

### Red, Amber, Green (RAG) Criteria for Revenue Budget Monitoring

The RAG status is based on the overall directorate position.

Ideally there should not be any movement from green to red; amber should be used through effective monitoring for initially flagging the budget pressure so that it can be addressed.

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| Red   | <ul style="list-style-type: none"><li>- Where the forecast directorate overspend is over £100,000.</li><li>- An action plan needs to be created and agreed.</li></ul>   |
| Amber | <ul style="list-style-type: none"><li>- Where the forecast directorate overspend is over £50,000 (but under £100,000)</li><li>- An action plan is in place and is being monitored.</li><li>- An unexpected shift took place at the previous year end (over £200,000).</li></ul> |
| Green | <ul style="list-style-type: none"><li>- Estimated outturn on budget, nothing of concern.</li></ul>  |

### Notes

- i. Action Plans Where over £100k they will need portfolio member approval, and DMT where less than 100k.
- ii. Underspends unless there are adverse service implications or the underspend is significant and unplanned, underspends will be shown as Green.