

**OVERALL GENERAL REVENUE FUND FORECAST OUTTURN POSITION FOR**  
**2021/22**

A summary of the business as usual (BAU) forecast for quarter 2 2021/22 and movement since quarter 1 is shown in the following table:

<b>Portfolio</b>	<b>Budget Qtr 2 £M</b>	<b>BAU Annual Forecast Qtr 2 £M</b>	<b>BAU Forecast Variance Qtr 2 £M</b>	<b>BAU Forecast Variance Qtr 1 £M</b>	<b>BAU Variance Movement from Qtr 1 £M</b>
Children's Social Care	50.23	56.15	5.92 A	1.52 A	4.40 A
Communities, Culture & Heritage	12.74	12.62	0.12 F	0.14 F	0.02 A
Customer Service & Transformation	46.34	47.28	0.94 A	0.87 A	0.07 A
Education	6.74	6.78	0.04 A	0.05 F	0.09 A
Environment	1.58	1.47	0.12 F	0.00	0.12 F
Finance & Capital Assets	2.02	2.08	0.06 A	0.01 F	0.07 A
Growth	7.06	5.98	1.08 F	0.04 F	1.04 F
Health & Adult Social Care	82.89	84.35	1.46 A	0.44 A	1.02 A
Leader	5.27	5.26	0.01 F	0.10 A	0.11 F
<b>Total Portfolios</b>	<b>214.86</b>	<b>221.97</b>	<b>7.11 A</b>	<b>2.69 A</b>	<b>4.42 A</b>
Levies & Contributions	0.09	0.09	0.00	0.00	0.00
Capital Asset Management	7.95	7.95	0.00	0.00	0.00
Other Expenditure & Income	(49.05)	(49.05)	0.00	0.00	0.00
<b>Net Revenue Expenditure</b>	<b>173.85</b>	<b>180.96</b>	<b>7.11 A</b>	<b>2.69 A</b>	<b>4.42 A</b>
Council Tax	(103.68)	(103.68)	0.00	0.00	0.00
Business Rates	(26.56)	(26.56)	0.00	0.00	0.00
Non-Specific Government Grants	(43.61)	(43.61)	0.00	0.00	0.00
<b>Total Financing</b>	<b>(173.85)</b>	<b>(173.85)</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
<b>(SURPLUS) / DEFICIT</b>	<b>0.00</b>	<b>7.11</b>	<b>7.11 A</b>	<b>2.69 A</b>	<b>4.42 A</b>

NB Numbers are rounded

The forecast variance due to COVID-19 as at quarter 2 2021/22 and movement since quarter 1 is shown in the table below:

<b>Portfolio</b>	<b>COVID Forecast Variance Qtr 2 £M</b>	<b>COVID Forecast Variance Qtr 1 £M</b>	<b>COVID Variance Movement from Qtr 1 £M</b>
Children's Social Care	0.30 F	0.37 F	0.07 A
Communities, Culture & Heritage	0.03 A	0.16 A	0.13 F
Customer Service & Transformation	0.21 A	0.08 A	0.13 A
Education	0.02 A	0.02 A	0.00
Environment	0.03 A	0.07 A	0.04 F
Finance & Capital Assets	1.06 A	0.12 A	0.94 A
Growth	0.77 A	0.71 A	0.06 A
Health & Adult Social Care	0.02 A	0.23 A	0.21 F
Leader	0.03 A	0.03 A	0.00
<b>Total Portfolios</b>	<b>1.86 A</b>	<b>1.03 A</b>	<b>0.83 A</b>
Levies & Contributions	0.00	0.00	0.00
Capital Asset Management	0.00	0.00	0.00
Other Expenditure & Income	0.00	0.00	0.00
<b>Net Revenue Expenditure</b>	<b>1.86 A</b>	<b>1.03 A</b>	<b>0.83 A</b>
Council Tax	0.00	0.00	0.00
Business Rates	0.00	0.00	0.00
Non-Specific Government Grants	1.50 F	1.08 F	0.42 F
<b>Total Financing</b>	<b>1.50 F</b>	<b>1.08 F</b>	<b>0.42 F</b>
<b>(SURPLUS)/DEFICIT</b>	<b>0.36 A</b>	<b>0.04 F</b>	<b>0.40 A</b>

NB Numbers are rounded

## EXPLANATIONS BY PORTFOLIO

### 1. CHILDREN'S SOCIAL CARE PORTFOLIO

#### KEY REVENUE ISSUES – QUARTER 2 2021/22

The Portfolio is currently forecast to have a deficit of **£5.92M** for business as usual (BAU) activities, which represents a percentage variance against budget of 11.8%. The Portfolio forecast variance has moved adversely by **£4.40M** from the position reported at quarter 1.

