

MIDDLESBROUGH COUNCIL

Overview and Scrutiny Board**3rd Quarter Revenue Budget Projected Outturn**

Director of Strategic Resources

15 March 2011

PURPOSE OF THE REPORT

1. To present to the Overview and Scrutiny Board an estimate of the annual projected outturn for 2010/2011 based on the second quarter review of revenue expenditure against the current years Revenue Budget.

SUMMARY OF RECOMMENDATIONS

2. Overview and Scrutiny Board are asked to: -
- a) Note and consider the contents of report

IF THIS IS A KEY DECISION WHICH KEY DECISION TEST APPLIES?

3. It is over the financial threshold (£75,000)
 It has a significant impact on 2 or more wards
 Non Key

DECISION IMPLEMENTATION DEADLINE

4. For the purposes of the scrutiny call in procedure this report is

Non-urgent
 Urgent report

If urgent please give full reasons

BACKGROUND AND EXTERNAL CONSULTATION

5. The Council on the 8th March 2010 set its revenue budget at £133.575 million for 2010/2011. A Council Tax increase of 2.5% for Middlesbrough Council was approved.
6. In setting the 2010/2011 budget, approximately £5.9 million of efficiency savings were identified. The Council approved an extra £7.2 million for key services; including:
 - £3.1 million for Children Families and learning
 - £3.7 million for Social care for older people and disadvantaged groups
 - £0.4 million for Environment, Highways and Transport
7. The projected outturn position for 2010/2011 is a net budget saving of (-£411,000). This represents a 0.31% saving against the £133,575 million 2010/2011 budget. The projected outturn position is summarised below:

	Estimated 2nd Qtr Outturn Variance £'000s	Estimated 3rd Qtr Outturn Variance £'000s	Variance £'000s
Children, Families and Learning	605	195	-410
Social Care	-32	-841	-809
Environment	184	181	-3
Regeneration	-367	-666	-299
Corporate Services	-530	-794	-264
Central Costs	-2,260	-2,531	-271
Allocation to Reserves & Provisions	2,000	4,045	2,045
Total	(400)	(411)	(11)

A breakdown of Gross Expenditure and Income budgets against projected Expenditure and Income outturns are contained in Appendix A.

Children, Families and Learning: (+£195,000) down from (+£605,000) at quarter two.

8. The service predicts a net budget pressure of (+£195,000) at the end of the 3rd quarter. The projected outturn position is summarised below: -

	Estimated 2nd Qtr Outturn Variance £'000s	Estimated 3rd Qtr Outturn Variance £'000s	Variance £'000s
Commissioning & Resources	-336	-726	-390
Achievement	-170	-467	-297
Young Peoples Services	-74	-229	-155
Schools Budget	0	0	0
Strategic management	77	77	0
Demand Led Contingency	-275	-275	0
Safeguarding	1,383	1,815	432
DSG	0	0	0
Inflation funding	0	0	0
Total	605	195	-410

- 9 **Commissioning and Resources: (-£726,000).** The catering service is projecting a net saving of (-£46,000) from additional schools meal income of (-£60,000) and additional catering function income of (-£20,000), savings on staffing of (£55,000) and savings on premises of (£34,000) offset by increased food costs of (+£129,000).
- 10 Staffing related savings of (-£76,000) are estimated within Management information, ITC, Document management and on Commissioning and Complainants sections. Net savings on Home to School Transport are estimated at (-£270,000), following to the setting up of the Integrated Transport Unit (ITU). Additional income within Governor Support services is projected to be (-£24,000). The MTLC are forecasting a saving of (-£40,000) from reducing non-essential expenditure. An additional salary saving of (-£3,000) for the Document Manager is expected due to staff not contributing to the Pension scheme. Childcare Sustainability is forecasting a saving of (-£85,000) due to the low application rate for financial support from the Private, Voluntary and Independent sector. The restructure of this service area will achieve additional savings of (-£182,000) above the efficiency savings target.
10. **Achievement (-£467,000).** The Advisors are forecasting a saving of (-£82,000) due to a spending freeze on supplies and services and the recharging of advisors time. Education Psychologists are projecting a saving of (-£3,000) relating to the reduced cost of appointing a trainee psychologist. The Attendance and Behaviour Support service has a saving of (-£30,000) on staffing and reductions in supplies and services spend.
11. Charging for Professional Development courses and management time recharges will generate additional income (-£114,000). Staff savings within the Special Educational Needs Admin team will generate savings of (-£30,000). Due to a renegotiation of a Service Level Agreement (SLA) with Redcar & Cleveland PCT there is a saving of (-£49,000) from the Speech and Language Service. The maximization of grant funding will generate savings of (-£62,000). The restructure of this service area will achieve additional savings of (-£93,000) above the efficiency savings target.

12. **Young Peoples' Services: (-£229,000)** The distribution of Voluntary Sector Grants has been frozen producing a saving of (-£86,000). Voluntary Sector Admin has a saving of (-£30,000) and Youth Crime Action Plan (YCAP) a saving of (-£26,000). Adult Education are projecting staffing related savings of (-£50,000). A shortfall in income for Stainsacre is estimated to produce a pressure of (+£100,000). The centre was closed in October 2010.
13. Savings of (-£14,000) from the National Graduate Development Programme and Children's Trust have been identified. The Integrated Youth Service has a saving of (-£20,000) as a result of a spending freeze. The Youth Offender Service (YOS) has a saving of (-£100,000) due to a one-off recharge of management time to the YOS grants. The service has exceeded the targeted efficiency for 2010/11 producing a saving of (-£3,000).
14. **Strategic Management: (+£77,000)** The service has not achieved the target by (+£80,000) for 2010/11. This is in relation to the administrative review across CFL. Minor savings on supplies and services of (-£3,000) have been identified.
15. **Demand Led Contingency: (-£275,000)** This budget will be used to partly offset the pressures within Safeguarding as detailed below.
16. **Safeguarding: (+£1,815,000)** The restructure of this service area has fallen short of the efficiency savings target by (+£337,000) and the savings from the vacancy freeze are projected to be (+£20,000) below target.
17. The Management & Admin section is projecting a net pressure of (+£123,000). Legal Fees are expected to produce a pressure of (+£74,000). Further pressures of (+£49,000) are also expected on supplies and services. The Review and Development unit are projecting a pressure of (+£93,000) relating to the costs of chairing Independent reviews on child protection cases, (+£22,000) on additional administration support and (+£7,000) on printing costs. Funding from Sure Start of (-£15,000) has partially offset these pressures.
18. A pressure of (+£66,000) is projected within the Locality Teams primarily as a result of agency staff costs (+£380,000) exceeding vacancy savings (-£339,000), car allowances (+£12,000) and other running expenses (+£13,000). Agency staff costs within Social work Disabilities team are producing a pressure of (+£35,000). Increasing demand for Agency Respite Care has resulted in a pressure of (+£35,000) within this service.
19. The Children Looked after section has a net pressure of (+£1,754,000). Gleneagles has pressure of (+£8,000) due to budget reductions for overtime and allowances. There are projected savings of (-£253,000) on in-house fostering as a result of a reduction in the number of carers and placements. The Fostering Team are projecting a net saving of (-£4,000) on staffing.
20. The Independent Fostering agencies budget is projecting a pressure of (+£664,000). There are currently 112 placements. Of this 109 are full time placements and 3 are respite placements. This pressure is subject to change as it is a demand led service. The breakdown is included in the following table, previous years data is shown in brackets for comparison:

