

2.0 REVENUE BUDGET 2024/25

2.1 BACKGROUND AND SUMMARY

- 2.1.1 This section of the report presents details of the Council's forecast revenue outturn for the 2024/25 financial year. The 2024/25 net budget is £579,401k.
- 2.1.2 Similarly to Q2, there continues to be significant overspends forecast within people related services, although the forecast underspends within other directorates offset these additional pressures, resulting in an overall projected underspend of £76k. It should be noted that a significant amount of the projected underspends relates to early achievement of budget savings for 2025/26, including an additional £5m saving on utilities.
- 2.1.3 As a reminder, the current cumulative deficit for the Council is forecast to increase to £48,188k by the end of 2026/27 based on the MTFS report that was approved by Council in February 2024. This will, of course, be updated when the Council approves its new Budget and MTFS on 14 February.

	24/25	25/26	26/27
In-year shortfall	22,441	-27,406	-19,968
Cumulative Shortfall	-814	-28,221	-48,188
Cumulative use of reserves	-814	-29,035	-77,223

- 2.1.4 At the end of Q3, the council is reporting an underspend of £76k (0.01%) against operational budgets. Further detail is provided in **section 2.2**.

2.2 GENERAL FUND - OPERATIONAL BUDGETS

- 2.2.1 The following table identifies the operational budgets for each of the Directorates in 2024/25 to give an overall view for the Council.

Directorate	Budget (£k)	Forecast Outturn (£k)	Variance (£k)	Q2 Forecast Outturn Variance (£k)
Health and Adult Services (HAS) Gross	241,776	254,532	+12,756	+12,384
Other Grant Funding*	-	(4,888)	(4,888)	(4,650)
HAS Net	241,776	249,644	+7,868	+7,734
Children and Young People Services (CYPS) Gross	111,062	119,252	+8,190	+7,860
LA Provision for High Needs**	4,800	4,800	0	0
CYPS Net	115,862	124,052	+8,190	+7,860
Community Development Directorate	28,872	27,969	(903)	+1,329
Environment Directorate	104,945	102,278	(2,666)	(2,992)
Resources, Central Services and Corporate Miscellaneous	87,946	75,381	(12,565)	(12,202)
Total	579,401	579,324	(76)	1,730

* This includes Improved Better Care Fund, Market Sustainability grant and Discharge Funding.

** Provision established to ensure an equal and opposite mirror reserve to the High Needs Deficit as under temporary funding regulations LA budget cannot be used to fund Dedicated Schools Grant Deficits.

2.2.2 A summary of the overall **Health and Adult Services (HAS)** position across public health and adult social care (ASC) is outlined in **Appendix B** and shows a forecasted overspend against budget of £7.9m for the 2024/25 financial year, an increase of £135k since Q2.

Adult Social Care continues to face significant financial pressures largely due to increasing activity, particularly with regard to continuing high levels of hospital discharges and the volume and acuity of community case work; more admissions to Supported Living and the impact of both activity and legal decisions in relation to long-term residential and nursing costs. This is offset to some extent, following the introduction of a new Approved Provider List, by a significant reduction in the hourly cost to the council for home-based care and the stabilising of unit costs for residential care, as well as progress being made on the reduced use of short-stay beds post-hospital discharge. However, the home care market remains heavily reliant on international recruitment, which may be a risk within the current context of global economic and migration issues.

The Directorate's financial position remains precarious with significant work continuing through its cost recovery programme. Overall levels of care have

stabilised in recent months compared with the sharp increases seen in the early part of the year but acuity continues to be higher. Overall, the position is broadly in line with that at Q2. Increases in Care and Support, particularly due to an increase in the average costs of permanent residential care, have been largely offset by reducing spend elsewhere, such as internal Care Provider Services.

However, it should be noted that at this stage we have not yet seen the full financial impact of the widely-reported pressures on hospitals over Christmas and continuing into the new Year. Therefore, it is important to issue a precautionary note that costs on the Council may increase before the end of the financial year as a result of this. The Council will do all it can to minimise such pressures.

2.2.3 With reference to **Appendix B**, the pressures in ASC can be seen within Care and Support in particular, which is showing a financial pressure (before the allocation of specific grants) of £15.5m. The following reasons contribute to this position:

- We have seen increased volumes of **high cost packages** throughout the year with an additional 44 packages between Q1 & Q2. However, it is pleasing to note a consistent volume through Q3 with only a small increase in costs. Containing such costs is one of the Directorate's key financial priorities over the next few years, as well as ensuring that we receive the right level of NHS funding when care costs cover both health and social care needs. Continuing Health Care (CHC) income has presented significant risks of overspend in the budget throughout the year. Work continues through the cost recovery programme providing increased monitoring and specific case investigations. While the level of risk has reduced this remains an area of concern going into the final quarter of the year. Moreover, the acuity seen in individual cases, which are being picked up through the additional measures we have put in place to manage requests for 24/7 care, indicates a greater level of need than seen previously.
- **Activity levels.** Permanent residential and nursing placements have seen a decrease in the quarter to 2,676 from 2,699 in Q2. This follows continuing increases throughout the first half of the year. Average costs of placements have increased resulting in an overall net increase in costs. Following reductions in **short term stays** throughout the year the latter half of the period has seen an upturn in numbers as a result of increased discharges and placements being open longer and this has added to the overspend in Care and Support. There have also been marginal increases in both Supported Living and Direct Payment costs in the quarter, due to increases in demand, while the unit costs of homecare continue to fall. We are also seeing the impact of changes to rules on Ordinary Residence (and where there may be a dispute over whether NYC or another council is responsible for paying for someone's care) following new case law.
- The number of **young people**, often with complex needs, moving into Health and Adult Services is also projected to increase and this will continue to add financial pressures both now and in the future.
- **Increased Discharge Costs.** We continue to see very high levels of hospital discharge activity with costs exceeding the additional grant from central

government. Hospital discharge activity averaged 16.2 discharges per day during Q3 compared with 15.4 in Q2 and 16.0 in Q1. Discharges remains higher than a year ago (15.7) and nearly twice the level of pre-COVID hospital activity. The variation in supply of community health services (especially therapy support to help people in short-stay beds) is creating challenges in helping more people to return to their own homes as soon as possible. As noted above, hospital pressures in recent weeks may impact on the Q4 figures.

The degree of risk has subsided particularly around a slowing down of the increasing volumes of activity and levels of CHC income. Activity levels will continue to be closely monitored throughout the latter half of the year as winter pressures may present further uncertainty around the outturn budget position.

It should also be recognised that significant progress has been made in some areas. For example, a key priority for the service is to manage down the number, length, and therefore cost of, **short-term stays in residential and nursing care**. These costs have continued to reduce throughout Q2 however December did see a small increase. We are also continuing to see average hourly costs for **home-based care** falling.