In addition, there is a **£0.30M** surplus on the COVID-19 pandemic budget, an adverse movement of £0.07M from the position reported at quarter 1.

	<b>Forecast Variance Qtr 2 £M</b>	<b>Forecast Variance Qtr 1 £M</b>	<b>Movement from Qtr 1 £M</b>	<b>% of budget</b>
<b>Portfolio Outturn</b> business as usual	<b>5.92 A</b>	<b>1.52 A</b>	<b>4.40 A</b>	<b>11.8</b>
COVID-19 Pandemic	<b>0.30 F</b>	<b>0.37 F</b>	<b>0.07 A</b>	
<b>Total</b>	<b>5.62 A</b>	<b>1.15 A</b>	<b>4.47 A</b>	

A summary of the Portfolio business as usual forecast variance and movement since quarter 1 is shown in the table below:

<b>Service Area</b>	<b>BAU Forecast Variance Qtr 2 £M</b>	<b>BAU Forecast Variance Qtr 1 £M</b>	<b>BAU Variance Movement from Qtr 1 £M</b>
Looked After Children	4.39 A	1.52 A	2.87 A
Multi Agency Safeguarding Hub & Children in Need	0.34 A	0.00	0.34 A
Prevention & Inclusion Service	0.18 A	0.00	0.18 A
Quality Assurance Business Unit	0.21 A	0.00	0.21 A
Specialist Core Services	0.87 A	0.00	0.87 A
Other	0.07 F	0.00	0.08 F
<b>Total</b>	<b>5.92 A</b>	<b>1.52 A</b>	<b>4.40 A</b>

**The SIGNIFICANT business as usual movements between quarter 1 and quarter 2 for the Portfolio are:**

Service Area	Movement in BAU Forecast Variance Between Qtr 1 and Qtr 2 £M	Explanation:
Looked After Children	2.87 A	<p>The numbers and cost of Residential and Independent Fostering (IFA) placements within the service has continued to increase. Additionally, there has been a review of the current spend of the in house fostering payments. These have led to an adverse forecast increase for these placements of £1.0M.</p> <p>Additionally, the placement costs within the Pathways Team have also continued to increase due to increased demand and this has led to an adverse forecast for the year of £0.56M.</p> <p>There is also an adverse variance of £1.31M following a review of the disability JIGSAW spend against budget where there have been new residential cases and increases in current case costs, as well as spend related to unfunded service critical posts that are being addressed as part of the Destination 22 restructure.</p>
Multi Agency Safeguarding Hub & Children in Need	0.34 A	<p>The numbers of agency staff within this service has not been reducing as quickly as forecast due to demand in this service from case numbers and complexity and this has resulted in a yearly forecasted adverse variance of £0.34M.</p>
Quality Assurance Business Unit	0.21 A	<p>The adverse forecast movement of £0.21M relates to additional staffing costs. Of this amount, £0.15M relates to 3 fixed term posts recruited to manage critical demands within the Quality Assurance team. Additionally, further costs of £0.06M have been identified following a review of the agency spend against budget covering posts across this service.</p>
Specialist Core Services	0.87 A	<p>There have been demand increases of £0.87M in temporary accommodation and other preventative spend within the Protection and Court Team (PACT) to assist children and families within the city.</p>

A summary of the Portfolio COVID-19 forecast variance and movement since quarter 1 is shown in the table below:

<b>Service Area</b>	<b>COVID Forecast Variance</b>	<b>COVID Forecast Variance</b>	<b>COVID Variance Movement from Qtr 1 £M</b>
	<b>Qtr 2 £M</b>	<b>Qtr 1 £M</b>	
Looked After Children	0.30 F	0.37 F	0.07 A
<b>Total</b>	<b>0.30 F</b>	<b>0.37 F</b>	<b>0.07 A</b>

The are no SIGNIFICANT COVID-19 variance movements between quarter 1 and quarter 2 for the Portfolio.

## **2. COMMUNITIES, CULTURE & HERITAGE PORTFOLIO**

### **KEY REVENUE ISSUES – QUARTER 2 2021/22**

The Portfolio is currently forecast to have a surplus of **£0.12M** for business as usual (BAU) activities, which represents a percentage variance against budget of 0.8%. The Portfolio forecast variance has moved adversely by **£0.02M** from the position reported at quarter 1.

