

SUMMARY OF MAJOR VARIANCES (Qtr 3 2009/10)

(Not included elsewhere in the report)

| Service | Service Area | Reason for Variance & Action being taken | Variance to Date | Projected Variance to Year End |
|--|--|--|---------------------------------|--------------------------------|
| | | | £ | £ |
| | | | + = Adverse (-) = Favourable | |
| VARIANCES REPORTED THROUGH PRT PROCESS (SERVICE HEAD COMMENTS) | | | | |
| Financial Services | Investment Interest | See separate report. | (19,000) | |
| | Part provision for estimated losses in investments | Capitalisation directive for £2.1M now received - outturn dependent on views at year end regarding Landsbanki & Glitnir creditor status and any updates to estimated recovery rates. | +0 | +0 |
| | VAT Recovery Claim | Still awaiting outcome of claim. It is known that HMRC have accepted the principles underpinning the claim as they have settled with some other local authorities. Being pursued through PWC. | +400,000 | +0 |
| CC(DS) | Electricity | Mistake made by supplier regarding meter readings leading to under charged amounts of £6K in 2008/09 and £3K in 2009/10. | +3,000 | +9,000 |
| Property Services | Lancaster Market Rent | Loss of tenants resulting in a drop in income. In addition, poor Christmas trading is expected to result in more tenant losses. | +12,300 | +21,700 |
| | Lancaster Market Service Charge | As above. | +9,400 | +16,600 |
| | Off-street car parks - fees | Income was above target in October and November. However, in December it dropped due to the poor weather conditions. | (7,600) | +0 |
| | Postage | Budget reduced by £22.2K at revised estimate stage which was too much in light of current throughput. | +6,200 | +10,100 |
| | Hire premises | Additional income from lettings. | (6,700) | (9,000) |
| Cultural Services | Dome Ice Rink | Morecambe Town Council contribution not previously budgeted for. | +0 | (8,000) |
| | Promenade Management - income | Agreement with Fairground operator is £6K less than anticipated. | +0 | +6,000 |
| | Salt Ayre Sports Centre - various areas | Pool cover and new Reflexions contract late in being implemented. All budget headings being monitored closely with Financial Services and costs being held where possible in a bid to reduce this deficit. | +14,300 | +35,400 |
| Planning Services | Planning Application Fee income | Increased income in Qtr3 against revised budget. | (27,800) | ? |
| | Winning Back West End Property Account | Outstanding HCA claims pending payment. Positive discussions with funder to gain clarity and agree position. Claim expected to be paid Qtr4. | +105,500 | +0 |
| | West End EP Delivery Team | As above. | +47,300 | +0 |
| | | | +536,900 | +81,800 |

| VARIANCES <u>NOT</u> REPORTED THROUGH PRT PROCESS | | | | |
|---|--|--|----|----|
| | | | +0 | +0 |

| | | |
|------------------------|-----------------|----------------|
| TOTAL VARIANCES | +536,900 | +81,800 |
|------------------------|-----------------|----------------|