

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

<b>Portfolio</b>	<b>Budget Quarter 1</b>	<b>BAU* Annual Forecast Quarter 1</b>	<b>BAU* Forecast Variance Quarter 1</b>	<b>COVID Forecast Variance Quarter 1</b>
	<b>£M</b>	<b>£M</b>	<b>£M</b>	<b>£M</b>
Children's Social Care	49.89	51.41	1.52 A	0.37 F
Communities, Culture & Heritage	9.38	9.25	0.14 F	0.16 A
Customer Service & Transformation	26.70	27.16	0.47 A	0.07 A
Education	6.62	6.57	0.05 F	0.02 A
Environment	19.43	19.83	0.40 F	0.08 A
Finance & Capital Assets	1.38	1.37	0.01 F	0.12 A
Growth	4.74	4.69	0.04 F	0.71 A
Health & Adult Social Care	75.89	76.33	0.44 A	0.23 A
Leader	5.77	5.87	0.10 A	0.03 A
<b>Total Portfolios</b>	<b>199.80</b>	<b>202.48</b>	<b>2.69 A</b>	<b>1.03 A</b>
Levies & Contributions	0.09	0.09	0.00	0.00
Capital Asset Management	7.85	7.85	0.00	0.00
Other Expenditure & Income	(33.88)	(33.88)	0.00	0.00
<b>Net Revenue Expenditure</b>	<b>173.85</b>	<b>176.54</b>	<b>2.69 A</b>	<b>1.03 A</b>
Council Tax	(103.68)	(103.68)	0.00	0.00
Business Rates	(26.56)	(26.56)	0.00	0.00
Non-Specific Government Grants	(43.61)	(43.61)	0.00	1.08 F
<b>Total Financing</b>	<b>(173.85)</b>	<b>(173.85)</b>	<b>2.69 A</b>	<b>1.08 F</b>
<b>(SURPLUS)/DEFICIT</b>	<b>0.00</b>	<b>2.69</b>	<b>2.69 A</b>	<b>0.04 F</b>

NB Numbers are rounded

\*Business as usual

## EXPLANATIONS BY PORTFOLIO

### 1. CHILDREN'S SOCIAL CARE PORTFOLIO

#### KEY REVENUE ISSUES – QUARTER 1 2021/22

The Portfolio is currently forecast to have a deficit of **£1.52M** for business as usual (BAU) activities, which represents a percentage variance against budget of **3%**.

In addition, there is a £0.37M surplus on the COVID-19 pandemic budget.

	<b>Forecast Variance £M</b>	<b>% of budget</b>
<b>Portfolio Outturn</b> business as usual	<b>1.52 A</b>	<b>3.0 %</b>
COVID-19 Pandemic	<b>0.37 F</b>	
<b>Total</b>	<b>1.15 A</b>	

A summary of the Portfolio forecast variance is shown in the table below:

<b>Service Area</b>	<b>Forecast Variance Quarter 1 £M</b>	<b>BAU £M</b>	<b>COVID £M</b>
Looked After Children	1.12 A	1.52 A	0.40 F
Other	0.03 A	0.00	0.03 A
<b>Total</b>	<b>1.15 A</b>	<b>1.52 A</b>	<b>0.37 F</b>

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

Service Area	BAU Forecast Variance Qtr 1 £M	Explanation
Looked After Children	1.52 A	<p>The numbers and cost of residential placements within the service has continued to increase and the adverse forecast for these placements is £1.00M. Additionally, the higher numbers of Special Guardianship Orders (SGO) has increased the forecast for the year by £0.29M. These SGO's provide stability for the young person as well as reducing the volatility of the placement costs.</p> <p>The remaining business as usual adverse variance of £0.23M mainly relates to additional staffing required across the service to meet demand prior to the completion of the restructure of children social care that is currently underway.</p>

**The SIGNIFICANT COVID-19 issues for the Portfolio are:**

Service Area	COVID Forecast Variance Qtr 1 £M	Explanation
Looked After Children	0.40 F	<p>A re-assessment of the potential Covid-19 related spend on placements within the service using 2020-21 data has reduced the estimate by £0.40M. When more information is known regarding the types of placement changes and their cost, this figure will continually be refined</p>

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

### **KEY REVENUE ISSUES – QUARTER 1 2021/22**

The Portfolio is currently forecast to have a surplus of **£0.14M** for business as usual (BAU) activities, which represents a percentage variance against budget of **1.5%**.