In addition, there is a **£0.03M** deficit on the COVID-19 pandemic budget, a favourable movement of £0.12M from the position reported at quarter 1.

	<b>Forecast Variance Qtr 2 £M</b>	<b>Forecast Variance Qtr 1 £M</b>	<b>Movement from Qtr 1 £M</b>	<b>% of budget</b>
<b>Portfolio Outturn</b> business as usual	<b>0.12 F</b>	<b>0.14 F</b>	<b>0.02 A</b>	<b>0.8%</b>
COVID-19 Pandemic	<b>0.03 A</b>	<b>0.16 A</b>	<b>0.12 F</b>	
<b>Total</b>	<b>0.09 F</b>	<b>0.02 A</b>	<b>0.11 F</b>	

A summary of the Portfolio business as usual forecast variance and movement since Quarter 1 is shown in the table below:

<b>Service Area</b>	<b>BAU Forecast Variance Qtr 2 £M</b>	<b>BAU Forecast Variance Qtr 1 £M</b>	<b>BAU Variance Movement from Qtr 1 £M</b>
Cultural Services	0.10 A	0.00	0.10 A
Grants to Voluntary Organisations	0.08 F	0.00	0.08 F
Stronger Communities	0.14 F	0.14 F	0.00
<b>Total</b>	<b>0.12 F</b>	<b>0.14 F</b>	<b>0.02 A</b>

**There were no SIGNIFICANT business as usual movements between Quarter 1 and Quarter 2 for the Portfolio.**

A summary of the Portfolio COVID-19 forecast variance and movement since Quarter 1 is shown in the table below:

<b>Service Area</b>	<b>COVID Forecast Variance Qtr 2 £M</b>	<b>COVID Forecast Variance Qtr 1 £M</b>	<b>COVID Variance Movement from Qtr 1 £M</b>
Private Sector Housing	0.06 A	0.06 A	0.00
Cultural Services	0.03 F	0.10 A	0.12 F
<b>Total</b>	<b>0.03 A</b>	<b>0.16 A</b>	<b>0.12 F</b>

**There were no SIGNIFICANT COVID-19 variance movements between Quarter 1 and Quarter 2 for the Portfolio.**

### 3. CUSTOMER SERVICE & TRANSFORMATION PORTFOLIO

#### KEY REVENUE ISSUES – QUARTER 2 2021/22

The Portfolio is currently forecast to have a deficit of **£0.94M** for business as usual (BAU) activities, which represents a percentage variance against budget of 2.0%. The Portfolio forecast variance has moved adversely by **£0.07M** from the position reported at quarter 1.

In addition, there is a **£0.21M** deficit on the COVID-19 pandemic budget, an adverse movement of £0.13M from the position reported at quarter 1.

	<b>Forecast Variance Qtr 2 £M</b>	<b>Forecast Variance Qtr 1 £M</b>	<b>Movement from Qtr 1 £M</b>	<b>% of budget</b>
<b>Portfolio Outturn</b> business as usual	0.94 A	0.87 A	0.07 A	<b>2.0</b>
COVID-19 Pandemic	0.21 A	0.08 A	0.13 A	
<b>Total</b>	<b>1.15 A</b>	<b>0.95 A</b>	<b>0.20 A</b>	

A summary of the Portfolio business as usual forecast variance and movement since quarter 1 is shown in the table below:

<b>Service Area</b>	<b>BAU Forecast Variance Qtr 2 £M</b>	<b>BAU Forecast Variance Qtr 1 £M</b>	<b>BAU Variance Movement from Qtr 1 £M</b>
Business Support	0.25 A	0.25 A	0.00
IT Services	0.30 A	0.30 A	0.00
Supplier Management	0.18 A	0.00	0.18 A
Registration of Electors & Elections Costs	0.13 F	0.14 F	0.01 A
City Services – Commercial Services	0.10 A	0.06 A	0.04 A
City Services – District Teams	0.23 A	0.22 A	0.01 A
City Services – Waste Operations	0.28 A	0.06 A	0.22 A
Green City & Place Trading	0.24 F	0.06 A	0.30 F
Other	0.03 F	0.06 A	0.09 F
<b>Total</b>	<b>0.94 A</b>	<b>0.87 A</b>	<b>0.07 A</b>



**The SIGNIFICANT business as usual movements between quarter 1 and quarter 2 for the Portfolio are:**

Service Area	Movement in BAU Forecast Variance Between Qtr 1 and Qtr 2 £M	Explanation:
City Services – Waste Operations	0.22 A	There are adverse movements on disposal and tipping costs, waste fleet costs including anticipated damage and repair costs, along with an adverse variance on staffing. This is offset by favourable movements on income including chargeable waste services and other income including dry mixed recyclables.
Green City & Place Trading	0.30 F	The financing charges associated with the Fleet are forecast to be below budget in 2021/22 but charges to services will remain in line with budgeted amounts. The financing charge in 2021/22 is lower due to some vehicles reaching the end of their useful life and charges for replacement vehicles purchased in year will not incur these costs until next financial year.

