

**Overview and Scrutiny Board
8th March 2006**

2005/2006 3rd Quarters Revenue Outturn

EXECUTIVE MEMBER RESOURCES : Cllr N Walker

DIRECTOR OF STRATEGIC RESOURCES: Paul Slocombe

PURPOSE OF THE REPORT

1. To present the third quarters review of revenue expenditure against the 2005/2006 Revenue Budget.

BACKGROUND AND EXTERNAL CONSULTATION

2. The Council set its revenue budget at £175.1 million in 2005/2006. No general fund balances were applied to support the overall expenditure of the Council. A Council Tax increase of 4.8% for Middlesbrough Council was applied.
3. In setting this year's budget approximately £1.1 million of efficiency savings were made. The Council approved an extra £1.7 million investment in education, £1.6 million in the Environment/Community Safety and £0.2 million support to regeneration initiatives bringing investment to the town.

CHILDREN, FAMILIES & LEARNING

4. Net spending pressures of (+£292,000) are projected for the service as follows: -

	£'000s
Policy & Resources	-£104
Capital and Assets	+£13
Pupil Support	+41
Community Education	-£67
Strategic Management	-£3
Vulnerable Children	+£412

5. **Policy and Resources (-£104,000)** resulting from staff turnover (-£32,000), reduced take up of Clothing grants (-£11,000), increased income for Lanehead (-£14,000) and savings on departmental training budgets.
6. Whilst the budget for Early Retirement/Redundancy is currently showing a net saving of (-£35,000) there may be a need to fund early retirement/redundancy costs from Excellence in Cities (EiC). This is currently being reviewed

7. **Capital and Assets (+£13,000).** There are projected spending pressures on staffing and costs for the asset management plan.
8. There are additional security costs in respect of the closure of Coulby Newham School. Recent legislative changes no longer allow security costs to be offset against capital receipts. The estimated cost of £48,000 in 2005/2006 will be funded from the Corporate Initiatives Fund. All future School changes will be required to consider Security costs as a revenue cost.
9. **Pupil Support (+£41,000)** The budget for Home to School Transport is projecting additional spending pressures of (+£120,000), as a result of additional transport needs for pupils with special needs, including increasing numbers of post 16 special needs pupils accessing education in Middlesbrough.
10. The numbers of excluded pupils that the service has to provide for is still increasing and have led to net additional spending pressures of (+£35,000). The two academies have exclude 24 pupils and unlike exclusion from Local Education Authority (LEA) Schools, the LEA cannot recover a percentage of pupil led funding from the school. The Head of Pupil Support is talking to schools about funded support and intervention programmes to try and reduce the numbers of exclusions.
11. Funded places for sensory impaired pupils at Kings Academy have increased +£21,000, being the cost of two additional places. An increasing number of statemented pupils with complex need are predicted to result in an additional spending pressure of (+£65,000), even though the number of statements remains constant.
12. Additional income from extra-district recharges for pupils attending the Newby centre (-£10,000) together with additional one off grant money for the school improvement service (-£40,000) has partially offset the Pupil Support Spending pressures
13. Vacancies in the Learning and Language Support Team, the Cleveland Unit and Educational Psychologists have resulted in a net saving of (-£100,000), after allowing for cover costs in the Sensory Impaired Service. The transfer of two pupils from independent Special School to local education provision has resulted in a saving of (-£50,000).
14. **Community Education (-£67,000)** This is a saving on Nursery education grant payments. The secondment of staff in the youth management section to NRF funded schemes is expected to produce a saving of (-£21,000).
15. **Vulnerable Children (+£412,000).** Within Children looked after, it is expected that there will be an additional budget pressure of (+£60,000) in respect of increased number of external placements and a further (+£218,000) in respect of fostering placements.
16. There is an additional budget pressure of (+£303,000) in the Residential Placement budget resulting from the placement of children in secure accommodation. Increased numbers of cases going to court has meant

additional expenditure pressures on Legal Fees, including barrister costs of (+£62,000)