Month	Placements Start of Month	New Placements	Ceased Placements	Placements End of Month
April	107 (81)	7 (6)	-4 (-6)	110 (81)
May	110 (81)	6 (16)	-4 (-11)	112 (86)
June	112 (86)	7 (9)	-6 (-4)	113 (91)
July	113 (91)	20 (13)	-17 (-7)	116 (97)
August	116 (97)	5 (17)	-6 (-13)	115 (101)
September	115 (101)	4 (10)	-13 (-12)	106 (99)
October	106 (99)	11 (8)	-4 (-10)	113 (97)
November	113 (97)	6 (16)	-11 (-10)	108 (103)
December	108 (103)	6 (18)	-4 (-8)	110 (113)
January	110 (113)	5 (0)	-3 (-2)	112 (111)

21. There is a net pressure on Children's Agency Residential Schools of (+£1,348,000). There are currently 39 residential placements, which are shown in the following table, previous years data is shown in brackets for comparison:

Month	Placements Start of Month	New Placements	Ceased Placements	Placements End of Month
April	31 (21)	3 (2)	0 (0)	34 (23)
May	34 (23)	4 (0)	-1 (-2)	37 (21)
June	37 (21)	4 (3)	-5 (-2)	36 (22)
July	36 (22)	8 (3)	-6 (-3)	38 (22)
August	38 (22)	2 (1)	-6 (-1)	34 (22)
September	34 (22)	2 (2)	0 (-1)	36 (23)
October	36 (23)	0 (5)	-3 (-1)	33 (27)
November	33 (27)	5 (3)	-1 (-2)	37 (28)
December	37 (28)	2 (2)	-2 (-1)	37 (29)
January	37 (29)	2 (0)	0 (0)	39 (29)

22. The Children Looked After service is projecting a pressure of (+£10,000) in relation to public transport cost for children in care placed out of area. A nil inflation increase in respect of the Fiver Rivers residential contract will generate a projected saving of (-£27,000). Child Protection services have a saving of (-£2,000) on their supply teachers budget.
23. The Family Support Services is projecting a net pressure on regular payments of (+£200,000) as a result of interim and care orders issued by the courts.
24. The Family Support budget for Leaving Care is forecasting a saving of (-£50,000). However, this is subject to change if any young adults leave the fostering system. The Leaving Care placement budget is currently forecasting a pressure of (+£14,000) on staff transport and a saving of (-£30,000) on the use of sessional staff.

25. There are savings of (-£20,000) from the Young Persons Substance Misuse Grant and Teenage Pregnancy service from renegotiated contracts and the recharging of management time.
26. Advocacy Services for Children has a pressure of (+£8,000) from increased payments to the National Youth Advocacy Service. Management Support has a pressure of (+£23,000) on recharges for the occupation of the TAD Centre from 2009-10 being recharged in 2010-11 and (+£3,000) for increases in the Service Level Agreements with Social Care.
27. A pressure of (+£20,000) from the Middlesbrough Safeguarding Children Board is due to the costs of chairing Serious Case Reviews (SCRs), IT purchases and development work required as a result of recommendations arising from serious case reviews.
28. There is a net pressure on the Bright Stars Nursery (+£10,000) from a shortfall in income. Every Child Talker budget is projecting a pressure of (+£22,000) relating to redundancy costs. The redundancy costs will be funded from the Change Fund. These pressures are offset by net staffing savings across General Sure Start grants of (-£704,000).
29. Additional ABG savings of (-£76,000) will be applied to offset overall overspend.
30. **Grant Funding Carry Forward Requests:** A detailed list of requests is shown in Appendix H. All requests are subject to the Council's financial outturn position.
31. A detailed breakdown of the efficiency savings is shown in appendix B.
32. An update on the Children, Families and Learning actions required from 2010/11 quarter two budget clinic is shown in appendix C.

Social Care: (-£841,000) up from (-£32,000) at quarter two

33. The service predicts a net saving of (-£841,000) at the end of the 3rd quarter as summarised below: -

	Estimated 2nd Qtr Outturn Variance £'000s	Estimated 3rd Qtr Outturn Variance £'000s	Variance £'000s
Service Strategy	-74	-3	71
Older People	32	-73	-105
Physical disability / Sensory Impairment	-128	-92	36
Learning Disabilities	-300	-221	79
Mental Health	-7	-20	-13
Other Adults Services	0	-3	-3
Ayresome Industries	438	556	118
Street Wardens	-29	-31	-2
Asylum Seekers	0	-15	-15
Domiciliary Care	-124	-69	55
Adults Holding Accounts	57	-463	-520
Performance & Planning	-96	-80	16
Registrars	-2	2	4
Demand Led Budgets	163	-537	-700
Supporting People	-10	0	10
Direct Payment Surpluses	0	148	148
Bad Debt Provision	48	60	12
Total	-32	-841	-809