A summary of the Portfolio COVID-19 forecast variance and movement since quarter 1 is shown in the table below:

Service Area	COVID Forecast Variance Qtr 2 £M	COVID Forecast Variance Qtr 1 £M	COVID Variance Movement from Qtr 1 £M
IT Services	0.17 A	0.07 A	0.10 A
City Services – District Teams	0.07 A	0.01 A	0.06 A
City Services – Waste Operations	0.03 F	0.00	0.03 F
<b>Total</b>	<b>0.21 A</b>	<b>0.08 A</b>	<b>0.13 A</b>

**The are no SIGNIFICANT COVID-19 variance movements between quarter 1 and quarter 2 for the Portfolio.**

#### **4. EDUCATION PORTFOLIO**

##### **KEY REVENUE ISSUES – QUARTER 2 2021/22**

The Portfolio is currently forecast to have a deficit of **£0.04M** for business as usual (BAU) activities, which represents a percentage deficit against budget of 0.7%. The Portfolio forecast variance has moved adversely by **£0.09M** from the position reported at quarter 1.

In addition, there is a **£0.02M** deficit on the COVID-19 pandemic budget, no change from the position reported at quarter 1.

	<b>Forecast Variance Qtr 2 £M</b>	<b>Forecast Variance Qtr 1 £M</b>	<b>Movement from Qtr 1 £M</b>	<b>% of budget</b>
<b>Portfolio Outturn</b> business as usual	<b>0.04 A</b>	<b>0.05 F</b>	<b>0.09 A</b>	<b>0.7</b>
COVID-19 Pandemic	<b>0.02 A</b>	<b>0.02 A</b>	<b>0.00</b>	
<b>Total</b>	<b>0.06 A</b>	<b>0.03 F</b>	<b>0.09 A</b>	

A summary of the Portfolio business as usual forecast variance and movement since quarter 1 is shown in the table below:

<b>Service Area</b>	<b>BAU Forecast Variance Qtr 2 £M</b>	<b>BAU Forecast Variance Qtr 1 £M</b>	<b>BAU Variance Movement from Qtr 1 £M</b>
Education - Early Years and Asset Mgt	0.04 A	0.00	0.04 A
Education - High Needs and Schools	0.00	0.05 F	0.05 A
<b>Total</b>	<b>0.04 A</b>	<b>0.05 F</b>	<b>0.09 A</b>

**There are no SIGNIFICANT business as usual movements between quarter 1 and quarter 2 for the Portfolio.**

A summary of the Portfolio COVID-19 forecast variance and movement since quarter 1 is shown in the table below:

Service Area	COVID Forecast Variance	COVID Forecast Variance	COVID Variance Movement from Qtr 1
	Qtr 2 £M	Qtr 1 £M	Qtr 1 £M
Education - High Needs and Schools	0.02 A	0.02 A	0.00
<b>Total</b>	<b>0.02 A</b>	<b>0.02 A</b>	<b>0.00</b>

**There are no SIGNIFICANT COVID-19 variance movements between quarter 1 and quarter 2 for the Portfolio.**

### **Dedicated Schools Grant (DSG)**

	£M
Balance brought forward from 2020/21	8.93
High Needs Pressures 2021/22	(0.23)
Covid-19 Pressures	<u>0.15</u>
Deficit (Cumulative)	8.85

The Forecast outturn for the Dedicated Schools Grant (DSG) is an £8.85M overspend which includes £0.15M for Covid-19 related pressures. The DSG Grant is ring-fenced and the overspend will not impact on the General Fund and non-school services the council provides.

This overspend is being driven by significant annual increases in numbers and complexity of Education Health Care Plans (EHCPs). The variance includes a cumulative DSG overspend of £8.93M brought forward from 2020/21.

Pressures on the High Needs services is a nationally recognised issue with significant pressures reported in most local authorities. Southampton's deficit is average. The DfE are undertaking a SEN review which should report in the Summer of 2022.

