

Report for: Overview and Scrutiny Committee – 23rd July 2018

Item number: 9

Title: Provisional Financial Outturn 2017/18

Report authorised by : Jon Warlow – Int. Director of Finance

Lead Officer: Frances Palopoli – Head of Finance Operations

Ward(s) affected: ALL

Report for Key/

Non Key Decision: Key

1. Introduction

- 1.1. This report sets out the Council's provisional budget outturn for the year ended 31 March 2018. It sets out the draft revenue outturn for the General Fund (GF), the Housing Revenue Accounts (HRA) the Dedicated Schools Grant (DSG) and Capital Programme compared to budget. It provides explanations of significant under/overspends and proposed movements in reserves.
- 1.2. The Council's statutory accounts are still in the process of being finalised and there may be further adjustments to the provisional outturn arising from the completion of this work. The deadline for completing the external audit and publicising the audited statements has been brought forward this year to 31 July 2018.

2017/18 Outturn Position

- 1.3. The approved General Fund revenue budget for the year was £255.762m and the provisional outturn is estimated at £255.781m, which represents a small net overspend of £0.019m.
- 1.4. The provisional outturn report provides the opportunity to consider the overall financial performance of the Authority at the end of March 2018. It gives some information on which the Council's Statement of Accounts will be based and will remain provisional until the conclusion of the statutory audit process.
- 1.5. The overall General Fund revenue outturn variance for the year ending 2017/18, has improved by £5.4m to a small overspend position from the Quarter 3 report that went to Cabinet in March 2018, which advised a projected outturn deficit of £5.4m before reported expected mitigations. Within this net figure there are two key overspend areas – Priority 1 (£3.5m) and Priority 2 (£1.1m) totalling £4.6m. These have been offset by underspends in the other Priorities along with a number of corporate contributions. The detail is set out in section 5. These figures are net of

requested appropriations to/from reserves including carry forwards which are set out in Appendix 4.

- 1.6. The revised capital programme budget for 2017/18 was £211.7m and expenditure was £79.3m. The majority of the variance of £132.3m along with any associated funding will be rolled forward to future years of the capital programme.
- 1.7. The 2017/18 (HRA) revenue net budget was set at net nil variance. The provisional revenue outturn for the HRA is an underspend of £4.011m with a total of £1.286m to be transferred to HRA reserves.

2. Cabinet Member Introduction

- 2.1. The Period 9 monitor to Cabinet on 6th March 2018 reported a draft outturn overspend on the GF of £5.4m. I am pleased to now be able to present a final outturn of £0.019m overspend which is a significant positive improvement.
- 2.2. However, colleagues should be clear that this is a net figure and the two largest Priority areas (1 & 2) were still showing £3.5m and £1.06m overspends respectively; the former has remained constant throughout the year whilst the latter has reduced over the last quarter due to one-off capitalisation and release of provisions.
- 2.3. The 2017/18 budget was re-aligned in response to the prior year's net £16m overspend and budgets in the key demand led budget areas of Adults, Children & Temporary accommodation were increased. This appears to have stabilised the position in temporary accommodation, which has remained within budget for 2017/18, however Children's and Adult services have continued to struggle to live within budget and between them overspent by £4.5m.
- 2.4. The latest Medium Term Financial Strategy (MTFS) agreed in February recognised the on-going challenges of delivering further savings whilst maintaining services for our residents and managing on-going demand pressures. To help mitigate down the risk around slippage in the savings programme in 2018/19+ Council agreed to the creation of a Budget Resilience Reserve as well as an on-going programme of service transformation funded partly by the application of the flexible use of capital receipts.
- 2.5. I will be working closely with the CFO and the Corporate Board, in particular Director for Adults & Health & Children's Services, to test and challenge service transformation plans and to ensure that they remain on track to deliver the agreed MTFS.
- 2.6. The final outturn will be reflected in the Council's Statement of Accounts, which will be presented to Corporate committee for approval on 24 July.

3. Recommendations

3.1. Overview and Scrutiny is recommended to:

- a) Note the provisional revenue and capital outturn for 2017/18 as detailed in the report;
- b) Note the capital carry forwards totalling £106m at Appendix 3;
- c) Note the appropriations to/from reserves at Appendix 4;
- d) Note the permanent capitalisation of £0.8m revenue expenditure and subsequent adjustment to revenue cash limits in 2018/19 as outlined in para 8.10
- e) Note the budget virements as set out in Appendix 5

4. Alternative Option considered

4.1. The report of the council's outturn and management of the financial resources is a key part of the role of the Interim Director of Finance (Section 151 Officer) and no other options have therefore been considered.

5. Provisional General Fund revenue outturn 2017/18

5.1. The table below shows the provisional revenue outturn figures for 2017/18. It shows the movement from the outturn forecast at Quarter 3 (P9) and the impact of proposed carry-forwards and appropriations to/from reserves.

Comments on the underlying reasons for the variances within Priorities is set out in the sections below the table. However, attention is drawn to the decision taken by Cabinet in February, as part of the 2018/19 Budget setting report & Medium Term Financial Strategy (MTFS), to apply the Flexible use of Capital Receipts to fund eligible spend in 2017/18. This has impacted significantly on the overall outturn position as have the receipt of unbudgeted grant income and reductions in expenditure to fund borrowing.

These were also highlighted as mitigating strategies in the Quarter 3 monitoring report and have enabled a close to breakeven outturn to be achieved as well as avoiding the need to make the budgeted contribution of £8.7m from the general fund reserve.

Further detail is provided in section 5.26 and section 9.

5.2. **Table 1 – General Fund Provisional Outturn 2017/18**

Priority	Revised 2017/8 Budget	Outturn	Movement s to/(from) reserves	Revised Outturn	Revised Outturn to Budget Variance	Q3 Forecast to Budget Variance	Forecast Variance Movement between Q3 and Outturn	
	£'000	£'000			£'000	£'000	£'000	
PR1 Childrens	74,590	77,377	747	78,124	3,534	3,750	(216)	▼
PR2 Adults	95,968	96,628	396	97,024	1,056	2,916	(1,861)	▼
PR3 Safe & Sustainable Places	37,250	35,071	1,901	36,972	(278)	434	(712)	▼
PR4 Growth & Employment	13,010	11,495	681	12,176	(834)	239	(1,073)	▼
PR5 Homes & Communities	20,620	15,545	5,148	20,693	72	(47)	120	▲
PRX Enabling	14,324	19,667	-8,874	10,793	(3,531)	(1,850)	(1,681)	▼
General Revenue Total	255,763	255,781	0	255,781	19	5,442	(5,423)	▼
PR5 Homes & Communities(HRA)	0	-4,011		-4,011	(4,011)	(1,785)	(2,226)	▼
Haringey Total	255,763	251,770	0	251,770	(3,992)	3,657	(7,649)	▼

