

REVENUE BUDGET 2013/14 - THIRD QUARTER REVIEW**DEPARTMENT: SOCIAL SERVICES, HOUSING AND LEISURE****Children and Families Service**Area:- **Operational Service**

Opening Budget 2013/14	Revised Budget 2013/14	Forecasted Position 2013/14	Estimated Gross Overspend / (Underspend)	Recommended Changes and Adjustments	Net Overspend / (Underspend)	Quarter 2 Net Overspend / (Underspend)
£'000	£'000	£'000	£'000	£'000	£'000	£'000
1,710	1,774	1,837	63		63	84

A reduction of (£21k) to the previous forecasted overspend, mainly due to one-off staff savings.

Area:- **Children Support Services**

Opening Budget 2013/14	Revised Budget 2013/14	Forecasted Position 2013/14	Estimated Gross Overspend / (Underspend)	Recommended Changes and Adjustments	Net Overspend / (Underspend)	Quarter 2 Net Overspend / (Underspend)
£'000	£'000	£'000	£'000	£'000	£'000	£'000
7,709	7,712	7,398	(314)		(314)	(193)

Since the second quarter there has been an increase of (£121k) in the forecasted underspend position, mainly due to further underspend of (£60k) on Out-of County Placements (up to (£206k) as a result of less pressure on the service), and an underspend of (£60k) on Fostering and Other Adoption (a movement of (£71k) to the overspend of £11k forecasted previously).

REVENUE BUDGET 2013/14 - THIRD QUARTER REVIEW**DEPARTMENT: SOCIAL SERVICES, HOUSING AND LEISURE****Children and Families Service****Area:- Post-16 Service**

Opening Budget 2013/14	Revised Budget 2013/14	Forecasted Position 2013/14	Estimated Gross Overspend / (Underspend)	Recommended Changes and Adjustments	Net Overspend / (Underspend)	Quarter 2 Net Overspend / (Underspend)
£'000	£'000	£'000	£'000	£'000	£'000	£'000
960	959	1,070	111		111	108

A slight increase of £3k on the previous forecasted overspend due to a number of cases requiring a higher level of support than usual.

Area:- Other (Children and Families)

Opening Budget 2013/14	Revised Budget 2013/14	Forecasted Position 2013/14	Estimated Gross Overspend / (Underspend)	Recommended Changes and Adjustments	Net Overspend / (Underspend)	Quarter 2 Net Overspend / (Underspend)
£'000	£'000	£'000	£'000	£'000	£'000	£'000
3,675	3,673	3,717	44		44	6

An increase of £38k in the overspend previously forecasted, mainly due to higher Specialised Services staff costs of £27k and higher expenditure of £10k (up from £53k) on other services, mainly court fees.

REVENUE BUDGET 2013/14 - THIRD QUARTER REVIEW**DEPARTMENT: SOCIAL SERVICES, HOUSING AND LEISURE**

Adult Services		Opening Budget 2013/14	Revised Budget 2013/14	Forecasted Position 2013/14	Estimated Gross Overspend / (Underspend)	Recommended Changes and Adjustments	Net Overspend / (Underspend)	Quarter 2 Net Overspend / (Underspend)
Area:- Older People's Services		£'000	£'000	£'000	£'000	£'000	£'000	£'000
		18,602	18,843	18,999	156		156	156

The overspend position of £156k previously forecasted continues for the third quarter, but within this, there has been changes on a number of headings, particularly, a net underspend of £319k on Independent Residential and Nursing Homes (net increase of £131k) due to a number of new cases, a net underspend of (£164k) on Home Care (net increase of (£95k)), and an underspend of (£30k) on Aids and Adaptations arising from savings in purchase arrangements costs.

Area:- Physical Disabilities Services		Opening Budget 2013/14	Revised Budget 2013/14	Forecasted Position 2013/14	Estimated Gross Overspend / (Underspend)	Recommended Changes and Adjustments	Net Overspend / (Underspend)	Quarter 2 Net Overspend / (Underspend)
		£'000	£'000	£'000	£'000	£'000	£'000	£'000
		1,967	1,967	1,965	(2)		(2)	(113)

Since the second quarter review, there has been a decrease of £111k in the forecasted underpend position, mainly due to the effect of new cases on Residential and Nursing (£36k increase), Support Accommodation (£39k increase) and Home Care (£26k increase).

REVENUE BUDGET 2013/14 - THIRD QUARTER REVIEW**DEPARTMENT: SOCIAL SERVICES, HOUSING AND LEISURE****Adult Services**

Area:- **Learning Disability Services**

Opening Budget 2013/14	Revised Budget 2013/14	Forecasted Position 2013/14	Estimated Gross Overspend / (Underspend)	Recommended Changes and Adjustments	Net Overspend / (Underspend)	Quarter 2 Net Overspend / (Underspend)
£'000	£'000	£'000	£'000	£'000	£'000	£'000
12,822	12,979	13,179	200		200	121

An increase of £79k on the overspend forecasted in the second quarter. This includes a higher overspend of £77k on Day Services (the overspend now rising to £193k).

A bid of £405k has already been submitted to meet the permanent additional needs by 2014/15 but, the latest information reveals that the needs could be substantially higher in a full year.

Area:- **Mental Health Services**

Opening Budget 2013/14	Revised Budget 2013/14	Forecasted Position 2013/14	Estimated Gross Overspend / (Underspend)	Recommended Changes and Adjustments	Net Overspend / (Underspend)	Quarter 2 Net Overspend / (Underspend)
£'000	£'000	£'000	£'000	£'000	£'000	£'000
3,309	3,306	3,251	(55)		(55)	(52)

A slight increase of (£3k) on the previous underspend, including an overspend of £102k on Residential and Nursing (£16k increase), an underspend of (£88k) on Support Accommodation ((£10k) increase) and an underspend of (£65k) on Support and Other Schemes ((£24k) increase).

REVENUE BUDGET 2013/14 - THIRD QUARTER REVIEW**DEPARTMENT: SOCIAL SERVICES, HOUSING AND LEISURE**

		Opening Budget 2013/14	Revised Budget 2013/14	Forecasted Position 2013/14	Estimated Gross Overspend / (Underspend)	Recommended Changes and Adjustments	Net Overspend / (Underspend)	Quarter 2 Net Overspend / (Underspend)
		£'000	£'000	£'000	£'000	£'000	£'000	£'000
Area:-	Other (Adult Services)	2,979	3,019	3,009	(10)		(10)	1

A fairly neutral net position on various budget headings.

