

Summary of 2011/12 Projected Variations

Service Delivery Unit	Accelerated Non Staff Savings £	Accelerated Restructure Savings £	Service £	Total £
Safeguarding	0	0	1,444,758	1,444,758
School Improvement	(90,000)	(200,000)	(43,708)	(333,708)
Family & Community Services	(115,000)	(410,000)	(196,198)	(721,198)
Property & ICT	0	0	250,000	250,000
Economy & Skills	(34,000)	0	65,000	31,000
Environmental Services	(187,000)	(92,530)	(230,000)	(509,530)
Housing & Planning	0	0	379,000	379,000
Care & Support	0	0	941,000	941,000
Customer, Leisure & Libraries	(37,481)	(494,682)	(2,902)	(535,065)
Governance	(39,710)	(36,803)	(98,310)	(174,823)
Finance	(34,000)	(255,101)	(8,553)	(297,654)
Core Services	(42,600)	(414,937)	(130,398)	(587,935)
Council Wide	0	1,300,000	(1,374,088)	(74,088)
Total Projected Variation	(579,791)	(604,053)	995,601	(188,243)
Items to be carried forward to 2012/13				2,144,791
Call on Corporate Contingency				(1,956,548)
Projected Year End Position				0
		0	0	0

2011/12 Revenue Budget Variations							
Description		Budget	Accelerated Non-Staff Savings	Accelerated Restructure Savings - VRs & Vacancies	Service	Comments	Flag for Service Variation
		£	£	£	£		
Safeguarding							
Children in Care	Placements	11,543,806			1,089,181	Based on all known CiC placements and projected for expected leave dates where known - this will reflect a change in both periods of care and numbers within residential care. Current numbers for w/e 4.11.11 are 294 CiC.	↑↑↑↑
Staffing	Agency	2,271,945			254,554	This is based on 14.68FTE Agency staff being employed for various dates ranging from the end of August to the end of December, with the majority continuing to the later date, offset by any vacancies covered by such staff. This projection will be updated in line with the continuous review of use and need for Agency staff throughout the year.	↑↑↑
Support for Children in Need/Legal Costs and Assessments	Various	224,390			167,915	This projection is based on previous levels of expenditure and will be subject to the type of cases that present themselves throughout the year, as yet unknown.	↑↑
Various					(66,892)		↓
Total Safeguarding				0	1,444,758		
School Improvement							
Staffing	Premature retirement and redundancy costs for school staff	1,419,131			216,688	This reflects costs of schools' redundancies and premature retirements. These are due to the need to reduce costs to mitigate the continuing financial pressure on schools. Current projections are based on information from the HR service on likely numbers but will be revised as appropriate for redeployment etc.	↑↑
Premises	NNDR	0			84,644	A revaluation of school properties has resulted in an additional cost above the budget provided to schools	↑
Schools Multicultural Development Service	Employees	526,851			(145,366)	A number are vacancies are being held pending Phase 2 restructure	↓↓
School Improvement	Employees			(200,000)			
	Various		(90,000)		(199,674)		↓↓
Total School Improvement			(90,000)	(200,000)	(43,708)		
Family and Community Services							
Early Intervention	Employees	2,016,147		(150,000)		Savings arising from posts held vacant in preparation for the restructure.	
Community Cohesion	Employees			(120,000)			
Specialist Education	Placements/Recoupment	2,175,489			213,332	This reflects a combination of the costs of T&W pupils with SEN placed within other LAs schools and the income derived from other LAs pupils placed in T&W schools. Any changes in numbers of pupils placed with us will result in a shortfall against income, any additional or increased needs in placements outside the Borough to other maintained schools will result in additional costs being borne by the Council. Change arises from additional costs or new placements relating to 6 young people.	↑

2011/12 Revenue Budget Variations							
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		£	£	£	£		
Specialist Education	Statemented Provision	289,916			328,235	Reflects expected costs of any new statements in year or any additional hours required. Projections in this area are volatile due to the constant updating of available information and this projection could reduce as the year progresses.	↑↑↑
Specialist Education - Support Services		1,495,398		(65,000)			
Youth Services		1,218,465		(75,000)			
Transport					(120,000)	Savings resulting from a number of operational efficiencies and demographic changes	↓↓
DSG					(367,000)	Unspent DSG has been carried forward from 2010/11 of which any unallocated amount could be used to offset the cost of Specialist Education.	↓↓↓
	Variations under £50k		(115,000)		(250,765)		↓↓↓
Total Family and Community Services			(115,000)	(410,000)	(196,198)		
Property & ICT							
Property & ICT	PIP Rental Income	(5,996,480)			200,000	Projected shortfall in PIP rental income (of income target) due to high levels of voids in the current economic climate. Net of one off funding available in reserves.	↑↑
Property & ICT	PIP Other				100,000	Other indirect variations due to void properties, including NNDR and utilities	↑
Property & ICT	Cleaning & Catering				(50,000)	Various underspends on catering budgets	↓
Property & ICT	Operational buildings				(50,000)	Savings delivered from first tranche of property rationalisation (part-year effect)	↓
					50,000	Part year costs of new Wellington Civic Offices	↑
Total Property & ICT				0	250,000		
Economy & Skills							
Economic Development	Education Business Partnership	257,000			257,000	Loss of YPLA grant	↑↑↑
Economic Development	Education Business Partnership	-257,000			(257,000)	Actions taken, including increasing fees, to mitigate effect of grant loss	↓↓↓
Lifelong Learning	Post 16 Transport	70,000			115,000	Shortfall in contributions from colleges and grant	↑↑
One Telford	Various	1,649,850	(34,000)		(50,000)	Various underspends on marketing and tourism budgets	↓
Total Economy & Skills			(34,000)	0	65,000		
Environmental Services							
Environmental Services	Concessionary Transport				(150,000)	Benefit arising from the change in methodology in the scheme administration, subject to review	↓↓
Environmental Services	Transport service review savings				(80,000)	Retendered subsidised bus contracts and reduced cost of demand responsive service	↓
Environmental Services	Environment & Open Spaces Restructure	(104,470)		(92,530)		Early delivery of 2012/13 salary savings target from Environment and Open Spaces after recruitment (in excess of target built into budget).	
			(187,000)				
Total Environmental Services			(187,000)	(92,530)	(230,000)		