Care Provider Services is now forecasting an underspend of £1.1m, this underspend has increased by £0.8m in the quarter. This is primarily driven through reductions in projected minor works and other non-staff costs totalling £0.3m, together with reductions in the projected overspend on staffing costs of £0.4m.

Mental Health Services are forecasting an underspend of £0.4m, a further reduction of £0.1m since Q2. This is mainly as a result of further staffing reductions due to vacancies across the service.

Public Health has, as planned, used an additional £0.7m of the earmarked reserve on agreed investments and projects while the service reduces costs to match the grant allocation. This reserve requirement has increased by £0.1m in the quarter due and is in line with the planned reserve draw down. Public Health is fully grant-funded so this does not impact on the directorate's overall net position.

Prevention and Service Development is showing a forecast underspend of £0.8m, a further reduction of £0.2m since Q2 as a result of additional income received into the service.

Whilst the following areas remain stable between quarters, they continue to cause variances to budget:

Schemes funded through the **Winter/ASC Plan** are currently showing an underspend of £0.6m. This is largely as a result of delays in the delivery of projects and this funding is helping to offset other costs of care set out above.

Assistant Director/ Cross area budgets are showing an overspend of £0.1m mainly as a result of additional staffing pressures and agency costs due to increased assessment activity which has been partially offset by one off income into the service. This includes further pressures in the **Deprivation of Liberty Safeguarding (DOLS) budget** which is showing an overspend of £0.6m, due to increasing demand. Action has been taken to reduce costs wherever possible by ending use of agency staff but a risk to this budget remains to ensure the Council meets legal requirements.

- 2.2.4 A summary of the revenue outturn for **Children and Young People's Services** (CYPS) is available within **Appendix D** and shows a projected net overspend position

of £8.19m for the 2024/25 financial year, which is an increase of £330k from Q2. The main variances of the forecast compared to budget are:

Pooled Budget - Demand continues to increase, with a resultant increase in the number of high-cost placements. The Q3 projection, has increased by £600k compared with Q2 resulting in a projected overspend of £4.2m. The financial pressure has been driven by the addition of a further small number of very high cost placements. The cost pressures reflect national market conditions with demand outstripping supply. Proposals will be forthcoming as to how we can increase local supply for this cohort of young people.

Children and Families – Child Placement - There have been several new/extended packages of care that have arisen since Q2 increasing the projected financial pressure by £340k compared with Q2.

Outdoor Learning Service - The expected outturn position for the service has improved by £75k since Q2, due to increased income and operational efficiencies, resulting in a projected in-year deficit of £154k.

School Improvement - Staffing vacancies and early achievement of savings, have resulted in a higher than anticipated underspend (£383k) in School Improvement compared with the reported position at Q2 position (£190K) – an increase in the forecast underspend of £193k.

Significant financial pressures remain in the following areas:

Inclusion - the projected overspend is £1.35m. The financial challenges include increased demand for education psychology assessments to contribute to the Education Health and Care Plans (EHCPs) (£790k), the cost of directed remedial payments to parents of children following complaints around statutory assessments (£100k), and the continued pressure around the demand for occupational therapy equipment (£506k).

Disabled Children's Service (DCS) is forecast to be £1.3m higher than budget. Financial challenges include lower than budgeted financial contributions from Health for Continuing Care (£220k) and continued staffing pressures in Children's Resource Centres (£620k). The cost of providing short breaks through a combination of direct payments and commissioned services is in excess of budgeted provision.

Children and Families – Operational Delivery has a projected overspend of £856k driven by staffing challenges within in-house residential care services although this is partly offset by the early achievement of savings within Early Help & Restorative Practice services. The cost of transporting looked after children is higher than budgeted, as are client costs and staff travel.

One-off savings from SALT (speech and language therapy) and psychological support contracts partially offset some of the above pressures. Further savings from the current Young People's Accommodation Pathway contracts have also partially mitigated the financial pressure.

Home to School Transport - the forecasted outturn position for 2024/25 is a gross overspend of £1.1m. Additional income from the Extended Rights to Free Travel

grant (£459k) offsets some of this pressure resulting in a projected net overspend of £621k.

High Needs Block Funding (HN)

- As previously reported, the unprecedented demand for financial support for children assessed as requiring an EHCP within the High Needs Block has continued throughout the system with pressures in SEN Assessments, Educational Psychology and SEN Transport.
- Within the High Needs Block of the Dedicated Schools Grant (DSG), insufficient funding from DfE continues to place pressure on the LA and schools to be able to meet demand. The overspend on the High Needs Block is expected to be £4.6m for the financial year 2024/25. The accumulated deficit at 31 March 2024 was £13m. The medium-term outlook continues to show demand increases and inflationary pressures outstripping likely funding increases which will increase the accumulated deficit position.
- Although the local authority is prohibited from using LA funds to meet the cost of the deficit, an equal and opposite reserve has been established as a prudent and responsible financial management approach.

2.2.5 **Appendix D** includes details of the projected variance within the **Environment Directorate** and includes a net forecast underspend of £2,666k for 2024/25 – a reduction in the underspend of £326k since Q2. Areas of significant variance are:

Waste Services – The forecast has decreased since Q2 by £1,443k and is now predicting an underspend of £1,685k. The main changes since Q2 are:

- **Staffing** – £344k overspend. During Q3, there has been a reassessment of the budget combined with further vacancies resulting in a reduced overspend of £271k since Q2.
- **Allerton Waste Recovery Park (AWRP)** – £1,198k underspend. Additional tonnages of commercial waste disposed of under the current waste contract at Allerton Waste Recovery Park (AWRP) has resulted in expected additional income of £779k – an increase of £332k since Q2 due to a review of tonnage rates. Additionally, contractual recycling performance payments associated with AWRP have been included at Q3 of £342k. The decrease in the ongoing Section 106 development costs associated with AWRP of £254k is unchanged from Q2.
- **Recycling** – £368k overspend. There has been an increase in rebate income since Q2 of £339k resulting from new contracts, leading to an overachievement of recycling rebate income at Q3 of £916k. However, there also remains a pressure of £703k within Scarborough's Dry Mixed Recycling, due to an increase in haulage costs – this is following a recent procurement that is reflective of increased prices in the market of £70 per tonne since the contract was last procured.
- **Green Waste Subscriptions** – £359k underspend. Forecasts for income from green waste subscriptions continue to overachieve by £359k, particularly in Selby where they are expected to overachieve by £256k against budget – an increase of £40k since Q2.
- **Contract Prices for Waste Disposal** - £449k underspend. Annual increases in contract prices for disposal of waste were lower than the inflationary increase assumed in the budget leading to an underspend of £449k, which is the same as reported at Q2.