REVENUE BUDGET 2013/14 - THIRD QUARTER REVIEW**DEPARTMENT: SOCIAL SERVICES, HOUSING AND LEISURE**

<u>Housing Service</u>		Opening Budget 2013/14	Revised Budget 2013/14	Forecasted Position 2013/14	Estimated Gross Overspend / (Underspend)	Recommended Changes and Adjustments	Net Overspend / (Underspend)	Quarter 2 Net Overspend / (Underspend)
Area:- Homelessness		£'000	£'000	£'000	£'000	£'000	£'000	£'000
		729	733	743	10		10	(3)

A slight change of £13k in the net position, including an underspend of (£19k) on Temporary Accommodation, an overspend of £10k on the House Leasing Scheme and an overspend of £32k on Hostels arising from a reduction in rental income.

Area:- Other (Housing)		Opening Budget 2013/14	Revised Budget 2013/14	Forecasted Position 2013/14	Estimated Gross Overspend / (Underspend)	Recommended Changes and Adjustments	Net Overspend / (Underspend)	Quarter 2 Net Overspend / (Underspend)
		£'000	£'000	£'000	£'000	£'000	£'000	£'000
		3,790	3,841	3,819	(22)		(22)	1

A fairly neutral net position on various budget headings.

REVENUE BUDGET 2013/14 - THIRD QUARTER REVIEW**DEPARTMENT: SOCIAL SERVICES, HOUSING AND LEISURE**

Area:-	Provider Service (net position)	Opening Budget 2013/14	Revised Budget 2013/14	Forecasted Position 2013/14	Estimated Gross Overspend / (Underspend)	Recommended Changes and Adjustments	Net Overspend / (Underspend)	Quarter 2 Net Overspend / (Underspend)
		£'000	£'000	£'000	£'000	£'000	£'000	£'000
		0	105	430	325	(150)	175	302

An increase of £23k on the previous overspend, including an overspend of £285k on Residential Care, and in particular, a substantial increase in staff costs arising from employment appeal cases. The position will be reviewed at the year-end when it may be appropriate for the Cabinet to provide additional financial support.

Also under this heading, there is an underspend of (£36k) on Home Care, an overspend of £56k on Community Care and an overspend of £20k on Support Accommodation.

As the Social Services, Housing and Leisure Department's overspend position is partly due to the on-going employment appeals process, and is therefore outside the control of the Provider Service, **it is recommended** that an additional budget of £150k be released to Social Services, Housing and Leisure Department on a one-off basis, financed from the favourable position within the Corporate Budgets below.

Area:-	Leisure Service	Opening Budget 2013/14	Revised Budget 2013/14	Forecasted Position 2013/14	Estimated Gross Overspend / (Underspend)	Recommended Changes and Adjustments	Net Overspend / (Underspend)	Quarter 2 Net Overspend / (Underspend)
		£'000	£'000	£'000	£'000	£'000	£'000	£'000
		4,472	4,379	4,492	113		113	92

An increase of £21k on the previous forecasted overspend bringing it up to £113k. This includes an overspend of £134k on Leisure Facilities and particularly, £45k resulting from the failure to realise the saving scheme, a deficit of £98k (an increase of £23k since the second quarter) from a combination of reduced income from food sales and a loss due to food waste, but additional income of (£34k) from leisure facilities fees. In addition, an underspend of (£21k) is forecasted on Sports Development.

REVENUE BUDGET 2013/14 - THIRD QUARTER REVIEW**DEPARTMENT: SOCIAL SERVICES, HOUSING AND LEISURE**

		Opening Budget 2013/14	Revised Budget 2013/14	Forecasted Position 2013/14	Estimated Gross Overspend / (Underspend)	Recommended Changes and Adjustments	Net Overspend / (Underspend)	Quarter 2 Net Overspend / (Underspend)
		£'000	£'000	£'000	£'000	£'000	£'000	£'000
Area:-	Other (Provider and Leisure)	0	(16)	3	19		19	22

A fairly neutral net position on various budget headings.

		Opening Budget 2013/14	Revised Budget 2013/14	Forecasted Position 2013/14	Estimated Gross Overspend / (Underspend)	Recommended Changes and Adjustments	Net Overspend / (Underspend)	Quarter 2 Net Overspend / (Underspend)
		£'000	£'000	£'000	£'000	£'000	£'000	£'000
Area:-	Central Services (Social Services, Provider and Leisure)	4,145	4,335	4,207	(128)		(128)	(82)

An increase of (£46k) on the previous underspend, mainly due to one-off staff savings and lower than expected expenditure on telecare equipment.

REVENUE BUDGET 2013/14 - THIRD QUARTER REVIEW

Social Services, Housing and Leisure Department Summary Position	Opening Budget 2013/14	Revised Budget 2013/14	Forecasted Position 2013/14	Estimated Gross Overspend / (Underspend)	Recommended Changes and Adjustments	Net Overspend / (Underspend)	Quarter 2 Net Overspend / (Underspend)
Area:-	£'000	£'000	£'000	£'000	£'000	£'000	£'000
Children and Families Service -							
Operational Service	1,710	1,774	1,837	63	0	63	84
Children Support Services	7,709	7,712	7,398	(314)	0	(314)	(193)
Post-16 Service	960	959	1,070	111	0	111	108
Other (Children and Families)	3,675	3,673	3,717	44	0	44	6
Children and Families Service Total	14,054	14,118	14,022	(96)	0	(96)	5
Adult Service							
Older People's Services	18,602	18,843	18,999	156	0	156	156
Physical Disabilities Services	1,967	1,967	1,965	(2)	0	(2)	(113)
Learning Disability Services	12,822	12,979	13,179	200	0	200	121
Mental Health Services	3,309	3,306	3,251	(55)	0	(55)	(52)
Other (Adult Services)	2,979	3,019	3,009	(10)	0	(10)	1
Adult Service Total	39,679	40,114	40,403	289	0	289	113

(continued below)

REVENUE BUDGET 2013/14 - THIRD QUARTER REVIEW

Social Services, Housing and Leisure Department Summary Position	Opening Budget 2013/14	Revised Budget 2013/14	Forecasted Position 2013/14	Estimated Gross Overspend / (Underspend)	Recommended Changes and Adjustments	Net Overspend / (Underspend)	Quarter 2 Net Overspend / (Underspend)
Area:-	£'000	£'000	£'000	£'000	£'000	£'000	£'000
Housing Service							
Homelessness	729	733	743	10	0	10	(3)
Other (Housing)	3,790	3,841	3,819	(22)	0	(22)	1
Housing Service Total	4,519	4,574	4,562	(12)	0	(12)	(2)
Provider Service (net position)	0	105	430	325	(150)	175	302
Leisure Service	4,472	4,379	4,492	113	0	113	92
Other (Provider and Leisure)	0	(16)	3	19	0	19	22
Central Services (Social Services, Provider and Leisure)	4,145	4,335	4,207	(128)	0	(128)	(82)
Social Services, Housing and Leisure Department Total	66,869	67,609	68,119	510	(150)	360	450

In General - The Department is continuing with its measures to try and reduce the overspend levels shown above by the end of the financial year, including the use of the departmental fund and a specific corporate fund that was established originally to deal with overspend situations.

