

Revenue Monitoring Report as at end of Period 7, 15 October 2016

Committee Strathclyde Concessionary Travel Scheme Joint Committee

Date of meeting 4 November 2016

Date of report 18 October 2016

Report by Treasurer/Secretary

1. Object of report

To advise members of the committee of the revenue expenditure incurred as at the end of Period 7 (15 October 2016), and to report on the anticipated outturn at the end of the current financial year.

2. Background

The Strathclyde Concessionary Travel Scheme revenue budget for 2016/2017 was set at £4.329m. The budget covers the cost of operator reimbursement, scheme administration and the issue and management of national entitlement cards.

3. Current position

The revenue forecast outturn is anticipated to be £4.156m, which equates to a positive variance of £173k. The underspend relates to savings generated following the introduction of the Road Equivalent Tariff (RET), and the subsequent calculation of operator reimbursement.

See Appendix 1 for a summary budgetary control report.

4. Conclusion

A £173k positive variance is forecast at this stage. All budget lines will continue to be monitored closely to ensure this forecast is achieved, noting that it is a demand led cost basis whose control is minimal.

5. Committee action

The committee is recommended to note the projected outturn position on the information available at the end of Period 7.

6. Consequences

Policy consequences	<i>None.</i>
Legal consequences	<i>None.</i>

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Financial consequences	<i>As outlined in the report.</i>
Personnel consequences	<i>None.</i>
Equalities consequences	<i>None</i>
Risk consequences	<i>None.</i>

Name Valerie Davidson

Title **Treasurer/Secretary**

For further information, please contact *Neil Wylie, Director of Finance & HR*, on 0141 333 3380.



Revenue Monitoring Report - Concessionary Travel

For Year 16/17 Period 7 ending 15 Oct 2016

	Year to Date				Annual Budget				Notes
	Actual	Budget	Variance	Variance %	Projected Outturn	Annual Budget	Variance	Variance %	
EXPENDITURE									
Employee Costs									
Salaries	72,747	90,420	17,673	20%	141,802	167,923	26,121	16%	1
Other Employee Costs	18,840	24,834	5,994	24%	38,946	46,120	7,174	16%	1
Sub Total Employee Costs	91,587	115,254	23,667	21%	180,747	214,043	33,296	16%	
Supplies & Services	9,469	63,808	54,339	85%	118,500	118,500	-	0%	2
Transport & Plant Costs	-	54	54	100%	100	100	-	0%	
Third Party Payments									
Other Third Party Payments	1,925,952	2,162,431	236,479	11%	3,875,943	4,015,943	140,000	3%	3
Sub Total Third Party Payments	1,925,952	2,162,431	236,479	11%	3,875,943	4,015,943	140,000	3%	
TOTAL EXPENDITURE	2,027,008	2,341,546	314,538	13%	4,175,290	4,348,586	173,296	4%	
INCOME									
Interest Received	(11,336)	(10,231)	1,106	(11%)	(19,000)	(20,000)	(1,000)	5%	4
TOTAL INCOME	(11,336)	(10,231)	1,106	(11%)	(19,000)	(20,000)	(1,000)	5%	
Net Total	2,015,672	2,331,316	315,644	14%	4,156,290	4,328,586	172,296	4%	

Notes

1. Based on current establishment position
2. Current underspend due to timing issues in respect of expenditure/budget phasing.
3. Underspend due to savings as a result of the roll out of the final phase of Road Equivalent Tariff (RET)
4. Due to interest rates falling for remaining 6 months of year