Parking Services – £511k overspend. Further work is currently underway to analyse this in more detail and a further update will be provided next time.

Harbour Services – £768k overspend. The forecast overspend has increased by £657k since Q2, which is due to funds being set aside for the repair works required at the Fish Quay in Whitby, which is included as a recommendation in this report. These works will bring 200m of mooring space back into use and will assist in achieving harbour income targets in 25/26 and beyond.

Bereavement Services – £868k overspend. Lower than expected cremations (linked to a reduced death rate) and building works at Skipton Crematorium (that has reduced its capacity) have led to a forecast underachievement of income of £453k, which is a reduction of £346k compared to Q2. A spike in cremations at Q2, which were expected to continue throughout the rest of the year, did not transpire into the third quarter. Overspends in staffing of £107k and maintenance of £98k, all contribute to the overall bereavement position of £868k overspent – a £349k increase since Q2.

Registration Services – £169k overspend. The forecast overspend is driven by overspends in staffing that have not been fully offset by an overachievement in income.

Highways & Transportation – £2,539k underspend. The forecast underspend is in line with the underspend at Q2. Areas of significant variance are:

- **Highway Maintenance** – £2,110k overspend. Ongoing deterioration of the network has resulted in additional maintenance works and an expected overspend of £2,110k, an increase of £226k since Q2. This continues to be a significant pressure, mainly as a result of repairing potholes, due to poor road network quality. However, the service continues to explore alternative methods to carry out maintenance works, including the spray injection patching programme, which is expected to reduce the number of repeated defects on the network and provides a more cost-effective method for an increased number of repairs to be carried out using a quicker process than traditional methods. NYC are also working with its wholly owned company, NY Highways, to develop processes to support efficient ways of working, and as a result the overspend has been offset by an expected credit from NY Highways of £600k generated through cost reductions and operational efficiencies.
- **Winter Maintenance** – £1,247k underspend. A milder winter than budgeted has resulted in a forecast underspend of £1,247k.
- **Storms** – £450k overspend. Expected expenditure of £450k has been included this quarter for maintenance costs associated with additional network deterioration resulting from named storms.
- **Staffing** – £276k underspend. Forecast vacancies across teams are leading to an underspend of £276k, compared to £538k at Q2. The difference is mainly attributable to additional working hours required because of the recent weather.
- **Street Lighting** – £2,540k underspend. Energy prices were expected to increase significantly during 2023/24 and the budget was increased accordingly, however, new contractual prices were agreed at much lower rates and the budget continues to benefit from this in 2024/25, resulting in an expected underspend of £2,540k for the year. This is a change of £401k from Q2 due to a review of energy usage by footway lighting assets.

The following areas were highlighted at Q2, but continue to contribute to the variance:

Public Conveniences – £282k overspend. The overspend is broadly in line with Q2, and is driven by pressures in cleaning contracts, consumables, and maintenance.

Concessionary Fares – £1,448k underspend. Passenger numbers continue to remain lower than budgeted resulting in lower costs for concessionary tickets driving an expected underspend of £1,448k.

Coroners Services – £337k overspend. Increasing coroners' salaries which are set by the chief coroner are not fully covered by the current budget. This, along with additional costs for post-mortems and forensic testing, are resulting in a forecast overspend.

2.2.6 A summary of the forecast revenue outturn for the **Community Development Directorate** is available within **Appendix E** and shows a projected net underspend of £903k (£1,329k overspend at Q2) for the 2024/25 financial year. The main variances compared to budget are:

Culture, Arts, Libraries, Museums, Archives, Key Venues and Leisure – £129k overspend. Across key venues and attractions, income is falling behind target because of poor weather impacting on trade throughout the peak season, resulting in a forecasted net deficit of £198k. The service is also forecasting overspends in staffing of £216k and a number of smaller overspends across various facilities amounting to £179k. This is offset by an underspend within Sport and Active Wellbeing (£426k) due to a further historic VAT reclaim. The reduction in forecasted overspend at Q2 (£623k overspend reported) is primarily related to the Leisure VAT claim.

Economic Development, Regeneration, Tourism and Skills – £823k underspend. There are £474k savings on staffing/vacancies. However, there is a shortfall in anticipated income streams of £57k. There is also a current forecasted underspend on consultant & professional fees (some of which will form part of the 2025/26 savings plan) and small project expenditure (£176k), major events fund reserve transfer saving (£50k) and other savings (£180k). At Q2 the service was forecasting a £326k underspend. The increase to Q3 is based upon forecasted expenditure savings. There has also been a transfer of the income shortfalls associated with Properties, to Central Services.

Housing (excluding HRA) - £167k underspend. Current forecast underspend on salaries of £167k based on assessment of current vacancies across the whole service. After allocating in year grant, an overspend within Temporary Accommodation of £419k is to be funded by a drawdown from reserve, to balance the outturn position to budget. The forecast underspend is an improved position from Q2 of £261k and is accounted for by utilising reserve balances to fund the overspend on Temporary Accommodation.

Planning – £77k underspend. There is a net staffing saving of £1,240k across all teams, this is made up from current forecasted savings in salaries of £1,356k and forecasted increase in agency costs of £116k. The income streams across the Planning Services are reporting a shortfall of £965k. This is made up of Planning applications (£126k), pre-applications fees (£113k), Building Control (£256k), Land

Charges (£192k) and other (£278k). Other net expenditure overspends are forecasted to be £18k. The Claim of Costs, upheld by the Planning Inspector this been confirmed at £180k. Adjustments because of budget convergence, to both Income and expenditure and an increase to the employee savings and reduced agency usage forecast, make up the majority of the movement from Q2. The movement in expenditure is due to a reduced saving (£154k) in consultant and professional fees. The awarded Claim Costs, estimated to be £215k at Q2 have also been reduced to £180k, again contributing to the favourable movement from last quarter.

Harrogate Convention Centre - £17k underspend. There are higher than anticipated lettings and other income (£284k) and salary savings (£354k). Increased costs, £606k, in relation to event delivery, catering, and security, plus smaller overspends totalling £15k, offset the savings.

2.2.7 **Resources, Central Services and Corporate Miscellaneous** forecast variance details are included within **Appendix F** and shows a higher projected net underspend position of £12,565 compared to £12,202k at Q2. The main variances to budget are as follows;

Property – £5,362k underspend. Following a centralisation exercise on utility budgets during Q3 the forecast underspend on utilities has increased to £7.2m of which £5m has already been included within next year's budget savings. This is offset by various projected overspends including an anticipated overspend on property maintenance (£1m) as the Property team continue to deal with the backlog of maintenance issues as well as costs associated with Alpamare Water Park (£1m).