REVENUE BUDGET 2013/14 - THIRD QUARTER REVIEW**DEPARTMENT: EDUCATION****Area:- Transport**

Opening Budget 2013/14	Revised Budget 2013/14	Forecasted Position 2013/14	Estimated Gross Overspend / (Underspend)	Recommended Changes and Adjustments	Net Overspend / (Underspend)	Quarter 2 Net Overspend / (Underspend)
£'000	£'000	£'000	£'000	£'000	£'000	£'000
4,681	4,303	4,356	53		53	(24)

An overspend of £53k is forecasted on this heading, a change of £77k from the underspend of (£24k) forecasted in the second quarter. This is mainly due to higher expenditure of £51k on transport contracts, and a reduction of £25k in Post-16 Transport income. This position reflects a permanent pattern for the new year, and a bid for an additional budget has already been processed.

Area:- Redundancy / Early Retirement

Opening Budget 2013/14	Revised Budget 2013/14	Forecasted Position 2013/14	Estimated Gross Overspend / (Underspend)	Recommended Changes and Adjustments	Net Overspend / (Underspend)	Quarter 2 Net Overspend / (Underspend)
£'000	£'000	£'000	£'000	£'000	£'000	£'000
303	303	592	289		289	259

An increase of £30k in the overspend level forecasted previously due to additional cases. It is intended to use a specific reserve fund to ease the situation this year. In the previous quarter, the Head of Education was requested to ensure appropriate arrangements to try to anticipate the financial implications of cases arising in 2014/15 and beyond, and it is understood that work is in progress to achieve this.

REVENUE BUDGET 2013/14 - THIRD QUARTER REVIEW**DEPARTMENT: EDUCATION**

Area:- **Intergration of ALN Pupils**

Opening Budget 2013/14	Revised Budget 2013/14	Forecasted Position 2013/14	Estimated Gross Overspend / (Underspend)	Recommended Changes and Adjustments	Net Overspend / (Underspend)	Quarter 2 Net Overspend / (Underspend)
£'000	£'000	£'000	£'000	£'000	£'000	£'000
189	188	188	0		0	(45)

A neutral position is forecasted on this heading for the time being, due to the expenditure being £45k higher than the underspend forecasted in the second quarter, and reflecting additional demands for the service in the current school year.

Area:- **Out-of-County**

Opening Budget 2013/14	Revised Budget 2013/14	Forecasted Position 2013/14	Estimated Gross Overspend / (Underspend)	Recommended Changes and Adjustments	Net Overspend / (Underspend)	Quarter 2 Net Overspend / (Underspend)
£'000	£'000	£'000	£'000	£'000	£'000	£'000
1,056	1,056	1,056	0		0	0

A fairly neutral position.

Area:- **Catering and Cleaning**

Opening Budget 2013/14	Revised Budget 2013/14	Forecasted Position 2013/14	Estimated Gross Overspend / (Underspend)	Recommended Changes and Adjustments	Net Overspend / (Underspend)	Quarter 2 Net Overspend / (Underspend)
£'000	£'000	£'000	£'000	£'000	£'000	£'000
408	407	461	54		54	10

An increase of £44k to the overspend level forecasted in the second quarter, mainly due to higher expenditure of £21k on the 'Free Breakfast' scheme, and additional School Catering staff costs of £28k due to sickness absences.

REVENUE BUDGET 2013/14 - THIRD QUARTER REVIEW**DEPARTMENT: EDUCATION**Area:- **Early Years Unit**

Opening Budget 2013/14	Revised Budget 2013/14	Forecasted Position 2013/14	Estimated Gross Overspend / (Underspend)	Recommended Changes and Adjustments	Net Overspend / (Underspend)	Quarter 2 Net Overspend / (Underspend)
£'000	£'000	£'000	£'000	£'000	£'000	£'000
773	773	723	(50)		(50)	(50)

The position continues to be consistent with that of the second quarter, which is an underspend of (£50k), due to reduced expenditure levels in 2013/14.

Area:- **Management Arrangements**

Opening Budget 2013/14	Revised Budget 2013/14	Forecasted Position 2013/14	Estimated Gross Overspend / (Underspend)	Recommended Changes and Adjustments	Net Overspend / (Underspend)	Quarter 2 Net Overspend / (Underspend)
£'000	£'000	£'000	£'000	£'000	£'000	£'000
4,003	4,036	3,945	(91)		(91)	(68)

The previous forecasted underspend of (£68k) has now increased to (£91k), mainly due to staff turnover savings.

Area:- **Additional Learning Needs Units**

Opening Budget 2013/14	Revised Budget 2013/14	Forecasted Position 2013/14	Estimated Gross Overspend / (Underspend)	Recommended Changes and Adjustments	Net Overspend / (Underspend)	Quarter 2 Net Overspend / (Underspend)
£'000	£'000	£'000	£'000	£'000	£'000	£'000
1,219	1,219	1,256	37		37	13

An increase of £24k in the forecasted overspend since they second quarter, mainly due to higher expenditure of £30k on Canolfan Brynffynon, higher expenditure of £17k on the Intensive Unit, and a reduction of (£24k) in the overspend on the project for relocating Coed Menai.

REVENUE BUDGET 2013/14 - THIRD QUARTER REVIEW**DEPARTMENT: EDUCATION****Area:- Inclusion Strategy**

Opening Budget 2013/14	Revised Budget 2013/14	Forecasted Position 2013/14	Estimated Gross Overspend / (Underspend)	Recommended Changes and Adjustments	Net Overspend / (Underspend)	Quarter 2 Net Overspend / (Underspend)
£'000	£'000	£'000	£'000	£'000	£'000	£'000
802	436	461	25		25	0

An overspend position of £25k consistent with that forecasted in the second quarter.

Area:- Other

Opening Budget 2013/14	Revised Budget 2013/14	Forecasted Position 2013/14	Estimated Gross Overspend / (Underspend)	Recommended Changes and Adjustments	Net Overspend / (Underspend)	Quarter 2 Net Overspend / (Underspend)
£'000	£'000	£'000	£'000	£'000	£'000	£'000
7,216	7,532	7,498	(34)		(34)	(6)

An underspend position of (£34k) including an underspend on the Large Class Sizes-Key Period 2 budget as well as savings on the Welsh Joint Education Committee annual contract.

Area:- Delegated Schools

Opening Budget 2013/14	Revised Budget 2013/14	Forecasted Position 2013/14	Estimated Gross Overspend / (Underspend)	Recommended Changes and Adjustments	Net Overspend / (Underspend)	Quarter 2 Net Overspend / (Underspend)
£'000	£'000	£'000	£'000	£'000	£'000	£'000
68,619	68,619	68,619	0		0	0

Delegated budgets under local school control.