17. These projected pressures are partially offset by the one-off receipt of (-£124,000) from Five Rivers, which reflects a recovery of previous overpayments. A working group has been set up to develop a long-term strategy for this area. Additional work has been ongoing to ensure maximum use of grants.
18. It is requested that the Vulnerable Children's Service be considered to draw down in full the (-£89,000) Social Care Contingency that was carried forward from 2004/05 in order to alleviate the pressures within this budget.
19. Current spending on Family support Services, Section 17 payments, indicates a possible +£133,000 budget pressure, partially offset by staff savings of (-£34,000). This budget is predominantly additional placements as directed by Court.
20. Adoption placements indicate additional spending pressures of (+£68,000) by the year-end, of which (-£41,000) can be offset against grant and staff vacancies.
21. The Planned purchase of the two properties from Five Rivers has taken longer than expected. A full year budget adjustment of £70,000 was reflected in 2005/2006 for the financing of this purchase under the Prudential Borrowing arrangements. A reinstatement of 10 months of this budget and the associated virement (-£58,000) is requested – see Appendix B.
22. It has been possible to reduce expenditure within management support by securing alternative sources of funding including external grants (-£86,000).
23. **Gershon Efficiency Savings** . Independent Special Schools, cashable saving of (-£50,000) for the service has been achieved as a result of the transfer of the two pupils from independent Special Schools to local education provision.
24. An update as to Children Family and Learning services actions from the 2nd Quarters clinic together with proposed new actions are set out in Appendix A.

ENVIRONMENT AND NEIGHBOURHOOD SERVICES

25. A net saving of -£194,000 is projected for the group made up as follows: -

Transport & Design	+ £86,000
Community Protection	- £328,000
Streetscene	+ £48,000

26. **Transport and Design (+£86,000)**. Middlesbrough's share of a projected pressure of Laboratories is +£25,000. This is offset by a projected surplus of (-£30,000) in the Building Design and Civil Engineering area.
27. In the Transport and Policy area of the budget, savings of (-£66,000) are projected mainly resulting from increased rent income from lettings in the Bus Station, and from increased Road Safety work, partly offset by additional

expenditure of (+£9,000) on overtime payments within School Crossing Patrols.

28. There will be an under recovery of car parking income +£70,000 due to the Executive decision not to increase car parking charges from April 2005. In addition a Residents Parking Review undertaken has increased expenditure by a further +£36,000, and there is a further +£14,000 shortfall in income levels against expectations.
29. **Community Protection (-£328,000).** There is pressure within the Sports and Leisure due to lost income at Clairville Stadium +£40,000, which is due to close for a time for major improvement work. There is also a +£20,000 pressure regarding maintenance of gym equipment.
30. The costs in respect of the 10k Race will be funded by the Corporate Initiative Fund.
31. There will be a one off saving in the Street Warden's budget due to full utilisation of grant funding (-£140,000) and a (-£110,000) saving on salaries due to vacancies (-£10,000) savings on CCTV costs and a (-£20,000) saving on salaries in the Community Support Team. These savings are partially offset by a pressure of +£50,000 resulting from the secondment of staff to the Safer Middlesbrough Partnership.
32. Additional one off income of (-£110,000) has been received as a result of the revised Licensing Laws. It is currently predicted that the annual licence fees under the new Licensing act will fully cover the lost income from the licence fees under the old act and may even produce a small surplus.
33. In the Public Protection area of the budget, there is a net saving of (-£60,000) in Trading Standards resulting from vacancies, partly offset by an ongoing under recovery of rental from Markets.
34. **Streetscene +£48,000.** There is a break-even position predicted for the waste Services area. There is a projected additional spending pressure of +£22,000 in the Built Environment budget, resulting from under recovery of Section 74 income. There is also an outstanding amount due to Network Rail, +£12,000, partially offset by salary savings in respect of the Transporter Bridge, and an additional +£10,000 spending pressure on damage to street lighting columns. These pressures are partially offset by reductions in overtime and planned maintenance work.
35. Within Waste Management there are additional pressures of +£40,000 on wheelie bin replacements through loss and vandalism, and additional vandalism costs to Lloyd Street +£28,000. These pressures are offset by additional one-off saving resulting from the delay in implementation of the Waste Recycling scheme.
36. There is a projected additional spending pressures on Street Maintenance of +£26,000, a further +£20,000 on the PDI Unit for staffing costs, and further pressures of +£39,000 in the Horticulture, Parks and Leisure budget mainly from a shortfall of income at Prissick Pitch and Putt and the Allotments. These are partly offset by savings of (-£37,000) in the Fleet Services revenue budget.
37. **Streetscene Trading (-£111,000)** Surpluses are forecast in horticultural services (-£61,000), building security (-£10,000), and fleet services (-£50,000.)

