

WILTSHIRE COUNCIL

CABINET

23 MARCH 2010

Subject: REVENUE BUDGET MONITORING: APRIL 2009 TO JANUARY 2010

Cabinet member: Councillor Fleur de Rhe Philipe – Finance, Performance and Risk

Executive Summary

Overall the Council is forecast to outturn within budget. The budget continues to be closely monitored.

Proposal

The Cabinet is asked to note the report.

Reasons For Proposals

That Members are aware of the Council's budgetary pressures.

MARTIN DONOVAN
Chief Finance Officer

WILTSHIRE COUNCIL

CABINET

23 MARCH 2010

Subject: REVENUE BUDGET MONITORING: APRIL 2009 TO JANUARY 2010

Cabinet member: Councillor Fleur de Rhe Philippe – Finance, Performance and Risk

Purpose of Report

1. To advise Cabinet of the latest position regarding the revenue budget monitoring for 2009-10.

Background

2. Throughout the financial year, budget action plans have been implemented by all departments to ensure their year end position is in line with the budget. The detailed revenue budget monitoring statement is attached in Appendix 1. Overall it is currently forecast that the Council will outturn within budget. The risks associated with this forecast are discussed later in this report.

Department of Transport, Environment and Leisure

3. As per last month, it is forecast that the projected outturn will be in line with the budget. The budget continues to be closely monitored, with specific focus on the cost of winter gritting. Currently it is forecast that this will be managed within budget.

Department of Economic Development, Planning & Housing

4. As per last month, the Department continues to forecast an underspend of £35,000. The budget continues to be closely monitored.

Department of Community Services

5. The department is continuing to take appropriate action to address residual financial pressures of £0.346 million. These are needed to ensure the Department remains within budget.
6. As a result of the demand led nature of the Adult Social Care budgets such as Services for Older People, the department is continuing to keep under review the level of demand it is facing. The current level of known demand is reflected in the budget forecasts. However, there is

evidence, both locally and nationally, to suggest that the demand for services has grown and is growing and as a result, the service continues to face budget pressures, which will potentially continue into the next financial year. In particular, there is evidence of growing demand as a consequence of the current economic climate. Within Adult Care services this is reflected in increasing numbers of self funders becoming eligible for local authority funded services.

Department of Children and Education

7. The department is continuing to take appropriate action to address residual financial pressures of £658,000. As previously reported these are as a result of increased external placements for Looked after Children following increased number of asylum seekers and movements from other local authorities. The department is also having to address increased pressures in other budget areas such as After Care.

Department of Resources

8. The Department continues to forecast to outturn with a slight underspend of £15,000. The budget continues to be closely monitored.

Movement in Reserves

9. The movement of £4.637 million from General Fund is as a consequence of the budget strategy to use reserves to support the 2009-10 budget. The movement of £7.260 million from the Transition Fund relates to the planned one-off costs associated with the move to One Council. A more detailed analysis of the Transition Fund will be included in the Outturn Report to be reported at the end of the financial year.

Main Considerations for the Council

10. To note the current budget monitoring report.

Environmental Impact of the Proposal

11. None have been identified as arising directly from this report.

Equality and Diversity Impact of the Proposal

12. No equality and diversity issues have been identified as arising from this report.

Legal Implications

13. None have been identified as arising directly from this report

Risk Assessment

14. SAP provides the Council's new financial management system. Consequently it has been necessary to confirm the integrity of SAP's financial reporting. One of the particular areas of focus has been the need to link financial information with other management data to support reliable forecasting of demand led budget within the Department of Community Services and the Department of Children. Work continues to be undertaken in this respect.

Financial Implications

15. Overall the Council is forecast to outturn within budget. However this is dependent upon both the Department of Community Services and the department for Children and Education remaining within budget. The combined financial pressures of these two departments is £1.004 million.
16. A review of all provisions and other combined reserves that have been aggregated from the five former Councils has identified a total of £1 million that was established historically and that are now no longer required. This amount has not been incorporated into any of the financial plans for the 2010-11 budget. It is being held as a corporate contingency to ensure the Council remains within budget.

MARTIN DONOVAN
Chief Finance Officer

Report Author: Martin Donovan

Unpublished documents relied upon in the preparation of this report: NONE
Environmental impact of the recommendations contained in this report: NONE

Appendices :

Appendix 1 – detailed revenue budget monitoring statement.