REVENUE BUDGET 2013/14 - THIRD QUARTER REVIEW

Education Department Summary Position	Opening Budget 2013/14	Revised Budget 2013/14	Forecasted Position 2013/14	Estimated Gross Overspend / (Underspend)	Recommended Changes and Adjustments	Net Overspend / (Underspend)	Quarter 2 Net Overspend / (Underspend)
Area:-	£'000	£'000	£'000	£'000	£'000	£'000	£'000
Transport	4,681	4,303	4,356	53	0	53	(24)
Redundancy / Early Retirement	303	303	592	289	0	289	259
Intergration of ALN Pupils	189	188	188	0	0	0	(45)
Out-of-County	1,056	1,056	1,056	0	0	0	0
Catering and Cleaning	408	407	461	54	0	54	10
Early Years Unit	773	773	723	(50)	0	(50)	(50)
Management Arrangements	4,003	4,036	3,945	(91)	0	(91)	(68)
Additional Learning Needs Units	1,219	1,219	1,256	37	0	37	13
Inclusion Strategy	802	436	461	25	0	25	0
Other	7,216	7,532	7,498	(34)	0	(34)	(6)
Delegated Schools	68,619	68,619	68,619	0	0	0	0
Education Department Total	89,269	88,872	89,155	283	0	283	89

REVENUE BUDGET 2013/14 - THIRD QUARTER REVIEW**DEPARTMENT: ECONOMY AND COMMUNITY**Area:- **Maritime**

Opening Budget 2013/14	Revised Budget 2013/14	Forecasted Position 2013/14	Estimated Gross Overspend / (Underspend)	Recommended Changes and Adjustments	Net Overspend / (Underspend)	Quarter 2 Net Overspend / (Underspend)
£'000	£'000	£'000	£'000	£'000	£'000	£'000
(51)	(53)	76	129		129	195

While establishing the budget for 2013/14, the income target for Hafan Pwllheli was reduced by £109k. Also, the income target for Harbours was reduced by £45k. In the second quarter, an overspend of £195k was forecasted on this heading which has reduced by (£66k) by now to give an estimated net overspend of £129k. Included within this are, the income from Hafan being £231k short of the target, the income from Harbours being £17k short of target whereas the income from Beaches (£12k) and Doc Fictoria (£16k) are higher than the target, also, steps have been taken by the Department to reduce expenditure on various headings (£92k).
In drawing up the budget for 2014/15, there will be a further reduction in the Hafan income target.

Area:- **Business Support**

Opening Budget 2013/14	Revised Budget 2013/14	Forecasted Position 2013/14	Estimated Gross Overspend / (Underspend)	Recommended Changes and Adjustments	Net Overspend / (Underspend)	Quarter 2 Net Overspend / (Underspend)
£'000	£'000	£'000	£'000	£'000	£'000	£'000
121	81	17	(64)		(64)	(57)

An increase of (£7k) is forecasted in the underspend level since the second quarter, mainly due to savings being achieved earlier than scheduled.

REVENUE BUDGET 2013/14 - THIRD QUARTER REVIEW**DEPARTMENT: ECONOMY AND COMMUNITY****Area:- Skills and Enterprise**

Opening Budget 2013/14	Revised Budget 2013/14	Forecasted Position 2013/14	Estimated Gross Overspend / (Underspend)	Recommended Changes and Adjustments	Net Overspend / (Underspend)	Quarter 2 Net Overspend / (Underspend)
£'000	£'000	£'000	£'000	£'000	£'000	£'000
26	35	(5)	(40)		(40)	(40)

Position in accordance with that forecasted in the second quarter which is an underspend due to one-off staff turnover.

Area:- Youth Service

Opening Budget 2013/14	Revised Budget 2013/14	Forecasted Position 2013/14	Estimated Gross Overspend / (Underspend)	Recommended Changes and Adjustments	Net Overspend / (Underspend)	Quarter 2 Net Overspend / (Underspend)
£'000	£'000	£'000	£'000	£'000	£'000	£'000
1,150	1,174	1,150	(24)		(24)	(20)

A slight increase of (£4k) in the forecasted underspend.

Area:- Other

Opening Budget 2013/14	Revised Budget 2013/14	Forecasted Position 2013/14	Estimated Gross Overspend / (Underspend)	Recommended Changes and Adjustments	Net Overspend / (Underspend)	Quarter 2 Net Overspend / (Underspend)
£'000	£'000	£'000	£'000	£'000	£'000	£'000
5,178	5,343	5,375	32		32	(4)

An overspend position of £32k including £11k on Country Parks, £9k on Halls and £8k on Museums.

REVENUE BUDGET 2013/14 - THIRD QUARTER REVIEW

Economy and Community Department Summary Position	Opening Budget 2013/14	Revised Budget 2013/14	Forecasted Position 2013/14	Estimated Gross Overspend / (Underspend)	Recommended Changes and Adjustments	Net Overspend / (Underspend)	Quarter 2 Net Overspend / (Underspend)
Area:-	£'000	£'000	£'000	£'000	£'000	£'000	£'000
Maritime	(51)	(53)	76	129	0	129	195
Business Support	121	81	17	(64)	0	(64)	(57)
Skills and Enterprise	26	35	(5)	(40)	0	(40)	(40)
Youth Service	1,150	1,174	1,150	(24)	0	(24)	(20)
Other	5,178	5,343	5,375	32	0	32	(4)
Economy and Community Total	6,424	6,580	6,613	33	0	33	74

The Department is already considering different measures to clear the overspend position by the end of the financial year, including the use of various specific departmental reserve funds.

REVENUE BUDGET 2013/14 - THIRD QUARTER REVIEW**DEPARTMENT: HIGHWAYS AND MUNICIPAL****Relating to Waste****Area:- Waste Disposal**

Opening Budget 2013/14	Revised Budget 2013/14	Forecasted Position 2013/14	Estimated Gross Overspend / (Underspend)	Recommended Changes and Adjustments	Net Overspend / (Underspend)	Quarter 2 Net Overspend / (Underspend)
£'000	£'000	£'000	£'000	£'000	£'000	£'000
3,627	3,788	3,916	128		128	144

A slight reduction of (£16k) in the forecasted overspend level, mainly due to the failure to achieve a reduction in the volume of waste produced in accordance with the original programme, resulting in higher landfill tax costs. An early decision on the frequency of collection would contribute substantially in reducing the cost of this service in 2014/15.