Legal and Democratic Services – Overall the service is forecasting an underspend of £841k, compared to £234k at Q2. This is largely driven by staff vacancies covering Legal Services, Democratic Services and Electoral Services some of which are factored into savings plans within the 2025/26 budget. In addition, there are a number of efficiencies resulting from convergence (£182k) and some additional income (£45k) being generated that are included within savings plans for next year and consequently are not expected to be repeated next year once the budget saving has been removed.

Treasury Related Budgets – the forecast for interest earned on treasury investments has improved during Q3 as interest rates remain higher than anticipated alongside higher-than-expected cash balances available for investment due to slippage on the capital programme. However, increased investment returns are expected to be offset by additional capital financing costs (taking advantage of an opportunity to reduce debt and secure a scheduled saving in 2025/26 at an earlier opportunity) thereby reducing the projected underspend position from £3,473k at Q2 to £1,073k at Q3.

Levy Account Surplus – Within the Local Government Provisional Finance Settlement that was released in December 2024, the government announced a surplus on the levy account which is to be distributed back to local authorities. The share for North Yorkshire is £712k.

In addition, the following factors outlined at Q2, continue to contribute to the reported position

- Business Support – continues to forecast a pressure on staffing linked to additional support required to support SEND Services.
- Financial Services (£1m underspend) as a result of contract efficiencies in Insurance following Local Government Reorganisation and is factored into future MTFS savings within the 2025/26 draft budget.
- Contingency budgets - £317k underspend
Legacy budgets that need realigning under new structure. Any remaining saving will contribute to future savings proposals.
- General Provisions – release of contingency budget (£2.9m)
- Other Corporate Funding – forecast pressure on traded service overhead recharge which is scheduled for review following the formation of the new council (£625k).

2.2.8 The forecast outturn statement for the Council's **NYES** traded service is also attached at **Appendix G** for information. The forecast exceeds the net profit target of £0.13m by £0.68m (£0.46m at Q2). Services that have projected a higher gross profit include Cleaning, Catering, Employment Support, Training & Learning, and Financial Management Services. Staff vacancies, new contracts won, and uptake in training course attendance are some of the drivers behind the variances.

2.2.9 These services are mainly provided to schools in North Yorkshire and the figures reported do not have any further impact on those in the above table because, where relevant, the charges are already incorporated in Directorate forecast budget outturn positions.

2.3 HOUSING REVENUE ACCOUNT (HRA)

2.3.1 A summary of the **HRA** forecast outturn position can be found in **Appendix H**. As at the end of Q3 there is a forecast surplus of £1,651k. The main variances are as follows:

Income

Investment Income - £108k surplus

Estimated investment income revised to account for higher returns on cash balances within the council, 5.17% against an estimate of 4.95%.

Dwelling Rents - £393 shortfall

Expected net rent income down due to higher than budgeted void losses, partly due to increased investment to bring homes to decent standard upon re-let, resulting in longer void turnaround days.

Expenditure

Repairs & Maintenance - £379k underspend

Forecast underspend relates to vacancies arising following implementation of new structures in April. Whilst the service is running under full capacity, resources are being prioritised towards recruitment of operational roles, responsive repairs, compliance and on-boarding new contractors. Efforts are being concentrated in these areas to ensure the service is able to effectively implement improvement plans going forwards. The reduction in the forecast underspend reported at Q2 (£1,352k) is linked to reduced recharges to the capital programme arising from staffing vacancies in posts linked to capital improvement works. This was not reflected at Q2.

Supervision & Management - £378k underspend

Main variances relate to staffing vacancies following the restructure in April, along with anticipated underspends on utilities as a result of historic inflationary uplifts (£100k). The movement from the projected overspend reported at Q2 (£234k) is linked to further refinement of budgets following restructuring and an increase in staff savings.

Interest Payments - £1,140k underspend

In-year borrowing requirements are lower than budgeted assumptions as the Housing Delivery programme is developed with a more accurate profile of expenditure over the five-year programme.

2.4 BUDGET/ MTFs SAVINGS TARGETS

2.4.1 The 2024/25 revenue budgets include budget savings of £28.1m. As at the end of Q3, the following savings have been assessed as at risk, including savings not achieved from prior years. It should be noted that the impact of these delays are already incorporated into the forecast outturn position in paragraph 2.2.1.

Delayed Achievement of Savings		£000's
Current Year	Pooled Budget	1,250
	Disabled Children's Services	811
	Planning	116
	Highways - Moving Traffic Offences	100
	Highways – Improved efficiency of litter picking and grass cutting	100
	Property – Review of Estates Function	100
	Highways – Streetlighting	88
	Harmonisation of Pest Control Service	50
	Property – Asset Management Solution	50
	Vacancy Management within Business Support	50
	Other	165
Prior Year	Health and Adult Services – Background Support	250
	CYPS – Pension Enhancements	10
	HAS – Extra Care	540
	TOTAL	3,680

2.5 INVESTMENT APPROVALS

- 2.5.1 To remind Members, a fund of £38m was created in order to provide for the costs of implementing Local Government Reorganisation (LGR) and the subsequent Transformation Programme. In line with the scheme of delegation, there is approved spend of £21.4m as of 31 December 2024.
- 2.5.2 The Fish Quay is the main fishing area in Whitby where catches are landed and is home to the lobster hatchery. The Fish Quay is currently in poor condition and out of use. Repairing the fenders will bring 200m of mooring space back into use and assist in achieving harbour income targets. The repair proposal is to replace 10 steel piles and oak fenders which will be done from a marine based barge. Executive is asked to agree to allocate £660k of the Environment Directorate revenue underspend in 24/25 to fund necessary fender improvement works at the Fish Quay, Whitby. The Q3 forecast is based on this allocation being approved.

2.6 RECOMMENDATION

That the Executive

- (i) notes the forecast outturn position against the 2024/25 Revenue Budget, as summarised in **paragraph 2.2.1**.
- (ii) notes the forecast outturn position against the 2024/25 Housing Revenue Account budget as detailed in **section 2.3**
- (iii) Agree to allocate £660k of the Environment Directorate revenue underspend in 2024/25 to fund necessary fender improvement works at the Fish Quay, Whitby (**paragraph 2.5.2**).