2011/12 Revenue Budget Variations							
Description		Budget	Accelerated Non-Staff Savings	Accelerated Restructure Savings - VRs & Vacancies	Service	Comments	Flag for Service Variation
		£	£	£	£		
Housing & Planning							
Housing & Planning	Planning	(1,007,450)			115,000	Shortfall in planning fees due to downturn in economy	↑↑
Housing & Planning	Building Control	(638,720)			180,000	Shortfall in building control fee income	↑↑
Housing & Planning	Planning	0			63,000	GIS system maintenance costs	↑
Housing & Planning	Public Protection	(352,860)			75,000	Loss of income from Taxi Licensing fees	↑
Housing & Planning	Temporary accommodation				100,000	Overspend on leasehold properties	↑
Housing & Planning	Housing				(100,000)	Total of various underspends on housing budgets	↓
Housing & Planning	Public Protection				(54,000)	Mitigation to offset loss of income from licensing fees	↓
Total Housing & Planning				0	379,000		
Care & Support							
All adult client groups purchasing, including residential care, home care, day care, adult placements etc		34,336,000			2,941,000	The reported overspend is against the gross purchasing budget of £34.3m and represents the gap in the base budget for funding Social Care purchasing in adults. The pressure has arisen mainly because of the withdrawal of funding of clients funded by the PCT because of their primary health need. These clients, the cost of which predominate in the Learning Disability client group, are now the responsibility of the Council to fund from Social Care budgets. The reduction in funding and increase in demand for financial support arising will add around £4.1m to the Council's base budget requirement in 2012/13, this is a cumulative sum which has been accruing over the past two financial years. This was revealed by a significant overspend in 2010/11 and in 2011/12 the full year impact of funding those clients reassessed in 2010/11, together with clients reassessed in 2011/12 will push this cost significantly higher. The LA is restricted in what it can do to make representation against the decisions to withdraw funding and only the client can appeal against the decision. This position takes into account the use of one-off monies available in 2011/12	↑↑↑↑
Funding from one off Government allocations and funding allocated to the PCT for the purpose of funding LA Social Care					(2,000,000)	However action is being taken to raise the issue of the implications of the shunting of costs to the Council This funding has arisen from the allocation of one off funds to the Local Authority by the PCT and Government in 2010/11, and further resources announced in the December RSG settlement and passported through the PCT in 2011/12 and 2012/13. of around £2.1m in each year.	↓↓↓↓
Total Care & Support (Adults & Children)				0	941,000		
Customer, Leisure & Libraries							
Customer Quality	Employees	1,625,180		(169,499)		Savings arising from posts held vacant in preparation for the restructure.	
Revenues & Benefits	Employees	2,705,600		(138,908)		Savings arising from posts held vacant in preparation for the restructure.	

