

**Wiltshire Council**

**Cabinet**

**20 April 2010**

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**Subject :** Revenue Budget Monitoring: April 2009 To February 2010

**Cabinet Member:** Councillor Fleur de Rhé-Philippe, Finance, Performance and Risk

**Key Decision:** No

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**Executive Summary**

Overall it is projected that the Council will outturn in line with the budget. Continued close monitoring of the budget is on-going.

**Proposal**

The Cabinet is asked to note the report.

**Reason for Proposal**

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

**Martin Donovan**  
**Chief Finance Officer**

## Wiltshire Council

### Cabinet

20 April 2010

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**Subject :** Revenue Budget Monitoring: April 2009 To February 2010

**Cabinet Member:** Councillor Fleur de Rhé-Philippe, Finance, Performance and Risk

**Key Decision:** No

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### Purpose of Report

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

### Background

2. During the 2009-10 financial year, departments have developed budget action plans to ensure their outturn position is within budget. As reported last month there is a corporate contingency of £1 million to help ensure the Council remains within budget.
3. Although the forecast outturn is within budget, departments have taken action to offset significant cost pressures during the financial year, particularly around demand led services and the impact of the economic downturn. These pressures have totalled over £9 million during the year and are summarised below.

Department	Pressure	£m
TEL and EDPH	Loss of income due to economic downturn e.g. car parking and development services	3.90
TEL and EDPH	Additional growth e.g. winter gritting programme and Climate Change	1.05
DCS	Pressure on demand led services e.g. adult social care	1.38
DCE	Pressure on demand led services e.g. looked after children and SEN transport	1.75
DOR	ICT related cost pressures	1.00
<b>Total Cost Pressures absorbed during the year</b>		<b>9.08</b>

4. These pressures have been actively managed through the budget action plans as developed by the departments during the year.

5. This month's budget monitoring report represents month 11 of the financial year. The next budget monitoring report will be the outturn report which will be reported to Cabinet in June.
6. The successful management of the £9.08 million costs pressures is in addition to the efficiency measures that were already built into the budget for 2009-10. These efficiency measures were over £10 million and included the £8.5 million efficiencies delivered from One Council for Wiltshire.

#### Department of Transport, Environment and Leisure

7. 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

8. 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

9. The department is continuing to take appropriate action to address residual financial pressures of £0.349 million. These are needed to ensure the Department remains within budget.
10. 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

11. The department is continuing to take appropriate action to address residual financial pressures of £0.686 million. 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

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

### **Main Considerations for the Council**

13. To note the current budget monitoring report.

### **Environmental Impact of the Proposal**

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

### **Equality and Diversity Impact of the Proposal**

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

### **Legal Implications**

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

### **Risk Assessment**

17. 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 and Education. Work continues to be undertaken in this respect.

### **Financial Implications**

18. Overall the Council is forecast to outturn within budget. However this is dependent upon all departments remaining within budget.

**Martin Donovan**  
**Chief Finance Officer**

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Report Author: Martin Donovan

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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**

28-Feb-10

		<i>Approved Budget 2009-10</i>	<i>Profiled Budget at 28-02-2010</i>	<i>Actual Position 28-02-2010</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>	
<b>SUMMARY</b>							
Children and Education	Gross	378.500	347.684	122.628	379.186	(0.686)	(0.2%)
	Income	-324.859	-68.242	-60.045	-324.859	-	-
	Net	<b>53.641</b>	<b>279.442</b>	<b>62.583</b>	<b>54.327</b>	<b>(0.686)</b>	<b>(1.3%)</b>
Community Services	Gross	153.116	141.003	144.208	154.049	(0.933)	(0.6%)
	Income	-38.140	-34.343	-33.782	-38.724	0.584	(1.5%)
	Net	<b>114.976</b>	<b>106.660</b>	<b>110.426</b>	<b>115.325</b>	<b>(0.349)</b>	<b>(0.3%)</b>
Transport, Environment & Leisure	Gross	118.331	107.104	104.048	115.722	2.609	2.2%
	Income	-32.585	-30.037	-26.434	-29.976	(2.609)	8.0%
	Net	<b>85.746</b>	<b>77.067</b>	<b>77.614</b>	<b>85.746</b>	<b>(0.000)</b>	<b>(0.0%)</b>
Economic Development, Planning & Housing	Gross	26.416	24.214	21.835	24.862	1.554	5.9%
	Income	-15.204	-13.937	-11.632	-13.685	(1.519)	10.0%
	Net	<b>11.212</b>	<b>10.277</b>	<b>10.203</b>	<b>11.177</b>	<b>0.035</b>	<b>0.3%</b>
Department of Resources	Gross	188.144	176.126	160.324	188.019	0.125	0.1%
	Income	-129.684	-118.829	-122.411	-129.574	(0.110)	0.1%
	Net	<b>58.460</b>	<b>57.297</b>	<b>37.913</b>	<b>58.445</b>	<b>0.015</b>	<b>0.0%</b>
Corporate Headings							
Movement To / From Reserves		-11.897	-10.906	-	-11.897	-	-
Capital Financing		20.085	18.411	4.412	20.085	-	-
<b>GRAND TOTAL</b>		<b>332.223</b>	<b>538.248</b>	<b>303.151</b>	<b>333.208</b>	<b>(0.985)</b>	<b>(0.3%)</b>

