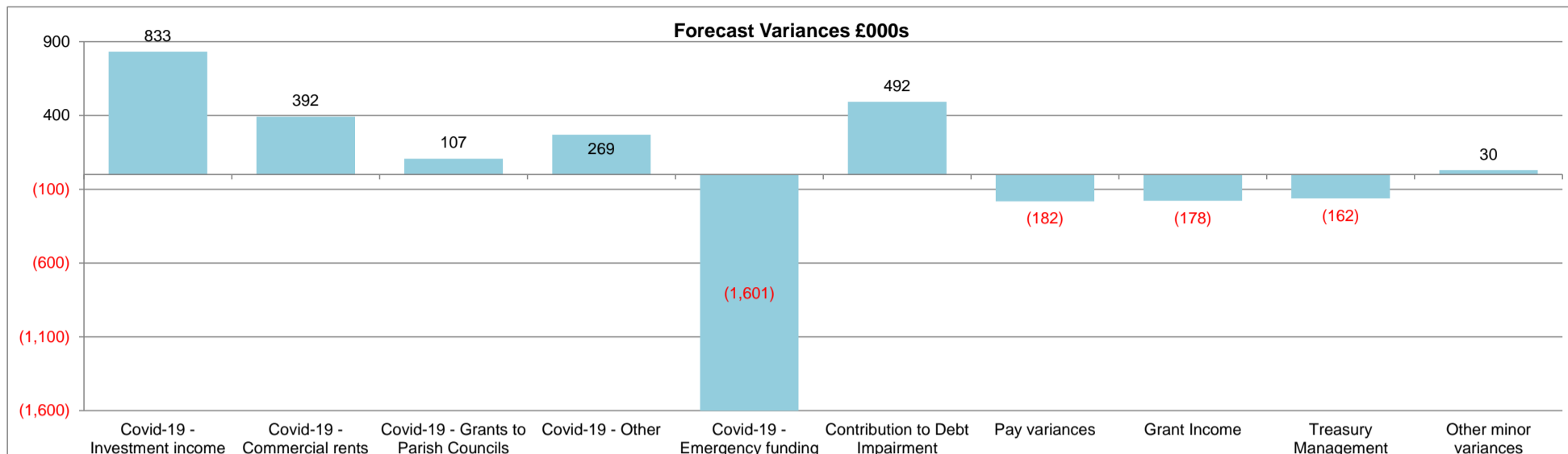


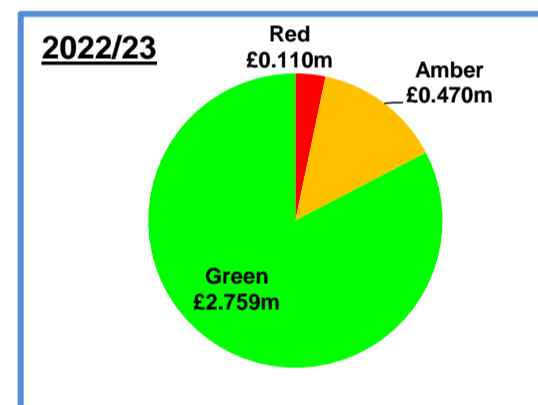
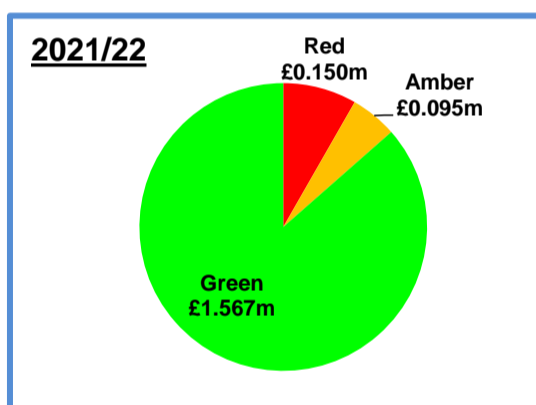
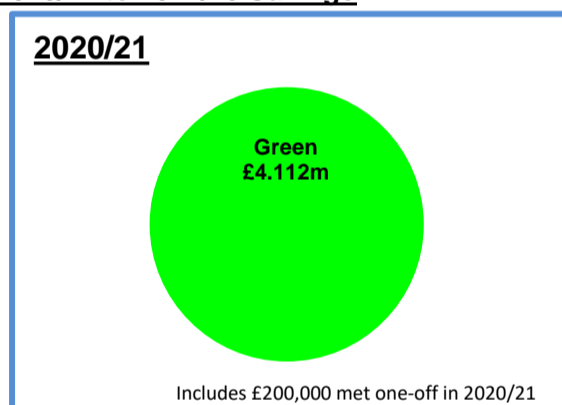
Resources Cabinet Portfolio Financial Monitoring Position 31 December 2020 (P09)