Priority One Overspend £3.5m

- 5.3. Priority One is projecting overall spend of £78.1m against approved budget of £74.6m resulting in an outturn overspend of £3.5m. This figure is a slight worsening of the position reported at Q3. The areas with material variances are detailed below.
- 5.4. Placements is reporting an underspend of £0.9m, which is less than reported in Q3. There has been a reduction of 38 cases forecasted in Q3 equating to £0.7m in addition to recoupment of overpayments not previously accounted for. In terms of the underlying pressure and non-achievement of savings, there will be continued focus on the “top 20” high cost placements; with a view to stepping down care packages or negotiating lower fees, whilst also managing demand through Family Group Conferencing and Targeted Response initiatives in 2018/19.
- 5.5. Other Social Care Agency Worker costs is reporting an overspend of £1.9m which is an increase of £1.0m compared to Q3 reflecting the market difficulties in recruiting permanent staff into these areas of operation. There has also been £0.6m under projection of agency/ staffing costs. The remaining movement is due to NRPf accommodation backdated payment not being accounted for in Q3 forecast and over projection of housing benefit income.
- 5.6. Early Help and Targeted Response is reporting an underspend of £0.06m, a reduction of £0.45m reported in Q3. This movement is as a result of the Children centres’ projections being overstated by £0.234m at Q3 and £0.155m contribution from Early years Commissioning.
- 5.7. Children & Young People with Additional Needs is reporting an overspend of £1.8m which is consistent with previous forecasts; see breakdown below:
- Inclusion Service - the traded was £0.4m less than budget as this was a new service, which started in September 2017.

- SEND - £0.7m overspend of which £0.3m is the shift in funding stream for transport back to the general fund from the High Needs Block (DSG). The service continues to work on refining transport costs but is unlikely to make significant changes until the next financial year. The £0.7m overspend was reduced by £0.2m as a result of the SEND Reform Grant being given back to the service.
- Family Support - the overspend position of £1.0m is due to packages for complex children. Going forward the service is working with Brokerage and Commissioning to look at more cost effective ways of supporting families and children. The plan will include recovery of contributions from CCGs for joint funded placements, income relating to services provided to other London boroughs and the adoption of a targeted approach to reviewing high cost placements and ensuring the integrity of data used to forecast future costs.

5.8. Schools and Learning_outturn is an underspend of £0.03m which is an improvement on Q3 following the use of capital receipts towards the costs of the closure of the PDC (£0.214m). Additionally a £0.340m liability for redundancy payments, approved through the Schools Redundancy Panel met the criteria for inclusion in the flexible use of capital receipts, therefore removing the costs from this particular budget.

5.9. Director Support is reporting an underspend of £0.4m following the use of capital receipts in the support of the transformation agenda. This decision was not made until year-end and therefore was not assumed in Q3 forecast.

Priority Two Overspend £1.1m

5.10. Priority Two is projecting overall spend of £97.02m against approved budget of £95.97m resulting in an outturn overspend of £1.06m. This represents a reduction of £1.86m against the £2.92m reported at Q3.

5.11. Care Packages account for the main overspend (£2.9m) as was the case in Q3. The pressure is spread across all the key client groups of older clients with physical support needs, clients with learning disabilities and clients with mental health needs. The actual underlying pressure is £3.5m but it has been mitigated this year by the release of home care provision.

5.12. Directly provided services are overspent by £0.3m at year end however, this masks the underlying pressure from Osborne Grove nursing home which overspent by £1.1m this year (up from £1.0m at Q3). This spend has been mitigated down by the release of the Haynes provision (£0.6m) along with £0.2m of other smaller underspends.

5.13. The above overspends have been offset by capitalisation of occupational therapists and surveyors involved in delivering facilities to enable people to remain in their own homes (£1.1m); application of flexible use of capital receipts to fund transformation team costs (£0.9m) and an over-estimation of required bad debt provision (£0.2m).

Priority Three Underspend £0.3m

- 5.14. Priority Three is showing overall spend of £36.97m against approved budget of £37.25m resulting in an outturn underspend of £0.28m. This represents an improvement of £0.71m compared to the Q3 figure. The variance is made up of a number of non-material underspend/overspends. Areas of underspend have arisen from additional income, bad debt adjustment, the use of capital receipts and a reduction in forecast consultant engineer and agency costs. In addition, wherever possible revenue expenditure has been capitalised.
- 5.15. Areas of overspend include, as previously reported, the loss of on-street parking income due to the absence of Spurs football matches this season and increased contractual costs associated with clamping removal.

Priority Four Underspend £0.8m

- 5.16. Priority Four is showing an overall spend of £12.18m against approved budget of £13.01m resulting in an outturn underspend of £0.83m. This represents an improvement of £1.07m compared to the Q3 figure. The change is mainly due to the capitalisation of staff and other costs in the regeneration teams as well as rental income from commercial sites held pending regeneration.
- 5.17. Funds received for projects, which were not spent, will be transferred to reserves to be spent in future years by the service to deliver these projects.

Priority Five (General Fund) Overspend £0.072m

- 5.18. Priority Five GF is showing an overall spend of £20.69m against approved budget of £20.62m resulting in a small outturn overspend of £0.072m. This represents a slight worsened position compared to the Q3 figure but is not significant against a budget this size.
- 5.19. This priority has benefited from the use of some of the Flexible Homelessness Support Grant received in year to mitigate continuing demand for temporary accommodation and to support new initiatives which should increase supply of accommodation in the Borough

Priority Five (HRA) Underspend £4.01m

- 5.20. The provisional HRA revenue outturn is an underspend of £4.01m against approved (net nil) budget. This reflects the position after planned transfers to the HRA reserve of £1.29m.
- 5.21. The transfer of a number of HRA commercial properties to the GF in year has resulted in lower than budgeted debt financing charges (£1.8m) and depreciation charges were £2.6m below budget. The £1.6m budget for Estate Renewal which had been carried forward from 2016/17 was not required this year and the actual charges for leasehold insurance and HfH management fees were both lower than planned resulting in an additional net £1.2m saving.

- 5.22. These underspends have helped offset overspends in cleaning, ground maintenance, bad debt provisions and lower than budgeted commercial rental income. The detailed HRA income and expenditure is shown in Appendix 2.

Priority X Underspend £3.5m

- 5.23. Priority X is showing an overall spend of £10.79m against approved budget of £14.32m resulting in an outturn variance of £3.5m underspend. This represents an increased underspend of £1.7m over the Q3 forecast. Priority X contains back-office services as well as the non-service revenue (NSR) corporate budgets. The key variances are described below.
- 5.24. The service areas are showing a net outturn overspend of £0.7m. The key areas are an overspend in the Benefits service (£1.4m) caused by required refund of housing benefits to the DWP and Transformation & Resources (£0.4m) mainly due to continuing reliance on temporary staff in Finance pending permanent recruitment. This overspend has been offset by underspends in other corporate services predominately Strategy & Communications.
- 5.25. Housing benefit overpayment arrears form the largest debt stream within the Council and it is now proposed to create a fixed term dedicated team of officers, reporting to the Head of Corporate Income and Debt, to focus on reducing this figure. It is proposed that this team will be funded from the reduction in required bad debt provision delivered from increased recovery and a prevention of further increase in arrears.
- 5.26. Non Service Revenue is showing a net underspend of £4.2m after proposed appropriations to/from reserves. The main contributory factors are detailed here:-
- The application of the flexible use of capital receipts (£4m) which has enabled the release of the redundancy provision (£1.1m);
 - detailed review and cleanse of corporate holding codes (£1.2m);
 - reduced debt financing due to slippage in the capital programme and revisions to the MRP model adopted in 2016/17 (£2.5m);
 - transfer of HRA commercial properties to the GF (£1.1m);
 - unbudgeted grant income (£2.3m) and
 - unbudgeted 16/17 net surplus on the Collection Fund (£6.6m).