However, Building Works is expecting a deficit of +£40,000, mainly as a result of reduction in work during the early part of 2005/2006. Building cleaning is also projecting a deficit +£20,000 which includes a +£10,000 deficit on the scoped properties transferred back to Middlesbrough Council from HBS. Street Maintenance is projecting a +£50,000 surplus as a result of increased workflow. These are offset against the corporate target of £250,000 surplus.

38. An update as to Environment and Neighbourhood Services actions from the 2nd Quarters clinic together with proposed new actions are set out in Appendix A.

REGENERATION AND CULTURAL SERVICES

39. The group has a predicted a net saving of (-£148,000) as shown below:

• Planning and Regeneration	-£206,000
• Economic & Community Regeneration	+£93,000
• Libraries	-£20,000
• Museums	-£10,000
• Cultural Services	- £5,000

40. **Planning and Regeneration (-£206,000)** The indications based upon fees received to date show that Development Control Fee income will exceed budget targets by (-£186,000), offset by pressures on additional services from HBS +£7,000, additional staffing costs +£8,000, Noise Patrol additional costs +£20,000, Advertising +£10,000, and legal Fees +£36,000. There is also additional expenditure on E Government strategies.
41. Building control is projecting a net saving of (-£16,000) resulting from excess fee income, partially offset by agency costs. Additional employee relocation expenditure of +£16,000 has led to additional expenditure pressures in the Urban Policy and Implementation. There is an expected net saving of (-£37,000) on the Middlehaven budget.
42. There is a projected saving of (-£42,000) resulting from the restructure of the Regeneration Programmes Team.
43. The Strategic Housing Function is projecting an overall net spending pressure of +£65,000. There is an expected shortfall in Renewals fee income of +£90,000. The grant schemes for 2006/07 onwards will be subject to a review and a further report. The under-recovery in 2005/2006 is partially offset by savings on staffing appointments (-£30,000) There is also a saving of (-£20,000) on running costs and a projected grant overpayment of (+£25,000) on Bed and breakfast Activity.
44. A request is made to finance various studies that had been planned to be funded from SHIP capital resources £95,000 from revenue, thus freeing up useable capital resources.
45. **Economic and Community Regeneration +£93,000.** There is an estimated spending pressure due to the under recovery of rent income for Enterprise Centres of +£70,000. A report on the future of the Enterprise Centres is to be

presented to Executive. A Review of rental levels has been carried out, with an 8% increase effective from 1 November 2005.

46. An additional spending pressure of £10,000 in respect of retirement packages following the merger of TVDC with Tees Valley Regeneration has been identified. This is to be paid this year and for the following 2 years. The funding to the JSU has risen by +£2,000 partly due to Middlesbrough's revised population percentage apportionment.
47. Net savings of £55,000 on Town Centre staffing costs have been set aside to meet exit costs in 2006/2007.
48. **Libraries (-£20,000)** A saving is anticipated due to staff turnover and delays in appointments to posts this has been offset by honoraria, adverts for vacant posts, additional hours and additional recharges from HBS.
49. **Museums (-£10,000)** The expected saving is due to staff turnover and delays in appointments to posts which have been offset by costs of advertising staff vacancies.
50. **Gershon Efficiency Savings** There two non cashable savings targets in 2005/06
 - a) Businesses supported – the outcome of 271 has exceed the target of 150
 - b) Jobs Created – The number of jobs created to 23 Jan is 160 against the year's target of 240. However it is expected that this is achievable.
51. An update as to Regeneration and Cultural Services actions from the 2nd Quarters clinic together with proposed new actions are set out in Appendix A.

SOCIAL CARE

52. Overall a (-£31,000) net saving from budget is forecast for Social Care. However, a number of significant variances from budget are predicted across the service.

	£'000s
Older People	+484
Physical Disabilities	+29
Learning Disabilities	-13
Mental Health	+102
Other Adults	+66
Asylum Seekers	+35
Personal Care	+10
Adults Holding Accounts	-125
Holding Accounts	-9
Contingency	-159
Windfall Income	-452

53. **Older People +£484,000** The purchase of additional Elderly Mentally ill placements have resulted in additional pressures of +£124,000. Void payments for Nursing placements have cost an additional +£171,000. There is an additional pressure on residential agency placements of +£18,000.