Wiltshire Council Revenue Budget Monitoring Statement

31-Jan-10

		<i>Approved Budget 2009-10</i>	<i>Profiled Budget at 31-01-2010</i>	<i>Actual Position 31-01-2010</i>	<i>Projected Position for Year</i>	<i>Projected Variation for Year</i>	<i>Variation as % of Approved Budget</i>
		<i>£m</i>	<i>£m</i>	<i>£m</i>	<i>£m</i>	<i>£m</i>	
<u>SUMMARY</u>							
Children and Education	Gross	378.377	316.051	318.923	379.035	(0.658)	(0.2%)
	Income	-324.742	-61.941	-104.094	-324.742	-	-
	Net	53.635	254.110	214.829	54.293	(0.658)	(1.2%)
Community Services	Gross	153.223	128.705	131.203	154.122	(0.899)	(0.6%)
	Income	-38.246	-31.267	-29.930	-38.799	0.553	(1.4%)
	Net	114.977	97.438	101.273	115.323	(0.346)	(0.3%)
Transport, Environment & Leisure	Gross	118.002	96.894	96.359	115.631	2.371	2.0%
	Income	-32.145	-27.020	-24.812	-29.774	(2.371)	7.4%
	Net	85.857	69.874	71.548	85.857	(0.000)	(0.0%)
Economic Development, Planning & Housing	Gross	26.416	22.013	19.220	24.862	1.554	5.9%
	Income	-15.204	-12.670	-10.677	-13.685	(1.519)	10.0%
	Net	11.212	9.343	8.543	11.177	0.035	0.3%
Department of Resources	Gross	188.041	160.050	148.364	187.647	0.394	0.2%
	Income	-129.685	-107.985	-11.070	-129.306	(0.379)	0.3%
	Net	58.356	52.065	137.294	58.341	0.015	0.0%
Corporate Headings							
Movement To / From Reserves - General Fund		-4.637	-3.864	-	-4.637	-	-
Movement To / From Reserves - Earmarked		-7.260	-6.050	-	-7.260	-	-
Capital Financing		20.085	16.738	5.025	20.085	-	-
GRAND TOTAL		332.225	489.654	538.512	333.179	(0.954)	(0.3%)

Note: Approved Budget is original budget plus authorised changes.

Note overspendings are shown in brackets

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DETAIL							
Children and Education							
Commissioning & Performance	Gross Costs	250.911	209.961	214.313	250.909	0.002	0.0%
	Income	-250.664	-0.267	-82.071	-250.664	-	-
	Net	0.247	209.694	132.242	0.245	0.002	0.6%
Children & Families	Gross Costs	30.469	25.400	27.825	31.046	(0.577)	(1.9%)
	Income	-0.447	-0.372	-0.539	-0.447	-	-
	Net	30.022	25.028	27.286	30.599	(0.577)	(1.9%)
Targeted Services	Gross Costs	17.551	14.535	14.050	17.451	0.100	0.6%
	Income	-7.587	-6.265	-1.656	-7.587	-	-
	Net	9.964	8.270	12.394	9.864	0.100	1.0%
Schools & Learning	Gross Costs	79.446	66.155	62.735	79.886	(0.440)	(0.6%)
	Income	-66.044	-55.037	-19.828	-66.044	-	-
	Net	13.402	11.118	42.907	13.842	(0.440)	(3.3%)
Agreed Recovery Actions still to be actioned	Gross Costs	-	-	-	-0.258	0.258	
Sub Total	Gross Costs	378.377	316.051	318.923	379.035	(0.658)	(0.2%)
	Income	-324.742	-61.941	-104.094	-324.742	-	-
	Net	53.635	254.110	214.829	54.293	(0.658)	(1.2%)

Note: Approved Budget is original budget plus authorised changes.