The overall impact of these figures has been to enable transfers to reserves, mitigate the service overspends as well as negating the need to draw down the budgeted contribution from the general fund reserve (£8.7m). More detail is provided in section 9.

6. Dedicated Schools Grant (DSG)

- 6.1. The DSG is broken down into three funding blocks: Schools, Early Years and High Needs. The overall spend on DSG was £189.17m against budgeted spend of £188.89m resulting in an overspend of £0.28m
- 6.2. The Schools block underspent by £0.45m largely due to a slowdown of expansion and bulge classes in the borough; this is expected to rise again in 2018/19. The Early Years block underspent by £0.77m mainly due to slow take up of the new 3 & 4 year extended nursery hours. Again, this is expected to pick up in 2018/19.
- 6.3. The High Needs block overspent by £1.50m driven by increased take up of places in day schools, special schools and Post 15 settings coupled with an increase in the average cost per placement.
- 6.4. The impact of the 2017/18 outturn is reflected in the movement on the DSG Reserve in the table below.

Table 2 – DSG Reserve

Blocks	Opening DSG at 01/04/17	Loan	Outturn	Drawn down from reserves	Revised Outturn	Closing DSG at 31/03/2018
Schools block	(815)	0	(452)	0	(452)	(1,267)
Early years block	(3,325)	1,340	(768)	1,100	332	(1,653)
High needs block	1,340	(1,340)	1,500		1,500	1,500
Total	(2,800)	0	280	1,100	1,380	(1,420)

7. Collection Fund

- 7.1. The Council has a statutory obligation to maintain a separate ring-fenced account for the collection of council tax and business rates. The Collection Fund is designed to be self balancing and therefore an estimate of any accumulated surplus or deficit is made each year and factored into the following year's tax requirement. The actual benefit or burden of any in-year variance is received or borne by taxpayers in the following year.

Council Tax

- 7.2. The 2017/18 in year council tax collection performance was 96.15%. Council tax surplus/deficit is distributed between the Council (81.4%) and it's preceptor the GLA (18.6%) based on respective shares. There is an estimated surplus of £4.05m in 2017/18, which compares to an actual surplus in 2016/17 of £6.6m now reflected in the outturn figures. The latter is recognised in the revenue budget this year whilst the 2017/18 actual surplus is recognised in 2018/19 budgets.

Business Rates

- 7.3. The 2017/18 in year business rates collection performance was 98.40%. The Council retains 30% of business rates collected with 33% transferred to central government and 37% to the GLA.
- 7.4. There is an estimated deficit of £0.41m in 2017/18, which compares to an actual deficit of £0.55m in 2016/17. The deficit in 2016/17 is recognised in

the revenue budget this year and the 2017/18 actual deficit will be recognised at the end of the 2018/19 financial year.

8. Capital Programme Outturn

8.1 Council, at its budget setting meeting on 27 February 2017, agreed both the general fund capital programme and the housing revenue account capital programme. Since then there have been changes to the programmes. Some of the changes were agreed by Cabinet in accordance with the virement rules and some were agreed by officers in accordance with the scheme of delegation. The table below shows the revised budget and outturn and also sets out the movement since last reported to Cabinet in Q3.

TABLE 3 – CAPITAL OUTTURN SUMMARY

Priority	2017/18 Revised Budget	2017/18 Final Outturn	Final Outturn Variance against Budget	2017/18 Q.3 Forecast Outturn	Movement in Forecast (Variance)
	£'000	£'000	£'000	£'000	£'000
Priority 1 - Children's	12,962	5,630	(7,332)	5,870	(240)
Priority 2 - Adults	3,288	3,043	(245)	1,610	1,433
Priority 3 - Safe & Sustainable Places	16,876	9,899	(6,977)	10,981	(1,082)
Priority 4 - Growth & Employment	76,341	17,795	(58,546)	25,903	(8,108)
Priority 5 - Homes & Communities	16,431	1,335	(15,096)	1,107	228
Priority X - Enabling	16,873	2,679	(14,194)	2,963	(284)
General Fund Total	142,770	40,381	(102,389)	48,434	(8,053)
HRA Priority 5 - Homes & Communities	68,901	38,966	(29,935)	47,995	(9,030)
Total	211,671	79,346	(132,325)	96,429	(17,083)

A high-level commentary on the financial performance of each priority is provided in the following paragraphs however, further detail and requests to carry forward unspent but committed budget, is provided in Appendix 3.

Priority 1

8.2 The overall variance for this priority is an underspend of £7.33m. In 2017/18, the service started an estate wide review of the condition and suitability of its buildings to enable the preparation of an evidenced based, prioritised business case to support expenditure proposals. Whilst the work to prepare the business case is undertaken, expenditure on the estate will be required for works necessary to ensure schools are compliant, safe and functional. Capital spend to meet this demand prior to the completion of the business case will be assessed and approved by the P1 Sponsor group.

The service is requesting a carry forward of £7.33m and the reasons for the slippage requests are contained in Appendix 3.

Priority 2

- 8.3** The overall variance for this priority is a minor net underspend against the budget of £0.245m. The majority of the capital funding for the P2 capital programme is through a ring fenced, specific grant (disabled facilities grant – DFG). This means that only qualifying expenditure can be financed by this grant.

During 2017/18, the Council received an additional £210k of DFG. However, this supplemental DFG was not subject to the same requirements as the main DFG. The supplemental DFG has been used to fund the:

- programmed overspend on the main DFG (£30k);
- capitalisation of revenue expenditure (£20k); and
- cost of other schemes within the priority (£160k).

After allowing for the effect of the additional DFG the service is requesting a carry forward of resources of £0.087m to continue with its programme of equipment purchase for residents. The balance of unused LBH capital budget is to be transferred to the approved capital programme contingency.

Priority 3

- 8.4** The overall variance for this priority is a net underspend against the budget of £6.98m. Of this variance, £0.745m relates to the effect of capitalising revenue expenditure. There is also a £0.067m reported overspend that will need to be clawed back by reducing the service area budget in 2018/19. The service is requesting a carry forward of £7.79m and the reasons for the slippage requests are contained in Appendix 3.

Priority 4

- 8.5** The overall variance for this priority is a net underspend of £58.55m. Of this variance £1.23m represents an overspend, the majority of which is in relation to the Alexandra Park & Palace East Wing & Theatre Restoration project (£1.09m); this is really due to timing differences between previous years' budget allocation and spend. This is a complex restoration project of a listed building, which is inherently challenging. Elsewhere, service is requesting a reduction of the Wards Corner CPO budget by £7.9m following a review of the likely level of compensation. After allowing for this reduction the service is requesting a carry forward of £51.8m and the reasons for the slippage requests are contained in Appendix 3.