Area:- Transfer and Treatment Sites

Opening Budget 2013/14	Revised Budget 2013/14	Forecasted Position 2013/14	Estimated Gross Overspend / (Underspend)	Recommended Changes and Adjustments	Net Overspend / (Underspend)	Quarter 2 Net Overspend / (Underspend)
£'000	£'000	£'000	£'000	£'000	£'000	£'000
1,074	1,328	1,415	87		87	54

An increase of £33k to the forecasted overspend position for the second quarter, including an overspend arising from the failure to meet the target on food recycling together with the failure to achieve various income targets. The situation was alleviated to some extent by the use of the favourable position of other financial sources within the Department.

REVENUE BUDGET 2013/14 - THIRD QUARTER REVIEW**DEPARTMENT: HIGHWAYS AND MUNICIPAL****Relating to Waste**

Area:- Waste Collection and Recycling

Opening Budget 2013/14	Revised Budget 2013/14	Forecasted Position 2013/14	Estimated Gross Overspend / (Underspend)	Recommended Changes and Adjustments	Net Overspend / (Underspend)	Quarter 2 Net Overspend / (Underspend)
£'000	£'000	£'000	£'000	£'000	£'000	£'000
4,221	3,583	3,796	213	(105)	108	153

The overspend position has increased by £60k since the second quarter and it includes an overspend of £195k on the costs of treating rubble materials, wood and green waste, a reduction of £105k in the Sustainable Waste Management Grant, a reduction of £68k in trade waste collection income but, also, an underspend of (£67k) in the costs of collection of recyclable materials, together with the use of the favourable position of other financial sources within the Department (£86k).

As with the Waste Collection heading above, an early decision regarding the frequency of collection would contribute substantially to the reduction of waste collection costs in 2014/15.

Also, the loss of grant is addressed below at the end of the Highways and Municipal Department part of this report, together with a specific recommendation on related budgetary support.

Area:- Trade Waste Collection

Opening Budget 2013/14	Revised Budget 2013/14	Forecasted Position 2013/14	Estimated Gross Overspend / (Underspend)	Recommended Changes and Adjustments	Net Overspend / (Underspend)	Quarter 2 Net Overspend / (Underspend)
£'000	£'000	£'000	£'000	£'000	£'000	£'000
10	334	293	(41)		(41)	(9)

An increase of (£33k) in the forecasted underspend as a result of the receipt of additional income.

REVENUE BUDGET 2013/14 - THIRD QUARTER REVIEW**DEPARTMENT: HIGHWAYS AND MUNICIPAL****Relating to Waste****Area:- Disposal Sites**

Opening Budget 2013/14	Revised Budget 2013/14	Forecasted Position 2013/14	Estimated Gross Overspend / (Underspend)	Recommended Changes and Adjustments	Net Overspend / (Underspend)	Quarter 2 Net Overspend / (Underspend)
£'000	£'000	£'000	£'000	£'000	£'000	£'000
2,821	2,580	2,851	271	(206)	65	201

An increase of £70k from the previous overspend position, due to higher operational costs of £56k and additional costs of £14k relating to the changes at Ffridd Rasmus.

At the three related sites, Ffridd Rasmus, Llwyn Isaf and Cilgwyn, the remaining overspend includes higher expenditure of £117k due to effluence and £89k loss of income on royalties.

This aspect is also referred to further at the end of the Highways and Municipal Department section of this report, together with a specific recommendation regarding relevant financial support.

Area:- Other (Waste)

Opening Budget 2013/14	Revised Budget 2013/14	Forecasted Position 2013/14	Estimated Gross Overspend / (Underspend)	Recommended Changes and Adjustments	Net Overspend / (Underspend)	Quarter 2 Net Overspend / (Underspend)
£'000	£'000	£'000	£'000	£'000	£'000	£'000
1,105	1,426	1,432	6		6	(7)

A fairly neutral net position on various budget headings.

REVENUE BUDGET 2013/14 - THIRD QUARTER REVIEW**DEPARTMENT: HIGHWAYS AND MUNICIPAL****Area:- Highways and Lighting**

Opening Budget 2013/14	Revised Budget 2013/14	Forecasted Position 2013/14	Estimated Gross Overspend / (Underspend)	Recommended Changes and Adjustments	Net Overspend / (Underspend)	Quarter 2 Net Overspend / (Underspend)
£'000	£'000	£'000	£'000	£'000	£'000	£'000
10,171	10,264	10,250	(14)		(14)	(14)

The position is fairly neutral but, due to the adverse weather at the end of December and the beginning of January, the Department has delayed expenditure on the originally planned work programme in order to finance the additional cost of £150k of the work required to deal with the floods.

Area:- Bereavement Services

Opening Budget 2013/14	Revised Budget 2013/14	Forecasted Position 2013/14	Estimated Gross Overspend / (Underspend)	Recommended Changes and Adjustments	Net Overspend / (Underspend)	Quarter 2 Net Overspend / (Underspend)
£'000	£'000	£'000	£'000	£'000	£'000	£'000
355	372	346	(26)		(26)	(70)

A reduction of £44k from the previous forecasted underspend, mainly due to a reduction in the number of cremations.

REVENUE BUDGET 2013/14 - THIRD QUARTER REVIEW**DEPARTMENT: HIGHWAYS AND MUNICIPAL**Area:- **Open Spaces**

Opening Budget 2013/14	Revised Budget 2013/14	Forecasted Position 2013/14	Estimated Gross Overspend / (Underspend)	Recommended Changes and Adjustments	Net Overspend / (Underspend)	Quarter 2 Net Overspend / (Underspend)
£'000	£'000	£'000	£'000	£'000	£'000	£'000
727	698	721	23		23	52

A reduction of (£29k) in the overspend level since the previous review, following the receipt of additional external income.

Area:- **Other**

Opening Budget 2013/14	Revised Budget 2013/14	Forecasted Position 2013/14	Estimated Gross Overspend / (Underspend)	Recommended Changes and Adjustments	Net Overspend / (Underspend)	Quarter 2 Net Overspend / (Underspend)
£'000	£'000	£'000	£'000	£'000	£'000	£'000
4,402	4,492	4,481	(11)		(11)	(57)

A fairly neutral net position on a number of various budget headings.

