

CITY DEVELOPMENT 15/16 BUDGET

APPENDIX A

Overall - The month 8 forecast variation is that the Directorate will spend £0.16m below the £48m net managed budget. This is a similar position to that reported for Period 7. It is also projected that the Directorate will receive additional one off income in achieving its balanced position. **Staffing** - An underspend of just over £1,035k is projected. The budgeted reduction in FTEs has been achieved following over 100 staff leaving the Directorate through the Early Leaver Initiative scheme in the final quarter of 2014/15. Vacancies will continue to be closely managed during the remainder of the year to ensure that further savings are realised. **Income** - the forecast position is an overachievement of £284k with a projected shortfall in advertising and other income in Asset Management and in Sport offset by additional income in other services.

Planning and Sustainable Development - is forecast to spend below budget by £58k. Staffing is expected to be slightly above budget. The service is still experiencing high volumes of planning applications and workloads and at Period 8 planning and building fee income is £3,259k against the phased budget of £3,134k. Total income is projected to be above budget by £50k.

Economic Development - is forecast to spend within budget. The main risk area is the level of income and expenditure at Kirkgate Market, particularly with the commencement of the re-development scheme. Income at Kirkgate Market is currently in line with the budgeted assumptions.

Asset Management and Regeneration - is forecast to overspend by £446k. Staffing is projected to underspend by £412k as a result of a number of vacant posts. A shortfall in income of £1,364k is forecast, mainly due to longer lead in times required to secure new income from various budget initiatives including new commercial property acquisitions, additional advertising income and income from operating additional car parking at the Leeds International Pool site. Although all these are progressing income will be less than the budgeted assumptions this financial year.

Highways and Transportation - is forecast to spend within budget with an underspend on staffing and additional spend on premises and supplies and services offset by additional income mainly as a result of additional spend on contractors reflecting the increase in work that the service is managing.

Libraries, Arts and Heritage - is projected to overspend by £142k. The overspend is as a result of some budget actions not progressing as quickly as assumed in the budget. The budget for the district library service has now been transferred to Citizens and Communities.

Sport and Active Recreation - The service is expected to spend slightly below budget with a shortfall in income of £286k expected to be offset by expenditure savings including savings on energy costs.

Resources and Strategy - is projected to have an underspend of £638k. This underspend is as a result of additional one-off income that is expected to be received in the

Budget Management - net variations against the approved budget

	PROJECTED VARIANCES														Total (under) / overspend £'000
	Expenditure Budget	Income Budget	Latest Estimate	Staffing	Premises	Supplies & Services	Transport	Internal Charges	External Providers	Transfer Payments	Capital	Appropriation	Total Expenditure	Income	
	£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000	
Planning and Sustainable Development	8,963	(5,496)	3,467	7	2	(8)	(12)	2					(9)	(49)	(58)
Economic Development	4,915	(3,985)	930	(26)	192	(190)	3	34					13	(13)	0
Asset Management and Regeneration	11,756	(10,698)	1,058	(412)	(28)	(82)	(14)	(339)		(43)			(918)	1,364	446
Highways and Transportation	56,633	(36,349)	20,284	(356)	386	816	(59)	5					792	(792)	0
Libraries, Arts and Heritage	22,669	(8,145)	14,524	(146)	(7)	679	11	69	20	1			627	(485)	142
Sport and Active Recreation	25,212	(19,117)	6,095	(136)	(190)	(4)	(7)	(1)		(1)			(339)	286	(53)
Resources and Strategy	1,571	(108)	1,463	34	0	(33)		(44)					(43)	(595)	(638)
Total	131,719	(83,898)	47,821	(1,035)	355	1,178	(78)	(274)	20	(43)	0	0	123	(284)	(161)

Key Budget Action Plans and Budget Variations:

				RAG	Action Plan Value	Forecast Variation against Plan/Budget
					£'000	£'000
		Lead Officer	Additional Comments			
A. Budget Action Plans						
1.	Efficient and enterprising Council - Reduction in asset running costs	Ben Middleton	Mostly savings on Merrion rent and on schedule to be delivered. Merrion purchase completed end of May.		560	0
2.	Dimming/switching off street lights	Gary Bartlett	A further report on delivery options being produced for discussion with the Executive Member. Proposals may need to include invest to save initiative. Other savings expected to make up any shortfall this financial year. This includes savings on fuel of approximately £75.		300	0
3.	Staff savings through ELIs and vacancies	Ed Mylan	ELI reductions managed across directorate. FTE reductions achieved following a number of ELI leavers at the end of March.		680	0
4.	Joint working with WYCA and City Region efficiencies	Tom Bridges	Leeds and Partners now wound up and new arrangements put in place which will deliver the budgeted savings. The budgeted £250k contribution from L&P reserves has been received.		950	0
5.	New income in Asset Management including increased income from advertising from 2 new advertising towers, new commercial property acquisitions and income from establishing a temporary car park on the LIP site	Chris Gomersall/ Ben Middleton	JC Decaux progressing with the new sites including discharging the planning conditions. They are also progressing with awarding appropriate contracts. Determination period a min of 8 weeks, construction 4-6 mths. Earliest 'go live' date estimated end December. Max potential income 15/16 is £140k. Harper St car park purchased, additional acquisition on hold. LIP car park opened at the beginning of September 2015.		700	620
6.	Increased income Planning and Building Control	Tim Hill	Pre-application planning charges have been implemented and there is an increased income target for building control. Additional income is also assumed from the Community Infrastructure Levy to fund administration costs. The authority has now started to receive CL income.		300	0
7.	Other additional income from fees and charges/VAT exemption and changes in volumes	Various CO's	Proposed price increases have been implemented. No significant variations expected.		810	0
8.	Arts grant reduction - new funding arrangements	Cluny MacPherson	New grant allocations will deliver the savings. DDN published 25 March and implemented 1st April		500	0
9.	Other Culture savings. Including savings on the events budget, Breeze and CAT proposals for Pudsey Civic Hall and Yeadon Tarn Sailing Centre and other running cost savings	Cluny MacPherson	Most saving proposals being implemented. The CAT opportunities are in the process of being advertised.		820	140
10.	Savings in Sport and Active Recreation including reduction in operating hours and realignment of sports development unit	Cluny MacPherson	Detailed proposals being worked up. Any changes will require consultation therefore implementation not possible by 1 April and likely now to be January 16 and this will impact on savings target although expected to be offset by other savings.		200	60
11.	Reduction in highways maintenance budgets	Gary Bartlett	Budget reduced		360	0
B. Other Significant Variations						
1.	Other Staff savings	Ed Mylan	Projected net savings from vacancies and expected ELIs			(355)
2.	Other expenditure	Ed Mylan	Net other variations.			(31)
3.	Other Income (net)	Ed Mylan	Additional one off income anticipated to be received in 15/16 subject to final agreement being reached.			(595)
City Development Directorate - Forecast Variation						(161)