Priority 5 General Fund

- 8.6** The overall variance for this priority is an underspend against the budget of £15.10m. The service curtailed expenditure in 2017/18 to be able to fund the new housing delivery vehicles. Details are contained in Appendix 3.

Priority 5 HRA

- 8.7 The overall variance for this priority is an underspend against the budget of £29.93m. The service is requesting a carry forward of the total variance for the reasons set out in Appendix 3.

Priority 6

- 8.8 The overall variance for this priority is an underspend against the budget of £14.19m. The reasons for the slippage requests are contained in Appendix 3.

Capital Expenditure Funding

- 8.9 The budget of the original 2017/18 capital programme (excluding 16/17 c/fwd) is compared to the actual outturn position in the table below.

Table 4 Funding of the 2017/18 Capital Programme

General Fund Funding			
Funding Source	17/18 Budget	17/18 Actual	Variance
	£000	£000	£000
Grants	37,968	11,855	(26,113)
Use of Reserves	1,409	1,754	345
Developer Contributions	0	4	4
Capital Receipt	12,610	6,549	(6,061)
Retained Receipts	0	0	0
Borrowing	12,703	20,219	7,516
	64,690	40,381	(24,309)

The variance in the level of grant primarily relates to the delay in the conclusion of negotiations on a number of regeneration projects and is a timing issue. The reduction in the use of capital receipts to fund the capital programme is due to the decision to apply them to fund some transformation initiatives in line with the flexible use of capital receipts direction. The increase in borrowing largely reflects the reduced use of capital receipts. Whilst there has been significant slippage in the capital programme, the external resources are still available to be used to fund expenditure in 2018/19.

Capitalisation of expenditure

- 8.10 As part of the closing of accounts process, a review of revenue expenditure was undertaken to see if any of the revenue expenditure met the test for capitalisation in accordance with guidance. As a result, £2.9m of 2017/18 expenditure has been transferred from revenue to capital. This review also identified whether the 2017/18 capitalisation was a one-off or, if it related to on-going planned expenditure, the Council could implement a permanent switch and adjust 2018/19 revenue cash limits and capital programme accordingly. The analysis is shown in the table below and it is

recommended that a permanent adjustment is made to 2018/19+ revenue cash limits of £0.8m.

Priority No.	Description of Expenditure	Permanent (£'000)	One-Off (£'000)	Total (£'000)
2	Capitalisation in relation to Priority Two Re: DFG *	0	1,874	1,874
3	Street Lighting Expenditure	224	0	224
3	Highways Expenditure	385	0	385
3	Dynamic Purchasing System (LCP)		136	136
4	Capitalisation in relation to High Road West (HRW) Regeneration	97	140	238
4	Capitalisation in relation to Wood Green Regeneration works	96	0	96
		802	2,150	2,952

*Subject to review.

9. Reserves

- 9.1. The Council holds a general fund reserve and a number of other earmarked reserves, which are set aside to provide contingency against unplanned events, fund one-off expenditure and help smooth uneven spend patterns. Council is required to review the adequacy of its reserves annually which it did in February as part of the 2018/19 budget report. That report confirmed the wish to maintain a general reserve of £15m and to also create a new budget Resilience reserve to offset non-delivery/delay of planned savings included in the MTFS.
- 9.2. The planned 2017/18 closing earmarked reserves balances are circa £12m more than the opening figure. This increase has largely been achieved from capitalisation, freeing up revenue, and non-utilisation in year of £4m of Adult Social Care grant. The main increases are to the Financing reserve (£6m) to mitigate risks around transformation funding, and to the new budget Resilience reserve (£5m) to manage the risk around delivery of savings.
- 9.3. There are also a number of Service specific requests for appropriations to/from Service, Grants & Transformation reserves that net to an increase of £1.5m.
- 9.4. The service requests for appropriations to/from these reserves are set out in Appendix 4a and a summary of the proposed in year movements to/from all reserves and closing position at 31/03/2018 is shown in Appendix 4b.

10. Conclusion

- 10.1. Overall at the end of the 2017/18 financial year, the General Fund is broadly balanced showing a small overspend of £0.019m.
- 10.2. This is a very positive position as in Qtr1 an overspend of £6.9m was forecast. However, it must be stressed that there are underlying budgetary pressures, particularly within Priorities One & Two, which will carry over into 2018/19, as well as significant new (£6.4m) and carried forward (£9.6m) savings totalling £16m, to be delivered.
- 10.3. 2017/18 has benefited from quite a number of un-budgeted one-off windfalls and it must not be assumed that 2018/19 will offer the same level of mitigation.

11. Contribution to strategic outcomes

- 11.1. Adherence to strong and effective financial management will enable the Council to deliver all of its stated objectives and priorities.

12. Statutory Officers comments (Chief Finance Officer (including procurement), Assistant Director of Corporate Governance, Equalities)

Chief Finance Officers Comments

- 12.1. There are no further Chief Finance Officer (CFO) comments or finance implications arising from this report. All related finance issues have been highlighted within the body of the report, as this is a report of the CFO.

Assistant Director of Corporate Governance

- 12.2. The Assistant Director of Corporate Governance has been consulted on this report and confirms that all statutory and constitutional requirements have been addressed. There are no legal implications arising out of this report.

- 12.3. Strategic Procurement

Strategic Procurement notes the contents of this report and will continue to work with services to enable cost reductions.

Equalities

- 12.4. There are no equalities issues arising from this report.

13. Use of Appendices

Appendix 1 – Revenue Directorate Level Outturn

Appendix 2 – HRA Outturn

Appendix 3 – Capital Carry Forwards

Appendix 4a & b – Appropriations to / from Reserves

Appendix 5 - Budget Virements

14. Local Government (Access to Information) Act 1985

14.1. The following background papers were used in the preparation of this report:

- Budget management papers
- Medium Term Financial Planning Reports

14.2. For access to the background papers or any further information please contact Frances Palopoli– Head of Finance Operations