Note overspendings are shown in brackets

All DSG related projections are highlighted *

APPENDIX 1

Wiltshire Council Revenue Budget Monitoring Statement

31-Jan-10

		Approved Budget 2009- 10 £m	Profiled Budget at 31- 01-2010 £m	Actual Position 31-01-2010 £m	Projected Position for Year £m	Projected Variation for Year £m	Variation as % of Approved Budget
Community Services							
Older People	Gross Costs	45.437	36.973	38.602	46.968	(1.531)	(3.4%)
	Income	-7.902	-6.275	-6.472	-8.399	0.497	(6.3%)
	Net	37.535	30.698	32.130	38.569	(1.034)	(2.8%)
Physical Impairment	Gross Costs	7.636	6.470	7.705	8.762	(1.126)	(14.7%)
	Income	-1.062	-0.896	-0.772	-0.932	(0.130)	12.2%
	Net	6.574	5.574	6.933	7.830	(1.256)	(19.1%)
Learning Disabilities	Gross Costs	44.151	38.195	38.161	42.514	1.637	3.7%
	Income	-12.892	-10.944	-10.165	-12.855	(0.037)	0.3%
	Net	31.259	27.251	27.996	29.659	1.600	5.1%
Mental Health	Gross Costs	24.376	20.430	20.841	23.984	0.392	1.6%
	Income	-4.000	-3.278	-3.416	-4.150	0.150	(3.8%)
	Net	20.376	17.152	17.425	19.834	0.542	2.7%
Resources Strategy & Commissioning	Gross Costs	9.359	7.788	7.655	9.854	(0.495)	(5.3%)
	Income	-2.787	-1.858	-1.472	-2.787	-	-
	Net	6.572	5.930	6.183	7.067	(0.495)	(7.5%)
Supporting People	Gross Costs	8.285	7.416	7.205	8.285	-	-
	Income	-8.175	-6.812	-6.131	-8.175	-	-
	Net	0.110	0.604	1.074	0.110	-	-
Libraries Heritage & Arts	Gross Costs	8.512	7.021	6.939	8.337	0.175	2.1%
	Income	-1.091	-0.921	-1.318	-1.091	-	-
	Net	7.421	6.100	5.621	7.246	0.175	2.4%
Community Safety	Gross Costs	1.152	0.960	0.866	1.224	(0.072)	(6.3%)
	Income	-0.284	-0.237	-0.001	-0.357	0.073	(25.7%)
	Net	0.868	0.723	0.865	0.867	0.001	0.1%
Community Leadership & Governance	Gross Costs	4.315	3.452	3.229	4.194	0.121	2.8%
	Income	-0.053	-0.046	-0.183	-0.053	-	-
	Net	4.262	3.406	3.046	4.141	0.121	2.8%
Sub Total	Gross Costs	153.223	128.705	131.203	154.122	(0.899)	(0.6%)
	Income	-38.246	-31.267	-29.930	-38.799	0.553	(1.4%)
	Net	114.977	97.438	101.273	115.323	(0.346)	(0.3%)

Note: Approved Budget is original budget plus authorised changes.

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Transport, Environment & Leisure							
Highways	Gross Costs	17.320	14.422	14.635	17.562	(0.242)	(1.4%)
	Income	-1.133	-0.944	-0.884	-1.061	(0.072)	6.4%
	Net	16.187	13.478	13.751	16.501	(0.314)	(1.9%)
Sustainable Transport	Gross Costs	35.529	28.178	28.748	34.498	1.031	2.9%
	Income	-15.429	-13.091	-11.858	-14.229	(1.200)	7.8%
	Net	20.100	15.087	16.891	20.269	(0.169)	(0.8%)
Waste Disposal	Gross Costs	21.740	18.117	16.072	19.286	2.454	11.3%
	Income	-1.128	-0.940	-0.801	-0.961	(0.167)	14.8%
	Net	20.612	17.177	15.271	18.325	2.287	11.1%
Waste Collection & Amenities	Gross Costs	20.874	17.394	17.662	21.194	(0.320)	(1.5%)
	Income	-7.291	-6.075	-5.780	-6.936	(0.355)	4.9%
	Net	13.583	11.319	11.882	14.258	(0.675)	(5.0%)
Leisure	Gross Costs	10.201	8.501	8.844	10.613	(0.412)	(4.0%)
	Income	-5.001	-4.167	-3.950	-4.740	(0.261)	5.2%
	Net	5.200	4.334	4.894	5.873	(0.673)	(12.9%)
Property	Gross Costs	9.081	7.568	7.659	9.191	(0.110)	(1.2%)
	Income	-2.163	-1.803	-1.539	-1.847	(0.316)	14.6%
	Net	6.918	5.765	6.120	7.344	(0.426)	(6.2%)
Management Support Servs & Emerg Plan	Gross Costs	3.257	2.714	2.739	3.287	(0.030)	(0.9%)
	Income	-	-	-	-	-	
	Net	3.257	2.714	2.739	3.287	(0.030)	(0.9%)
Sub Total	Gross Costs	118.002	96.894	96.359	115.631	2.371	2.0%
	Income	-32.145	-27.020	-24.812	-29.774	(2.371)	7.4%
	Net	85.857	69.874	71.548	85.857	(0.000)	(0.0%)

Note: Approved Budget is original budget plus authorised changes.