34. **Older People: (-£73,000)** A delay in implementation to preferred provider status has resulted in an under achievement against the efficiency target, creating a pressure of (+£101,000). Take up of the Carelink service is improving following last year's service review but income is still below the budgeted levels and a pressure of (+£115,000) is predicted. There is a pressure of (+£44,000) on Older People's Residential Respite and Short stay care costs relating to the previous financial year. The pressure is partly offset by staffing savings of (-£117,000).
35. The Direct Payments budget is projecting a saving of (-£27,000) from a reduction of the hourly rates paid for care packages. The annual review of care home prices (in October) and freezing non-Middlesbrough Care homes inflation uplift at 0% is forecast to achieve a saving of (-£77,000). Since quarter two, Middlesbrough PCT has provided funding for residential re-ablement placements to facilitate early discharges from hospital (-£117,000).
36. **Physical Disabilities: (-£92,000)** A saving on Direct Payments of (-£42,000) is expected following the review of the hourly rates paid. Savings on staffing within the service are forecast to be (-£41,000). In addition, five service users have transferred from Blenheim Home in Stockton to cheaper provision within Middlesbrough (-£9,000).
37. **Learning Disabilities: (-£221,000)** The Community inclusion team budget is projecting savings of (-£139,000) on staffing costs, (-£15,000) on running costs and (-£13,000) from additional income.

38. Implementation of the framework contract with lower payment rates has resulted in a forecast saving on the Independent Supported Living budget of (-£214,000). Savings are also forecast as a result of additional income (-£52,000) from Middlesbrough PCT and backdated receipts from service users of (-£57,000). These savings are offset by pressures of (+£249,000) from a decrease in contributions to care packages from Supporting People funding.
39. Savings of (-£32,000) are expected as a result of the secondment of the Learning Disabilities Team manager and the vacant complaints officer post. In addition, savings of (-£17,000) have been identified within the Learning Disability development fund.
40. The continuing delay in the building works for the Integrated Short Breaks Service at Levick has meant that service restructure has yet to be implemented. The efficiency target is therefore unlikely to be achieved resulting a pressure of (+£69,000).
41. An annual review of the care packages for two service users has increased the support required resulting in a pressure of (+£23,000) on the Residential budget. Reductions in the rates paid for existing direct payments is forecast to produce savings of (-£24,000).
42. **Mental Health: (-£20,000)**. An efficiency saving target was included in the 2010/11 budget to reflect a reconfiguration of services at Sunningdale Road to meet assessed demand. The review of services has yet to be undertaken resulting in a pressure of (+£126,000). The review of the Mental Health Rehabilitation and Recovery services had a savings target of £79,000 . This has yet to be completed resulting in a pressure of (+£18,000).
43. The number of Deprivation of Liberty assessments carried out has been lower than expected and a saving of (-£46,000) is forecast. Savings been identified on the Forensic Team (-£43,000) and Psychosis Team (-£22,000) from staff vacancies and maternity leave. In addition, a number of service users placed under section 117 have been discharged since the budget was set and a saving of (-£89,000) is forecast. A service user entitled to free nursing care under Section 117 has been identified and the service have reimbursed his care charges of (+£30,000).
44. **Ayresome Industries: (+£334,000)** The economic downturn is continuing to affect sales at the workshop, particularly in relation to UPVC window and door production and a net pressure of (+£305,000) is forecast. A further pressure has resulted from a shortfall in income contributions from Tees, Esk and Wear Valleys (TEWV) NHS Trust (+£125,000).
45. There is a revised business model that will transfer the service to Environment, with the intention to link it with Streetscene. This will reduce costs in Streetscene by using existing Ayresome Industries employees rather than paying overtime. In addition, there is a verbal agreement for a significant 3-year contract to supply windows for a local housing association. Also, Ayresome Industries is the largest supplier of brushes in the country and have just won a tender in Bolton for £25,000. It is anticipated that other councils will use this tender and future contracts should be awarded.

46. The recycling business continues to progress. In addition, Ayresome Industries has developed waterproof doors (up to 2 metres high, for 1.5 hours), it is hoped additional business can be secured from flood-prone regions.
47. A number of budget pressures have been identified on Ayresome Community Transport (ACT) costs to date this year. A service user income shortfall of (+£39,000) is predicted due to a reduction in demand for the service. Pressures are also expected on spot hire charges (+£67,000) as a number of the ACT vehicles are no longer road worthy and on Department of Transport grant income (+£20,000).
48. **Street Wardens: (-£31,000).** A net saving of (-£31,000) is forecast on the Street Wardens staffing costs.
49. **Asylum Seekers: (-£15,000)** The service carried forward a surplus of (-£286,000) on the Asylum Seekers NASS contract from 2009/10. A (+£55,000) deficit is forecast for 2010/11 giving a total estimated surplus of (-£231,000) by the end of this year. The current NASS contract is not going to be extended and the programme ends 21/5/2011. It is requested that the surplus be carried forward to fund any potential redundancy/retirement and other costs associated with the ending of the contract. Savings of (-£15,000) are anticipated on the failed asylum seekers budget.
50. **Personal Care: (Domiciliary) (+£10,000).** An income shortfall for health contributions to personal care packages of (+£40,000) is projected. This pressure is partly offset by reductions in care packages (-£23,000) and additional service user income of (-£7,000).
51. **Home Care: (Domiciliary) (-£79,000)** Savings of (-£49,000) are forecast as a result of staff vacancies. Since quarter two, Middlesbrough PCT has provided funding of (-£30,000). for a re-ablement / rapid response service to facilitate early discharges from hospital.
52. **Adult Holding Accounts: (-£463,000).** There is an uncommitted balance on the Social Care Reform grant of £297,000. The service is requesting that this balance be carried forward to address on going commitments in 2010/11.
53. Efficiency savings totalling £119,000 have been built into the 2010/11 budget for the Direct Payment management fee. This was based on savings expected from terminating the contract with A4E in April and using an alternative service provider. The contract with A4E ceased in October and there will only be a part year effect of this efficiency saving in 2010/11 with a projected pressure of (+£57,000).
54. On the 4th January 2011 the Department received notification of winter pressures funding of £520,000 from Middlesbrough PCT. This funding must be transferred to local authorities (via an agreement under section 256 of the 2006 NHS Act) to invest in Social Care services and benefit health. Spending plans for this funding have yet to be determined. It is proposed to create a balance sheet reserve to cover the risk of Winter Pressures falling in 2011/12.