REVENUE BUDGET APPENDICES

A	2024/25 Latest NYC Revenue Budgets
B	Health and Adult Services Directorate
C	Children and Young Peoples' Service Directorate
D	Environment Directorate
E	Community Development Directorate
F	Resources, Central Services and Corporate Miscellaneous
G	North Yorkshire Education Services (NYES)
H	Housing Revenue Account

2024-25 REVISED ESTIMATE REVENUE BUDGETS AT 31 DECEMBER 2024

	Original Budgets agreed by Cty Cncl on 21st Feb 2024 £000s	Other agreed transfers and adjustments £000s	Latest Revised Budgets £000s
Children & Young Peoples' Service	116,649	(787)	115,862
Environmental Services	110,444	(5,499)	104,945
Health & Adult Services	255,736	(13,960)	241,776
Resources, Central Services Directorate & Corporate Miscellaneous	50,300	37,646	87,946
Community Development	33,826	(4,954)	28,872
NYES	-	-	-
Total Directorate Spending	566,956	12,446	579,401
Contribution From (-) General Working Balances	22,441	(12,446)	9,995
Net Revenue Budget	589,397	(0)	589,397
Business Rates	134,865		134,865
Precept Income	454,532		454,532
=Net Budget Requirement	589,397	-	589,397

HEALTH AND ADULT SERVICES

Appendix B

2024-25 REVENUE BUDGET OUTTURN REPORT

BUDGET HEAD	REVISED BUDGET 2024-25 £000	FORECAST OUTTURN 2024-25 £000	VARIANCE (-) = saving £000	COMMENTS
Care & Support - Area Budgets				
Care & Support - Hambleton & Richmond	30,762	32,553	1,791	The forecast outturn position for Care and Support shows continued increasing pressures impacting the service. This is mainly as a result of increased activity levels, particularly within long-term residential and nursing care and supported living over the full year - there has been some reduction in permanent packages during Q3. The Directorate has been working to ensure that we receive all NHS funds due for such packages, but this area still presents a significant risk of further overspends in the budget this year. Discharge costs are exceeding the additional grant funding from central government, the Directorate is reviewing discharge costs. We are seeing reductions in the overall average costs of packages in home care and progress has been made since last year in reducing costly short-term packages of care, however these are being masked by the other cost pressures mentioned above.
Care & Support - Harrogate	62,285	68,720	6,434	
Care & Support - Craven	19,754	20,969	1,214	
Care & Support - Vale of York	50,987	54,362	3,375	
Care & Support - Scarborough & Whitby	53,879	58,680	4,802	
CHC Income and Other Budgets	-	(789)	(789)	
Growth Funding	1,346	-	(1,346)	
Area Budgets	219,013	234,494	15,481	
Provider Services & EC/PCAH	21,960	20,909	(1,052)	Underspends on energy costs, minor works and contingencies within the service, partially offset by staffing pressures (including agency costs), some of which are due to additional staffing requirements to increase Health and Safety measures within care homes, and delays in the achievement of savings
Mental Health Services	9,157	8,734	(423)	Underspend within the Mental Health Service and Emergency Duty Team, largely as a result of staffing vacancies, partially offset by staffing overspends within the Transforming Care Programme (TCP) team and overspends in care costs.
Assistant Director/Cross-area budgets	(14,681)	(14,591)	90	Overspend due to staffing pressures and additional agency costs for assessments, partially offset by one-off income into the service
Prevention & Service Development	2,738	1,961	(776)	Underspends due to contract efficiencies, contingencies and additional funding into the service
Quality	1,182	1,146	(36)	Staffing underspend
Winter Plan	641	-	(641)	Funding used to offset cost pressures above
Area Budgets Total	240,009	252,653	12,643	
Public Health - Spend	25,609	26,302	693	Overspend as a result of planned use of reserves to fund specific schemes
- Income	(25,609)	(26,302)	(693)	
Integration & Engagement	1,062	914	(148)	Underspend due to reduced contract costs and activity levels within the service
Resources Unit	491	735	244	Overspend mainly due to unachieved savings
Pooled funds	-	-	-	
Director & Cross-Directorate	214	230	16	
TOTAL	241,776	254,532	12,756	
Supplementary Adult Social Care Grant Funding (IBCF)	-	(1,219)	(1,219)	Use of temporary Improved Better Care Fund (IBCF) to fund increasing adult social care pressures. Accelerating Reform Funding for respite and Short Breaks costs included in lines above
Discharge Funding	-	(1,704)	(1,704)	Discharge funding received by the Council, to help fund existing discharge costs within the service. Hospital discharge activity averaged 16.2 discharges per day during Q3 compared with 15.4 in Q2. In 2023/24, the average for Q3 was 15.7 discharges per day. The proportion of people returning to a pre-existing care arrangement after discharge or to their own home with a support package increased in Q3, up to 68.5% compared with 67.7% in Q2. Performance for the year to date (Apr-Dec) at 68.3% remains above the target of 67%.
Market Sustainability Funding	-	(1,965)	(1,965)	Additional market sustainability workforce funding covering additional costs within ASC.
REVISED TOTAL	241,776	249,644	7,868	