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Economic Development, Planning & Housing							
Economic Development	Gross Costs	8.476	7.063	5.872	8.476	-	-
	Income	-5.651	-4.709	-3.812	-5.651	-	-
	Net	2.825	2.354	2.060	2.825	-	-
Housing Management	Gross Costs	4.889	4.074	3.429	4.427	0.462	9.4%
	Income	-2.358	-1.965	-1.497	-1.829	(0.529)	22.4%
	Net	2.531	2.109	1.932	2.598	(0.067)	(2.6%)
Public Protection	Gross Costs	5.065	4.221	3.738	4.965	0.100	2.0%
	Income	-1.074	-0.895	-0.938	-1.074	-	-
	Net	3.991	3.326	2.800	3.891	0.100	2.5%
Development Services	Gross Costs	7.986	6.655	6.181	6.994	0.992	12.4%
	Income	-6.121	-5.101	-4.430	-5.131	(0.990)	16.2%
	Net	1.865	1.554	1.751	1.863	0.002	0.1%
Sub Total	Gross Costs	26.416	22.013	19.220	24.862	1.554	5.9%
	Income	-15.204	-12.670	-10.677	-13.685	(1.519)	10.0%
	Net	11.212	9.343	8.543	11.177	0.035	0.3%

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		£m	£m	£m	£m	£m	
Resources							
Chief Executive	Gross Costs	0.590	0.468	0.669	0.568	0.022	3.7%
	Income	-0.013	-	-0.178	-0.013	-	-
	Net	0.577	0.468	0.491	0.555	0.022	3.8%
Policy & Communications	Gross Costs	3.710	3.109	2.782	3.441	0.269	7.3%
	Income	-1.865	-1.479	-0.591	-1.486	(0.379)	20.3%
	Net	1.845	1.630	2.191	1.955	(0.110)	(6.0%)
Transition Fund	Gross Costs	9.053	7.544	6.015	9.053	-	-
	Income	-	-	-	-	-	-
	Net	9.053	7.544	6.015	9.053	-	-
Corp Director / Central Resources	Gross Costs	0.278	0.232	0.037	0.278	-	-
	Income	-	-	-	-	-	-
	Net	0.278	0.232	0.037	0.278	-	-
Finance (including Revs & Bens)	Gross Costs	134.742	117.165	99.210	134.742	-	-
	Income	-122.221	-102.456	-4.445	-122.221	-	-
	Net	12.522	14.709	94.765	12.522	-	-
HR	Gross Costs	2.185	1.821	1.936	2.085	0.100	4.6%
	Income	-0.380	-0.317	-0.352	-0.380	-	-
	Net	1.805	1.504	1.584	1.705	0.100	5.5%
ICT	Gross Costs	17.113	14.260	19.288	17.113	-	-
	Income	-0.034	-0.028	-0.045	-0.034	-	-
	Net	17.079	14.232	19.243	17.079	-	-
Corporate Procurement	Gross Costs	2.879	0.901	2.655	2.951	(0.072)	(2.5%)
	Income	-0.801	-0.061	-0.556	-0.801	-	-
	Net	2.079	0.840	2.099	2.151	(0.072)	(3.5%)
Legal & Democratic	Gross Costs	7.630	6.329	6.486	7.530	0.100	1.3%
	Income	-2.239	-1.866	-1.638	-2.239	-	-
	Net	5.391	4.463	4.848	5.291	0.100	1.9%
Performance & Risk	Gross Costs	0.426	0.355	0.483	0.366	0.060	14.1%
	Income	-	-	-	-	-	-
	Net	0.426	0.355	0.483	0.366	0.060	14.1%
Shared Services & Customer Care	Gross Costs	9.131	7.610	8.554	9.216	(0.085)	(0.9%)
	Income	-2.133	-1.778	-3.265	-2.133	-	-
	Net	6.998	5.832	5.289	7.083	(0.085)	(1.2%)
Business Transformation	Gross Costs	0.304	0.256	0.249	0.304	-	-
	Income	-	-	-	-	-	-
	Net	0.304	0.256	0.249	0.304	-	-
Sub Total	Gross Costs	188.041	160.050	148.364	187.647	0.394	0.2%
	Income	-129.685	-107.985	-11.070	-129.306	(0.379)	0.3%
	Net	58.356	52.065	137.294	58.341	0.015	0.0%

Note: Approved Budget is original budget plus authorised changes.

Note overspendings are shown in brackets