55. **Performance and Planning: (-£80,000).** Savings of (-£80,000) are predicted on the reconfigured Commissioning staff budget, due to vacant posts and a secondment to a grant funded post. Higher than expected Health & Safety recharges and Criminal Records Bureau (CRB) costs are the main reasons for a projected budget pressure of (+£43,000) on the Operational Administration budget. As part of the services in-year efficiency savings, it was agreed to cut supplies and services budgets by 10% (-£36,000).
56. **Registrars: (+£2,000).** Minor pressure on running costs of (+£2,000).
57. **Direct Payment Surpluses: (+£148,000).** An income shortfall of (+£148,000) is predicted on the amount of repaid direct payment surpluses. A number of the surpluses identified had to be repaid the PCT because the related to health funded services.
58. **Demand led Budgets: (-537,000).** The budgeted provision for demand was set at £1,538,000. Demand pressures are currently estimated at £1,001,000, a saving of (-£537,000). A summary of the position across the service is set out in the following table.

Social Care Demand Led Pressures 2010/11

Client Group (£000)	Budget (£000)	Projection (£000)	Variance (£000)
Older People	480	5.9	-474.1
Physical Disabilities	271.9	246.4	-25.5
Learning Disabilities	407.1	615.7	208.6
Mental Health	97.9	130.1	32.2
Personal Care	280.8	2.4	-278.4
TOTAL	1537.7	1000.5	-537.2

RESIDENTIAL & NURSING			
PERIOD ENDING	TOTAL	New	Ceased
From 09/10	778		
11/04/2010	764	86	-100
09/05/2010	780	41	-25
06/06/2010	785	33	-28
04/07/2010	774	17	-28
01/08/2010	784	31	-21
29/08/2010	775	33	-42
26/09/2010	773	18	-20
24/10/2010	782	28	-19
21/11/2010	771	43	-54
TOTAL	771	330	-337

Average unit Cost £ 424.03
(Ranges from £322 - 785 per week net)

DIRECT PAYMENTS + PB'S			
PERIOD ENDING	TOTAL	New	Ceased
From 09/10	479		
25/04/2010	484	37	-32
23/05/2010	481	9	-12
20/06/2010	458	9	-32
18/07/2010	477	29	-10
15/08/2010	493	37	-21
12/09/2010	513	22	-2
10/10/2010	504	17	-26
07/11/2010	514	24	-14
05/12/2010	518	24	-20
02/01/2011	522	27	-23
TOTAL	522	235	-192

Average unit Cost (net) £ 168.00

ENABLEMENT & SUPPORT			
PERIOD ENDING	TOTAL	New	Ceased
From 09/10	59		
April	58	6	-7
May	56	0	-2
June	56	0	0
July	62	7	-1
August	63	1	0
September	66	3	0
October	69	3	0
November	71	2	0
December	62	-9	0
TOTAL	62	13	-10

SUPPORTED TENANCIES			
PERIOD ENDING	TOTAL	New	Ceased
From 09/10	132		
April	134	7	-5
May	134	0	0
June	134	0	0
July	130	3	-7
August	129	0	-1
September	129	0	0
October	129	0	0
November	132	4	-1
December	132	0	0
TOTAL	132	14	-14

TOTALS	1483	588	-553
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59. An additional (+£60,000) has been set aside for an increase in the provision for bad debt.
60. **Grant Funding Carry Forward Requests:** A detailed list of requests is shown in Appendix H. All requests are subject to the Council's financial outturn position.
61. A detailed breakdown of the efficiency savings is shown in appendix B.
62. An update on the Social Care actions required from 2010/11 quarter two budget clinic is shown in appendix C.

Environment: (+£181,000) down from (+£184,000) at Quarter Two

63. The service predicts a net pressure of (+£181,000) at the end of the 3rd quarter. The projected outturn position is summarised below:

	Estimated 2nd Qtr Outturn Variance £'000s	Estimated 3rd Qtr Outturn Variance £'000s	Variance £'000s
Community Protection	9	-104	-113
Strategic Management	64	32	-32
Streetscene	-46	-194	-148
Transport & Design	157	447	290
Total	184	181	-3

64. **Community Protection: (-£104,000).** Within Community Safety, savings of (-£109,000) have been identified in the Preventing Violent Extremism budgets, as a result of the threat to the funding, a number of schemes originally planned did not eventually go ahead.

65. Within Public Protection, continued poor attendance at North Ormesby Market and injury payments made to a former Council employee are creating a pressure of (+£25,000). There are income pressures on Pest Control of (+£37,000).
66. These are offset by staff savings of (-£63,000) in Private Sector Housing, (-£15,000) in Additional Enforcement, and (-£42,000) in Trading Standards / Advice Centre. There are also projected net savings, mainly on supplies and services, of (-£22,000), relating to Cemeteries and Environmental Protection. Additionally, there is a projected income surplus of (-£50,000) for Bereavement Services.
67. A small saving of (-£12,000) is projected on Management and Administration due to savings on supplies and services.
68. There is an overall projected pressure of (+£147,000) on Sport and Leisure, of which (+£137,000) relates to the Golf Centre. This is mainly due to an income shortfall. Within the remainder of Leisure, projected pressures of (+£64,000) on Southlands Pitch income and (+£40,000) on the Rainbow and Café Bar have been offset by net savings on staffing costs of (-£94,000).
69. **Strategic Management: (+£32,000).** There is a pressure of (+£51,000) due to the unachieved efficiency saving relating to the transfer from weekly to monthly pay. There is a further pressure of (+£25,000) relating to charges for the Cargo Fleet Depot owned by Erimus Housing. These pressures are offset by projected savings of (-£14,000) on supplies & services and (-£30,000) on Community Councils budgets.
70. **Streetscene: (-£194,000).** There is a pressure of (+£50,000) on Parks and Countryside, mainly due to income shortfalls, in particular the efficiency target for increased income for allotment charges.
71. There are significant pressures on Waste Collection. There is an unachieved efficiency target for charging for replacement wheeled bins of (+£60,000) and a pressure of (+£40,000) relating to the unachieved efficiency target for charging for non-domestic waste. The expected reduction in demand for replacement wheeled bins has not happened, resulting in a pressure of (+£70,000). There is a further pressure of (+£40,000) on transport costs.
72. The pressures on Waste Collection are offset by savings of (-£40,000) on Waste Collection staffing costs and a further (-£200,000) of savings on staffing and transport within Area Care.
73. There is a small pressure of (+£10,000) on Business Development Unit. A pressure is projected for Property Services (+£23,000) due to a reduction in the throughput of heating & plumbing work from Mouchel to Building Works, as Building Works do not have staff with the relevant skills to carry out this type of work.
74. A saving of (-£56,000) is projected for Fleet Management mainly from staff savings.
75. There are pressures on Waste Disposal. Due to the closure of the Energy from Waste Plant for essential repair and maintenance, waste has been sent to landfill. However, there are significant savings on the costs of recycling due to the new Kerbside Recycling Contract, resulting in an overall projected saving of (-£221,000).

