753	36,052	2,299
5727	Cost Of Ex-Employees	622,764	626,500	3,736
5728	Covid-19 Response	(628,631)	(628,631)	0
5729	Additional Restrictions Grant	35,748	35,748	0
5730	Local Restrictions Support Grant (Closed)	(686,492)	(686,492)	0
5731	Local Restrictions Support Grant (Open)	(10,801)	(10,801)	0
5732	Christmas Support Payments	0	0	0
5738	Closed Business Lockdown Payments	(443,000)	(443,000)	0
5739	LAGDF	(10,000)	(10,000)	0
5740	Council Tax Hardship	0	0	0
5741	Housing Benefit Service	76,419	294,636	218,217
5742	Test and Trace	(168,950)	(168,950)	0
5743	Business Restart Grant	298,578	298,578	0
5744	Omicron Hospitality and Leisure Grant	0	0	0
5745	Covid New Burdens	(235,234)	(235,234)	0
5747	Debtors	37,708	37,705	(3)
5751	NNDR Collection	65,936	74,278	8,342
5759	Council Tax Administration	158,329	76,430	(81,899)
5781	Village Hall Grants	14,870	14,867	(3)
		(3,694)	145,610	149,304

Total for Operations Directorate

4,635,818 4,615,868 (19,950)

Growth Directorate

Director of Growth

1143	Director of Growth	75,135	75,640	504
1218	Community Safety	51,221	18,998	(32,223)
3512	CBC Crematorium	(17)	(48,787)	(48,770)
		126,339	45,851	(80,488)

Assistant Director Property, Estates & Assets

		Q3 Profiled Budget 2021/22	Actuals with Accruals 2021/22	Variance
3135	Drainage	39,766	35,199	(4,566)
3172	Engineers	79,522	75,388	(4,134)
3241	Car Parks	46,275	41,774	(4,501)
3247	Street Names/Lights	3,752	5,485	1,733
3249	Footpath Orders	(675)	(2,249)	(1,574)
3265	Dams And Fishing Ponds	2,665	(550)	(3,215)
3281	Clay Cross Depot	751	450	(301)
3811	Closed Circuit Television	0	0	0
4412	Midway Business Centre	(56,360)	(60,676)	(4,315)
4425	Coney Green Business Centre	(149,499)	(149,411)	88
4519	The Avenue, Wingerworth	714	714	0
4523	Estates Administration	248,967	223,793	(25,174)
5204	Assistant Director Property, Estates & Assets	51,406	79,593	28,187
5205	Mill Lane	168,428	171,449	3,021
5206	Mill Lane Land	0	0	0
5209	Facilities Management	40,969	42,889	1,920
5210	Pioneer House	9,209	4,423	(4,786)
		485,890	468,273	(17,617)

Assistant Director Economic Development, Regeneration & Housing

3165	Housing Options Team	155,736	184,896	29,160
3740	Strategic Housing	61,471	45,776	(15,695)
3745	Household Support Fund	186,807	186,807	(0)
3746	Homelessness Prevention Grant	(124,973)	(124,973)	0
3747	Homeless Temp Accomodation	(11,448)	(20,078)	(8,630)
3748	Homelessness Grant	64,611	64,611	(0)
3749	Empty Properties	1,502	519	(983)
3750	Housing Growth	11,048	14,729	3,681
3754	Rough Sleepers	104,618	97,077	(7,541)
3759	Emergency Welfare Assistance Grant	28,505	30,242	1,737
4211	Tourism Promotions	34,715	23,247	(11,468)
4237	KickStarter Project	0	(777)	(777)
4238	Working Communities Strategy	53,663	52,309	(1,354)
4512	Growth Agenda	56,831	59,199	2,368
4517	Economic Development	112,368	68,187	(44,181)
4520	Eckington Killamarsh OPE	17,794	17,794	(0)
4524	New Towns Fund - Clay Cross	(1,076,315)	(1,076,315)	0
4526	Sheffield City Region	0	(4,000)	(4,000)
4527	Dronfield Civic Centre	29,728	29,728	(0)
5750	Assistant Director Economic Development, Regeneration & Housing	31,091	37,728	6,637
		(262,249)	(313,296)	(51,046)

Total for Growth Directorate

349,980 200,828 (149,151)