High Needs funding will increase by about 11% in 2022-23 to £37M. The SEN team have an ongoing strategic review of the High Needs activity to manage demand for SEND services. In particular they have increased places in special schools for September 2021 by 60.

## 5. ENVIRONMENT PORTFOLIO

### KEY REVENUE ISSUES – QUARTER 2 2021/22

The Portfolio is currently forecast to have a surplus of **£0.12M** for business as usual (BAU) activities, which represents a percentage variance against budget of 7.3%. The Portfolio forecast variance has moved favourably by **£0.12M** from the position reported at quarter 1. In addition, there is a **£0.03M** deficit on the COVID-19 pandemic budget, a favourable movement of **£0.04M** from the position reported at quarter 1.

	<b>Forecast Variance Qtr 2 £M</b>	<b>Forecast Variance Qtr 1 £M</b>	<b>Movement from Qtr 1 £M</b>	<b>% of budget</b>
<b>Portfolio Outturn</b> business as usual	<b>0.12 F</b>	<b>0.00</b>	<b>0.12 F</b>	<b>7.3%</b>
COVID-19 Pandemic	<b>0.03 A</b>	<b>0.07 A</b>	<b>0.04 F</b>	
<b>Total</b>	<b>0.09 F</b>	<b>0.07 A</b>	<b>0.16 F</b>	

A summary of the Portfolio business as usual forecast variance and movement since quarter 1 is shown in the table below:

<b>Service Area</b>	<b>BAU Forecast Variance Qtr 2 £M</b>	<b>BAU Forecast Variance Qtr 1 £M</b>	<b>BAU Variance Movement from Qtr 1 £M</b>
Bereavement Services	0.02 A	0.00	0.02 A
Port Health	0.16 F	0.00	0.16 F
Registration	0.04 A	0.00	0.04 A
Other	0.02 F	0.00	0.02 F
<b>Total</b>	<b>0.12 F</b>	<b>0.00</b>	<b>0.12 F</b>

**There are no SIGNIFICANT business as usual movements between quarter 1 and quarter 2 for the Portfolio.**

A summary of the Portfolio COVID-19 forecast variance and movement since quarter 1 is shown in the table below:

<b>Service Area</b>	<b>COVID Forecast Variance</b>	<b>COVID Forecast Variance</b>	<b>COVID Variance Movement from Qtr 1</b>
	<b>Qtr 2 £M</b>	<b>Qtr 1 £M</b>	<b>£M</b>
Bereavement Services	0.10 A	0.07 A	0.03 A
Registration	0.08 F	0.00	0.08 F
<b>Total</b>	<b>0.03 A</b>	<b>0.07 A</b>	<b>0.04 F</b>

The are no SIGNIFICANT COVID-19 variance movements between quarter 1 and quarter 2 for the Portfolio.

## 6. FINANCE & CAPITAL ASSETS PORTFOLIO

### KEY REVENUE ISSUES – QUARTER 2 2021/22

The Portfolio is currently forecast to have a deficit of **£0.06M** for business as usual (BAU) activities, which represents a percentage movement against budget of 3.5%. The Portfolio forecast variance has moved adversely by **£0.07M** from the position reported at quarter 1.

In addition, there is a **£1.06M** deficit on the COVID-19 pandemic budget, an adverse movement of £0.94M from the position reported at quarter 1.

	<b>Forecast Variance Qtr 2 £M</b>	<b>Forecast Variance Qtr 1 £M</b>	<b>Movement from Qtr 1 £M</b>	<b>% of budget</b>
<b>Portfolio Outturn</b> business as usual	<b>0.06 A</b>	<b>0.01 F</b>	<b>0.07 A</b>	3.5%
COVID-19 Pandemic	<b>1.06 A</b>	<b>0.12 A</b>	<b>0.94 A</b>	
<b>Total</b>	<b>1.12 A</b>	<b>0.11 A</b>	<b>1.02 A</b>	

A summary of the Portfolio business as usual forecast variance and movement since quarter 1 is shown in the table below:

<b>Service Area</b>	<b>BAU Forecast Variance Qtr 2 £M</b>	<b>BAU Forecast Variance Qtr 1 £M</b>	<b>BAU Variance Movement from Qtr 1 £M</b>
Leisure Client	0.09 A	0.00	0.09 A
Property Portfolio Management	0.06 A	0.01 A	0.05 A
Other	0.09 F	0.02 F	0.07 F
<b>Total</b>	<b>0.06 A</b>	<b>0.01 F</b>	<b>0.07 A</b>