76. **Transport & Design: (+£447,000)**. There is a projected pressure of (+£80,000) on Design Services mainly due to a reduction in Architects' fee income of (+£165,000) partially offset by a projected income surplus and expenditure savings within Engineers' Services of (-£85,000).
77. There is a pressure of (+£98,000) on the Highways and Becks Maintenance operations, as a result of reduced income generation and overhead recovery following the adverse winter weather. There are further pressures of (+£23,000) on Supermarket Trolleys, (+£61,000) on the street lighting maintenance contract and (+£25,000) on Transporter Bridge income.
78. These pressures are offset by savings of (-£102,000) on planned footway maintenance costs, and (-£25,000) on the costs of work funded through the Middlehaven Commuted Sums budget. Further savings of (£18,000) on Christmas Decorations, Transporter Bridge expenditure (-£8,000), insurance costs (-£46,000) and Intervention transport and supplies costs of (-£18,000) have been identified. Income surpluses are predicted on Intervention (-£13,000) and Accident Damage (-£7,000).
79. There is a projected saving of (-£42,000) on Management and Administration due to staff savings.
80. There is a projected pressure of (+£298,000) on Parking Solutions. This is made up of expected income shortfalls on Decriminalised Parking Enforcement (+£170,000) and Off Street Parking income (+£170,000) partly offset by an income surplus on On-Street Parking (-£30,000) and a small saving on Staff Car Parking (-£12,000). The current economic climate and the adverse weather over the Christmas period has had a significant impact on parking income opportunities and the ability to enforce parking regulations.
81. There are savings of (-£108,000) on staffing on the Road Safety and Traffic budget offset by projected pressures of (+£61,000) on supplies and services and a (+£6,000) pressure across income, premises and third party payments.
82. There are un-achieved efficiency savings relating to the Bus Station review of operating arrangements (management / security / cleaning / CCTV) totalling (+£77,000). Income shortfalls from rents and service charges at the Bus Station have resulted in an additional pressures of (+£100,000). There is a (+£20,000) pressure on Bus Information System, (+£4,000) pressure on other supplies & services / employees and (+£17,000) increase in bad debt provision requirement. The pressures have been partly offset by additional income from departure charges (-£15,000) and other ad-hoc income (-£6,000).
83. There are further projected pressures of (+£10,000) shortfall on income generated with Transport and Policy, (+£21,000) on Bus Revenue Support payments, and (+£8,000) on Middlesbrough Council's contribution to the Traffic Signals Joint Arrangement.
84. These are offset by projected savings of (-£45,000) on staffing and (-£2,000) on transport within the Transport and Policy budget, and a projected (-£7,000) saving on payments made to the Transport Lead Authority.

85. **Grant Funding Carry Forward Requests:** A detailed list of requests is shown in Appendix H: All requests are subject to the Council's financial outturn position.
86. A detailed breakdown of the efficiency savings is shown in appendix B.
87. An update on the Environment actions required from 2010/11 quarter two budget clinic is shown in appendix C.

Regeneration: (-£666,000) up from (-£367,000) at quarter two

88. The service predicts a net saving of (-£666,000) at the end of the 3rd quarter. The projected outturn position is summarised below:

	Estimated 2nd Qtr Outturn Variance £'000s	Estimated 3rd Qtr Outturn Variance £'000s	Variance £'000s
Development Division	-132	-249	-117
Economic Development, Cultural & Community	-185	-352	-167
Executive Director	0	-7	-7
Museums & Galleries	-50	-55	-5
Bad Debt Provision	0	-3	-3
Total	-367	-666	-299

89. **Development: (-£249,000).** The Development Control fee income budget is forecast to achieve its target following an increase in development activity. A staff saving of (-£11,000) is projected due to maternity leave and reduced hours. Other pressures relate to planning enquiries & appeals (+£14,000) and supplies & services costs (+£10,000).
90. Urban Policy is projecting net staff savings of (-£80,000) after meeting the abatement target due to maternity leave, reduction in hours and recharging of staff to externally funded projects to maximise grant income. There are also anticipated savings of (-£5,000) on supplies & services. A pressure of (+£20,000) on the disposal costs relating to Acklam Hall has partly offset these savings.
91. Planning Administration is projecting savings of (-£26,000) from the delay in appointing the Head of the Development Division. There is a pressure of (+£44,000) on management costs associated with delivering the Grove Hill and Cannon Park projects. There is a projected saving of (-£22,000) on the Stockton / Middlesbrough budget due to staff being seconded to Tees Valley Unlimited.

92. There are savings on the Regeneration Programmes Team of (-£43,000) as a result of staff vacancies and the recharging of staff costs to external shared partner arrangements. Savings are also forecast on supplies and services (-£10,000) and additional income of (-£42,000) from advice and consultancy work. A further saving of (-£98,000) is projected on the Working Neighbourhood Fund grant after meeting redundancy costs and commitments for future years schemes.
93. **Economic Development Cultural & Community: (-£352,000).** There are expected savings on the Economic Development budget of (-£42,000) on staffing costs, (-£19,000) on supplies & services and (-£58,000) savings on an area based grant. Additional savings have been identified on the Community Regeneration service budget due to the area based grant for Cohesion (-£17,000) and on the Town Centre Team budget (-£2,000).
94. The Library service is projecting a saving of (-£109,000) from the service review. There are anticipated savings of (-£7,000) relating to the adjustment to hours of the Courier Service and a further (-£5,000) saving for the reduction in costs of the Mobile Library Service. There is also an anticipated saving of (-£30,000) on the book fund and (-£57,000) on supplies & services.
95. Archives are projecting a saving of (-£4,000) on Middlesbrough's share of the budget due to the delay in appointment to the post of the Chief Archivist and a vacant post.
96. **Museums and Galleries (-£55,000)** A net saving is anticipated on Museum staff costs of (-£23,000), additional income at the Dorman and Captain Cook Museum (-£21,000) and supplies & services costs (-£3,000). A small saving of (-£2,000) is projected on the MIMA budget.
97. A saving of (-£7,000) is projected on the Director of Regeneration supplies & services budget.
98. The service are projecting a decrease of (-£3,000) to the bad debt provision.
99. **Grant Funding Carry Forward Requests:** A detailed list of requests is shown in Appendix H. All requests are subject to the Council's financial outturn position.
100. A detailed breakdown of the efficiency savings is shown in appendix B.
101. An update on the Regeneration actions required from the quarter two budget update are shown in appendix C.

