

Y Bwrdd Rheoli Management Board

MB (05-09) Paper 1 (Part 1) Financial Management Report

Cynulliad
Cenedlaethol
Cymru

National
Assembly for
Wales



MB (05-09) Paper 1

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Financial Management Report: Updated Provisional Outturn for the year ended 31 March 2009

This paper has been prepared for consideration by the Management Board and has been deemed suitable for publication.

Purpose and summary of issues

1. The purpose of this report is to update the Board on provisional budgetary performance for 2008-09.
2. The **key messages** are:
 - Overall Year to Date spend is £43.920 million representing an underspend of 4.9% against the budget of £46.181 million. This is outside the year end tolerance of 2% and is 2.7% more than the outturn forecast in February.
 - The main reasons for the final underspend against budget are:
 - service underspends of £0.519 million (1.1%);
 - an overestimation of depreciation £0.915 million (2%); and
 - Members Pay and Allowances underspend of £0.827 million (1.8%)
 - The primary reason for the increased underspend of 2.7% compared with the projection provided in February, relates to the depreciation charge (£0.915 million) and a smaller fall in value of the Pierhead building than was predicted earlier in the year (£0.320 million).
 - The figures are provisional and are subject to audit and potential amendment in the coming weeks.


Recommendation


3. That the Board notes the financial performance for the year pending a final-outturn report to be provided on completion of the Accounts.

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4. Risks - Red Flag Issues

 Overall provisional budgetary performance for Year ended 31 March 2009 is outside the anticipated outturn caused primarily by an overestimation of financial charges

 Depreciation for 2009-10 and the years beyond to be reassessed to ensure the allocated provision is correct

5. Opportunities - Green Flag Issues

 Underspend on Members Pay and Allowances for a second year in succession may allow the release of funding in 2009-10 for use in the wider budget.

FINANCIALS

1. Budget Performance for the period April – March 2008- 09

Service	Original Budget (£'000)	Agreed Virements (£'000)	Revised Budget (£'000)	Year to Date Outturn (£'000)	Variance %	Projected Outturn (£'000)	Variance Actuals compared to projected outturn %
Corporate Unit	1,474	197	1,671	1,677	0	1,639	-2
Legal Services	577	-90	487	464	5	486	4.7
	2,051	107	2,158	2,141	1	2,124	-1
OPERATIONS DIRECTORATE							
Human Resources	1,130	340	1,470	1,471	0	1,507	2
Estate & Facilities Management	9,555	1,614	11,169	11,289	-1	11,169	-1
Financial Services	930	-211	719	747	-4	737	-1
Members Pay & Allowances	13,664	-513	13,151	12,324	6	12,349	0
ICT	4,053	631	4,684	4,645	1	4,591	-1
External Communications	2,751	-651	2,100	2,048	2	2,069	1
	32,083	1,210	33,293	32,524	2	32,421	0
ASSEMBLY BUSINESS DIRECTORATE							
Members' Research Service	1,800	-196	1,604	1,569	2	1,603	2
Chamber & Legislation Services	989	-112	877	874	0	880	1
PTRS	1,935	-135	1,800	1,777	1	1,778	0
Committee Service	1,248	-157	1,091	1,082	1	1,086	0
Co-ordination Unit	148	-50	98	93	5	93	0
	6,120	-650	5,470	5,395	1	5,441	1
Sub Total	40,254	667	40,921	40,060	2	39,956	0
Depreciation & Notional Interest	4,775	-	4,775	3,860	19	5,095	24
Sub Total	45,029	667	45,696	43,920	5	45,081	3
Unallocated Reserves	1,152	-	485	-	-	-	-
Totals	46,181	667	46,181	43,920	5	45,081	3