In addition, there is a £0.16M deficit on the COVID-19 pandemic budget.

	<b>Forecast Variance £M</b>	<b>% of budget</b>
<b>Portfolio Outturn</b> business as usual	<b>0.14 F</b>	<b>1.5%</b>
COVID-19 Pandemic	<b>0.16 A</b>	
<b>Total</b>	<b>0.02 A</b>	

A summary of the Portfolio forecast variance is shown in the table below:

<b>Service Area</b>	<b>Forecast Variance Quarter 1 £M</b>	<b>BAU £M</b>	<b>COVID £M</b>
Stronger Communities	0.14 F	0.14 F	0.00
Private Sector Housing	0.06 A	0.00	0.06 A
Cultural Services	0.10 A	0.00	0.10 A
<b>Total</b>	<b>0.02 A</b>	<b>0.14 F</b>	<b>0.16 A</b>

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

There are no significant variances

**The SIGNIFICANT COVID-19 issues for the Portfolio are:**

There are no significant variances

### **3. CUSTOMER SERVICE & TRANSFORMATION PORTFOLIO**

#### **KEY REVENUE ISSUES – QUARTER 1 2021/22**

The Portfolio is currently forecasting a deficit of **£0.47M** for business as usual activities (BAU), which represents a percentage variance against budget of **1.7%**.

In addition, there is a £0.07M deficit on the COVID-19 pandemic budget.

	<b>Forecast Variance £M</b>	<b>% of budget</b>
<b>Portfolio Outturn</b> business as usual	<b>0.47 A</b>	<b>1.7 %</b>
COVID-19 Pandemic	<b>0.07 A</b>	
<b>Total</b>	<b>0.54 A</b>	

A summary of the Portfolio forecast variance is shown in the table below:

<b>Service Area</b>	<b>Forecast Variance Quarter 1 £M</b>	<b>BAU £M</b>	<b>COVID £M</b>
Business Support	0.25 A	0.25 A	0.00
IT Services	0.37 A	0.30 A	0.07 A
Registration of Electors & Elections Costs	0.14 F	0.14 F	0.00
Other	0.06 A	0.06 A	0.00
<b>Total</b>	<b>0.54 A</b>	<b>0.47 A</b>	<b>0.07 A</b>

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

Service Area	BAU Forecast Variance Qtr 1 £M	Explanation
Business Support	0.25 A	There is a £0.25M savings target for staff restructure within Business Support. This is forecast to be not achieved as this requires a review of the way the Business Support function interacts with all the other Council services. This was not in place at the start of the year but will commence in the next quarter where the extent of any savings will be assessed.
IT Services	0.30 A	Achievable savings of £0.40M have been identified against the savings target of £0.70M within the IT function, which leaves an adverse variance of £0.30M within BAU. The savings comprises efficiencies expected from the centralisation of all IT and telephony budgets, driving a £0.20M saving; one off reallocation of telephony costs to the Contain Outbreak Management Fund of £0.08M; and £0.12M efficiencies within licence budgets. Further savings are unlikely due to those relating to IT implementation such as travel and printing have been identified elsewhere in the accounts.

**The SIGNIFICANT COVID-19 issues for the Portfolio are:**

There are no significant variances.

#### 4. EDUCATION PORTFOLIO

##### KEY REVENUE ISSUES – QUARTER 1 2021/22

The Portfolio is currently forecast to have a surplus of **£0.05M** for business as usual (BAU) activities, which represents a percentage variance against budget of **0.8%**.

In addition, there is a £0.02M deficit on the COVID-19 pandemic budget.