REVENUE BUDGET 2013/14 - THIRD QUARTER REVIEW

Highways and Municipal Service (including Trunk Road Agency) Summary Position	Opening Budget 2013/14	Revised Budget 2013/14	Forecasted Position 2013/14	Estimated Gross Overspend / (Underspend)	Recommended Changes and Adjustments	Net Overspend / (Underspend)	Quarter 2 Net Overspend / (Underspend)
Area:-	£'000	£'000	£'000	£'000	£'000	£'000	£'000
Waste Disposal	3,627	3,788	3,916	128	0	128	144
Transfer and Treatment Sites	1,074	1,328	1,415	87	0	87	54
Waste Collection and Recycling	4,221	3,583	3,796	213	(105)	108	153
Trade Waste Collection	10	334	293	(41)	0	(41)	(9)
Disposal Sites	2,821	2,580	2,851	271	(206)	65	201
Other (Waste)	1,105	1,426	1,432	6	0	6	(7)
Total Relating to Waste	12,858	13,039	13,703	664	(311)	353	536
Highways and Lighting	10,171	10,264	10,250	(14)	0	(14)	(14)
Bereavement Services	355	372	346	(26)	0	(26)	(70)
Open Spaces	727	698	721	23	0	23	52
Other	4,402	4,492	4,481	(11)	0	(11)	(57)
Total Highways and Municipal	28,513	28,865	29,501	636	(311)	325	447

REVENUE BUDGET 2013/14 - THIRD QUARTER REVIEW**DEPARTMENT: HIGHWAYS AND MUNICIPAL**

In general - By now, the forecasted total net overspend for the Highways and Municipal Department is £636k , an increase of £189k since the second quarter position. The position has worsened due to the effect of the adverse weather and the December/January floods, despite the fact that the Department has stopped expenditure of £150k on the current work programme to deal with the additional restoration costs. Additionally, the Highways and Municipal Department has used a combination of internal works budgets and reserve funds to contribute £306k towards the overspend position under ' Relating to Waste'.

In the past, the Cabinet would recommend additional budgets to the Department in circumstances involving additional effluence costs, reduction in income from royalties and loss of grant.

In the meeting on 26 November 2013 the Cabinet stated that, due to the challenging financial situation, the Council would have less flexibility in future to use corporate resources to compensate the departments in such circumstances as these, and that evidence would be required to show the departmental control steps have that been taken to reduce the overspend for the remainder of 2013/14. After considering the steps already taken by the Department to reduce the level of overspend, the Cabinet would perhaps wish to recommend, for this year only, an additional one-off budget of £311k which corresponds to the value of the loss of grant, effluence costs and the loss of income from royalties.

Under the circumstances, **it is recommended** that an additional budget of £311k should be released to the Highways and Municipal Department on a one-off basis, which corresponds to the value of the grant lost, the cost of effluence and the loss of electricity royalty income, to be financed from the favourable position within the Corporate Budgets as seen below.

REVENUE BUDGET 2013/14 - THIRD QUARTER REVIEW**DEPARTMENT: REGULATORY****Area:- Development Control**

Opening Budget 2013/14	Revised Budget 2013/14	Forecasted Position 2013/14	Estimated Gross Overspend / (Underspend)	Recommended Changes and Adjustments	Net Overspend / (Underspend)	Quarter 2 Net Overspend / (Underspend)
£'000	£'000	£'000	£'000	£'000	£'000	£'000
533	524	493	(31)		(31)	11

An improvement of (£42k) to the overspend position of £11k forecasted in the second quarter, including higher staff costs of £48k due to long-term sickness, additional costs of £49k to digitalise planning files, but also an underspend of (£26k) on transport costs and additional fee income of (£113k).

Area:- Structure Maintenance

Opening Budget 2013/14	Revised Budget 2013/14	Forecasted Position 2013/14	Estimated Gross Overspend / (Underspend)	Recommended Changes and Adjustments	Net Overspend / (Underspend)	Quarter 2 Net Overspend / (Underspend)
£'000	£'000	£'000	£'000	£'000	£'000	£'000
1,140	1,140	1,196	56		56	(2)

An overspend position as a result of additional work on county bridges.

REVENUE BUDGET 2013/14 - THIRD QUARTER REVIEW**DEPARTMENT: REGULATORY****Area:- Car Parks**

Opening Budget 2013/14	Revised Budget 2013/14	Forecasted Position 2013/14	Estimated Gross Overspend / (Underspend)	Recommended Changes and Adjustments	Net Overspend / (Underspend)	Quarter 2 Net Overspend / (Underspend)
£'000	£'000	£'000	£'000	£'000	£'000	£'000
(710)	(712)	(681)	31		31	3

An increase of £28k in the forecasted overspend position mainly due to a reduction of £41k in car park income, a reduction of £33k in parking enforcement fees, however an underspend of (£49k) in parking enforcement operating costs.

Area:- Public Transport

Opening Budget 2013/14	Revised Budget 2013/14	Forecasted Position 2013/14	Estimated Gross Overspend / (Underspend)	Recommended Changes and Adjustments	Net Overspend / (Underspend)	Quarter 2 Net Overspend / (Underspend)
£'000	£'000	£'000	£'000	£'000	£'000	£'000
1,532	1,746	1,776	30		30	(4)

An overspend position of £30k, including higher bus contract costs of £122k, an underspend of (£58k) on staff costs, an underspend of (£9k) on general services and (£23k) additional one-off income.

REVENUE BUDGET 2013/14 - THIRD QUARTER REVIEW**DEPARTMENT: REGULATORY**Area:- **Public Protection**

Opening Budget 2013/14	Revised Budget 2013/14	Forecasted Position 2013/14	Estimated Gross Overspend / (Underspend)	Recommended Changes and Adjustments	Net Overspend / (Underspend)	Quarter 2 Net Overspend / (Underspend)
£'000	£'000	£'000	£'000	£'000	£'000	£'000
2,107	2,083	2,015	(68)		(68)	(40)

An increase of (£28k) in the underspend position to (£68k) which includes staff savings of (£39k) due, in part, to achieving the 2014/15 saving scheme ahead of schedule, an underspend of (£6k) on supplies and services and transport costs and the receipt of additional income of (£23k).

Area:- **Other**

Opening Budget 2013/14	Revised Budget 2013/14	Forecasted Position 2013/14	Estimated Gross Overspend / (Underspend)	Recommended Changes and Adjustments	Net Overspend / (Underspend)	Quarter 2 Net Overspend / (Underspend)
£'000	£'000	£'000	£'000	£'000	£'000	£'000
11,255	11,064	11,030	(34)		(34)	(3)

An underspend position of (£34k) including a net underspend of (£10k) on Enforcement, Transport and Street Maintenance and an underspend of (£23k) on Public Footpaths.