Corporate Services: (-£794,000) up from (-£530,000) at quarter two

102. A net budget saving of (-£794,000) is predicted for Corporate Services at the end of the 3rd quarter. The projected outturn position is summarised below:

	Estimated 2nd Qtr Outturn Variance £'000s	Estimated 3rd Qtr Outturn Variance £'000s	Variance £'000s
Legal & Democratic Services	-97	-103	-6
Strategic Resources	-342	-488	-146
Performance & Policy	-73	-187	-114
Chief Executive's Office	-24	-39	-15
Corporate Services Recharges	0	0	0
Corporate Services Bad Debt	6	23	17
Total	-530	-794	-264

103. **Legal & Democratic Services: (-£103,000).** Savings on staffing costs are forecast on the Senior Management (-£7,000) and Welfare (-£40,000) budgets. Savings are also projected on Common Law costs (-£25,000) primarily due to the receipt of unbudgeted income for legal work carried out in relation to the Mouchel Partnership. These savings are partially offset by anticipated pressures of (+£30,000) on the cost of essential law publications.
104. The continuing economic downturn is having a significant effect on property sales and a shortfall of (+£82,000) is predicted on the Property & Regeneration income budget as a result. This pressure has been partly offset by expected savings of (-£76,000) on staffing costs.
105. A pressure of (+£42,000) is expected on the Coroner's budget reflecting the costs incurred on a long-term inquest and an increase in charges from the PCT for post mortems.
106. Savings of (-£73,000) are projected on Members' basic and special responsibility allowances, car allowances and development budgets. Staffing cost savings totalling (-£41,000) have been identified on the Governance Team and Resource Team budgets. Further savings are predicted on Scrutiny income (-£20,000), Political Assistants' professional fees (-£16,000), Civic & Ceremonial costs (-£18,000) and General Service costs (-£8,000). These savings have helped to absorb additional Electoral Registration costs (+£40,000) and the costs incurred in refreshing Members' PCs (+£30,000). The costs of the Members Elections, Mayoral Elections and Voting Referendum in May 2011 are forecast to exceed the budget by £60,000. It is proposed to increase the Election Reserve by £60,000 to cover this pressure.
107. **Strategic Resources: (-£488,000).** Savings of (-£83,000) are predicted on the Senior Management professional fees budget as a consequence of the decision to cease spending once existing contracts expire.

108. A review of Housing Benefit overpayment payments is expected to generate (-£150,000) of additional income. Further savings of (-£113,000) are expected on Housing Benefit costs primarily as a result of the actual level of Housing Subsidy income received for 2009/2010 being considerably higher than the estimated figure used when closing the 2009/10 accounts. This is partly offset by an increase in payments due to Mouchel under the terms of the partnership contract because of an increase in the number claims (+£55,000).
109. Savings of (-£45,000) are projected on Council Tax Collection costs as a result of court fee income recovery exceeding the budgeted target. Further savings are forecast on Strategic Accountants (-£60,000), Loans & Investments (-£27,000) and Asset Management Team costs (-£5,000) due to vacant posts and on Value for Money Team professional fees (-£7,000).
110. A shortfall of rental income for the Enterprise Centres is expected to give rise to a budget pressure of (+£130,000). The service is exploring different options to reduce this figure but the pressure will be met from the Corporate Initiatives Fund this year. The effects of the current economic climate have meant that a number of Industrial Units remain vacant producing an additional expected rental income shortfall of (+£35,000).
111. The continuing requirement to employ agency staff to cover for vacant posts has resulted in a projected pressure of (+£73,000) on Internal Audit costs. A joint service arrangement commenced on the 1st January 2011 with Redcar & Cleveland Council. The new arrangement will produce savings from 2011/2012.
112. Savings of (-£25,000) are projected on Strategic Commissioning & Procurement Unit costs. This is as a result of the Procurement Officer post transferring to CFL sooner than expected and because of the decision to deliver future corporate procurement training in-house. Further savings are predicted on Multi Functional Devices (Printer/Photocopies/Fax) costs (-£30,000) .The decision to keep a number of the older, lower usage machines has resulted in a reduction in annual leasing charges.
113. **Performance & Policy: (-£187,000).** There have been significant savings on staffing costs as a result of a policy of deliberately keeping posts vacant in anticipation of the forthcoming efficiency savings targets taking effect from 2011/12.
114. **Chief Executives Office (-£39,000)** A planned reduction in supplies & services spending is expected to result in savings of (-£20,000). Spending on corporate subscriptions has been reduced by (-£19,000).
115. An increase in the level of outstanding property rental debt over two years old has meant that it is estimated that the Corporate Service bad debt provision will need to be increased by (+£23,000) this year.
116. **Grant Funding Carry Forward Requests:** A detailed list of requests is shown in Appendix H. All requests are subject to the Council's financial outturn position.
117. Detailed breakdowns of the efficiency savings are shown in appendix B.