CHILDREN & YOUNG PEOPLE'S SERVICES
Appendix C

2024-25 REVENUE BUDGET OUTTURN REPORT

BUDGET HEAD	START BUDGET 2024-25 £000	FORECAST OUTTURN 2024-25 £000	VARIANCE (-) = saving £000	COMMENTS
Local Authority				
Inclusion				
Inclusion	4,150	5,502	1,353	The demand for statutory educational psychology assessments has resulted in significant costs arising from the use of agency workers. This has contributed to a projected overspend of £790k. Management action to build in-house capacity within the team is underway to mitigate the cost pressures. Occupational Therapy assessments leading to an increased need for equipment is anticipated to result in a financial pressure of c.£506k.
Alternative Provision	93	93	(0)	The cost associated with complaint remedies is expected to be £100k.
CYPS Commissioning	1,152	946	(206)	Savings arising from contract management.
SEND - Special Education Needs & Disabilities				
High Needs Commissioning	4,800	4,800	-	LA provision to mirror anticipated in-year high needs deficits.
Disabled Children's Services	6,265	7,597	1,332	Spending is forecast to be £1.3m higher than budget. Financial pressures arising from continued staffing demands in Children's Resource Centres (£620k), lower than budgeted Health contributions (£220k) and an increase in the overall cost of short breaks are driving the variance.
Home to School Transport	48,938	49,559	621	A forecasted overspend of £621k reflects the anticipated cost of the Home to School transport network from September 2024 (£1.1m in excess of budgeted provision) offset, in part, by additional income from the Extended Rights to Free Travel grant of £459k. The mainstream transport daily rate is expected to be around 2% higher than the budgeted value. The increase in SEN transport is due to an increase in the number of eligible children assessed as requiring an Education Health and Care Plan (EHCP) leading to a forecast overspend of £238k. Transport costs relating to out-of-school provision are forecast to be £217k higher than budget, driven by increased levels of exclusions.
Children & Families	32,008	32,864	856	Projected financial pressures driven primarily by in-house residential staffing costs to support children with multiple and complex needs. This is partly offset by the early achievement of Early Help & Restorative Practice savings. The net position is a projected overspend of £200k. In addition, there are further financial pressures of c.£600k resulting from transport costs, £400k from client costs and £100k from staff travel. Speech and Language Therapy (SALT) arrangements & Psychologically Informed Partnership Approach (PIPA) contract vacancies partially offset some of the above pressures (-£300k) and further one-off savings from the current Young People's Accommodation Pathway contracts (£100k) have also helped to mitigate the financial strain.
Child Placement	11,919	12,466	547	Higher than anticipated Looked After Children (LAC) numbers leading to a forecasted overspend of £1.1m. There has been several new/extended packages of care that have arisen since Q2. Non-LAC provision is anticipated to spend less than the budgeted provision (£158k). Home Office income resulting from higher than anticipated numbers of Unaccompanied Asylum Seeking Children (UASC) also offsets some of the overspend.
CYPS Pooled Budgets	3,217	7,378	4,161	The overspend reflects a number of very high cost external residential placements and alternative care solutions for young people with multiple vulnerabilities and intensive support packages. Demand in the market is much higher than supply and reflects national accommodation pressures.
Director's Unit	33	32	(1)	
Education & Skills				
Education & Skills Other	108	95	(14)	
School Improvement	664	281	(383)	A projected underspend of £383k is being driven primarily by both one-off savings from staffing, but also some early achievement of savings.
Strategic Planning Team	55	55	-	
Music Service	-	24	24	
Outdoor Learning Service	-	154	154	The Outdoor Learning Service is currently forecasting a £154k in-year deficit for 2024/25 at Q3 - this compares with a forecast deficit of £229k at Q2. Bookings are lower than anticipated reflecting feedback from customers that this is due to increased financial demand within schools and the impact of the cost of living within families. Management action is underway to deliver cost savings/income generation to ensure that, by 2025/26, the service is back on track and achieving a surplus position. The evidence of this can be seen in an improved position from that at both Q1 and Q2
Finance & Management Support				
Finance & Management Support	876	745	(131)	
School Redundancies & Employment Related Costs	1,090	966	(124)	Lower than anticipated school redundancy costs.
Safeguarding Unit	493	493	0	
LA TOTAL	115,862	124,052	8,190	
DSG				
Inclusion				
Inclusion	6,032	5,299	(733)	Primarily driven by lower than anticipated staffing in the Inclusion Hubs
Alternative Provision	1,765	1,742	(24)	
SEND - Special Education Needs & Disabilities				
High Needs Commissioning	65,380	70,683	5,303	The sustained increase in the number of children and young people assessed as requiring Education Health and Care Plans has led to higher overall costs to fund appropriate provision. The service have participated in the DfE's Delivering Better Value (DBV) in SEND programme to identify mitigating actions to ensure quality provision and support within a sustainable high needs system.
Children & Families	858	858	-	
CYPS Pooled Budgets	3,160	3,170	11	
Director's Unit	207	200	(7)	
Education & Skills				
Education & Skills Other	16	16	-	
School Improvement	1,303	1,242	(61)	
Strategic Planning Team	742	767	25	
Music Service	68	68	-	
Outdoor Learning Service	46	46	-	
Finance & Management Support				
Finance & Management Support	(79,687)	(79,692)	(5)	
School Redundancies & Employment Related Costs	109	109	-	
DSG TOTAL	-	4,510	4,510	
DSG Net overspend funded by DSG reserve	-	(4,510)	(4,510)	
TOTAL	115,862	124,052	8,190	

ENVIRONMENT
Appendix D

2024-25 REVENUE BUDGET OUTTURN REPORT

BUDGET HEAD	START BUDGET 2024-25 £000	FORECAST OUTTURN 2024-25 £000	VARIANCE (-) = saving £000	COMMENTS
Highways and Transportation	42,786	40,246	(2,540)	The underspend position is due to a combination of factors: energy pricing for street lighting is less than budgeted (£2,540k), staffing vacancies across H&T teams £(276k), and an expected refund due to efficiencies from NYHighways £(600k). Winter & Weather events are underspending £(797k) due to a milder winter than expected, although this does factor in £450k for named storms. This is partially offset by expected overspends of £2,110k in highways operations, mainly required as a result of increased network deterioration.
Parking Services	(14,660)	(14,149)	511	The overspend is largely due to an underachievement of income £484k, including parking fees, parking charge notices and permits, which is partially offset by staffing vacancies £(227k). Other pressures are in security contracts £113k. There is currently a review underway to look at parking and further update will be provided at Q4.
Environmental Services excl. waste	1,482	1,764	282	The overspend is driven by public conveniences, particularly pressures in cleaning contracts and consumables.
Waste Services	50,897	49,212	(1,685)	There are underspends in the following areas: more subscriptions to green waste collections than originally expected in Selby £(256k), additional income due to increased tonnages of commercial waste £(779k), contractual recycling performance payments £(342k), benefits from contract prices increasing less than inflation £(449k), and there has been a decrease in the ongoing Section 106 development costs associated with Allerton Waste Recovery Park of £(254k). These are offset by overspends in staffing £344k, and a pressure in Scarborough's Dry Mixed Recycling of £703k due to an increase in haulage costs following contract procurements.
Integrated Passenger Transport	21,033	19,585	(1,449)	The forecast underspend is driven by low customer numbers resulting in lower costs for the concessionary travel scheme.
Licensing Services	(701)	(701)	(0)	
Public Rights of Way	1,125	1,144	18	
Harbour Services	(483)	285	768	Repairs to the Fish Quay in Whitby amount to £657k of the overspend, and the remaining pressure is less than budgeted income generation.
Regulation Services	5,888	5,942	54	Income pressure within Pest Control of £50k.
Bereavement Services	(3,474)	(2,605)	869	The service is forecasting an underachievement of income of £453k, this has worsened since Q2 due to reductions in predicted income at Stonefall Crematorium and from Cemeteries & Closed Churchyards. Lower income predictions are linked to lower death rates, plus building works at Skipton Crematorium have led to reduced capacity and therefore lower levels of income. There are also predicted overspends in areas such as: staffing £107k and maintenance £98k.
Registration Services	(484)	(314)	169	Overspend due to forecast staffing costs associated with the service, not fully offset by additional registration fees income.
Coroners Service	871	1,208	337	Overspend due to increased spend on salaries not fully offset by additional income £212k. Plus post mortems £54k and forensic testing £90k, partially offset by an underspend in use of mortuaries of £(52k).
Environment Service Management	664	663	(0)	
TOTAL	104,945	102,278	(2,666)	

