

Service	Corporate Services, LGSS Managed and LGSS Cambridge Office
Subject	Finance Monitoring Report – May 2020

Appendix A

KEY INDICATORS

Status	Category	Target	Current Status	Section Ref.
N/A	Income and Expenditure	Balanced year end position	Amber	1.1 – 1.3
N/A	Capital Programme	Remain within overall resources	Green	2

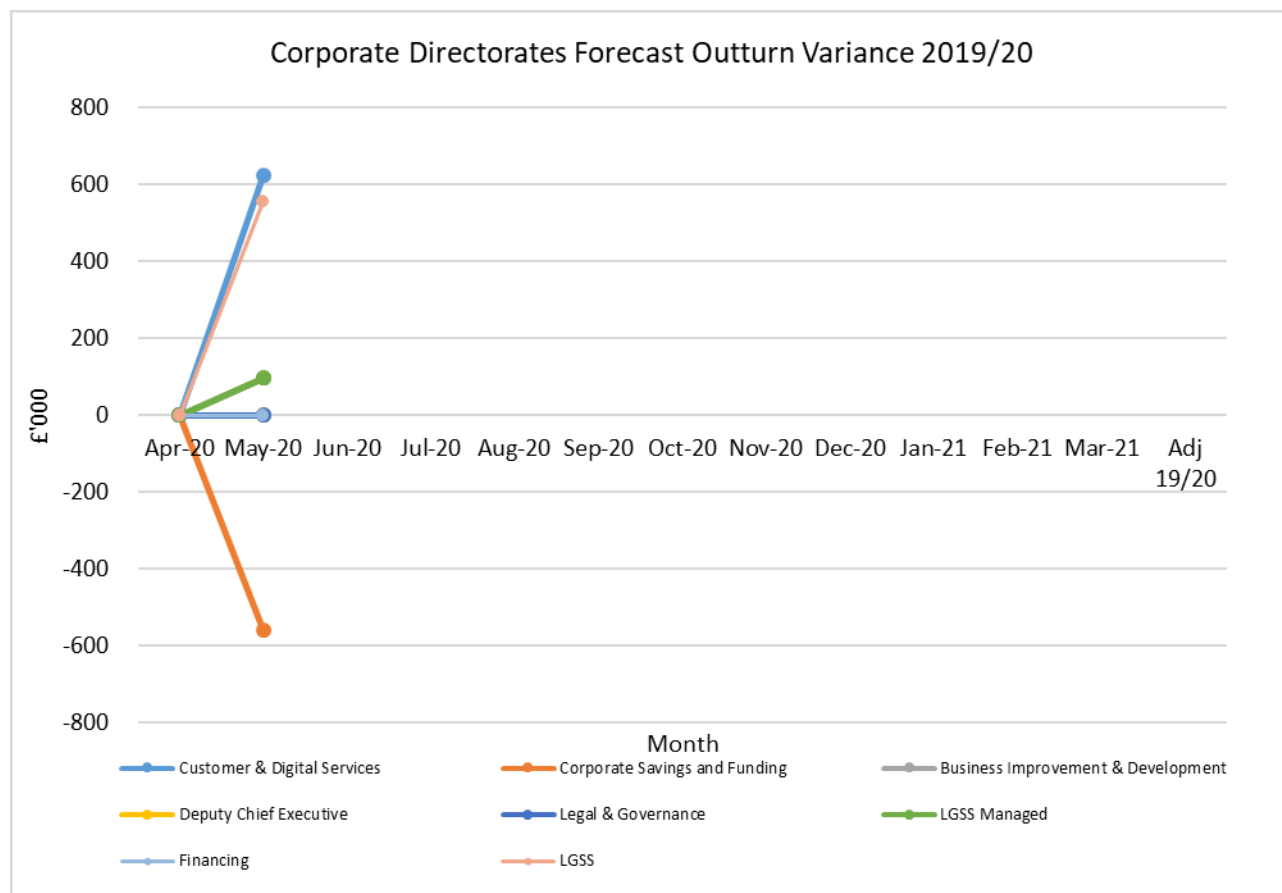
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Appx 5	Technical Appendix	This contains technical financial information for Corporate Services and LGSS managed showing: <ul style="list-style-type: none"> Grant income received Budget virements into or out of Corporate Services Service reserves 	13-18
Appx 7	Service commentaries	Detailed notes on financial position of LGSS Cambridge Office that are predicting not to achieve their budget	17
Appx 8	Technical Appendix	This contains technical financial information for LGSS Cambridge Office: <ul style="list-style-type: none"> Grant income received Budget virements into or out of LGSS Cambridge Office Service reserves 	21

1. Revenue Executive Summary

1.1 Overall Position

Corporate Services, Financing costs and LGSS Managed has a budget of £57,935k in 2020/21 and is currently forecasting an overspend of £200k.