2011/12 Revenue Budget Variations							
Description		Budget	Accelerated Non-Staff Savings	Accelerated Restructure Savings - VRs & Vacancies	Service	Comments	Flag for Service Variation
		£	£	£	£		
Wellington Leisure Centre	Various	478,250			84,894	Impact of closure of site for 11 months due to capital works. A reserve was set aside at the end of 2010/11 to cover this.	↑
Aspirations	Employees	248,180		0	(83,545)	Savings arising from posts held vacant in preparation for the restructure. This is being used to offset service pressures elsewhere.	↓
Arthog	Employees	444,400		(71,607)		Savings arising from posts held vacant in preparation for the restructure.	
Madeley Court Centre	Joint Financing	294,850	(37,481)			Early delivery of staffing savings at Telford Trust which has resulted in a saving on the Council contribution to the Trust.	
Libraries	Employees	1,149,940		(99,976)		Savings arising from posts held vacant in preparation for the restructure.	
	Variations Under £50k			(14,692)	(4,251)		↓
Total Customer, Leisure & Libraries			(37,481)	(494,682)	(2,902)		
Governance							
Land Charges	Income	89,570			56,695	Impact of change in Government Legislation regarding charges for property searches which would result in refunds being issues totalling £120k. This is being offset by additional Land Charges income.	↑
Members Services	Contribution from Reserves				(34,532)	Grant received from government in 2010/11 to offset the above	↓
	Supplies & Services	908,350			(63,353)	Under spend arising from reductions in number of special responsibility allowances being paid to members.	↓
	Variations under £50k			(36,803)		Savings arising from posts held vacant in preparation for the restructure.	
	Variations under £50k		(39,710)		(57,120)		↓
Total Governance			(39,710)	(36,803)	(98,310)		
Finance							
Finance	Employees	2,609,070		(260,442)		Savings arising from vacant posts relating to the restructure.	
Employment Services	Employees	804,710		5,341		Impact of restructure.	
	Variations under £50k		(34,000)		(8,553)		↓
Total Finance			(34,000)	(255,101)	(8,553)		
Core Services							
All Services	Employees	2,731,920		(414,937)		Savings arising from posts held vacant in preparation for the restructure and restructure savings delivered early.	

2011/12 Revenue Budget Variations							
Description		Budget	Accelerated Non-Staff Savings	Accelerated Restructure Savings - VRs & Vacancies	Service	Comments	Flag for Service Variation
		£	£	£	£		
	Variations under £50k		(42,600)		(130,398)	Mainly staffing savings due to officers not being at top of grade or officers not in pension scheme.	↓↓
Total Core Services			(42,600)	(414,937)	(130,398)		
Council Wide							
Treasury Management		(2,994,900)			(700,000)	Benefit from slippage on capital programme, interest earned on new investments and the impact of the 100 day budget.	↓↓↓↓
Insurance		970,470			(250,000)	Estimated benefit to the General Fund of reduced cost of the Council's insurance policies for 2011/12 - this figure may alter as further detailed work is underway to confirm the split between Schools and the rest of the Council.	↓↓
New Homes Bonus Grant					(615,000)	Additional grant awarded after the budget for 2011/12 had been set	↓↓↓↓
Revenues & benefits	Transfer Payments	60,560			72,778	NNDR Relief	↑
Customer, Leisure & Libraries	Variations under £50k				46,802	Additional NNDR costs	↑
Finance	Housing & Council Tax Benefit Subsidy	(52,880)			16,193	Expenditure against rent allowance payments has increased significantly and is currently £2million higher at the beginning of November 2011 than November 2010. The level of subsidy received has dropped to 98.2% compared to 98.4% last month	↑
Finance	Purchase Rebates	(102,500)			35,249	Impact of lower spend on agency staff through the Commensura contract. The current contract ceases on 31st December 2011 .	↑
Finance	Variations under £50k				(10,110)	Variations arising on bank charges and cash collection	↓
Environmental Services	Lease Buyout Wheelie Bins			1,300,000	30,000	Cost of buying out leases for wheelie bins otherwise bins have to be returned. No service area budget to cover this cost One-Off benefit of Voluntary Redundancies/Restructure savings delivered early included in base	↑
Total Council Wide				1,300,000	(1,374,088)		
Total Variations			(579,791)	(604,053)	995,601		
Overall Variation					(188,243)		

Key

£0 - £100k



Underspend



£101 - £250k



Overspend



2011/12 Revenue Budget Variations							
Description		Budget	Accelerated Non-Staff Savings	Accelerated Restructure Savings - VRs & Vacancies	Service	Comments	Flag for Service Variation
		£	£	£	£		
£251 - £500k	↑↑↑						
£501k and above	↑↑↑↑						

Capital Approvals Required

	£	
Madeley Academy	51,280	Grant
Newport High School	1,000,000	Grant
Mount Gilbert Special School	300,000	Grant
Newport Feasibility	100,000	Prudential Borrowing
Donnington House	65,000	Revenue/External Funding

Virements

To:	£	From:
Town Park	195,000	Short Breaks Capital
BTI Leegomery	5,000	Access Funding
Malinslee Local Centre	21,000	Playbuilder 2

Slippage into 2012/13

	£
Children and Young People	
ADSLC - Abraham Darby Academy	(3,048,968.63)
Lakeside SLC - Lord Silkin School	(578,878.04)
Lakeside SLC - Stirchley Leisure	(110,958.00)
Lakeside SLC - PCT consulting rooms	(69,784.00)
Dawley SLC - Phoenix School	(568,939.80)
Wrockwardine Wood Arts College	(2,018,924.45)
Adams' Grammar School	(764,084.77)
Southall Special School	(140,930.00)
Site Surveys and Investigations	(1,585,482.00)
Housing Regeneration, Prosperity	
Accommodation Strategy	(500,000.00)
Parks for People - Phase 2	(159,000.00)
Borough Towns Initiative-Wellington Civic	(250,000.00)
Borough Towns Initiative-Oakengates	30,000.00
Malinslee Local Centre	(41,000.00)
- North & South	(500,000.00)
Extra-Care Housing (Other)	(200,000.00)