COMMUNITY DEVELOPMENT
Appendix E

2024-25 REVENUE BUDGET OUTTURN REPORT

BUDGET HEAD	START BUDGET 2024-25 £000	FORECAST OUTTURN 2024-25 £000	VARIANCE (-) = saving £000	COMMENTS
Culture, Arts, Libraries, Museums, Archives, Key Venues and Leisure	9,402	9,531	129	Key Venues and Attractions forecast overspend £593k, primarily attributable to staffing costs £216k and income shortfall £198k. There are also a number of smaller overspends expected across various facilities £179k, for items such as maintenance, RNLI contract and special events. This is offset by an underspend within Sport and Active Well being (£426k) which is due to receipt of a further historic VAT reclaim.
Economic Development, Regeneration, Tourism and Skills	3,560	2,737	(823)	Forecasted Salary savings (£474k) and in year cost savings on consultant & professional fees and small project expenditure (£176k), major events fund reserve transfer saving (£50k) and other savings (£180k). There are anticipated income shortfalls of £57k offsetting this partially.
Housing (excluding HRA)	5,816	5,649	(167)	Forecasted underspend against salaries due to vacancies across the service of £167k. After allocating in year grant, an overspend within Temporary Accommodation of £419k is to be funded by a drawdown from reserve, to balance the outturn position to budget.
Planning	9,999	9,922	(77)	Forecasted employee savings (£1,240k). This is offset by £965k of income shortfalls across all income streams in Planning. The claim of costs, awarded by the Planning Inspector, was agreed at £180k, a positive reduction from that anticipated at Q2 reporting. Other net overspends of £18k.
Harrogate Convention Centre	(1,063)	(1,080)	(17)	Salary savings (£354k) and additional income (£284k). These are offset by net increased costs (£621k), in event delivery and additional security.
Senior Leadership	1,158	1,210	52	Net cost of interim Assistant Director, partially offset by capitalisation of Corporate Director's time.
TOTAL	28,872	27,969	(903)	

RESOURCES DIRECTORATE, CENTRAL SERVICES AND CORPORATE MISCELLANEOUS

Appendix F

2024-25 REVENUE BUDGET OUTFURN REPORT

BUDGET HEAD	START BUDGET 2024-25 £000	FORECAST OUTFURN 2024-25 £000	VARIANCE (-) = saving £000	COMMENTS
Resources				
Technology Transformation	26,140	26,129	(11)	
Property	5,614	5,614	0	Utilising approved reserve funding to bridge shortfall on staffing due to scale of the current transformation programme.
	32,150	26,789	(5,362)	£7.2m underspend on utilities (£3m relating to budget centralisation taken place since Q2), £0.9m underspend on staffing (from temp vacancies following restructure), offset by: -£1m overspend on maintenance to address backlog -£1m capital and temp running costs of Alpamare Waterpark -£0.3m security costs on empty properties (Overdale school, Northhalleron 6th Form) -£0.2m dilapidation costs of Jesmond House -£0.1m costs of capital projects during their feasibility stage (North Bay Scar/Allerton Park/Claro Road Welfare/Craven Properties) -£0.1m unachieved savings (storage requirement review, single asset management solution)
Procurement	2,345	2,095	(250)	Vacancies (temp)
Commercial	667	664	(3)	
Financial Services	15,966	14,978	(987)	£1m underspend forecast against Insurance Premiums budget due to contract review post LGR.
Customer	6,846	6,846	-	Due to volume of vacancies and appointing staff to the new structure the service is currently forecasting an underspend on salaries (£635K) which is being matched by a reduced drawdown on reserve.
Revenue and Benefits	4,938	4,136	(802)	Various underspends including vacancies within the team (£821k), plus NYLAF saving (£1,00k) due to the continuation of Household Support Fund Scheme. Partially offset by an overspend of £200k on Council Tax Reliefs, reduced grant income (£172k) and a forecast pressure within Housing Benefit Subsidy.
Central Services				
Business Support and HR	29,111	29,525	414	HR is expected to balance to budget at year-end, despite vacancies in some teams there are pressures in other linked to additional workload as restructures following post LGR continue.
Local Engagement	10,613	10,228	(385)	Largely driven by staff vacancies, particularly within the Localities team (£492k).
Legal and Democratic Services	10,309	9,468	(841)	Various underspends, linked to vacancies and early achievement of savings which are in the budget for 2025/26.
Senior Leadership	963	646	(317)	Underspend expected to offset some of the overspends in other areas as budget issues continue to be worked through.
Resources & Central Total	145,663	137,119	(8,544)	
Corporate Miscellaneous				
Contingency Budgets				
Corporate Contingency	9,008	9,008	-	Assumed to be fully utilised.
HAS Corporate Contingency	99	99	-	
General Provision	7,724	4,818	(2,905)	This includes one-off income of £498k, as well as revised position on contingencies following the allocation of the pay award resulting in a forecast underspend of £2.9m.
2020 North Yorkshire	-	-	-	
	16,831	13,926	(2,905)	
Treasury Management				
Capital Financing Costs	24,793	28,019	3,227	Increased contributions from Services towards invest to save schemes, resulting in a £1.1m underspend. Offset by an anticipated increased overspend against council debt budget of £350k following profiling of legacy budgets
Dividends & Interest Earned	(30,465)	(34,765)	(4,300)	Variance driven by an anticipated increase on council treasury investments, as a result of higher than anticipated invested balances due to volatility in the capital programme and higher than anticipated base rates.
Commercial Investments	(601)	(732)	(130)	Variance driven by higher than budgeted revenue returns on Council Property Funds. 3.8% return achieved in the year against 3% expected
Alternative Property Investments	(175)	(160)	15	
	(6,449)	(7,637)	(1,188)	
Corporate Budgets				
Corporate Funds	422	422	-	
Other Corporate Budgets	14,543	14,702	159	£200k pressure on Commercial Target budget, £50k pressure on external audit budget offset by additional income (£78k).
	14,964	15,124	159	
Corporate Funding				
Corporate Grant Funding	(79,943)	(79,943)	-	
Other Corporate Funding	(3,218)	(2,593)	625	Anticipated shortfall on overhead recharge.
	(83,161)	(82,537)	625	
Business Rates Funding				
	-	(712)	(712)	One off income from Levy Account Surplus
Special Expenses	98	98	-	
Corp Misc Total	(57,716)	(61,738)	(4,022)	
Total	87,946	75,381	(12,565)	