Transformation Directorate

Director of Transformation

4600	Director of Transformation	28,217	31,464	3,247
5215	Telephones	28,668	25,457	(3,211)
5216	Mobile Phones and Ipads	17,334	15,051	(2,283)
5701	Joint ICT Service	137,371	110,676	(26,696)
5734	NEDDC ICT Service	374,871	369,037	(5,834)
5735	Cyber Security	2,281	3,042	761
5736	Business Development	209,150	187,762	(21,388)
5737	Corporate Printing Costs	11,709	9,033	(2,676)
		809,601	751,522	(58,079)

Assistant Director Leisure

4561	Leisure Centre Management	2,122	(27,291)	(29,414)
4720	Sportivate	(16,415)	(16,415)	0
4722	Physical Inactivity Fund	(29,984)	(30,034)	(51)
4723	Generation Games	(15)	361	376
4724	Walking into Communities	(18,423)	(19,203)	(780)
4726	Walking for Health	(18,296)	(18,243)	52

		Q3 Profiled Budget 2021/22	Actuals with Accruals 2021/22	Variance
4727	Five 60	(20,423)	(19,801)	623
4731	Promotion Of Recreation And Leisure	22,371	22,219	(152)
4732	Schools Promotion	5,669	6,376	708
4736	Derbyshire Sports Forum	14,450	14,450	0
4739	Coach Core Apprentices	(67)	4,078	4,145
4742	Arts Development	1,899	2,524	625
8441	Eckington Swimming Pool	316,128	271,101	(45,027)
8445	Eckington Pool Cafe	10,864	2,725	(8,139)
8451	Dronfield Sports Centre	237,749	200,065	(37,684)
8455	Dronfield Café	25,645	12,951	(12,694)
8461	Sharley Park Sports Centre	449,209	388,441	(60,767)
8465	Sharley Park Sports Centre Outdoor	(2,322)	(1,969)	354
8471	Killamarsh Leisure Centre	(70,571)	(103,254)	(32,683)
8475	Killamarsh Outdoors	(7,043)	(3,172)	3,871
8476	Killamarsh Café	3,414	0	(3,414)
		905,960	685,909	(220,052)
	Assistant Director Transformation & Communication			
1255	Strategy and Performance	78,018	74,362	(3,656)
1256	Corporate Consultation	3,495	1,050	(2,445)
1315	Design & Print	81,034	79,185	(1,849)
1321	Communications & Marketing	67,710	64,536	(3,174)
1323	NEDDC News	19,803	16,589	(3,214)
1329	Corporate Web Site	751	1,390	639
1331	Strategic Partnerships	127,247	119,122	(8,125)
1332	Strategic Partnership Projects	(71,469)	(71,469)	(0)
1333	Healthy North East Derbyshire	(164,150)	(164,150)	(0)
3408	Home Improvement	19,883	20,658	774
4352	LEADER	4,009	7,517	3,508
4443	Elderly Peoples Clubs	3,001	219	(2,782)
5221	Customer Services	228,092	218,393	(9,700)
5223	Franking Machine	43,805	28,808	(14,997)
5785	Contributions	120,506	120,506	0
5825	Concessionary Bus Passes	(7,577)	(10,218)	(2,641)
		554,159	506,498	(47,660)
	Total for Transformation Directorate	2,269,720	1,943,929	(325,791)
	Corporate Charges			
5790	Savings Target	0	0	0
0001	Recharges to Capital and HRA	(395,625)	(395,625)	0
	Total for Corporate Charges	(395,625)	(395,625)	0
	Net Cost of Services	6,859,892	6,365,000	(494,892)
	Investment Properties			
4411	Stonebroom Industrial Estate	(48,560)	(50,311)	(1,751)
4413	Clay Cross Industrial Estate	(67,456)	(67,067)	389
4415	Norwood Industrial Estate	(195,887)	(198,386)	(2,499)
4417	Eckington Business Park	(4,652)	(2,644)	2,008
4418	Rotherside Court Eckington Business Unit	(13,373)	(12,677)	696
4423	Pavillion Workshops Holmewood	(67,968)	(71,108)	(3,140)
4432	Miscellaneous Properties	24,155	11,920	(12,235)
	Total for Investment Properties	(373,741)	(390,272)	(16,531)