REVENUE BUDGET 2013/14 - THIRD QUARTER REVIEW

Regulatory (Planning, Transportation and Public Protection) Department Summary position	Opening Budget 2013/14	Revised Budget 2013/14	Forecasted Position 2013/14	Estimated Gross Overspend / (Underspend)	Recommended Changes and Adjustments	Net Overspend / (Underspend)	Quarter 2 Net Overspend / (Underspend)
Area:-	£'000	£'000	£'000	£'000	£'000	£'000	£'000
Development Control	533	524	493	(31)	0	(31)	11
Structure Maintenance	1,140	1,140	1,196	56	0	56	(2)
Car Parks	(710)	(712)	(681)	31	0	31	3
Public Transport	1,532	1,746	1,776	30	0	30	(4)
Public Protection	2,107	2,083	2,015	(68)	0	(68)	(40)
Other	11,255	11,064	11,030	(34)	0	(34)	(3)
Regulatory Department Total	15,857	15,845	15,829	(16)	0	(16)	(35)

REVENUE BUDGET 2013/14 - THIRD QUARTER REVIEW**DEPARTMENT: CONSULTANCY**

Area:- **Consultancy Service
(Roads and
Engineering)**

Opening Budget 2013/14	Revised Budget 2013/14	Forecasted Position 2013/14	Estimated Gross Overspend / (Underspend)	Recommended Changes and Adjustments	Net Overspend / (Underspend)	Quarter 2 Net Overspend / (Underspend)
£'000	£'000	£'000	£'000	£'000	£'000	£'000
(200)	(313)	(270)	43		43	168

Following a difficult year in 2012/13, the situation is continuing to improve this year, with the overspend of £168k forecasted in the second quarter being reduced (£125k) to £43k, through a combination of underspending on staff costs, generating more fee income and an underspend on other operating costs.

Following a comprehensive review of the Department's financial arrangements and processes, a relevant operating scheme is in place to try to respond to a number of findings. Up to now, there has been good progress with a number of issues fully implemented and others still in the process of being implemented.

Area:- **Building Regulations
(including Dangerous
Structures)**

Opening Budget 2013/14	Revised Budget 2013/14	Forecasted Position 2013/14	Estimated Gross Overspend / (Underspend)	Recommended Changes and Adjustments	Net Overspend / (Underspend)	Quarter 2 Net Overspend / (Underspend)
£'000	£'000	£'000	£'000	£'000	£'000	£'000
316	330	325	(5)		(5)	(22)

A reduction of £17k since the previous underspend forecast, mainly due to a reduction in income fees received.

REVENUE BUDGET 2013/14 - THIRD QUARTER REVIEW**DEPARTMENT: CONSULTANCY**

Area:-	Building Unit	Opening Budget 2013/14	Revised Budget 2013/14	Forecasted Position 2013/14	Estimated Gross Overspend / (Underspend)	Recommended Changes and Adjustments	Net Overspend / (Underspend)	Quarter 2 Net Overspend / (Underspend)
		£'000	£'000	£'000	£'000	£'000	£'000	£'000
		0	150	15	(135)		(135)	(135)

The latest forecasts are consistent with those reported upon in the second quarter. The underspend position (£135k) is due to the receipt of additional internal income fees.

Area:-	Other	Opening Budget 2013/14	Revised Budget 2013/14	Forecasted Position 2013/14	Estimated Gross Overspend / (Underspend)	Recommended Changes and Adjustments	Net Overspend / (Underspend)	Quarter 2 Net Overspend / (Underspend)
		£'000	£'000	£'000	£'000	£'000	£'000	£'000
		799	891	891	0		0	0

A fairly neutral position on a number of various budget headings.

REVENUE BUDGET 2013/14 - THIRD QUARTER REVIEW

Consultancy Department Summary Position	Opening Budget 2013/14	Revised Budget 2013/14	Forecasted Position 2013/14	Estimated Gross Overspend / (Underspend)	Recommended Changes and Adjustments	Net Overspend / (Underspend)	Quarter 2 Net Overspend / (Underspend)
Area:-	£'000	£'000	£'000	£'000	£'000	£'000	£'000
Consultancy Service (Roads and Engineering)	(200)	(313)	(270)	43	0	43	168
Building Regulations (including Dangerous Structures)	316	330	325	(5)	0	(5)	(22)
Building Unit	0	150	15	(135)	0	(135)	(135)
Other	799	891	891	0	0	0	0
Consultancy Department Total	915	1,058	961	(97)	0	(97)	11

REVENUE BUDGET 2013/14 - THIRD QUARTER REVIEW**DEPARTMENT: HUMAN RESOURCES**

		Opening Budget 2013/14	Revised Budget 2013/14	Forecasted Position 2013/14	Estimated Gross Overspend / (Underspend)	Recommended Changes and Adjustments	Net Overspend / (Underspend)	Quarter 2 Net Overspend / (Underspend)
		£'000	£'000	£'000	£'000	£'000	£'000	£'000
Department:-	Human Resources							
	Expenditure		3,612					
	Income and Recharges		(3,439)					
	Net Total	173	161	158	(3)		(3)	(7)

A slight reduction of £4k in the net underspend previously forecasted. Although the position on the whole is fairly neutral, it includes a £43k overspend from additional contributions to establishments dealing with placements for disabled workers, an overspend of £8k on Health and Safety and, also, an underspend of (£34k) by the Support Service (due to one-off staff savings), (£15k) from achieving some saving schemes in advance and an underspend of (£7k) by the Operating Unit (Occupational Health) by generating additional income.

DEPARTMENT: FINANCE

		Opening Budget 2013/14	Revised Budget 2013/14	Forecasted Position 2013/14	Estimated Gross Overspend / (Underspend)	Recommended Changes and Adjustments	Net Overspend / (Underspend)	Quarter 2 Net Overspend / (Underspend)
		£'000	£'000	£'000	£'000	£'000	£'000	£'000
Department:-	Finance							
	Expenditure		7,468					
	Income and Recharges		(6,315)					
	Net Total	1,153	1,192	1,176	(16)		(16)	(23)

A slight reduction of £7k in the net underspend previously forecasted. The position includes one-off staff savings of (£91k), additional one-off costs of £50k for software and licences for information technology systems and a reduction of £46k in the Subsidy (DWP grant) for Adminstrating Housing Benefits and Council Tax Reductions.

REVENUE BUDGET 2013/14 - THIRD QUARTER REVIEW**DEPARTMENT: DEMOCRACY AND LEGAL**

	Opening Budget 2013/14	Revised Budget 2013/14	Forecasted Position 2013/14	Estimated Gross Overspend / (Underspend)	Recommended Changes and Adjustments	Net Overspend / (Underspend)	Quarter 2 Net Overspend / (Underspend)
	£'000	£'000	£'000	£'000	£'000	£'000	£'000
Department:- Democracy and Legal							
Expenditure	3,197						
Income and Recharges	(2,584)						
Net Total	613	625	653	28		28	38

An improvement of (£10k) on the overspend position of £38k forecasted previously. The movement is due to a reduction of (£7k) in staff training costs, additional income of (£7k) from Land Charges and a slight overspend of £4k on a number of other headings.