		APPENDIX 1						
Priority for Report	Directorate	Revised 2017/8 Budget	Outturn	Movements to/(from) reserves	Revised Outturn	Outturn Variance	Quarter 3 Variance	Movement in Forecast Variance
PR1 Childrens	CM Assistant Director for Commissioning	2,250,784	2,378,810	25,025	2,403,835	153,051	-250,292	403,343 ▲
	CY Director Of Children Services	51,345,333	54,386,258	655,765	55,042,023	3,696,690	3,339,133	357,557 ▲
	PH Director for Public Health	6,687,423	6,715,287	66,220	6,781,507	94,084	-86	94,169 ▲
	SCH Assistant Director for School	13,906,270	13,817,252		13,817,252	-89,018	661,250	-750,268 ▼
	DSG CY Director Of Children Services	400,000	79,351		79,351	-320,649		-320,649 ▼
PR1 Childrens Total		74,589,810	77,376,959	747,010	78,123,969	3,534,158	3,750,005	-215,847 ▼
					0			
PR2 Adults	AS Director for Adult Social Services	81,591,911	82,442,064	274,697	82,716,761	1,124,850	2,946,001	-1,821,151 ▼
	CM Assistant Director for Commissioning	3,035,291	3,228,169	33,605	3,261,774	226,483	43,225	183,258 ▲
	PH Director for Public Health	11,340,829	10,957,402	87,780	11,045,182	-295,647	-72,874	-222,773 ▼
PR2 Adults Total		95,968,031	96,627,635	396,082	97,023,717	1,055,686	2,916,352	-1,860,666 ▼
					0			
PR3 Safe & Sustainable Places	CM Assistant Director for Commissioning	1,200	751		751	-449		-449 ▼
	OPS Director for Commercial & Operations	37,045,988	34,842,055	1,901,345	36,743,400	-302,587	400,964	-703,551
	PH Director for Public Health	202,766	227,716		227,716	24,950	34,522	-9,572 ▼
PR3 Safe & Sustainable Places Total		37,249,954	35,070,522	1,901,345	36,971,867	-278,087	435,486	-713,572 ▼
					0			
PR4 Growth & Employment	CM Assistant Director for Commissioning	1,105,028	869,590	12,870	882,460	-222,568	-25,206	-197,362 ▼
	M1 Non Service Revenue	1,900,200	1,753,200		1,753,200	-147,000	49,800	-196,800 ▼
	PLAN Assistant Director of Planning	1,740,175	1,854,980	-104,000	1,750,980	10,805	-72,558	83,363 ▲
	RGEN Director for Housing and Growth	3,664,618	3,299,276	178,019	3,477,295	-187,323	641,397	-828,720 ▼
	RPD02 Director of Regeneration	4,005,853	3,389,658	448,395	3,838,053	-167,800	-243,833	76,033 ▲
	V00001 Dir of Regeneration Planning,Development	594,352	328,182	146,000	474,182	-120,170	-112,000	-8,170 ▼
PR4 Growth & Employment Total		13,010,226	11,494,887	681,284	12,176,171	-834,055	237,601	-1,071,656 ▼
					0			
PR5 Homes & Communities	AH03 Community Housing Services	10,986,835	10,986,613		10,986,613	-222	758,688	-758,911 ▼
	AH05 Housing Commissioned Services	9,633,556	4,557,475	5,148,180	9,705,655	72,099	-806,153	878,252 ▲
	RGEN Director for Housing and Growth	0	542		542	542	0	542 ▲
PR5 Homes & Communities Total		20,620,391	15,544,629	5,148,180	20,692,809	72,419	-47,465	119,883 ▲
					0			
PRX Enabling	C00002 Deputy Chief Executive	440,357	356,581		356,581	-83,776	-2,100	-81,676 ▼
	CE01 Chief Executive Officer	2,600	12,982		12,982	10,382	10,929	-548 ▼
	CO000 F00001 Chief Operating Officer	-112,951	-247,727		-247,727	-134,776	28,950	-163,726 ▼
	CUS Assistant Director for Customer Services	6,520,908	6,330,271		6,330,271	-190,637	-7,666	-182,971 ▼
	GOV Assistant Dir of Corporate Governance	2,464,383	3,797,356	-1,375,621	2,421,735	-42,648	-301,500	258,852 ▲
	M1 Non Service Revenue	15,774,221	16,448,665	-6,504,477	9,944,188	-5,830,033	-2,327,330	-3,502,702 ▼
	M113 YE Adjustment NSR	-21,700,272	-20,053,767		-20,053,767	1,646,505	0	1,646,505 ▲
	Other Non Service Revenue	1,700	-4,180		-4,180	-5,880	0	-5,880 ▼
	RES Director for Transformation & Resources	548,803	1,795,333	-993,803	801,530	252,727	925,531	-672,804 ▼
	Shared Digital Services	4,146,474	4,211,975		4,211,975	65,501	-241,823	307,324 ▲
	SSC Assistant Director for Shared Service Centre	5,580,092	6,991,545		6,991,545	1,411,453	264,298	1,147,155 ▲
	SCO01 Strategy Leader and Polic	657,845	27,606		27,606	-630,239	-199,240	-431,000 ▼
	PRX Enabling Total		14,324,161	19,666,640	-8,873,901	10,792,739	-3,531,422	-1,849,951
					0			
General Revenue Total		255,762,573	255,781,272	0	255,781,272	18,699	5,442,028	-5,423,329 ▼
	HSE Housing Revenue Account	0	-4,010,958		-4,010,958	-4,010,958	-1,785,014	-2,225,944 ▼
Haringey Total		255,762,573	251,770,314	0	251,770,314	-3,992,259	3,657,014	-7,649,273 ▼

