



**Open Report on behalf of Andrew Crookham, Executive Director - Resources**

Report to:	<b>Overview and Scrutiny Management Board</b>
Date:	<b>01 July 2021</b>
Subject:	<b>Review of Financial Performance 2020/21</b>

**Summary:**

This report invites the Overview and Scrutiny Management Board to consider a report on the Review of Financial Performance 2020/21 which is being presented to the Executive on 6 July 2021. The views of the Board will be reported to the Executive as part of its consideration of this item.

**Actions Required:**

The Overview and Scrutiny Management Board is invited to

- 1) consider the attached report and to determine whether the Board supports the recommendations to the Executive as set out in the report.
- 2) agree any additional comments to be passed to the Executive in relation to this item.

**1. Background**

- 1.1 The Executive is due to consider the Review of Financial Performance Report 2020/21 at its meeting on 6 July 2021.
- 1.2 The Executive report attached at Appendix 1 sets out the Council's financial performance in 2020/21. It identifies and explains variances from the revenue and capital budget, and makes proposals for use of the carry forward of under and over spends into the current financial year 2021/22.
- 1.3 Table 1 summarises the proposals on the use of the Council's underspend from 2020/21. Full details explaining this are set out in the Executive report (paragraphs 1.60 to 1.65).

<b>TABLE 1: Proposed Use of Underspend in 2020/21</b>	
	£m
<b>Council Underspend for 2020/21 (excluding Schools)</b>	<b>28.746</b>
<u>Service Net Underspends up to 1% Carried Forward:</u>	
- Adult Care and Community Wellbeing	2.167
- Children's Services	1.136
- Place	0.766
- Fire & Rescue and Emergency Planning	0.103
- Commercial	0.408
- Resources	0.288
- Corporate Services	0.031
	4.899
<u>Business As Usual Items, for ringfenced items (para 1.60):</u>	
- Civil Parking Enforcement & Permitting	0.088
- Strategic Commissioning & procurement surplus	0.148
- Interest Lincoln Cultural Quarter	0.001
	0.237
<u>Proposed Transfers to Existing Earmarked Reserves (para 1.61):</u>	
- Flood & Water Risk Management	0.045
- Purchase of Employee Leave	0.114
- Capital Financing Charges	8.647
	8.806
<u>Proposed Transfers to New Earmarked Reserves (para 1.62):</u>	
- Elections	0.300
	0.300
<b>Balance Remaining for Consideration</b>	<b>14.504</b>
<u>Proposals for Balance Remaining (paras 1.64 to 1.65):</u>	
- Replenish Financial Volatility Reserve	12.200
- Create new Coronavirus Recovery Reserve	2.304
	<b>14.504</b>

## 2. Conclusion

Following consideration of the attached report, the Board is requested to consider whether it supports the recommendations in the report and whether it wishes to make any additional comments to the Executive. Comments from the Board will be reported to the Executive.

### 3. Consultation

The Board is being consulted on the proposed decision of the Executive on 06 July 2021.

### 4. Appendices

These are listed below and attached at the back of the report	
Appendix 1	Report on Review of Financial Performance 2020/21 to be presented to the Executive at its meeting on 6 July 2021, including Appendices A to N.

### 5. Background Papers

No background papers within Section 100D of the Local Government Act 1972 were used in the preparation of this report.

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