HOUSING REVENUE ACCOUNT: SUMMARY 2021/22

APPENDIX 3

	Current Budget 2021/22 £	Profiled Qtr 3 Budget £	Actuals with Accruals £	Variance £
INCOME				
Dwelling Rents	(31,042,483)	(23,284,965)	(23,343,741)	(58,776)
Non-Dwelling Rents	(428,422)	(321,375)	(351,480)	(30,105)
Charges for Services and Facilities	(127,639)	(95,741)	(92,443)	3,298
Contributions Towards Expenditure	(50,000)	(37,500)	(37,500)	0
INCOME TOTAL	(31,648,544)	(23,739,581)	(23,825,164)	(85,583)
EXPENDITURE				
Repairs & Maintenance	5,183,219	3,887,934	3,997,598	109,664
Supervision and Management	6,298,891	4,724,825	4,699,633	(25,192)
Rents, Rates & Taxes	110,000	82,511	82,511	0
Capital Charges - Depreciation	7,764,937	5,824,477	5,824,477	0
Provision for Bad Debts	250,000	187,500	187,500	0
Debt Management Expenses	11,500	8,625	8,625	0
EXPENDITURE TOTAL	19,618,547	14,715,872	14,800,344	84,472
NET COST OF SERVICES	(12,029,997)	(9,023,709)	(9,024,820)	(1,111)
Corporate & Democratic Core	185,450	139,088	139,088	0
NET COST OF HRA SERVICES	(11,844,547)	(8,884,622)	(8,885,733)	(1,111)
Interest Payable	4,847,272	3,635,938	3,635,938	0
Interest Receivable	(6,801)	(5,103)	(5,103)	0
Revenue Contribution to Capital	9,409,241	7,057,871	7,057,871	0
Contribution to Development Reserve	391,000	293,250	293,250	0
Contribution to/(from) Debt Repayment	(2,846,165)	(2,134,840)	(2,134,840)	0
Contribution to Insurance Reserve	50,000	37,505	37,505	0
Capital Grant	0	0	0	0
(Surplus)/Deficit on HRA Services	0	0	(1,111)	(1,111)

Project/Scheme	Current Programme 2021/22 £000	Profiled Budget Quarter 3 £000	Actual and Commitments Quarter 3 £000	Variance at Quarter 3 £000
Housing Investment				
HRA Capital Works	19,363	14,522	10,721	(3,801)
Garage Demolitions	37	28	0	(28)
Concrete Balconies	111	83	0	(83)
EWI Scheme - Heath	0	0	0	0
Pine View Danesmoor	1,007	755	6	(749)
Parking Solutions	576	432	0	(432)
Green Homes EWI - Mickley	1,110	833	620	(213)
North Wingfield New Build	2,081	1,561	13	(1,548)
Stock Purchase Programme	3,000	2,250	761	(1,489)
Acquisitions and Disposals (RHL)	500	500	501	1
Private Sector Spending	820	353	353	0
Total Housing Investment	28,605	21,317	12,975	(8,342)
Other Capital Projects				
Asset Refurbishment - General	386	141	141	0
Roller Shutter Doors	42	0	0	0
Eckington Depot Refurbishment	525	0	0	0
Eckington Pool Carbon Efficiencies Programme	1,565	935	935	0
Killamarsh Leisure Centre Refurbishment	1,991	267	267	0
Dronfield LC Carbon Efficiencies Programme	0	0	49	49
Clay Cross Football Pitch	9	0	0	0
Replacement Vehicles	920	695	695	0
Contaminated Land	42	0	0	0
ICT Schemes	205	50	50	0
Clay Cross Towns Fund Project	1,205	0	0	0
Total Other Capital Projects	6,890	2,088	2,137	49
Total Capital Expenditure	35,495	23,405	15,112	(8,293)
Housing Investment Funding				
Major Repairs Reserve	(19,348)	(14,511)	(11,341)	3,170
HRA Capital Investment Reserve	(1,751)	(1,313)	(6)	1,307
Usable Capital Receipts	(2,065)	(1,674)	(505)	1,169
External Grant	(1,045)	(784)	0	784
Prudential Borrowing	(3,576)	(2,682)	(770)	1,912
	(27,785)	(20,964)	(12,622)	8,342
Private Sector Spending				
Disabled Facilities Grant	(820)	(353)	(353)	0
Total Housing Investment Funding	(28,605)	(21,317)	(12,975)	8,342
Other Capital Projects Funding				
Prudential Borrowing	(3,436)	(961)	(961)	0
External Grant	(2,271)	(936)	(985)	(49)
RCCO	(42)	0	0	0
Useable Capital Receipts	(1,141)	(191)	(191)	0
Other Capital Project Funding	(6,890)	(2,088)	(2,137)	(49)
Total Capital Financing	(35,495)	(23,405)	(15,112)	8,293