	<b>Forecast Variance £M</b>	<b>% of budget</b>
<b>Portfolio Outturn</b> business as usual	<b>0.05 F</b>	<b>0.8 %</b>
COVID-19 Pandemic	<b>0.02 A</b>	
<b>Total</b>	<b>0.03 F</b>	

A summary of the Portfolio forecast variance is shown in the table below:

<b>Service Area</b>	<b>Forecast Variance Quarter 1 £M</b>	<b>BAU £M</b>	<b>COVID £M</b>
Education - High Needs and Schools	0.03 F	0.05 F	0.02 A
<b>Total</b>	<b>0.03 F</b>	<b>0.05 F</b>	<b>0.02 A</b>

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

There are no significant variances

**The SIGNIFICANT COVID-19 issues for the Portfolio are:**

There are no significant variances

## **5. ENVIRONMENT PORTFOLIO**

### **KEY REVENUE ISSUES – QUARTER 1 2021/22**

The Portfolio is currently forecast to have a deficit of **£0.04M** for business as usual (BAU) activities, which represents a percentage variance against budget of **2.1%**.

In addition, there is a £0.08M deficit on the COVID-19 pandemic budget.

	<b>Forecast Variance £M</b>	<b>% of budget</b>
<b>Portfolio Outturn</b> business as usual	<b>0.40 A</b>	<b>2.1%</b>
COVID-19 Pandemic	<b>0.08 A</b>	
<b>Total</b>	<b>0.48 A</b>	

A summary of the Portfolio forecast variance is shown in the table below:

<b>Service Area</b>	<b>Forecast Variance Quarter 1 £M</b>	<b>BAU £M</b>	<b>COVID £M</b>
Bereavement Services	0.07 A	0.00	0.07 A
City Services – Commercial	0.06 A	0.06 A	0.00
City Services – District Teams	0.22 A	0.22 A	0.00
City Services – Waste Operations	0.06 A	0.06 A	0.00
Green City & Place Trading	0.06 A	0.06 A	0.00
Other	0.01 A	0.00	0.01 A
<b>Total</b>	<b>0.48 A</b>	<b>0.40 A</b>	<b>0.08 A</b>



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

Service Area	BAU Forecast Variance Qtr 1 £M	Explanation
City Services – District Teams	0.22 A	There is a forecast adverse variance of £0.22M on business as usual activities, predominantly due to increasing materials costs, temporary staff usage so far this year, and continuing pressures from an ageing vehicle fleet, which is scheduled for replacement during 2021/22.

**The SIGNIFICANT COVID-19 issues for the Portfolio are:**

There are no significant variances.

## **6. FINANCE & CAPITAL ASSETS PORTFOLIO**

### **KEY REVENUE ISSUES – QUARTER 1 2021/22**

The Portfolio is currently forecasting a surplus of **£0.01M** for business as usual activities, which represents a percentage variance against budget of **0.7%**.

In addition, there is a £0.12M deficit forecast on the COVID-19 pandemic budget.

	<b>Forecast Variance £M</b>	<b>%</b>
<b>Portfolio Outturn</b> business as usual	<b>0.01 F</b>	<b>0.7%</b>
COVID-19 Pandemic	<b>0.12 A</b>	
<b>Total</b>	<b>0.11 A</b>	

A summary of the Portfolio forecast variance is shown in the table below:

<b>Service Activity</b>	<b>Forecast Variance Quarter 1 £M</b>	<b>BAU £M</b>	<b>COVID £M</b>
Property Portfolio Management	0.11 A	0.01 A	0.10 A
Other minor balances	0.00	0.02 F	0.02 A
<b>Total</b>	<b>0.11 A</b>	<b>0.01 F</b>	<b>0.12 A</b>

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

There are no significant variances.

**The SIGNIFICANT COVID-19 issues for the Portfolio are:**

There are no significant variances.

## 7. GROWTH PORTFOLIO

### KEY REVENUE ISSUES – QUARTER 1 2021/22

The Portfolio is currently forecast to have a surplus of **£0.04M** for business as usual (BAU) activities, which represents a percentage variance against budget of **0.9%**.