DEPARTMENT: CUSTOMER CARE

	Opening Budget 2013/14	Revised Budget 2013/14	Forecasted Position 2013/14	Estimated Gross Overspend / (Underspend)	Recommended Changes and Adjustments	Net Overspend / (Underspend)	Quarter 2 Net Overspend / (Underspend)
	£'000	£'000	£'000	£'000	£'000	£'000	£'000
Department:- Customer Care							
Expenditure	13,018						
Income and Recharges	(10,992)						
Net Total	2,026	2,103	2,072	(31)		(31)	(26)

A slight increase of (£5k) in the net underspend forecasted previously. The (£31k) net includes an underspend of (£152k) by the Information Technology Unit due to one-off staff savings together with their success in generating additional income, an underspend of (£17k) by the Information Unit due to one-off staff savings and an underspend of (£37k) by the Communications Unit due to staff savings.

Against this, there is an overspend of £80k on the Telephone Service due to the failure to achieve its savings scheme in full, an overspend of £29k by the Emergency Planning Unit, an overspend of £31k by the Library Service mainly due to income deficit, an overspend of £24k by the Property Unit and an overspend of £13k by Siopau Gwynedd.

REVENUE BUDGET 2013/14 - THIRD QUARTER REVIEW**DEPARTMENT: STRATEGIC AND IMPROVEMENT**

		Opening Budget 2013/14	Revised Budget 2013/14	Forecasted Position 2013/14	Estimated Gross Overspend / (Underspend)	Recommended Changes and Adjustments	Net Overspend / (Underspend)	Quarter 2 Net Overspend / (Underspend)
		£'000	£'000	£'000	£'000	£'000	£'000	£'000
Department:-	Strategic and Improvement	Expenditure	8,433					
		Income and Recharges	(7,710)					
		Net Total	723	890	807	(83)		(83)

An underspend position of (£83k) which is fairly consistent with that forecasted previously, and includes an underspend of (£25k) by the Research and Information Unit due to additional income received, an underspend of (£21k) by the Housing Policy Unit, an underspend of (£35k) by the Delivery and Change Management Service and an underspend of (£13k) by the Verifying Service mainly due to one-off staff savings.

CORPORATE MANAGEMENT TEAM BUDGET

		Opening Budget 2013/14	Revised Budget 2013/14	Forecasted Position 2013/14	Estimated Gross Overspend / (Underspend)	Recommended Changes and Adjustments	Net Overspend / (Underspend)	Quarter 2 Net Overspend / (Underspend)
		£'000	£'000	£'000	£'000	£'000	£'000	£'000
Department:-	Corporate Management Team	Expenditure	779					
		Income and Recharges	(779)					
		Net Total	0	69	69	0		0

A neutral position is forecasted this year.

REVENUE BUDGET 2013/14 - THIRD QUARTER REVIEW

Central Services Summary Position	Opening Budget 2013/14	Revised Budget 2013/14	Forecasted Position 2013/14	Estimated Gross Overspend / (Underspend)	Recommended Changes and Adjustments	Net Overspend / (Underspend)	Quarter 2 Net Overspend / (Underspend)
Department:-	£'000	£'000	£'000	£'000	£'000	£'000	£'000
Human Resources	173	161	158	(3)	0	(3)	(7)
Finance	1,153	1,192	1,176	(16)	0	(16)	(23)
Democracy and Legal	613	625	653	28	0	28	38
Customer Care	2,026	2,103	2,072	(31)	0	(31)	(26)
Strategic and Improvement	723	890	807	(83)	0	(83)	(93)
Corporate Management Team	0	69	69	0	0	0	0
Total Central Services	4,688	5,040	4,935	(105)	0	(105)	(111)

REVENUE BUDGET 2013/14 - THIRD QUARTER REVIEW**CORPORATE BUDGETS****Area:- Net Interest Received**

Opening Budget 2013/14	Revised Budget 2013/14	Forecasted Position 2013/14	Estimated Gross Overspend / (Underspend)	Recommended Changes and Adjustments	Net Overspend / (Underspend)	Quarter 2 Net Overspend / (Underspend)
£'000	£'000	£'000	£'000	£'000	£'000	£'000
			216		216	186

A further reduction of £30k in the level of net interest received in 2013/14, due to the general state of the investment market, with the interest rates level being exceptionally low. The income target has been adjusted accordingly when setting the budget for 2014/15.

Area:- Heritable Bank Investment ("Iceland")

Opening Budget 2013/14	Revised Budget 2013/14	Forecasted Position 2013/14	Estimated Gross Overspend / (Underspend)	Recommended Changes and Adjustments	Net Overspend / (Underspend)	Quarter 2 Net Overspend / (Underspend)
£'000	£'000	£'000	£'000	£'000	£'000	£'000
			(221)		(221)	(221)

A repayment of (£221k) above our prudent assumption has been received in relation to the Heritable Bank investments (Iceland), which brings the percentage reclaimed up to now to 94%.

REVENUE BUDGET 2013/14 - THIRD QUARTER REVIEW**CORPORATE BUDGETS**

Area:- **Council Tax**
(only the additional element is reported upon here)

Opening Budget 2013/14	Revised Budget 2013/14	Forecasted Position 2013/14	Estimated Gross Overspend / (Underspend)	Recommended Changes and Adjustments	Net Overspend / (Underspend)	Quarter 2 Net Overspend / (Underspend)
£'000	£'000	£'000	£'000	£'000	£'000	£'000
			(810)	461	(349)	(520)

By now, the 'residual' council tax is forecasted to increase from (£520k) to (£810k). It should be remembered that this 'residue' is expected following the Welsh Government's decision in January 2013 to (partly) finance historical levels of support (up to 100%) for individuals to pay Council Tax. This came after Gwynedd Council's decision to reduce the related notional collection rate to 97.5% for 2013/14 (for 2014/15 the notional collection rate has been increased back to 99%).

The probable flexibility of (£810k) this year has taken into account the Council's element of the 2013/14 Council Tax Reduction Scheme which has, by now, reduced to £186k.

As referred to above under the Social Services, Housing and Leisure Department - Provider Service and the Highways and Municipal Department - General, **it is recommended** that an additional budget of £461k is released from this heading to finance the additional budget allocations to the two Departments on a one-off basis.

REVENUE BUDGET 2013/14 - THIRD QUARTER REVIEW

Corporate Summary Position	Opening Budget 2013/14	Revised Budget 2013/14	Forecasted Position 2013/14	Estimated Gross Overspend / (Underspend)	Recommended Changes and Adjustments	Net Overspend / (Underspend)	Quarter 2 Net Overspend / (Underspend)
Area:-	£'000	£'000	£'000	£'000	£'000	£'000	£'000
Net Interest Received	0	0	0	216	0	216	186
Heritable Bank Investment ("Iceland")	0	0	0	(221)	0	(221)	(221)
Council Tax (only the additional element is reported upon here)	0	0	0	(810)	461	(349)	(520)
Corporate Total	0	0	0	(815)	461	(354)	(555)