Note: Approved Budget is original budget plus authorised changes.

Note overspendings are shown in brackets

**Wiltshire Council Revenue Budget Monitoring Statement**

28-Feb-10

		<i>Approved Budget 2009-10</i>	<i>Profiled Budget at 28-02-2010</i>	<i>Actual Position 28-02-2010</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>	
<b>DETAIL</b>							
<b>Children and Education</b>							
Commissioning & Performance	Gross Costs	250.856	230.904	9.455	250.854	0.002	0.0%
	Income	-250.614	-0.248	-36.960	-250.614	-	-
	<b>Net</b>	<b>0.242</b>	<b>230.656</b>	<b>-27.505</b>	<b>0.240</b>	<b>0.002</b>	<b>0.8%</b>
Children & Families	Gross Costs	30.471	27.936	29.770	31.171	(0.700)	(2.3%)
	Income	-0.447	-0.409	-0.654	-0.447	-	-
	<b>Net</b>	<b>30.024</b>	<b>27.527</b>	<b>29.116</b>	<b>30.724</b>	<b>(0.700)</b>	<b>(2.3%)</b>
Targeted Services	Gross Costs	17.553	15.960	15.436	17.375	0.178	1.0%
	Income	-7.586	-6.890	-1.956	-7.586	-	-
	<b>Net</b>	<b>9.967</b>	<b>9.070</b>	<b>13.480</b>	<b>9.789</b>	<b>0.178</b>	<b>1.8%</b>
Schools & Learning	Gross Costs	79.620	72.884	67.967	80.044	(0.424)	(0.5%)
	Income	-66.212	-60.695	-20.475	-66.212	-	-
	<b>Net</b>	<b>13.408</b>	<b>12.189</b>	<b>47.492</b>	<b>13.832</b>	<b>(0.424)</b>	<b>(3.2%)</b>
Agreed Recovery Actions still to be actioned	Gross Costs	-	-	-	-0.258	0.258	
<b>Sub Total</b>	<b>Gross Costs</b>	<b>378.500</b>	<b>347.684</b>	<b>122.628</b>	<b>379.186</b>	<b>(0.686)</b>	<b>(0.2%)</b>
	<b>Income</b>	<b>-324.859</b>	<b>-68.242</b>	<b>-60.045</b>	<b>-324.859</b>	<b>-</b>	<b>-</b>
	<b>Net</b>	<b>53.641</b>	<b>279.442</b>	<b>62.583</b>	<b>54.327</b>	<b>(0.686)</b>	<b>(1.3%)</b>

Note: Approved Budget is original budget plus authorised changes.