54. There is a pressure of +£52,000 resulting from an income shortfall on Mobile Wardens. Pressures are also predicted on external residential care home budgets for both Elderly +£14,000 and EMI +£72,000 as a consequence of an increase in the number of placements. Further pressures have been identified on Elderly Day Care +£25,000 and Direct Payments +£8,000 budgets.
55. **Physical Disabilities +£29,000** Pressures are predicted on external Residential Care budgets +£29,000. This is a consequence of an increase in the number of placements.
56. **Learning Disabilities (-£13,000)** Additional external placements in independent residential provision have resulted in a pressure of +£34,000. The underlying pressure in this area is actually significantly higher as the outturn forecast is net of one-off (-£51,000) income received from Darlington PCT for service user costs relating to 2004/05. A further pressure of £8,000 is predicted on Direct Payments due to increased activity. These are offset by savings on Community Inclusion team costs (-£65,000)
57. Charges of (+£90,000) to Redcar and Cleveland and Hartlepool in respect of Forensic Learning Disability Services are in dispute. Although payment is anticipated, negotiations are not complete and a prudent view therefore has been taken.
58. **Mental Health +£102,000** Additional expenditure of +£59,000 is projected for in-house residential care provision, mainly due to income shortfalls from other authorities, and clients, Independent Sector residential placements are projecting additional spending pressures of +£58,000 resulting from two additional placements. A saving of (-£15,000) is predicted for the other services budget.
59. **Other Adults +£66,000.** This is in respect of increased demand on the Substance Abuse budgets.
60. **Asylum Seekers +£35,000.** This is the cost of the increased support required for failed asylum seekers following a court judgement.
61. **Personal Care +£10,000** A slight increase in hours in the third quarter of the year has given rise to a projected budget pressure of +£10,000 on Personal Care. Spending in this area can fluctuate as the service strives to maintain people in their own homes, therefore avoiding higher cost residential care placements.
62. **Contingency (-£611,000)** This is the unallocated balance of the available contingency and windfall income (-£452,000), resulting from payments from the PCT and the Shaw Trust, for which a bad debt provision had previously been made.
63. **Gershon Savings –** From 1 April to 31 December direct payments service users have increased from 32 to 111, an increase of 79. The number of cases forecast by the end of the year is 132 giving a non-cashable saving of £93,000 in direct payments, significantly reducing support costs per user.
64. An update as to Social Care Actions from the 2nd Quarters clinic together with proposed new actions are set out in Appendix A.

CORPORATE SERVICES

65. The group has a predicted net saving of (-£583,000) as shown below: -

	£'000s
• Legal Services	-158
• Home Office Services	+20
• Members Office	-184
• Strategic Resources	-110
• Service Middlesbrough	-38
• Performance and Policy	-113

66. **Legal Services (-£158,000).** Increased fee income (-£125,000) from the West Middlesbrough Neighbourhood Trust, Erimus Housing and Middlehaven are projected in 2005/2006. Further savings of (-£98,000) on Common Law budgets and (-£4,000) on Welfare budgets are forecast due to staff vacancies. These savings will be partly offset by a predicted pressure of +£69,000 on the General Services budget.

67. The Coroners budget is projecting an additional pressure of +£20,000 due to continued efforts to reduce the backlog of cases and increasing occurrence of drug screening tests.

68. **Members Office (-£184,000)** Current payment rates for Members basic and special responsibility allowances are (-£144,000) less than the budgeted level. A further saving of (-£30,000) is forecast on Scrutiny Team budgets. This is principally as a result of the receipt of an unbudgeted contribution from the other Tees Valley Councils for work done by the section on their behalf. A number of minor savings totalling (-£50,000) are also predicted on several other budgets including the Civic Hospitality budget. This saving is offset by additional pressures of +£40,000 on the Freedom of Information Officer, Governance Team and other budgets.

69. **Strategic Resources (-£110,000).** A saving of (-£45,000) is predicted on Benefits budgets. The number of claims which don't attract 100% subsidy have reduced during the year leading to a projected saving of (-£120,000) on Housing Benefits rent allowance payments. A further saving of (-£102,000) is anticipated as a result of staff turnover and recruitment problems in the Client Benefits Team. It should be noted however that the Authority only receives 100% funding from the Department for Works and pensions (DWP) for benefit overpayments up to a certain threshold. Once this threshold is exceeded, funding from the DWP drops to 40%. Projections indicate that this threshold is very close to being exceeded and if this happens funding from the DWP would drop by +£177,000.