1.2 Summary of Revenue position by Directorate

Directorate	Budget £'000	Actual £'000	Outturn Variance £'000	Outturn Variance %	Status
Customer & Digital Services	9,031	1,995	623	6.9%	Amber
Corporate Savings & Funding	2,311	0	-557	-24.1%	Green
Business Improvement & Development	1,027	780	0	0.0%	Green
Resources Directorate	2,005	339	0	0.0%	Green
Legal & Governance	2,019	382	37	1.8%	Amber
Financing Costs	29,570	-3,282	0	0.0%	Green
LGSS Managed	11,971	1,287	97	0.8%	Amber
Total	57,935	1,500	200	0.3%	

The service level budgetary control report for Corporate Services, Financing Costs and LGSS Managed can be found in [appendix 1](#).

Pressures and deficits within LGSS Operational budgets are the responsibility of the Joint Committee. Formal risk sharing arrangements are in place such that changes in service or financing impacting one partner are isolated from impacting other partners. In practice, this means that where there is risk (or additional requirements for) in-year savings for back-office services shared with or facing Northamptonshire County Council or Milton Keynes Council, these do not impact on the service received by Cambridgeshire County Council or impact any overspend to be handled by CCC.

Further analysis can be found in [appendix 2](#) for Corporate Services.

1.3 Significant Issues

Corporate Services and LGSS Managed are currently predicting an overspend of 200k.

Significant issues are detailed below:

Customer & Digital Services

Corporate and Digital Services budgets are currently predicting an overspend of £623k.

Covid-19 Pandemic

The total cost of Statutory duty for providing temporary Mortuary facilities is £1m.

Provision of body storage facility for 20 weeks	£718K
Utilities / Electricity	£30K
Estimated Staffing for 20 weeks based on 6 FTE	£135K
Additional equipment / transport	<u>£100K</u>
TOTAL	£983K

The costs may partly be offset with financial contribution from OLA's (such as Peterborough, Suffolk, Essex) if the bodies come from outside the County.

Corporate Savings and Funding

Corporate Savings and Funding are currently predicting an underspend of £557k. This is mainly due to forecast underspend in Central Services and Organisation-Wide Risks.

The favourable variance of £557k in this area is to offset the pressure reported by the LGSS Cambridge office, resulting from a shortfall on the savings target set for LGSS for 2019/20 which has been carried forward into 2020/21.

Business Improvement & Development

Business Improvement & Development budgets are currently predicting a balanced position.

There are no exceptions to report this month.

Resources Directorate

Resources Directorate budgets are currently predicting a balanced position.

There are no exceptions to report this month.

Legal and Governance

Legal and Governance is currently predicting an overspend of £37k. This is mainly due to a forecast overspend in Information Management.

There are no exceptions to report this month.

LGSS Managed

LGSS Managed budgets are currently predicting an overspend of £97k. This is mainly due to the overspend reported in IT managed, for the additional cost of 3,500 data sim connections.

Financing Costs

Financing Costs budget is currently predicting a balanced position.

There are no exceptions to report this month.

LGSS Cambridge Office

LGSS Cambridge Office budgets are currently predicting an overspend of £557k as a result of a shortfall on the £919k savings target set for LGSS for 2019/20 which has been carried forward into 2020/21. Some savings were identified and delivered in 2019/20, but the remainder were put on hold pending the outcomes of the review of the LGSS operating model.

2. Capital Executive summary

Corporate Services and Transformation has a capital budget of £17.2m in 2020/21 and there is expenditure to date of £411k.

LGSS Managed has a capital budget of £913k in 2020/21 and there is expenditure to date of £391k.

General Purposes Committee to approve the carry forward of funding from 2019/20 into 2020/21 and rephasing budgets for the following schemes:

Carry Forward/Rephasing Amount 20-21

Scheme	Other Funding Contribution £'000	Prudential Borrowing £'000
EastNet (CPSN Replacement)		273
Data Centre Relocation (£196k carry forward & £244k rephasing budget)		440
Investment in Connecting Cambridgeshire (13,649 carry forward and -7,859 rephasing budget into 21-22)	5,290	500
IT Strategy (1,554 carry forward and -1,554 rephasing of budget into 21-22)		0

3. Savings Tracker Summary

The savings tracker is produced quarterly. The first report will be available in the June Finance report.

4. Technical Notes

This appendix covers:

- Grants that have been received by the service, and where these have been more or less than expected
- Budget movements (virements) into or out of corporate services and LGSS Managed from other services (but not within corporate services and LGSS Managed), to show why the budget might be different from that agreed by Full Council
- Service reserves – funds held for specific purposes that may be drawn down in-year or carried-forward – including use of funds and forecast draw-down.

The appendices to this report can be viewed in the [online](#) version of the report.