APPENDIX 2

	2017/18 Revised Budget	End of Year Outturn p.15 Actual Spend	End of Year Outturn p.15 Forecast Variance	Q3 Forecast Variance	End of Year Outturn v Q3 Variance Movement
HRA BUDGET 2017/18	£000's	£000's	£000's	£000's	£000's
UE0721 Managed Services Income					
H39001 Rent - Dwellings	(81,838)	(82,075)	(237)	(193)	(44)
H39101 Rent - Garages	(858)	(729)	128	125	3
H39102 Rent - Commercial	(2,139)	(1,227)	912		912
H39201 Income - Heating	(336)	(355)	(19)	(6)	(13)
H39202 Income - Light and Power	(1,204)	(1,186)	18	3	15
H39301 Service Charge Income - Leasehold	(7,143)	(7,283)	(140)	(417)	277
H39401 ServChgInc SuppHousg	(1,488)	(1,501)	(14)	(9)	(4)
H39402 Service Charge Income - Concierge	(1,554)	(1,545)	9	8	1
H39405 Grounds Maintenance	(1,922)	(1,919)	3	3	()
H39406 Caretaking	(1,544)	(1,541)	4	3	
H39407 Street Sweeping	(1,626)	(1,623)	3	3	
H40102 Water Rates Receivable	(6,295)	(6,095)	200	232	(32)
H40404 Bad Debt Provision - Leaseholders	210	533	323		323
	(107,736)	(106,545)	1,191	(248)	1,439
UE0722 Managed Services Expenditure					
H31300 Housing Management WG	23	26	3		3
H32300 Housing Management NT	28	21	(6)		(6)
H33300 Housing Management Hornsey		15	15		15
H33400 TA Hostels	237	195	(42)		(42)
H34300 Housing Management ST	9	18	9		9
H35300 Housing Management BWF	11	1	(10)		(10)
H36300 Rent Accounts		1	1		1
H36400 Accountancy		()	()		()
H37210 Under Occupation	123	157	35		35
H39002 Rent - Hostels	(1,996)	(1,964)	32	29	3
H39404 Service Charge Income - Hostels	(341)	(336)	5	5	1
H40001 Repairs - Central Recharges	2	(18)	(20)		(20)
H40004 Responsive Repairs - Hostels	342	250	(92)		(92)
H40101 Water Rates Payable	5,277	5,033	(244)	(247)	3
H40104 HousMgmtRechg Central	107	106	(1)		(1)
H40106 HousMgmtRechg Special		9	9		9
H40111 Other RentCollection	162	161	(1)		(1)
H40201 Management Special - BWF		1	1		1
H40202 Management Special - Nth Tott		7	7		7
H40203 Management Special - Sth Tott		11	11		11
H40204 Management Special - Wood Grn		6	6		6
H40205 Management Special - Hornsey		18	18		18
H40206 HousMgmtRechg Energy	1,417	857	(560)	(367)	(193)
H40208 Special Services Cleaning	2,100	2,660	560	570	(10)
H40209 Special Services Ground Maint	1,680	1,833	153	80	73
H40212 HRA Pest Control	277	193	(84)		(84)
H40213 Estate Controlled Parking		11	11	(21)	32
H40303 Supporting People Payments	1,851	1,833	(18)		(18)
H40309 Commercial Property - Expenditure	221	73	(148)		(148)
H40401 Bad Debt Provision - Dwellings	664	1,539	875		875
H40405 BAd Debt Provision - Commercial	80		(80)		(80)
H40406 Bad Debt Provisions - Hostels	68	75	7		7
H40801 HRA- Council Tax	150	164	14		14
	12,492	12,957	466	49	417
UE0731 Retained Services Expenditure					
H38002 Anti Social Behaviour Service	736	575	(161)	(161)	
H39601 Interest Receivable	(115)	(129)	(14)	114	(128)
H40112 Corporate democratic Core	777	765	(13)		(13)
H40301 Leasehold Payments	(507)	(87)	421	368	52
H40305 Landlords Insurance - Tenanted	288	302	14	14	
H40306 Landlords - NNDR	132	42	(90)	(90)	()
H40308 Landlords Insurance - Leasehold	2,017	1,355	(662)	(662)	()
H40501 Capital Financing Costs	12,400	10,564	(1,836)		(1,836)
H40601 Depreciation - Dwellings	18,000	15,550	(2,450)		(2,450)
H40805 ALMO HRA Management Fee	40,032	39,360	(672)	122	(794)
H49000 Housing Revenue Account	15,673	15,673	()		()
H60002 GF to HRA Recharges	2,990	2,874	(116)	9	(125)
H60003 Estate Renewal	1,876	42	(1,834)	(1,776)	(58)
H60004 HIERS/ Regeneration Team	810	857	47	49	(2)
S11100 Emergency Response Management		303	303	311	(8)
S14400 Supported Housing Central	135	243	108	115	(7)
	95,244	88,290	(6,954)	(1,586)	(5,368)
UE0733 Retained Services HRA MIRS					
M10039 Use of HRA Reserves		1,286	1,286		1,286
		1,286	1,286		1,286
(Surplus) for the year on HRA Services	()	(4,011)	(4,011)	(1,785)	(2,226)

APPENDIX 3

Scheme Ref. No.	Scheme Description	2017/18 Full year Revised Budget	2017/18 Final Outturn (Draft)	Variance Overspend / (Underspend)	Capital Slippage (Carry Forward) Requested	Variance after Slippage Request	Reason for Carry Forward
		£,000	£,000	£,000	£,000	£,000	
101	Primary Sch - repairs & maintenance	1,379	1,012	(367)	367	0	An estate wide condition analysis was started in 2017/18 to provide an evidence based, prioritised list of projects and is yet to conclude. This has resulted in a reduced level of expenditure pending the result of the analysis.
102	Primary Sch - mod & enhance (Inc SEN)	5,726	2,148	(3,578)	3,578	0	
103	Primary Sch - new places	968	755	(213)	213	0	Required to conclude the primary basic need programme.
104	Early years	130	71	(59)	59	(0)	Ongoing capital maintenance need.
109	Youth Services	505	412	(93)	93	0	To fund contractual commitments
110	Devolved Sch Capital	531	514	(17)	17	0	To enable statutory distribution of the funds to schools.
114	Secondary Sch - mod & enhance (Inc SEN)	2,829	665	(2,164)	2,164	0	An estate wide condition analysis was started in 2017/18 to provide an evidence based, prioritised list of projects and is yet to conclude. This has resulted in a reduced level of expenditure pending the result of the analysis.
199	P1 Other (inc Con't & Social care)	894	53	(842)	842	0	Priority contingency for unknowns in an education estate the size of the Haringey's.
Priority 1 - Children's		12,962	5,630	(7,332)	7,333	0	

201	Aids, Adap's & Assistive Tech -Home Owners (DFG)	3,041	3,044	3	0	3	Minor overspend to be offset against budgets in schemes 206 & 207.
206	Community Reablement Hubs	50	0	(50)	0	(50)	Not required. No committed spend
207	New Day Opp's Offer	197	(0)	(197)	87	(110)	To fund committed spend; balance not required.
299	P2 Other (inc Multi Client)	0	0	0	0	0	
Priority 2 - Adults		3,288	3,043	(245)	87	(158)	

APPENDIX 3

Scheme Ref. No.	Scheme Description	2017/18 Full year Revised Budget	2017/18 Final Outturn (Draft)	Variance Overspend / (Underspend)	Capital Slippage (Carry Forward) Requested	Variance after Slippage Request	Reason for Carry Forward
		£,000	£,000	£,000	£,000	£,000	
301	Street Lighting	955	1,180	225	0	225	Capitalisation of revenue expenditure. It is not proposed to clawback the overspend from the 2018/19 capital allocation.
302	Borough Roads	3,314	3,636	322	63	385	£63k is requested to fund works that were delayed due to the cold weather.
303	Structures (Highways)	246	249	3		3	Overspend to be clawed back from the 2018/19 capital allocation.
304	Flood Water Management	530	564	34		34	Overspend to be clawed back from the 2018/19 capital allocation.
305	Borough Parking Plan	369	262	(107)	107	(0)	The review of the Wood Green CPZ and the implementation of St Luke's CPZ being delayed. Hornsey North CPZ has also slipped due to community feedback.
307	CCTV	2,030	0	(2,030)	2,030	0	Wider review of CCTV provision is being undertaken.
309	Local Implementation Plan(LIP)	2,611	2,611	0	0	0	
310	Developer S106 / S278	2,517	4	(2,513)	2,513	(0)	Relates to 100% externally funded schemes.
311	Parks Asset Management:	388	376	(12)	12	(0)	To fund contractual commitments
313	Active Life in Parks:	376	175	(201)	201	(0)	To fund contractual commitments
314	Parkland Walk Bridges	500	127	(373)	373	(0)	To fund the overall scheme
316	Asset Management of Council Buildings	2,500	507	(1,993)	1,993	0	A restructure has been started to enable the service to have the resources available to manage and deliver capital projects.
320	LCP - Dynamic Purchasing System	0	136	136	0	136	

Scheme Ref. No.	Scheme Description	2017/18 Full year Revised Budget	2017/18 Final Outturn (Draft)	Variance Overspend / (Underspend)	Capital Slippage (Carry Forward) Requested	Variance after Slippage Request	Reason for Carry Forward
		£,000	£,000	£,000	£,000	£,000	
419	NPD Phase 2 LBH Match Funding	540	42	(498)	498	0	To fund contractual commitments
399	P3 Other	0	30	30		30	Overspend to be clawed back from the 2018/19 capital allocation.