**There are no SIGNIFICANT business as usual movements between quarter 1 and quarter 2 for the Portfolio.**

A summary of the Portfolio COVID-19 forecast variance and movement since quarter 1 is shown in the table below:

<b>Service Area</b>	<b>COVID Forecast Variance Qtr 2 £M</b>	<b>COVID Forecast Variance Qtr 1 £M</b>	<b>COVID Variance Movement from Qtr 1 £M</b>
Local Taxation & Benefits Service	0.95 A	0.00	0.95 A
Other Minor Balances	0.11 A	0.12 A	0.01 F
<b>Total</b>	<b>1.06 A</b>	<b>0.12 A</b>	<b>0.94 A</b>

**The SIGNIFICANT COVID-19 variance movements between Quarter 1 and Quarter 2 for the Portfolio are:**

<b>Service Area</b>	<b>Movement in COVID Forecast Variance Between Qtr 1 and Qtr 2 £M</b>	<b>Explanation:</b>
Local Taxation & Benefits Service	0.95 A	<p>The £1.42M local taxation income target for court compensation is impacted by Covid and the usage of the Courts Service. Courts' hearings restarted in August and the new process is more time consuming and reduces the throughput. It is estimated that only £0.15M of costs will be recovered this year leaving a £1.27M deficit. The shortfall is offset against estimated reductions in costs for legal expenses, £0.11M, Bad Debts, £0.25M and other costs of £0.05M.</p> <p>The adverse variance is increased by £0.09M because of overtime costs for managing additional Covid work in the team.</p>

## 7. GROWTH PORTFOLIO

### KEY REVENUE ISSUES – QUARTER 2 2021/22

The Portfolio is currently forecast to have a surplus of **£1.08M** for business as usual (BAU) activities, which represents a percentage variance against budget of 15.2%. The

Portfolio forecast variance has moved favourably by **£1.04M** from the position reported at quarter 1.

In addition, there is a **£0.77M** deficit on the COVID-19 pandemic budget, an adverse movement of **£0.06M** from the position reported at quarter 1.

	<b>Forecast Variance Qtr 2 £M</b>	<b>Forecast Variance Qtr 1 £M</b>	<b>Movement from Qtr 1 £M</b>	<b>% of budget</b>
<b>Portfolio Outturn</b> business as usual	<b>1.08 F</b>	<b>0.04 F</b>	<b>1.04 F</b>	<b>15.2</b>
COVID-19 Pandemic	<b>0.77 A</b>	<b>0.71 A</b>	<b>0.06 A</b>	
<b>Total</b>	<b>0.31 F</b>	<b>0.67 A</b>	<b>0.98 F</b>	

A summary of the Portfolio business as usual forecast variance and movement since quarter 1 is shown in the table below:

<b>Service Area</b>	<b>BAU Forecast Variance Qtr 2 £M</b>	<b>BAU Forecast Variance Qtr 1 £M</b>	<b>BAU Variance Movement from Qtr 1 £M</b>
Central Repairs & Maintenance	0.62 F	0.00	0.62 F
Parking & Itchen Bridge	0.06 F	0.14 A	0.20 F
Skills	0.10 F	0.10 F	0.00
Sustainability	0.10 F	0.10 F	0.00
Transportation	0.22 F	0.00	0.22 F
Others	0.02 A	0.02 A	0.00
<b>Total</b>	<b>1.08 F</b>	<b>0.04 F</b>	<b>1.04 F</b>



**The SIGNIFICANT business as usual movements between quarter 1 and quarter 2 for the Portfolio are:**

Service Area	BAU Forecast Variance Qtr 2 £M	Explanation
Central Repairs & Maintenance	0.62 F	Following a condition survey the required repairs to Belgrave Road Industrial Estate units are more extensive than originally thought and works are now estimated to commence in March following a tender process. This means a significant proportion of the project expenditure will be incurred next financial year creating a favourable variance this financial year of £0.33M. There are further favourable variances forecast on reactive repairs of £0.29M based on spend to date and recent annual trends.
Parking and Itchen Bridge	0.20 F	The favourable movement in the forecast reflects a budget adjustment of £0.15M agreed at Council in July to cover the cost of suspending evening and weekend parking charges. This had previously been forecast as an adverse variance. Transactional costs are also forecast to be lower by £0.05M as a result of lower traffic volumes in the first half of 2021/22.
Transportation	0.22 F	The movement in the forecast of £0.22M favourable is due to a surplus of £0.72M from the bus contract payments & concessionary fares which relates to an over payment made to a bus provider in 2020/21 resulting in reduced reimbursement claims in 2021/22 in order to settle this. This is offset by a shortfall in income not being received from the Housing Revenue Account and donations totalling £0.15M, historically this has been offset by surplus income from the Clear Channel gain-share but this income has been impacted by Covid. An additional subsidy to bus providers under the concessionary scheme to support a £1 evening bus fare with the aim of encouraging visitors back into the city centre, now that Covid restrictions have been removed, has been forecast at £0.35M to offset the surplus.

