

2006/07 Underspend & Savings Review - Version 5
Summary

| | Note | £000's |
|--|------|---------------|
| Month 6 Forecast Year End Surplus / (Deficit) | | -619.1 |
| Changes: | | |
| Consultancy: Management Re-organisation | 1 | -20.0 |
| LABGI | 2 | 200.0 |
| Building Control VAT | 3 | -178.5 |
| NWLL Provision | 4 | 200.0 |
| Leisure Centre closure & security | 5 | -270.0 |
| Other | | -1.5 |
| Revised Year End Surplus / (Deficit) | | -689.1 |
| Identified Savings: | | |
| Chief Executive | | 0.0 |
| Community & Environment | | 234.0 |
| Corporate Services | 6 | 169.9 |
| Customer Services | | 139.3 |
| Planning | | 97.0 |
| Total Savings | | 640.2 |
| Net Surplus / (Deficit) | | -48.9 |

Notes

1. The consultancy costs incurred as part of the management re-organisation were not included in the Month 6 position. With the removal of all identified savings below this cost is now unlikely to be absorbed.
2. The LABGI grant to be received in February 2007 is forecast to be £470k. Only £270k was reported in the Month 6 position.
3. The Building Control output VAT issue is being investigated. The original "worst case" scenario estimate looks to be too high but will be left here until the completion of the investigation. I am unsure whether we will be charged a penalty at this stage & if so at what level.
4. NWLL - The £200k provision over & above the management fee & exceptional payment has been removed. Any additional payment to NWLL must be an advance on 2007-08 fees. Agreed by the Executive on the 23rd November.
5. Leisure Centre closure & security (£200-£250k + £15k security per month)
6. A decision is required from Group leaders regarding £10k of Members expenses.