In addition, there is a £0.71M deficit on the COVID-19 pandemic budget.

	<b>Forecast Variance £M</b>	<b>%</b>
<b>Portfolio Outturn</b> business as usual	<b>0.04 F</b>	<b>0.9%</b>
COVID-19 Pandemic	<b>0.71 A</b>	
<b>Total</b>	<b>0.67 A</b>	

A summary of the Portfolio forecast variance is shown in the table below:

<b>Service Activity</b>	<b>Forecast Variance Quarter 1 £M</b>	<b>BAU £M</b>	<b>COVID £M</b>
Parking & Itchen Bridge	0.70 A	0.14 A	0.56 A
Planning	0.13 A	0.03 A	0.10 A
Economic Development	0.05 A	0.00	0.05 A
Skills	0.10 F	0.10 F	0.00
Sustainability	0.10 F	0.10 F	0.00
Others	0.01 F	0.01 F	0.00
<b>Total</b>	<b>0.67 A</b>	<b>0.04 F</b>	<b>0.71 A</b>

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

There are no significant issues

**The SIGINFICANT COVID-19 issues for the Portfolio are:**

Service Area	COVID Forecast Variance Qtr 1 £M	Explanation
Parking & Itchen Bridge	0.56 A	There is a COVID-19 related adverse variance of £0.56M related to the continuing impact on Off Street Parking of the lockdown measures since April until the forecast government lifting restrictions in mid-July 2021.

## **8. HEALTH & ADULT SOCIAL CARE PORTFOLIO**

### **KEY REVENUE ISSUES – QUARTER 1 2021/22**

The Portfolio is currently forecast to have a deficit of **£0.44M** for business as usual (BAU) activities, which represents a percentage variance against budget of **0.6%**.

In addition, there is a £0.23M deficit on the COVID-19 pandemic budget.

	<b>Forecast Variance £M</b>	<b>% of budget</b>
<b>Portfolio Outturn</b> business as usual	<b>0.44 A</b>	<b>0.6%</b>
COVID-19 Pandemic	<b>0.23 A</b>	
<b>Total</b>	<b>0.67 A</b>	

A summary of the Portfolio forecast variance is shown in the table below:

<b>Service Activity</b>	<b>Forecast Variance Quarter 1 £M</b>	<b>BAU £M</b>	<b>COVID £M</b>
Adults – Long Term	0.07 A	0.07 A	0.00
Adults – Provider Services	0.11 A	0.11 A	0.00
Adults – Safeguarding Adult Mental Health & Out of Hours	0.13 A	0.13 A	0.00
ICU – Provider Relationships	0.21 A	0.02 A	0.19 A
ICU – System Redesign	0.12 A	0.12 A	0.00
Other	0.03 A	0.01 F	0.04 A
<b>Total</b>	<b>0.67 A</b>	<b>0.44 A</b>	<b>0.23 A</b>

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

Service Area	BAU Forecast Variance Qtr 1 £M	Explanation
Adults – Long Term	0.07 A	<p>There is a £0.07M forecast adverse variance due to the ongoing commitment of purchasing Help at Home alarm devices which were acquired due to the COVID response but are now awaiting deployment. Without additional income from users to support these additional units, the rental cost is an additional cost to the service.</p> <p>However, as at month 3, a significant balance of the available additional funding for Adult Social Care which was set aside for demographic pressures has been released into the service. This was initially held back outside of service budgets as the impact of COVID on demand and cost of care was still uncertain. This was highlighted in the February budget report and release of this requires S.151 officer approval. Of the total £6.16M available, with £5.66M being demography pressure and £0.5M additional Social Care Transfer Fund balances, £4.71M is proposed to be released to cover Long Term care overspends in relation to demographic pressures, £0.72M to cover Mental Health, and £0.28M to cover the ICU. This leaves a balance of £0.45M unallocated remaining.</p> <p>The Long Term care £4.71M requirement of the demographic pressure is due to increasing numbers of Homecare clients, with an increase of 60 from pre-COVID outbreak numbers, albeit partially offset by a reduction of Nursing clients over the same period. However, across Homecare, Nursing and Residential care there has been an increase in the average cost of care since the pre-COVID outbreak levels. The average client costs that are being incurred after the COVID hospital discharge process are higher than those who have not. The discharge process is still in place and therefore represents an increased financial risk through the financial year, especially in the second half of the financial year when the 4 to 6 week period of Government support (via the CCGs) comes to an end.</p>
Adults – Safeguarding Adult Mental Health & Out of Hours	0.13 A	There is additional £0.13M expenditure above budget due to long term locum cover as a result