A summary of the Portfolio COVID-19 forecast variance and movement since quarter 1 is shown in the table below:

<b>Service Area</b>	<b>COVID Forecast Variance</b>	<b>COVID Forecast Variance</b>	<b>COVID Variance Movement from Qtr 1</b>
	<b>Qtr 2 £M</b>	<b>Qtr 1 £M</b>	<b>Qtr 1 £M</b>
Parking & Itchen Bridge	0.45 A	0.56 A	0.11 F
Planning	0.10 A	0.10 A	0.00
Economic Development	0.05 A	0.05 A	0.00
Transportation	0.17 A	0.00	0.17 A
<b>Total</b>	<b>0.77 A</b>	<b>0.71 A</b>	<b>0.06 A</b>

**There are no SIGNIFICANT COVID-19 variance movements between quarter 1 and quarter 2 for the Portfolio.**

## 8. HEALTH & ADULT SOCIAL CARE PORTFOLIO

### KEY REVENUE ISSUES – QUARTER 2 2021/22

The Portfolio is currently forecast to have a deficit of **£1.46M** for business as usual (BAU) activities, which represents a percentage variance against budget of **1.8%** in a volatile and demand led area. The Portfolio forecast variance has moved adversely by **£1.02M** from the position reported at quarter 1.

In addition, there is a **£0.02M** deficit relating to the COVID-19 pandemic, a favourable movement of £0.21M from the position reported at quarter 1.

	<b>Forecast Variance Qtr 2 £M</b>	<b>Forecast Variance Qtr 1 £M</b>	<b>Movement from Qtr 1 £M</b>	<b>% of budget</b>
<b>Portfolio Outturn</b> business as usual	<b>1.46 A</b>	<b>0.44 A</b>	<b>1.02 A</b>	<b>1.8</b>
COVID-19 Pandemic	<b>0.02 A</b>	<b>0.23 A</b>	<b>0.21 F</b>	
<b>Total</b>	<b>1.48 A</b>	<b>0.67 A</b>	<b>0.81 A</b>	

A summary of the Portfolio business as usual forecast variance and movement since quarter 1 is shown in the table below:

<b>Service Area</b>	<b>BAU Forecast Variance Qtr 2 £M</b>	<b>BAU Forecast Variance Qtr 1 £M</b>	<b>BAU Variance Movement from Qtr 1 £M</b>
Adults – Adult Services Management	0.12 A	0.00	0.12 A
Adults – Long Term	0.75 A	0.07 A	0.68 A
Adults – Provider Services	0.18 A	0.11 A	0.07 A
Adults – Safeguarding Adult Mental Health & Out of Hours	0.31 A	0.13 A	0.18 A
ICU – System Redesign	0.11 A	0.12 A	0.01 F
Other	0.01 F	0.01 A	0.02 F
<b>Total</b>	<b>1.46 A</b>	<b>0.44 A</b>	<b>1.02 A</b>

**The SIGNIFICANT business as usual issues for the Portfolio are:**

Service Area	Movement in BAU Forecast Variance Between Qtr 1 and Qtr 2 £M	Explanation
Adults – Long Term	0.68 A	<p>At quarter 2 there has been a £0.68M adverse movement since Quarter 1 mainly due to:</p> <ul style="list-style-type: none"> <li>• A £0.38M adverse variance relating to an increase in residential care package costs</li> <li>• A net increase of £0.48M for learning disability client costs.</li> <li>• A £0.18M favourable variance due to a release of Contain Outbreak Management Funding to cover the cost of Learning Disability Day Care.</li> </ul>

A summary of the Portfolio COVID-19 forecast variance and movement since quarter 1 is shown in the table below:

Service Area	COVID Forecast Variance	COVID Forecast Variance	COVID Variance Movement from Qtr 1
	Qtr 2 £M	Qtr 1 £M	Qtr 1 £M
Adults - Adult Services Management	0.02 A	0.02 A	0.00
Adults - Reablement & Hospital Discharge	0.00	0.02 A	0.02 F
ICU Provider Relationships	0.00	0.19 A	0.19 F
<b>Total</b>	<b>0.02 A</b>	<b>0.23 A</b>	<b>0.21 F</b>

**There are no SIGNIFICANT COVID-19 variance movements between quarter 1 and quarter 2 for the Portfolio.**

## 9. LEADER PORTFOLIO

### KEY REVENUE ISSUES – QUARTER 2 2021/22

The Portfolio is currently forecast to have a surplus of **£0.01M** for business as usual (BAU) activities, which represents a percentage surplus against budget of 0.02%. The Portfolio forecast variance has moved favourably by **£0.11M** from the position reported at quarter 1.

In addition, there is a **£0.03M** deficit on the COVID-19 pandemic budget, with no movement from the position reported at quarter 1.

	<b>Forecast Variance Qtr 2 £M</b>	<b>Forecast Variance Qtr 1 £M</b>	<b>Movement from Qtr 1 £M</b>	<b>% of budget</b>
<b>Portfolio Outturn</b> business as usual	0.01 F	0.10 A	0.11 F	<b>0.02</b>
COVID-19 Pandemic	0.03 A	0.03 A	0.00	
<b>Total</b>	<b>0.02 A</b>	<b>0.13 A</b>	<b>0.11 F</b>	

A summary of the Portfolio business as usual forecast variance and movement since quarter 1 is shown in the table below:

<b>Service Area</b>	<b>BAU Forecast Variance Qtr 2 £M</b>	<b>BAU Forecast Variance Qtr 1 £M</b>	<b>BAU Variance Movement from Qtr 1 £M</b>
HR Services	0.01 F	0.04 A	0.05 F
Strategic Management of the Council	0.00	0.06 A	0.06 F
<b>Total</b>	<b>0.01 F</b>	<b>0.10 A</b>	<b>0.11 F</b>

**The are no SIGNIFICANT BAU variance movements between quarter 1 and quarter 2 for the Portfolio**

A summary of the Portfolio COVID-19 forecast variance and movement since quarter 1 is shown in the table below:

<b>Service Area</b>	<b>COVID Forecast Variance Qtr 2 £M</b>	<b>COVID Forecast Variance Qtr 1 £M</b>	<b>COVID Variance Movement from Qtr 1 £M</b>
Licensing	0.03 A	0.03 A	0.00
<b>Total</b>	<b>0.03 A</b>	<b>0.03 A</b>	<b>0.00</b>

The are no **SIGNFICANT COVID-19** variance movements between quarter 1 and quarter 2 for the Portfolio

## 10. NON-PORTFOLIO EXPENDITURE & INCOME

### KEY REVENUE ISSUES – QUARTER 2 2021/22

Non-Portfolio budgets are forecast to break even for business as usual (BAU) activities. There is no movement from the position reported at quarter 1.

In addition, there is a **£1.50M** surplus on the COVID-19 pandemic budget, a favourable movement of **£0.42M** from the position reported at quarter 1.

	<b>Forecast Variance Qtr 2 £M</b>	<b>Forecast Variance Qtr 1 £M</b>	<b>Movement from Qtr 1 £M</b>	<b>% of budget</b>
<b>Portfolio Outturn</b> business as usual	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>N/A</b>
COVID-19 Pandemic	<b>1.50 F</b>	<b>1.08 F</b>	<b>0.42 F</b>	
<b>Total</b>	<b>1.50 F</b>	<b>1.08 F</b>	<b>0.42 F</b>	

There are no business as usual forecast variances for non-portfolio budgets and no movements from quarter 1.

A summary of the Portfolio COVID-19 forecast variance and movement since quarter 1 is shown in the table below:

<b>Service Area</b>	<b>COVID Forecast Variance Qtr 2 £M</b>	<b>COVID Forecast Variance Qtr 1 £M</b>	<b>COVID Variance Movement from Qtr 1 £M</b>
Non-Portfolio Net Expenditure	0.00	0.00	0.00
Council Tax	0.00	0.00	0.00
Business Rates	0.00	0.00	0.00
Non-Specific Government Grants & Other Funding	1.50 F	1.08 F	0.42 F
<b>Total</b>	<b>1.50 F</b>	<b>1.08 F</b>	<b>0.42 F</b>

The favourable movement in the forecast variance from quarter 1 is government grant funding for COVID-19 new burdens for administration of support for businesses and individuals during the pandemic.