Priority 3 - Safe & Sustainable Places	16,876	9,899	(6,977)	7,790	813
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401	Tottenham Hale Green Space	2,692	83	(2,609)	2,609	(0)	To fund the continued delivery of Tottenham Hale strategy and contractual commitments.
402	Tottenham Hale Streets	902	236	(666)	666	0	To fund the continued delivery of Tottenham Hale strategy and contractual commitments.
403	Tottenham Regeneration Fund	197	0	(197)	197	(0)	To fund the Tottenham Public Realm P2 strategy.
406	Opportunity Investment Fund	1,571	551	(1,020)	1,020	(0)	To fund contractual commitments
407	Growth on the High Road	135	9	(126)	126	(0)	It is proposed to transfer this budget to the approved capital programme contingency.
411	Tottenham High Rd & Bruce Grove Stn	674	48	(627)	627	0	£466k to fund contractual commitments, £161k to approved capital programme contingency.
415	North Tott Heritage Initiative	1,348	912	(436)	436	0	To fund contractual commitments
418	Heritage building improvements	1,000	0	(1,000)	1,000	0	To fund contractual commitments
421	HRW business acquisition	5,543	3,718	(1,825)	1,825	(0)	To fund contractual commitments
426	Northumberland Park	2,735	31	(2,704)	2,704	(0)	
427	White Hart Lane Public Realm (LIP)	940	450	(490)	490	0	To fund contractual commitments

APPENDIX 3

Scheme Ref. No.	Scheme Description	2017/18 Full year Revised Budget	2017/18 Final Outturn (Draft)	Variance Overspend / (Underspend)	Capital Slippage (Carry Forward) Requested	Variance after Slippage Request	Reason for Carry Forward
		£,000	£,000	£,000	£,000	£,000	
429	Site Acq (Tott & Wood Green)	9,017	5	(9,012)	9,012	0	To enable the continued purchase of strategically important assets in the Wood Green and Tottenham areas.
430	Wards Corner CPO	17,900	0	(17,900)	10,000	(7,900)	To fund contractual commitment. The balance of £7.9m not required
434	Wood Green Regeneration	758	478	(279)	279	(0)	To enable the continued delivery of the Wood Green regeneration.
435	Wood Green Station Road	245	97	(149)	149	0	To enable the continued delivery of the Wood Green regeneration.
438	Vacant possession Civic Centre (Woodside House Refurbishment)	2,916	1,224	(1,691)	1,691	(0)	To fund contractual commitments
444	Marsh Lane	14,496	1,508	(12,988)	12,988	(0)	To enable the continuation of this development
445	Hornsey Town Hall	566	243	(323)	323	0	To fund contractual commitments
446	Alexandra Palace - Heritage	3,294	4,388	1,094	0	1,094	
447	Alexandra Palace - Maintenance	470	470	0	0	0	
450	Family Contact Centre Relocation (Winkfield Road)	804	602	(202)	202	0	To fund contractual commitments
452	Low Carbon Zones	458	237	(221)	221	0	To enable the continuation of this initiative.
461	Green Lanes	0	20	20	0	20	
462	Western Road Recycling	0	112	112	0	112	
464	Bruce Castle	174	32	(142)	142	0	To enable the continuation of this development
465	District Energy Network (DEN)	1,951	177	(1,774)	1,774	(0)	To enable the continuation of this development

Scheme Ref. No.	Scheme Description	2017/18 Full year Revised Budget	2017/18 Final Outturn (Draft)	Variance Overspend / (Underspend)	Capital Slippage (Carry Forward) Requested	Variance after Slippage Request	Reason for Carry Forward
		£,000	£,000	£,000	£,000	£,000	
467	Contribution to Community Events & Public Space (THFC)	5,000	2,133	(2,867)	2,867	(0)	To fund contractual commitments
468	Keston Road (Community Centre Reprovision)	542	15	(527)	527	0	To fund contractual commitments
Priority 4 - Growth & Employment		76,341	17,795	(58,546)	51,875	(6,674)	

505	TA Solutions	5,247	577	(4,670)	4,670	0	To ensure that resources area available for the new housing delivery vehicles.
506	TA Property Acquisitions Scheme	10,659	744	(9,915)	9,915	0	To ensure that resources area available for the new housing delivery vehicles.
509	CPO - Empty Homes	525	0	(525)	525	0	To fund contractual commitments
599	P5 Other	0	14	14	0	14	
Priority 5 - Homes & Communities		16,431	1,335	(15,096)	15,110	14	

601	Business Imp Programme	3,812	362	(3,449)	3,449	(0)	To fund ICT refresh
602	Corporate IT Board	3,467	858	(2,609)	2,609	(0)	To fund contractual commitments
603	ICT Shared Service - Set Up / Seed Money	1,500	0	(1,500)	1,500	0	To fund contractual commitments
604	Continuous Improvement	2,149	531	(1,617)	1,617	(0)	To fund contractual commitments
605	Customer Services (Digital Transformation)	1,494	175	(1,319)	1,319	0	To enable the continuation of this development
606	Hornsey Library Refurbishment	1,000	97	(903)	902	(1)	To enable the continuation of this development
621	Libraries IT and Buildings upgrade	1,810	109	(1,701)	1,702	1	A combination of factors have delayed the scheme. These have now been resolved and spend anticipated in 2018/19.
639	Ways of Working	587	447	(140)	140	0	To enable the continuation of this development

Scheme Ref. No.	Scheme Description	2017/18 Full year Revised Budget	2017/18 Final Outturn (Draft)	Variance Overspend / (Underspend)	Capital Slippage (Carry Forward) Requested	Variance after Slippage Request	Reason for Carry Forward
		£,000	£,000	£,000	£,000	£,000	
699	P6 - Approved Capital Programme Contingency	1,055	100	(955)	1,112	157	To address unforeseen events
Priority X - Enabling		16,873	2,679	(14,194)	14,350	156	
TOTAL GF CAPITAL PROGRAMME		142,770	40,381	(102,389)	96,545	(5,848)	
HRA Priority 5 - Homes & Communities							
202	HRA - P2 Aids, Adap's & Assist Tech -Council (DFG)	1,200	1,098	(102)	102	0	To fund contractual commitments
590	HRA - P5 Homes for Haringey (HFH)	45,023	35,680	(9,343)	1,460	(7,883)	To fund contractual commitments. Balance not required
591	HRA - P4 HRW Leaseholder Acq	10,265	0	(10,265)	0	(10,265)	Budget no longer required due to acquisitions being funded through the general fund
592	HRA - P4 Homeless Disturbance Payments	2,384	0	(2,384)	0	(2,384)	Budget no longer required due to acquisitions being funded through the general fund
593	HRA - P5 Stock Acq	6,420	18	(6,401)	6,401	(0)	To enable continuation of the stock acquisition programme
594	HRA - P5 New Build	3,179	1,851	(1,328)	1,328	(0)	To fund contractual commitments
597	HRA - Estate Watch	430	318	(112)	112	(0)	To fund contractual commitments
TOTAL HRA CAPITAL PROGRAMME		68,901	38,966	(29,935)	9,403	(20,532)	
OVERALL CAPITAL PROGRAMME		211,671	79,346	(132,325)	105,948	(26,380)	