Note overspendings are shown in brackets

All DSG related projections are highlighted \*

		Approved Budget 2009-10 £m	Profiled Budget at 28-02-2010 £m	Actual Position 28-02-2010 £m	Projected Position for Year £m	Projected Variation for Year £m	Variation as % of Approved Budget
<b>Community Services</b>							
Older People	Gross Costs	47.330	42.409	43.633	49.084	(1.754)	(3.7%)
	Income	-7.902	-6.883	-7.067	-8.318	0.416	(5.3%)
	Net	<b>39.428</b>	<b>35.526</b>	<b>36.566</b>	<b>40.766</b>	<b>(1.338)</b>	<b>(3.4%)</b>
Physical Impairment	Gross Costs	7.636	7.084	8.374	8.666	(1.030)	(13.5%)
	Income	-1.062	-0.981	-0.811	-0.904	(0.158)	14.9%
	Net	<b>6.574</b>	<b>6.103</b>	<b>7.563</b>	<b>7.762</b>	<b>(1.188)</b>	<b>(18.1%)</b>
Learning Disabilities	Gross Costs	44.151	41.626	41.519	42.606	1.545	3.5%
	Income	-12.892	-11.995	-11.520	-13.040	0.148	(1.1%)
	Net	<b>31.259</b>	<b>29.631</b>	<b>29.999</b>	<b>29.566</b>	<b>1.693</b>	<b>5.4%</b>
Mental Health	Gross Costs	24.888	22.850	22.994	24.639	0.249	1.0%
	Income	-4.007	-3.588	-3.710	-4.086	0.079	(2.0%)
	Net	<b>20.881</b>	<b>19.262</b>	<b>19.284</b>	<b>20.553</b>	<b>0.328</b>	<b>1.6%</b>
Resources Strategy & Commissioning	Gross Costs	7.012	6.416	7.554	7.177	(0.165)	(2.4%)
	Income	-2.667	-2.073	-1.522	-2.692	0.025	(0.9%)
	Net	<b>4.345</b>	<b>4.343</b>	<b>6.032</b>	<b>4.485</b>	<b>(0.140)</b>	<b>(3.2%)</b>
Supporting People	Gross Costs	8.285	8.052	8.065	8.285	-	-
	Income	-8.175	-7.493	-7.392	-8.175	-	-
	Net	<b>0.110</b>	<b>0.559</b>	<b>0.673</b>	<b>0.110</b>	-	-
Libraries Heritage & Arts	Gross Costs	8.512	7.707	7.575	8.337	0.175	2.1%
	Income	-1.091	-1.013	-1.511	-1.091	-	-
	Net	<b>7.421</b>	<b>6.694</b>	<b>6.064</b>	<b>7.246</b>	<b>0.175</b>	<b>2.4%</b>
Community Safety	Gross Costs	1.159	1.062	0.927	1.232	(0.073)	(6.3%)
	Income	-0.291	-0.267	-0.049	-0.365	0.074	(25.4%)
	Net	<b>0.868</b>	<b>0.795</b>	<b>0.878</b>	<b>0.867</b>	<b>0.001</b>	<b>0.1%</b>
Community Leadership & Governance	Gross Costs	4.143	3.797	3.567	4.023	0.120	2.9%
	Income	-0.053	-0.050	-0.200	-0.053	-	-
	Net	<b>4.090</b>	<b>3.747</b>	<b>3.367</b>	<b>3.970</b>	<b>0.120</b>	<b>2.9%</b>
<b>Sub Total</b>	<b>Gross Costs</b>	<b>153.116</b>	<b>141.003</b>	<b>144.208</b>	<b>154.049</b>	<b>(0.933)</b>	<b>(0.6%)</b>
	<b>Income</b>	<b>-38.140</b>	<b>-34.343</b>	<b>-33.782</b>	<b>-38.724</b>	<b>0.584</b>	<b>(1.5%)</b>
	<b>Net</b>	<b>114.976</b>	<b>106.660</b>	<b>110.426</b>	<b>115.325</b>	<b>(0.349)</b>	<b>(0.3%)</b>

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Note overspendings are shown in brackets