Treasury Management Activity April – December 2021/22**PWLB Borrowing**

The Council's total outstanding PWLB debt amounted to £149.238m at 1st April 2021. During the first three quarters of 2021/22 £2.150m has been repaid to the PWLB so the balance at 31st December 2021 is £147.087m. During the current financial year no new loans have been taken out with the PWLB. The profile of the outstanding debt is analysed as follows: -

PWLB Borrowing	Maturity Profile 31 March 2021 £'000	Maturity Profile 31 December 2021 £'000
Term		
12 Months	2,205	55
1 - 2 years	111	111
2 - 5 years	19,222	19,222
5 - 10 years	18,470	18,470
10 - 15 years	36,140	36,140
Over 15 years	73,090	73,090
Total PWLB Debt	149,238	147,088

PWLB Interest

The interest cost to the Council of the PWLB debt for 2021/22 is shown in the table below. The cost is split between the HRA and General Fund based on the level of debt outstanding within the CFR.

Date	Amount Paid to PWLB £'000
Accrued Interest re 2020/21	(46)
22 nd September 2021	108
23 rd September 2021	27
28 th September 2021	2,136
29 th September 2021	362
Accrued Interest re 2021/22	1,333
Total Paid	3,920

Temporary Borrowing

Cash flow monitoring and management serves to identify the need for short term borrowing to cover delays in the receipt of income during the course of the year. During the current year to date short term borrowing from the Council's own bank hasn't incurred any interest charges. At the 31st December 2021 the Council had no temporary borrowing in place.

Temporary Investments

The tables below detail the short term investments made during the first three quarters of 2021/22: -

Bank Name	Duration of Loan	B/Fwd 01/04/21 £000's	Amount Invested 2021/22 £000's	Amount Returned 2021/22 £000's	Balance Invested 30/09/21 £000's	Interest Received 31/12/21 £000's
Federated Fund 3	Call	3,000	0	(0)	3,000	(0)
Federated GBP 3	Call	2,000	0	(0)	2,000	(0)
Aberdeen Standard	Call	5,000	1	(1)	5,000	(1)
CCLA Public Sector Deposit Fund	1 Day Call	5,000	1	(1)	5,000	(1)
Aviva	Call	5,000	1	(1)	5,000	(1)
Invesco	Call	5,000	1	(1)	5,000	(1)
JP Morgan	Call	3,000	9,000	(7,000)	5,000	(0)
Goldman Sachs	Call	5,000	4,000	(9,000)	0	(0)
SSGA	Call	0	5,000	(5,000)	0	(0)
Debt Management Account Deposit Facility	Various	0	25,000	(25,000)	0	(0)
London Borough of Croydon Council	12 Months	3,000	3	(3,003)	0	(3)
Ashford Borough Council	12 Months	0	5,000	(0)	5,000	(0)
Lancashire County Council	12 Months	0	5,001	(1)	5,000	(1)
Total		36,000	53,008	(49,008)	40,000	(8)

Overnight Investments

The balance of the daily surplus funds can be placed as overnight investments with the Councils bank which is Lloyds. The maximum amount invested with Lloyds in the first three quarters of the financial year was £4.986m. There has been no breach of the £5m limit set in the Treasury Management Strategy. For clarity, this limit relates to the amount invested and doesn't include interest accruing as a result.

Compliance with Treasury Limits

During the financial year the Council continued to operate within the treasury limits set out in the Council's Borrowing and Investment Strategy.

	Actual 2021/22 £'000	Set Limits 2021/22 £'000
Authorised Limit (total Council external borrowing limit)	198,183	202,762
Operational Boundary	193,183	197,761