NORTH YORKSHIRE EDUCATION SERVICES

Appendix G

2024-25 REVENUE BUDGET OUTTURN REPORT

BUDGET HEAD	BUDGET Profit(-) / Loss(+) 2024-25 £000	FORECAST Profit (-) / Loss (+) 2024-25 £000	VARIANCE Increase(-) / Decrease (+) £000	COMMENTS
TRADED SERVICES PROFIT & LOSS SUMMARY				
Cleaning Service	(430)	(901)	(471)	The Q3 forecast for cleaning is showing a profit of £901k against a budget of £430, a positive variance of £471k. The service continues to carry a high level of vacancies with the service at those units provided by Mobile staff. As we are approaching year - end it is considered that very few of those vacancies will be filled by year end. The main variances are therefore savings in unit based pay due to vacancies partially offset by higher cover costs due to higher use of the Mobile Cleaning team. The actual cost of the pay award was less than had been forecast in previous periods. A review of cleaning materials and equipment spend has been carried out and with a reduction in the forecast spend to year - end. In addition, the expected increases in cleaning materials and Equipment costs have not been realised resulting in a further saving against budget.
County Caterers Service	(390)	(492)	(102)	Catering is currently forecast to make a surplus of £492.5k against a budget of £390k. This is a positive variance of £102.5k The Pay Award due for 1st April has now been settled and rates updated with arrears paid in November. The actual cost of the award was less than the estimate provided in earlier forecasts. Food costs budgets were increased for the academic year 2024/25 and during the Autumn Term food costs per meal were under those budgeted. Uptake of meals against budget has continued to climb during the Autumn Term and has averaged 98.6%. As this period will include an increased uptake of Christmas dinners, and as an acknowledgement of potential bad weather in the early Spring Term, we have prudently forecast at 98.2% of budget for the remainder of the financial. The service continues to have monthly performance meetings with managers to monitor uptake of meals to budget and the cost of the service at school level, improvement plans are implemented where necessary.
Grounds Maintenance Service	(34)	(11)	23	
Health and Safety Service (HandS)	(3)	23	26	
Health and Safety Commercial	(137)	(149)	(12)	
Energy Traded Service	(26)	8	34	
Maintenance and Servicing Scheme	(160)	(180)	(20)	
Property & Facilities	(1,180)	(1,703)	(523)	
School Improvement Service	(8)	(9)	(1)	
LA Clerking Service	-	(45)	(45)	
Education & Skills	(8)	(55)	(47)	
Employment Support Service - Traded	(98)	(193)	(95)	
Financial Management Services	(151)	(259)	(108)	Current FMS forecast outlines an overall surplus of £259k, £107k higher than the revised stretch target. At quarter 2 we were reporting a surplus of £230k but since then we have been successful in retaining the SRMA contract for a further three years, the new contract started on the 1st January 2025 and the management fees for the three months (Jan 25 to March 25) are now included in the forecast. £19k shortfall in income from Mats 13.5k and Other External customers, offset by temporary vacancy savings (currently recruiting)
Health and Wellbeing Service	(168)	(170)	(2)	
HR Advisory Service	(69)	(82)	(13)	The HR team have been working with reduced staffing and holding vacancies in anticipation of reductions that may be required next year due to anticipated loss of contracts. The commissioned income target has also been further reduced further at Q3 to match the expected income
Legal Services Traded	(28)	(22)	6	
Schools ICT Service	(106)	-	106	We had budgeted for a target of £106k in year new business sales mainly on software & infrastructure and school technician services. Although there have been successes in obtaining new business both out of county and within county, there has not been enough new business sales to offset the loss of reduced existing customer revenue. *For our main Software and Infrastructure SLA - 22 Schools have either moved to Federations (and wanted a Federation reduced price), closed or reduced scope of service (removed MIS support). The majority of these we did not expect at the start of the FY when the budget was set. Where we have been given an indication of schools closing/moving to MAT's at the start of the year the cancellation date has not been definitive so is a challenge to predict when the services and income will actually end. We have been able to offset some of this loss in income through new business with new customers however this has not fully offset the loss. This is also the case for or website SLA/development services. *We had targeted selling more hardware this year as a stretch target. Although we have sold significantly more hardware than last year we are forecasting that we won't meet this target. We had expected more schools to require Windows 11 and Server 2012 hardware upgrades but evidence shows a significant amount of customers are waiting until immediately before the deadline to make the changes (which will fall into the next financial year). *We are forecasting less revenue than expected for enhanced services (installations/project work) and less than the previous year. The challenge here is similar to hardware sales where customers have not committed to investing in this work in this financial year. We expect revenue to increase significantly next financial year. *We were expecting to generate more revenue through schools paying for equipment repair. This has not happened as we had originally expected as
Training and Learning	(50)	(155)	(105)	The NYES forecast in 24/25 is based on 60% of course places available been sold, we have challenged ourselves to achieve this by providing more of what customers historically bought, and less of what wasn't as well attended. We have also increased our offering of courses by adding in a range of new ones, some of which started to be delivered from October. We are currently on track of selling 60% of available places.
Professional Support Services	(671)	(881)	(210)	
SUBTOTAL	(1,859)	(2,638)	(779)	
Central Traded Establishment	926	1,018	92	
North Yorkshire Education Solutions (NYES)	932	939	7	
TOTAL	-	(680)	(680)	

HOUSING REVENUE ACCOUNT

Appendix H

2024-25 REVENUE BUDGET OUTTURN REPORT

BUDGET HEAD	START BUDGET 2024-25 £000	FORECAST OUTTURN 2024-25 £000	VARIANCE (-) = saving £000	COMMENTS
Income				
	(41,794)	(41,400)	393	Expected net rent income down due to higher than budgeted void losses, partly due to increased investment to bring homes to decent standard upon re-let
Rents (Council Dwellings & Hostels)				
Non-dwelling rents	(411)	(400)	11	
Charges for services and facilities	(1,341)	(1,344)	(4)	
Other Income	(158)	(204)	(46)	
Investment Income	(926)	(1,034)	(108)	Due to average return increase to 5.17%
Total Income	(44,629)	(44,383)	247	
Expenditure				
Repairs and Maintenance	15,072	14,693	(379)	Underspends mainly linked to staffing vacancies
	8,353	7,975	(378)	
Supervision, Management and Admin	5,273	4,133	(1,140)	Expected underspend on utilities £100k, along with staffing underspends Less than anticipated borrowing requirement, due to capital expenditure reprofiling
Interest Payments	1,170	1,170	-	
Debt Repayment	9,097	9,097	-	
Depreciation charge to major repairs	5,416	5,416	-	
Capital Expenditure funded from revenue				
Total Expenditure	44,382	42,485	(1,897)	
Drawdown from Working Balance	247	247	-	
Net (Surplus) / Deficit	-	(1,651)	(1,651)	