**Wiltshire Council Revenue Budget Monitoring Statement**

28-Feb-10

		<i>Approved Budget 2009-10</i>	<i>Profiled Budget at 28-02-2010</i>	<i>Actual Position 28-02-2010</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>	
<b>Transport, Environment &amp; Leisure</b>							
Highways	Gross Costs	17.204	15.798	15.332	17.357	(0.153)	(0.9%)
	Income	-1.040	-0.954	-0.850	-0.983	(0.057)	5.5%
	<b>Net</b>	<b>16.164</b>	<b>14.844</b>	<b>14.482</b>	<b>16.374</b>	<b>(0.210)</b>	<b>(1.3%)</b>
Sustainable Transport	Gross Costs	35.529	31.174	30.240	34.440	1.089	3.1%
	Income	-15.429	-14.310	-14.362	-14.347	(1.082)	7.0%
	<b>Net</b>	<b>20.100</b>	<b>16.864</b>	<b>15.878</b>	<b>20.093</b>	<b>0.007</b>	<b>0.0%</b>
Waste Disposal	Gross Costs	21.653	19.848	16.579	19.255	2.398	11.1%
	Income	-1.128	-1.034	-0.037	-0.961	(0.167)	14.8%
	<b>Net</b>	<b>20.525</b>	<b>18.814</b>	<b>16.542</b>	<b>18.294</b>	<b>2.231</b>	<b>10.9%</b>
Waste Collection & Amenities	Gross Costs	21.272	19.500	19.685	21.218	0.054	0.3%
	Income	-7.824	-7.172	-4.467	-7.167	(0.657)	8.4%
	<b>Net</b>	<b>13.448</b>	<b>12.328</b>	<b>15.218</b>	<b>14.051</b>	<b>(0.603)</b>	<b>(4.5%)</b>
Leisure	Gross Costs	10.201	9.351	10.260	10.482	(0.281)	(2.8%)
	Income	-5.001	-4.584	-4.527	-4.671	(0.330)	6.6%
	<b>Net</b>	<b>5.200</b>	<b>4.767</b>	<b>5.733</b>	<b>5.811</b>	<b>(0.611)</b>	<b>(11.8%)</b>
Property	Gross Costs	9.215	8.448	9.510	9.621	(0.406)	(4.4%)
	Income	-2.163	-1.983	-2.186	-1.847	(0.316)	14.6%
	<b>Net</b>	<b>7.052</b>	<b>6.465</b>	<b>7.324</b>	<b>7.774</b>	<b>(0.722)</b>	<b>(10.2%)</b>
Management Support Servs & Emerg Pla	Gross Costs	3.257	2.985	2.442	3.349	(0.092)	(2.8%)
	Income	-	-	-0.005	-	-	
	<b>Net</b>	<b>3.257</b>	<b>2.985</b>	<b>2.437</b>	<b>3.349</b>	<b>(0.092)</b>	<b>(2.8%)</b>
<b>Sub Total</b>	<b>Gross Costs</b>	<b>118.331</b>	<b>107.104</b>	<b>104.048</b>	<b>115.722</b>	<b>2.609</b>	<b>2.2%</b>
	<b>Income</b>	<b>-32.585</b>	<b>-30.037</b>	<b>-26.434</b>	<b>-29.976</b>	<b>(2.609)</b>	<b>8.0%</b>
	<b>Net</b>	<b>85.746</b>	<b>77.067</b>	<b>77.614</b>	<b>85.746</b>	<b>(0.000)</b>	<b>(0.0%)</b>

Note: Approved Budget is original budget plus authorised changes.

Note overspendings are shown in brackets



**Wiltshire Council Revenue Budget Monitoring Statement**

28-Feb-10

		<i>Approved Budget 2009-10</i>	<i>Profiled Budget at 28-02-2010</i>	<i>Actual Position 28-02-2010</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>	
<b>Economic Development, Planning &amp; Housing</b>							
Economic Development	Gross Costs	8.476	7.769	6.691	8.476	-	-
	Income	-5.651	-5.180	-4.085	-5.651	-	-
	<b>Net</b>	<b>2.825</b>	<b>2.589</b>	<b>2.606</b>	<b>2.825</b>	-	-
Housing Management	Gross Costs	4.889	4.481	3.908	4.427	0.462	9.4%
	Income	-2.358	-2.161	-1.559	-1.829	(0.529)	22.4%
	<b>Net</b>	<b>2.531</b>	<b>2.320</b>	<b>2.349</b>	<b>2.598</b>	<b>(0.067)</b>	<b>(2.6%)</b>
Public Protection	Gross Costs	5.065	4.643	4.405	4.965	0.100	2.0%
	Income	-1.074	-0.985	-1.035	-1.074	-	-
	<b>Net</b>	<b>3.991</b>	<b>3.658</b>	<b>3.370</b>	<b>3.891</b>	<b>0.100</b>	<b>2.5%</b>
Development Services	Gross Costs	7.986	7.321	6.831	6.994	0.992	12.4%
	Income	-6.121	-5.611	-4.953	-5.131	(0.990)	16.2%
	<b>Net</b>	<b>1.865</b>	<b>1.710</b>	<b>1.878</b>	<b>1.863</b>	<b>0.002</b>	<b>0.1%</b>
<b>Sub Total</b>	<b>Gross Costs</b>	<b>26.416</b>	<b>24.214</b>	<b>21.835</b>	<b>24.862</b>	<b>1.554</b>	<b>5.9%</b>
	<b>Income</b>	<b>-15.204</b>	<b>-13.937</b>	<b>-11.632</b>	<b>-13.685</b>	<b>(1.519)</b>	<b>10.0%</b>
	<b>Net</b>	<b>11.212</b>	<b>10.277</b>	<b>10.203</b>	<b>11.177</b>	<b>0.035</b>	<b>0.3%</b>

Note: Approved Budget is original budget plus authorised changes.