Central Costs: (-£2,531,000) up from (-£2,260,000) at quarter two

118. On Central Costs, Reserves and Provisions there is a projected net budget saving of (-£1,514,000) at the end of the 3rd quarter. The projected outturn position and the projection variance are summarised below:

	Estimated 2nd Qtr Outturn Variance £'000s	Estimated 3rd Qtr Outturn Variance £'000s	Variance £'000s
Pay & Prices	-1,337	-1,378	-41
Capital Financing	-678	-760	-82
Custodian Properties	9	17	8
Right to Buy Receipts	188	151	-37
Ex Trading Services	-148	-138	10
Designated Authorities	-2	-13	-11
Unfunded Pensions	-295	-308	-13
Levies	-5	-5	0
Precepts	0	0	0
HR Saving Proposals	132	142	10
VAT claims	-93	-67	26
Goods Receipts reversals	0	-452	-452
Winter Maintenance	0	300	300
Miscellaneous	-31	-20	11
Total	-2,260	-2,531	-271

Allocation to Reserves and Provisions: (+£4,045,000) up from (-£2,000,000) at quarter two

119. Summary of changes to Reserves and Provisions:

	£,000
Approved	
Transfer to Change Programme – Agreed Qtr1	+1,000
Transfer to Change Programme – Agreed Qtr 2	+1,000
Transfer from Partnership Contribution – Agreed Qtr 2	-446
Transfer from Partnership Reserve – Agreed Qtr 2	-1,286
Transfer from Initiatives Fund Reserve – Agreed Qtr 2	-150
Transfer in to Change Programme – Agreed Qtr 2	+1,882
Proposed	
Transfer in to Election Reserve	+60
Transfer in to Change Programme	+1,400
Create a Social Care – Winter Pressures Reserve	+520
A saving of (-£511,000) is projected on the Partnership Contribution budget, an increase of (-£65,000) from the position reported at Quarter 2. It is therefore proposed to make an additional contribution of £65,000 from the Partnership budget to the Change Programme.	+65
TOTAL	4,045

120. **Efficiency Savings:** The Council has embedded within its budget monitoring procedures reporting on efficiency savings. The Council is projected to exceed its efficiency savings target by (-£17,000). The table below summaries the projected outturn position:

	Target £000's	Outturn £000's	Variance £000's
Children, Families and Learning	3,348	3,079	269
Social Care	836	770	66
Environment	1,771	2,073	-302
Regeneration	699	713	-14
Corporate Services	873	909	-36
Total Savings	7,527	7,544	- 17

Appendix B provides a detailed analysis for each service.

Balance Sheet Management

121. **Reserves / Provisions:** The table below summarises the projected movements on reserves and provisions for 2010/2011. A detailed breakdown of the movements is shown in Appendix E - Reserves and Appendix F - Provisions.

	31 March 2010 £'000s	Receipts in Year £'000s	Payments in Year £'000s	31 March 2011 £'000s
School Reserves	4,686	0	0	4,686
Investment Reserves	945	0	0	945
Specific Revenue Reserves	8,806	8,537	7,347	9,996
Provisions	4,078	0	1,076	3,002
Total	18,515	8537	8423	18,629

122. **Bad Debt Provision:** The Council's intention is to link its budget monitoring with its Balance Sheet Management. The first stage in this process is to report on the aged debt across each service and the impact this may have on service budgets and bad debt provision. The table below summaries the projected outturn position: -

	Bad Debt Provision 31/03/2010 £000's	Estimated Bad Debt Provision 31/03/2011 £000's	Projected Increase / Decrease £000's
Children, Families and Learning	589	594	5
Social Care	508	568	60
Environment	442	457	15
Regeneration	203	200	-3
Corporate Services	603	626	23
Total Bad Debt Provision	2,345	2,445	100

123. **Sale of Assets (Losses/Gains):** There was a sale of a small piece land at Garrett Walk during the second quarter and as a result there was a gain of £7,600.

EQUALITY IMPACT ASSESSMENT

124. Not applicable to this report.

OPTION APPRAISAL / RISK ASSESSMENT

125. Not applicable to this report.

FINANCIAL, LEGAL AND WARD IMPLICATIONS

126. A net budget saving of (-£411,000) is forecast within general fund services for the year as summarised below:

	Estimated 2nd Qtr Outturn Variance £'000s	Estimated 3rd Qtr Outturn Variance £'000s	Variance £'000s
Children, Families and Learning	605	195	-410
Social Care	-32	-841	-809
Environment	184	181	-3
Regeneration	-367	-666	-299
Corporate Services	-530	-794	-264
Central Costs	-2,260	-2,531	-271
Allocation to Reserves & Provisions	2,000	4,045	2,045
Total	(400)	(411)	(11)

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

	General Fund £'000s
Opening Balance	5,721
Add:	
Allocation to 2010/11 Revenue	-1,000
Forecast Net Saving	411
Estimated balance as at 31st March 2011	<u>5,132</u>

SCRUTINY CONSULTATION

128. The report is to be presented to the Overview and Scrutiny Board on the 15th March 2011.

RECOMMENDATIONS

129. Overview and Scrutiny Board are asked to: -

- a) Note and consider the contents of report.

REASONS

- a) To ensure that Middlesbrough Council reports on resource utilisation against approved budgets.
- b) To consider implications upon the Medium Term Financial Plan.

BACKGROUND PAPERS

The following papers were used in the preparation of the report:-

- 2009/2010 Revenue Budget Executive Report 8th March 2010.
- 2009/2010 Council Tax Report: Council 8th March 2010.
- Medium Term Financial Plan 2010/2011-2013/2014: Exec Report 8th Dec 09.
- Quarter 1 Consolidated Revenue Budget Projected Outturn 2010/2011 5th August
- Quarter 2 Consolidated Revenue Budget Projected Outturn 2010/2011 23rd November

AUTHOR: Bryan Baldam, Deputy Director Of Strategic Resources.