APPENDIX 4a			
YEAR END TRANSFERS TO RESERVES	£'000	YEAR END TRANSFERS FROM RESERVES	£'000
PRIORITY 1			
Grant - North London Social Work Teaching Partnership	60		
Grant - Controlling Migration Fund	329		
Grant - FSF Partnership	45		
Troubled Families Programme	221		
PRIORITY 2			
Adults Transformation Funding	275		
Grant - FSF Partnership	23		
Anchor/Evolve Projects	49		
Public Health Transformation Funding	154		
PRIORITY 3			
Leisure borrowing	1,404		
Finsbury Park Improvements	313		
HMO Licensing Scheme	135		
Parking Scheme	50		
PRIORITY 4		PRIORITY 4	
RPD Restructure	146	Grant - Estate Regeneration	160
Arts and Culture Workstream	68	CIL Administration	104
Wards Corner	27	Fashion Technology Academy	16
Wood Green Transformation	243	National College for Digital Skills	203
S106 underspends	131		
Technopark Disposal Fee	96		
GLA ESF Employment Programme Match Funding	440		
PRIORITY 5			
Grant - Flexible Housing Support	4,659		
Grant - Rough Sleeping	182		
Grant - New Burdens	306		
PRIORITY X		PRIORITY X	
HR Transformation	30	Programme Management Office Transformation Projects	1,024
Grant - Independent Electoral Registration	95	Insurance	1,470
DSG			
DSG Reserve - Schools Block	452	DSG Reserve - High Needs Block	1,500
DSG Reserve - Early Years Block	768		
	10,701		4,478
NB: Public Health and Commissioning Reserve Movements are included within Priority 2 for simplicity of presentation			

APPENDIX 4b

	Balance at 31/03/17	Transfer In 2017/18	Transfer Out 2017/18	Balance at 31/03/18
	£'000	£'000	£'000	£'000
General Fund Reserve	(15,897)	0	0	(15,897)
General Fund earmarked reserves:				
Schools reserve	(7,876)	0	169	(7,707)
Transformation reserve	(10,339)	(584)	2,848	(8,075)
Services reserve	(8,313)	(2,549)	4,442	(6,420)
PFI lifecycle reserve	(9,016)	(1,408)	660	(9,764)
Debt repayment reserve	(5,103)	(1,404)	1,094	(5,413)
Insurance reserve	(4,862)	(1,769)	1,470	(5,161)
Unspent grants reserve	(3,513)	(5,700)	722	(8,491)
Community infrastructure reserve	(3,000)	0	0	(3,000)
Labour market growth resilience reserve	(1,578)	(465)	788	(1,255)
Financing reserve	(880)	(6,544)	1,133	(6,291)
IT infrastructure reserve	(838)	0	0	(838)
Resilience reserve	0	(5,074)	0	(5,074)
Other reserves	(1,126)		400	(726)
GF earmarked reserves:	(56,446)	(25,497)	13,726	(68,215)
Total General Fund Usable Reserves	(72,343)	(31,997)	20,226	(84,112)
Housing Revenue Account	(29,540)	(1,727)	1,286	(29,981)
Housing Revenue Account earmarked Reserves:				
HRA Smoothing reserve	(6,339)	0	(614)	(6,953)
Homes for Haringey	(629)	0	(672)	(1,301)
HRA earmarked reserves	(6,968)	0	(1,286)	(8,254)
Total HRA Usable Reserves	(36,508)	(1,727)	0	(38,235)

Virements for Cabinet Approval

APPENDIX 5

Virements for Approval (2017/18)

Period	Priority	Service/AD Area	Rev/ Cap	In year	Next year	Reason for budget changes	Description
10	1	Schools and Learning	Revenue	4,158,500	4,158,500	Funding adjustment	Budget adjustment to reflect academisation of Northumberland Park
11	4	Housing and Growth	Revenue	3,572,738	3,312,050	Budget Realignment	Haringey Adult Learning Service budget realignment
12	X	Customer Services	Revenue		1,280,939	Budget Realignment	Creation of budgets for Wood Green and Marcus Garvey Customer Services
12	3	Commercial and Operations	Revenue	563,600		Budget Realignment	LIP 2017/18 revenue budget allocation
12	All	Council-wide	Capital	8,998,605		Budget Revision	Revision to 2017/18 capital budgets across all Priorities
12	X	Corporate	Capital	390,000		Budget Adjustment	Adjustment to 2016/17 Capital Contingency carry forward
12	3	Commercial and Operations	Capital	819,000		Budget Allocation	Additional LIP capital budget allocation

Transfers from Reserves (2017/18) - for noting

Period	Priority	Service/AD Area	Rev/ Cap	In year	Next year	Reason for budget changes	Description
10	X	Shared Service centre	Revenue	285,000		Transfer from reserves	Transformation Reserve funding for Council Tax and NNDR projects
11	1	Schools and Learning	Revenue	400,000		Transfer from reserves	DSG Reserve drawdown for Early Years Block
		Total 2017/18		19,187,443	8,751,489		

Virements for Approval (2018/19)

2	1	Children's	Revenue	485,105		Budget Allocation	Looked After Children Grant Allocations
3	5	Housing	Revenue	252,934	252,934	Budget Realignment	Realignment within Housing Commissioned Services to reflect restructure
3	1	Children's	Revenue	926,466		Budget Realignment	Realignment of Woodside Children's Centre in year budget to reflect 18/19 funding allocation
3	1	Schools and Learning	Revenue	774,276		Budget Realignment	Realignment of Stonecroft Children's Centre in year budget to reflect 18/19 funding allocation
3	1	Children's	Revenue	964,276		Budget Realignment	Realignment of Triangle Children's Centre in year budget to reflect 18/19 funding allocation
3	1	Children's	Revenue	863,240		Budget Realignment	Realignment of Park Lane Children's Centre in year budget to reflect 18/19 funding allocation
3	5/2	Housing and Commissioning	Revenue	4,919,468	4,919,468	Budget Realignment	Transfer of Housing Commissioned Service budgets from Housing to Commissioning
3	1	Children's	Revenue	496,300		Budget Allocation	2018/19 Youth Justice Board - Youth Justice Grant
3	1	Children's	Revenue	1,345,050	1,345,050	Budget Realignment	DSG (High Needs Block) budget realignment as per EFA allocation letter
3	1	Commissioning	Revenue	2,784,100	2,784,100	Budget Realignment	DSG (Early Years Block) budget realignment as per EFA allocation letter
3	1	Schools and Learning	Revenue	1,262,530	1,262,530	Budget Realignment	DSG (Schools Block) budget realignment as per EFA allocation letter
3	2	Adults	Revenue	7,376,955	7,376,955	Budget Realignment	Realignment within Adults to better reflect 17/18 outturn and MTFS savings
3	All	Council-wide	Revenue	2,285,430	2,285,430	Budget Realignment	Budgeted pay inflation for 18/19
		Total 2018/19		24,736,130	20,226,467		