Note overspendings are shown in brackets

# APPENDIX 1

Wiltshire Council Revenue Budget Monitoring Statement

28-Feb-10

		Approved Budget 2009-10	Profiled Budget at 28-02-2010	Actual Position 28-02-2010	Projected Position for Year	Projected Variation for Year	Variation as % of Approved Budget
		£m	£m	£m	£m	£m	
<b>Resources</b>							
Chief Executive	Gross Costs	0.590	0.510	0.630	0.568	0.022	3.7%
	Income	-0.013	-	-0.191	-0.013	-	-
	Net	<b>0.577</b>	<b>0.510</b>	<b>0.439</b>	<b>0.555</b>	<b>0.022</b>	<b>3.8%</b>
Policy & Communications	Gross Costs	3.710	3.398	3.053	3.710	-	-
	Income	-1.865	-1.672	-0.658	-1.755	(0.110)	5.9%
	Net	<b>1.845</b>	<b>1.726</b>	<b>2.395</b>	<b>1.955</b>	<b>(0.110)</b>	<b>(6.0%)</b>
Transition Fund	Gross Costs	9.053	8.299	6.244	9.053	-	-
	Income	-	-	-	-	-	-
	Net	<b>9.053</b>	<b>8.299</b>	<b>6.244</b>	<b>9.053</b>	-	-
Corp Director / Central Resources	Gross Costs	0.278	0.255	0.215	0.278	-	-
	Income	-	-	-	-	-	-
	Net	<b>0.278</b>	<b>0.255</b>	<b>0.215</b>	<b>0.278</b>	-	-
Finance (including Revs & Bens)	Gross Costs	134.741	127.234	107.054	134.741	-	-
	Income	-122.220	-112.035	-117.145	-122.220	-	-
	Net	<b>12.521</b>	<b>15.199</b>	<b>-10.091</b>	<b>12.521</b>	-	-
HR	Gross Costs	2.185	2.004	1.913	2.085	0.100	4.6%
	Income	-0.380	-0.349	-0.364	-0.380	-	-
	Net	<b>1.805</b>	<b>1.655</b>	<b>1.549</b>	<b>1.705</b>	<b>0.100</b>	<b>5.5%</b>
ICT & Business Transformation	Gross Costs	17.411	15.961	21.025	17.411	-	-
	Income	-0.034	-0.031	-0.048	-0.034	-	-
	Net	<b>17.377</b>	<b>15.930</b>	<b>20.977</b>	<b>17.377</b>	-	-
Corporate Procurement	Gross Costs	2.989	2.741	2.809	3.061	(0.072)	(2.4%)
	Income	-0.800	-0.734	-0.556	-0.800	-	-
	Net	<b>2.189</b>	<b>2.007</b>	<b>2.253</b>	<b>2.261</b>	<b>(0.072)</b>	<b>(3.3%)</b>
Legal & Democratic	Gross Costs	7.630	6.963	7.135	7.530	0.100	1.3%
	Income	-2.239	-2.053	-1.712	-2.239	-	-
	Net	<b>5.391</b>	<b>4.910</b>	<b>5.423</b>	<b>5.291</b>	<b>0.100</b>	<b>1.9%</b>
Performance & Risk	Gross Costs	0.426	0.391	0.544	0.366	0.060	14.1%
	Income	-	-	-	-	-	-
	Net	<b>0.426</b>	<b>0.391</b>	<b>0.544</b>	<b>0.366</b>	<b>0.060</b>	<b>14.1%</b>
Shared Services & Customer Care	Gross Costs	9.131	8.370	9.702	9.216	(0.085)	(0.9%)
	Income	-2.133	-1.955	-1.737	-2.133	-	-
	Net	<b>6.998</b>	<b>6.415</b>	<b>7.965</b>	<b>7.083</b>	<b>(0.085)</b>	<b>(1.2%)</b>
<b>Sub Total</b>	<b>Gross Costs</b>	<b>188.144</b>	<b>176.126</b>	<b>160.324</b>	<b>188.019</b>	<b>0.125</b>	<b>0.1%</b>
	<b>Income</b>	<b>-129.684</b>	<b>-118.829</b>	<b>-122.411</b>	<b>-129.574</b>	<b>(0.110)</b>	<b>0.1%</b>
	<b>Net</b>	<b>58.460</b>	<b>57.297</b>	<b>37.913</b>	<b>58.445</b>	<b>0.015</b>	<b>0.0%</b>

Note: Approved Budget is original budget plus authorised changes.

Note overspendings are shown in brackets