2020/21 Revenue Position

Current Forecast - nil variance against a budget of £27.491m

**Explanations for Revenue Variances over £50k**

Risk Area	Variance £000s	Comments
Covid-19 - Investment income	833	Allowance for loss of dividend income.
Covid-19 - Commercial rents	392	Estimate of risk against collectable commercial rents.
Covid-19 - Grants to Parish Councils	107	Covid grants passported to Parish Councils
Covid-19 - Other	269	Other Covid-19 related variances.
Covid-19 - Emergency funding	(1,601)	Central funding to be allocated to meet 20/21 pressures.
Contribution to Debt Impairment	492	Potential contribution based on current accounts receivable debt.
Pay variances	(182)	Underspends due to vacancy management.
Grant Income	(178)	New burdens funding received within Income & Awards.
Treasury Management	(162)	Savings from a review of financing arrangements across the Council's Debt portfolio.
Other minor variances	30	Total of other net minor variances.
Total	0	

2020/21 to 2022/23 Savings**2020/21 Capital Position**

	Approved Budget £000s	Forecast Outturn £000s	Forecast Variance £000s	Comments
Facilities and Asset Management				
Property Services Programme	4,090	4,090	-	
Westgate	1,028	1,028	-	
Corporate ICT				
ICT Agile, Infrastructure & Projects	1,774	1,774	-	
ICT Social Care System	1,127	1,127	-	
ICT Oracle Cloud	1,413	1,413	-	
Other				
Catering	63	50	(13)	Assumes annual budget of £50k sufficient, brought forward sum not required.
Democratic Services - AV Equipment	54	54	-	
Total	9,549	9,536	(13)	

Risks and Opportunities

Area	Current Forecast Details
Treasury Management	A contribution of £2.000 million from the Treasury Management reserve is budgeted to meet 2020/21 MTFS savings. The current forecast for 2020/21 is a surplus of £2.441million, giving a net contribution to reserves of £0.441 million.
Business Rates	The current forecast for 2020/21 is an in-year deficit of £4.947m, and a reduction in windfall income of £5.048m lower than originally forecast. These figures are based on assumptions around potential reliefs and appeals in the current climate and also a delay in anticipated growth. Additional covid-19 grant has now been announced to compensate for 75% of the losses, which alongside existing section 31 grants is expected to reduce the net in-year deficit to £1.202m and the net reduction in windfall income to £1.244m. As part of the government's approach to managing the costs associated with Covid-19, local authorities are required to spread the cost of 2020/21 business rates deficits over a three year period, which reduces the cost of the net projected 2020/21 deficit to be funded in 2021/22 to £0.401m. This has been included in the updated MTFS and ARTOP Covid-19 funding position.
Council Tax	The current forecast for 2020/21 is an in-year deficit of £1.446m. This is mainly due to a large increase in the cost of CTRS along with an expected increase in the impairment allowance as a result of the temporary halting of recovery action. The increase in CTRS excludes the hardship fund payments (which are outside of the Collection Fund and will be reported separately to ARTOP). As with business rates, additional covid-19 grant has now been announced to compensate for 75% of the loss, which results in a net deficit to fund of £0.360m. Local authorities are required to spread the cost of 2020/21 council tax deficits over three years, which reduces the cost of the deficit to be funded in 2021/22 to £0.120m. This has been included in the updated MTFS and ARTOP Covid-19 funding position.

Reserves

	1st April 2020	Forecast (Contributions)/Use			Forecast Balance at 31st March 2023	Forecast (Contributions)/Use beyond 2022/23	Proposed as part of 2023/24 MTFS	Forecast Remaining Balance
	£'000s	2020/21 £'000s	2021/22 £'000s	2022/23 £'000s	£'000s	£'000s	£'000s	£'000s
Service Reserves	(10,927)	1,189	1,379	411	(7,948)	11	0	(7,937)
Corporate/ Technical	(6,261)	1,153	712	1,622	(2,774)	1,403	750	(621)
Total Resources	(17,188)	2,342	2,091	2,033	(10,722)	1,414	750	(8,558)