

## Appendix A

### Financial Summary

The table below gives the County Council's financial position for 2015/16 as of the end of Quarter 2 (30 September 2015).

Ref	Service Grouping	Revised Annual Budget £m	Previous CABINET Variance - QTR 1 £m	Current CABINET Forecast - QTR 2 £m	Current Period Forecast Variance £m	Current Period Forecast Variance %
3.1	ADULTS SERVICES	292.155	19.708	311.429	19.274	7%
3.2	CHILDRENS SERVICES	103.618	4.639	108.628	5.010	5%
3.3	COMMUNITY SERVICES	168.535	0.424	167.782	-0.753	0%
3.4	PUBLIC HEALTH & WELLBEING	29.559	0.409	32.439	2.880	10%
3.5	LANCASHIRE PENSION FUND	-1.842	0.000	-1.813	0.029	2%
3.6	COMMISSIONING	37.747	1.665	38.567	0.820	2%
3.7	DEVELOPMENT AND CORPORATE SERVICES	35.339	9.491	38.811	3.472	10%
3.8	CHIEF EXECUTIVE	61.564	-3.085	50.498	-11.066	-18%
	<b>LCC (ALL) NARRATIVE TOTAL</b>	<b>726.675</b>	<b>33.251</b>	<b>746.341</b>	<b>19.666</b>	<b>3%</b>

This results in a forecast outturn of an overspend of £19.666m in 2015/16 against the budget of £726.675m which will be an in-year call on reserves. This represents an overall improvement of £13.585m from the position reported to Cabinet in August which reflected the forecast position at the end of quarter one.

The forecast includes the application of earmarked reserves of £17.495m utilised to support base budget pressures which have been built into the Medium Term Financial Strategy (MTFS) going forward from 2016/17. A further £21.706m of reserves has been highlighted throughout the report which support one-off in year project work and invest to save schemes which have a net nil effect to the overall revenue forecast and have not been included in the MTFS.