70. Net savings of (-£42,000) are projected from staff savings within Strategic Finance. Further savings of (-£44,000) are forecast for the Council Tax admin, Properties and Local Taxation budgets. There is an expected additional pressure of +£28,000 on Internal Audit and +£63,000 on external fees, both as a consequence of recruitment difficulties and the resultant need to employ agency staff.

71. Asset Management budgets are expected to break even. There is a saving of (-£60,000) from the receipt of unbudgeted income from Erimus and an electricity charge rebate offset by an addition to the provision for building maintenance of (+£60,000.)
72. A savings is predicted in the Strategic Commissioning and Procurement Unit resulting from Staffing Savings. A surplus of (-£50,000) is estimated in relation to the new approach to photocopying and printing across the Council.
73. **Service Middlesbrough (-£38,000).** There is a saving to date of (-£240,000) resulting from penalties applied in relation to the performance of the Revenues and Benefits and payroll services which has been offset by a proposed increase in the future partnership provision of +£240,000. A further (-£38,000) has arisen from accrual variances.
74. **Performances and Policy (-£113,000).** This saving is mainly the result of staffing vacancies (-£220,000). This is partly offset by the costs of the annual licence fee +£64,000 for the Council's web site. Further pressures of +£43,000 have been identified on non-pay budgets including consultancy fees in relation to contract renegotiations.
75. An update as to Corporate Services Actions from the 2nd Quarters clinic together with proposed new actions are set out in Appendix A.

CENTRAL PROVISIONS

76. A net saving of £4,000 on corporate budgets are summarised below.

	£'000
Inflation provision	+241
Winter Maintenance 2005/2006	+68
Corporate Initiative Fund	-72
Right to Buy receipts	-119
Trading Surpluses	+139
Designated Authority	-54
Capital Financing	-1,500
Custodian Properties	-32
Write Back of Asylum seekers Provision	-139
Write Back of Rating Refund Provision	-108
Replacement of Headstones	+262
VAT Car Parking Provision	+490
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	-824
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77. It is proposed to create the following provisions:

	£'000
Social Services demand led pressures	+500
Independent Sector Prices – Fair Price for Care	+250
Winter Maintenance 2006/2007	+70
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	+820
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OPTION APPRAISAL / RISK ASSESSMENT

78. Not applicable to this report.

FINANCIAL, LEGAL AND WARD IMPLCATIONS

79. A net savings of -£668,000 is forecast within general fund services for the year as summarised below. Environmental lane rental income is only available for specific purposes and therefore has not been included as general balances.

	£000s
Children, Families & Learning	292
Environment & Neighbourhood Services	-194
Regeneration	-148
Social Care	-31
Corporate Services	-583
Central Provisions	-4
Net Contribution to Balances: -	-668
General Fund Net Savings	

80. A statement of projected revenue balances is set out below: -

	General Fund £000s	Lane Rental Income £000
Opening Balance	4,865	1,603
Add		
Forecast Net Services Savings	668	
Lane Rental Income		0
Less planned use in 2005/2006		-714
Estimated Balances as at 31st March 2006	5,533	889

RECOMMENDATIONS

81. Overview and Scrutiny Board Members are asked to

- a. Note and consider the contents of the report;

BACKGROUND PAPERS

The following papers were used in the preparation of the report

- 2005/2006 Service Budgets
- 3rd quarters consolidated revenue budget report

Appendix A

SECOND QUARTER BUDGET CLINIC ACTIONS

Issues shown in bold are outstanding actions from the previous budget clinics or actions added at the third quarter clinics