		<p>of long term sickness and vacancy cover where locums cost more than permanent staff.</p> <p>As per the Long Term care narrative, there has also been a £0.72M budget release from the demographic pressures budget to cover the forecast increase in the cost of Mental Health as a result of the COVID response.</p>
ICU – System Redesign	0.12 A	<p>The Way Ahead Pursuits contract has a budget shortfall. Last year the shortfall was funded by an underspend in the Improved Better Care Fund. There is no IBCF funding this year available to fund the shortfall.</p> <p>As per the Long Term care narrative, there has also been a £0.28M budget release from the demographic pressures budget to cover the forecast increase in the cost of ICU contracts as a result of the COVID response.</p>

**The SIGNIFICANT COVID-19 issues for the Portfolio are:**

Service Area	COVID Forecast Variance Qtr 1 £M	Explanation
ICU Provider Relationships	0.19 A	Joint Equipment Store. As a result of COVID, Long COVID and the new discharge policy, activity levels have significantly increased. This could not have been foreseen.

## 9. LEADER PORTFOLIO

### KEY REVENUE ISSUES – QUARTER 1 2021/22

The Portfolio is currently forecasting a deficit of **£0.10M** for business as usual (BAU) activities, which represents a percentage variance against budget of **1.8%**.

In addition, there is a £0.03M deficit on the COVID-19 pandemic budget.

	<b>Forecast Variance £M</b>	<b>% of budget</b>
<b>Portfolio Outturn</b> business as usual	<b>0.10 A</b>	<b>1.8</b>
COVID-19 Pandemic	<b>0.03 A</b>	
<b>Total</b>	<b>0.13 A</b>	

A summary of the Portfolio forecast variance is shown in the table below:

<b>Service Area</b>	<b>Forecast Variance Quarter 1 £M</b>	<b>BAU £M</b>	<b>COVID £M</b>
HR Services	0.04 A	0.04 A	0.00
Licensing	0.03 A	0.00	0.03 A
Strategic Management of the Council	0.06 A	0.06 A	0.00
Other minor balances	0.00	0.00	0.02 A
<b>Total</b>	<b>0.13 A</b>	<b>0.10 A</b>	<b>0.03 A</b>

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

There are no significant variances.

**The SIGNIFICANT COVID-19 issues for the Portfolio are:**

There are no significant variances.



## **10. NON-PORTFOLIO EXPENDITURE & INCOME**

### **KEY REVENUE ISSUES – QUARTER 1 2021/22**

Non-Portfolio Expenditure & Income is currently forecast to break even for business as usual (BAU) activities.

In addition, there is a £1.08M surplus forecast on the COVID-19 pandemic budget.

	<b>Forecast Variance £M</b>	<b>% of budget</b>
<b>Non-Portfolio Outturn</b> business as usual	<b>0.00</b>	
COVID-19 Pandemic	<b>1.08 F</b>	
Total	<b>1.08 F</b>	

There are no **SIGNIFICANT** business as usual issues for Non-Portfolio areas.

The **SIGNIFICANT** COVID-19 issues for Non-Portfolio areas are:

Service Area	COVID Forecast Variance Qtr 1 £M	Explanation
Non-Specific Grants & Other Funding	1.08 F	£1.08M government grant income is forecast for compensation for fees and charges income losses in the first quarter of 2021/22 due to COVID-19.