CHILDRENS FAMILY & LEARNING

Issue	Action Required	Timeframe	Progress	Responsible Officer
2nd Quarters Actions				
Ongoing pressures in respect of Children Looked After are expected.	An assessment of the medium term position is to be provided for the next quarter's budget clinic. A report is to be taken to CMT	December 2005 Revised to June 2006	The service has indicated that it will not be able to complete the review before the year end. Work is continuing on an assessment of the medium term position. A preliminary report will be taken to CMT by June 2006.	Jenni Cooke
Clarification was requested of expenditure on Voluntary Sector Grants and whether the £20,000 has been committed	The implications of any possible commitments is to be confirmed with the budget manager and reported to the next Budget Clinic.	February 2006	The issue was reported at the budget clinic.	Andy white
Overspend on Home to School Transport as a result of additional transport needs for pupils with special needs, including increasing numbers of Post 16 special needs pupils accessing education in Middlesbrough	As a result of the predicted overspend on Home to School Transport a Value for Money study is to be carried out. This study should be a joint service review and not just at individual service level.	February 2006 Revised to June 2006	It was agreed at the budget clinic that a short report would be taken to Members/CMT setting out the study parameters, timescales and services to be involved	Dave Johnson
The budget reduction for Five Rivers is to be re-visited with the re-instatement of part year costs.	The reduction in the budget for five rivers to be investigated and confirmed by Strategic Finance.	30 Nov 2005	The amount of budget to be re-instated has been agreed by Strategic Resources and CFL. The virement request is included in attached Appendix B	Doug Barlow

ENVIRONMENT & NEIGHBOURHOOD SERVICES	Action Required	Timeframe	Progress	Responsible Officer
Issue 2nd Quarters Actions	Action Required	Timeframe	Progress	Responsible Officer
Community Protection New Licensing Act estimate of future income levels	Paper to the next Budget Clinic	February 2006	Reported at the Budget Clinic	Ed Chicken
Sport & Leisure Proposal for major investment of around +£550,000 is needed to bring the equipment at the four Gyms to current and economic standards	A report is to be prepared to CMT evaluating the options and proposed funding	April 2006	Discussed at the budget clinic and it was agreed that a report would be produced by 30th April 2006.	Ed Chicken
The future of the 10 kilometre Road Race.	A report is to be prepared to CMT on the cost of the race and the implications for future provision.	December 2005 Revised to April 2006	Discussed at the budget clinic and it was agreed that a report would be produced by 30th April 2006	Ed Chicken
Pressure on highways inspection Budget AND Street Maintenance health and safety equipment requirements	The terms, methodology and project plan for the VFM review to be agreed including reporting arrangements.	To be completed by the end of November.	The Terms of Reference for a Value for Money study of Streetscene / highways was presented at the Budget Clinic	Director of Resources and the Executive Director of Environment
Future proposals for increases in Car parking charges	A full VFM study (including delivery option appraisal) A paper is to be prepared setting out the need for annual inflationary increases.	To be completed by 31 March 2007 November 2005	Report to CMT 2 nd February 2006	Brian Glover Brian Glover

<p>Review of contracting arrangements including the impact on the Council, PPP (HBS) and other contractual arrangements. Particular attention to be given to Councils Health & Safety responsibilities AND</p> <p>Review of the Cleaning of buildings contracts. The review is to include an analysis of the impact on the Council, PPP (HBS) and other contractual arrangements.</p>	<p>The terms, methodology and project plan for the VFM review to be agreed including reporting arrangements.</p> <p>A full VFM appraisal be prepared</p>	<p>To be completed by the end of November 2005.</p> <p>To be completed by November 2006</p>	<p>The Terms of Reference for a Value for Money study of Streetscene / highways was presented at the Budget Clinic</p>	<p>Director of Resources and the Executive Director of Environment</p> <p>Mike Wood</p>
<p>A specific working group is to be set up consisting of Environment Services and Corporate Staff to deliver the above with Key member involvement. (Similar to arrangements within Social Services in previous years).</p>	<p>The brief to be agreed between Director Of Environmental Services, Director of Resources and respective executive Board members</p>	<p>To be completed by the end of November 2005</p>	<p>The Terms of Reference for a Value for Money study of Streetscene / highways was presented at the Budget Clinic</p>	<p>Director of Resources and the Executive Director of Environment</p>

REGENERATION AND CULTURAL SERVICES		Action Required	Timeframe	Progress	Responsible Officer
Issue					
2nd Quarters Actions	<p>Planning and Regeneration - Proposed Re-structure</p>	<p>A report to CMT in November identifying pressures in the division and providing a range of costed proposals to address them, including a proposed structure for the retained Strategic Housing service.</p>	<p>15 November 2005 Revised to March 2006</p>	<p>Reported at budget clinic that a draft report went to CMT in November and the final report will be presented to CMT in March.</p>	<p>Kevin Parkes</p>
Strategic Housing Function	<p>Funding to address this structural budget</p>	<p>November 2005</p>	<p>The £60,000 funding</p>	<p>Paul Slcombe</p>	

<p>unsustainable income levels</p> <p>Future of the Enterprise Centres – and future funding requirements</p> <p>West Middlesbrough Trust - West Lane East Older Housing project. There is at least a £1.5m shortfall in funding in 2006/2007.</p>	<p>issue be considered as part of the Council's Medium term financial plan</p> <p>A report on the future of the Enterprise Centres will identify the structural budget problem to be included in the MTFP is to be presented to CMT in November and a future budget clinic</p> <p>A report is required outlining the fundamental problems of shortfall in funding, cash flow and timing of income and expenditure. This was a high priority and urgent discussions were needed for decisions to be made before Christmas 2005</p>	<p>8 December 2005 Revised to March 2006</p> <p>8 December 2005 Revised to ASAP</p>	<p>for this was included in the 2005/2006 budget agreed by members on the 14th February 2006.</p> <p>A draft report has been prepared for consideration by the Director for Regeneration Services. The report will be presented to CMT before the 31st March 2006.</p> <p>It was reported at the Budget Clinic that the projected shortfall had still to be confirmed. It was emphasised by the Director For Regeneration Services that a report needs to be prepared for consideration by the Council/CMT As Soon As Possible.</p>	<p>Sandra Cartledge</p> <p>Jan Sinclair / John Simpson</p>
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SOCIAL CARE			
Issue	Action Required	Timeframe	Progress
2nd Quarters Actions			
Demand pressures on the Learning disabilities budget	Completion of Social Care Medium Term financial plan	16 th November 2005	Social Care medium term plan was completed and passed across to the Director of Resources in November 2005.
Ayresome Industries savings	Provision to be established at year end from savings for future investment in Ayresome Industries	April 2006	A provision of £240,000 is expected to be made as part of the yearend/closure process
3rd Quarters Actions			
Demand Pressures on the Social Care budget	Review and update of the Social Care Medium Term financial plan	August 2006	
Outcomes of vanguard social care intervention	A paper to be prepared and discussed at the next Budget Clinic.	August 2006	
			Jan Douglas / Tony Parkinson
			Tony Parkinson

CORPORATE SERVICES			
Issue	Action Required	Timeframe	Progress
2nd Quarters Actions			
Council's web site annual licence fee (£56k) for the for which there is no budget	Funding for future years charges be considered as part of the Council's Medium term financial plan	November 2005	The ongoing funding for the councils website was included in the 2005/2006 budget agreed by members on the 14 th February 2006.
			Paul Slocombe

Requests for Virements**SOCIAL CARE**

MENTAL HEALTH	
	Amount
Budget for development initiatives, now required for new service provision	
EMI Personal care	-109,700
EMI Day care (Phoenix Project)	10,000
EMI Day Centre (Home Support service)	99,700
	Net nil

DIRECT PAYMENTS	
	Amount
Re-align budgets to reflect transfer from Dom Care to Direct Payments	
Older People	41,000
Physical Disabilities	28,600
Mental Health	8,400
Learning Disabilities	32,000
Personal Care	-110,000
	Net nil

OLDER PEOPLE	
	Amount
Change in Line Management re Health & Soc Care Assistants	
Older People – Residential (in House)	16,535
Assessment and Care Management	-16,535
	Net nil

CHILDREN FAMILIES & LEARNING

Capital & Assets	
	Amount
Provision for Building Schools for the Future	
Repairs and Maintenance – Secondary	270,000
Building Schools for the Future	-270,000
Total	Net Nil

Policy & Resources	
	Amount
Transfer of Joint Arrangement Budget to Capital & Assets	
Joint Arrangements- Outdoor Centres	166,430
Pupil Support – Outdoor Education remissions	53,760
Capital & Assets – Outdoor Centres – Joint Arrangements	-166,430
Capital & assets – Pupil Support – Remissions	-53,760
Total	Net nil

Virement between Children, Families and Learning and Social care

Vulnerable Children	Amount
Transfer of Emergency Duty Team budget from Social care	
Vulnerable Children – Management and Admin	166,200
Social care – Emergency Duty team	-166,200
Reinstatement of budget for 5 Rivers to align with capital Financing requirements	
Children Looked After – Five Rivers	58,000
Corporate Services – Capital Financing	-58,000
Total	Net nil

Virement between Children, Families and Learning and Corporate Services

Strategic Management	Amount
Increase to pay Budget	
Executive Director	13,000
Corporate Services	-13,000
Total	Net nil