APPENDIX A

2010/11 GROSS EXPENDITURE AND INCOME - BASE BUDGETS AND OUT-TURN

CHILDREN, FAMILIES AND LEARNING DIVISION OF SERVICE	BASE BUDGET			PROJECTED OUTTURN			NET VARIANCE			
	Gross Expenditure £'000	Gross Income £'000	Net £'000	Gross Expenditure £'000	Gross Income £'000	Net £'000	Gross Expenditure £'000	Gross Income £'000	Net £'000	%
COMMISSIONING & RESOURCES	6,702	2,829	3,873	6,141	2,994	3,147	6,141	2,994	3,147	-19%
ACHIEVEMENT	16,219	8,730	7,489	15,698	8,676	7,022	15,698	8,676	7,022	-6%
YOUNG PEOPLE SERVICES	8,218	4,292	3,926	7,879	4,182	3,697	7,879	4,182	3,697	-6%
SCHOOLS BUDGET	85,641	10,426	75,215	85,641	10,426	75,215	85,641	10,426	75,215	0%
STRATEGIC MANAGEMENT	-99		-99	-22		-22	-22		-22	-78%
DEMAND LED CONTINGENCY	275		275	0		0	0		0	-100%
SAFE GAUARDING	29,749	9,549	20,200	31,564	9,549	22,015	31,564	9,549	22,015	9%
DSG GRANT		81,633	-81,633		81,633	-81,633		81,633	-81,633	0%
INFLATION FUNDING			0			0			0	0%
TOTAL CHILDREN, FAMILIES AND LEARNING	146,705	117,459	29,246	146,901	117,460	29,441	146,901	117,460	29,441	1%
SOCIAL CARE DIVISION OF SERVICE	BASE BUDGET			PROJECTED OUTTURN			NET VARIANCE			
	Gross Expenditure £'000	Gross Income £'000	Net £'000	Gross Expenditure £'000	Gross Income £'000	Net £'000	Gross Expenditure £'000	Gross Income £'000	Net £'000	%
OLDER PEOPLE (including Older Mental Health)	21,610	7,337	14,273	21,573	7,373	14,200	21,573	7,373	14,200	-1%
PHYSICAL DISABILITY/SENSORY IMPAIRMENT	6,332	1,738	4,594	6,268	1,766	4,502	6,268	1,766	4,502	-2%
LEARNING DISABILITIES	15,800	6,351	9,449	15,692	6,464	9,228	15,692	6,464	9,228	-2%
MENTAL HEALTH	5,053	1,485	3,568	5,035	1,487	3,548	5,035	1,487	3,548	-1%
OTHER ADULTS SERVICES	154	18	136	151	18	133	151	18	133	-2%
ADULTS HOLDING ACCOUNTS	2,101	914	1,187	2,150	1,426	724	2,150	1,426	724	-39%
ASYLUM SEEKERS	1,067	960	107	1,052	960	92	1,052	960	92	-14%
AYRESOME INDUSTRIES	4,011	1,727	2,284	3,805	965	2,840	3,805	965	2,840	24%
PERSONAL CARE			0			0			0	
SUPPORTING PEOPLE	5,562	0	5,562	5,562	0	5,562	5,562	0	5,562	0%
PERFORMANCE & MODERNISATION	2,087	274	1,813	2,016	283	1,733	2,016	283	1,733	-4%
SERVICE STRATEGY	526	0	526	523		523	523		523	-1%
STREET WARDENS	1,502		1,502	1,471		1,471	1,471		1,471	-2%
REGISTRARS	444	273	171	446	273	173	446	273	173	1%
SAFER MIDDLESBROUGH PARTNERSHIP	1,058	1,058	0	1,058	1,058	0	1,058	1,058	0	
DOMICILIARY CARE	4,835	1,667	3,168	4,758	1,659	3,099	4,758	1,659	3,099	-2%
DEMAND BUDGETS	647		647	110		110	110		110	-83%
REPAID DIRECT PAYMENTS	-567		-567	-419		-419	-419		-419	
ABG SAVINGS	0	0	0	0	0	0	0	0	0	
BAD DEBT PROVISION			0	60		60	60		60	
TOTAL SOCIAL CARE	72,222	23,802	48,420	71,311	23,732	47,579	71,311	23,732	47,579	-2%

APPENDIX A

CENTRAL COSTS AND PROVISIONS	BASE BUDGET			PROJECTED OUTTURN			NET VARIANCE	
	Gross Expenditure £'000	Gross Income £'000	Net £'000	Gross Expenditure £'000	Gross Income £'000	Net £'000	£'000	%
PAY & PRICES AND CONTINGENCY	1,906		1,906	528		528	-1,378	0%
JOB EVALUATION			0			0	0	0%
CAPITAL FINANCING	7,891		7,891	7,131		7,131	-760	-10%
CUSTODIAN PROPERTIES		15	-15	2	0	2	17	-113%
RIGHT TO BUY RECEIPTS		191	-191		40	-40	151	-79%
EX TRADING SERVICES	327		327	189		189	-138	0%
DESIGNATED AUTHORITY COSTS	40		40	27		27	-13	-33%
UNFUNDED PENSIONS	1,848		1,848	1,540	0	1,540	-308	-17%
ENVIRONMENT AGENCY	99		99	94		94	-5	-5%
RIVER TEES PORT AUTHORITY	41		41	41		41	0	0%
NUNTHORPE PARISH COUNCIL	6		6	6		6	0	0%
STANTON PARISH COUNCIL	6		6	6		6	0	0%
CHANGE PROGRAMME	1,000		1,000	1,000		1,000	0	0%
HR SAVING PROPOSALS		142	-142			0	142	-100%
VAT REFUNDS			0			67	-67	0%
CONTRIBUTION TO/FROM RESERVES			0			67	-67	0%
CONTRIBUTION TO/FROM PROVISIONS		2,637	-2,637	0	2,637	-2,637	0	0%
TRANSFERS TO THE CHANGE PROGRAMME		508	-508			508	0	0%
PARTNERSHIP CONTRIBUTION			0	5,412		5,412	5,412	n/a
TRANSFER FROM PARTNERSHIP RESERVE			0			-511	-511	n/a
TRANSFER FROM INITIATIVES FUND RESERVE			0			1,286	-1,286	n/a
CREATE SOCIAL CARE WINTER PRESSURES RESERVE			0			150	-150	n/a
TRANSFER TO ELECTION RESERVE			0	520		520	520	n/a
TEESIDE AIRPORT LEGAL FEE'S			0	60		60	60	0%
GOODS RECEIPTS REVERSALS			0	2		2	2	0%
WINTER MAINTENANCE COSTS			0	0	452	-452	-452	0%
MISCELLANEOUS			0	300		300	300	0%
TOTAL CENTRAL COSTS AND PROVISIONS	13,164	26,580	-13,416	16,858	28,760	-11,902	1,514	-11%
TOTAL	421,549	287,974	133,575	427,837	294,673	133,164	-411	0%

APPENDIX B

2010/2011 EFFICIENCY SAVINGS - TARGET AND YEAR END SAVINGS - AT 31 MARCH 2011

	Target £000's	Anticipated Year End Saving £000's
CHILDREN, FAMILIES & LEARNING		
Service Restuctures		
Young Peoples Service - Integrated Youth Service	250,000	250,000
Achievement - Changes in service delivery	150,000	150,000
Safeguarding - Targeted Interventions	200,000	200,000
Restructure of Management and Administration	1,551,000	1,392,000
Voluntary Sector Grants Reduction	34,000	34,000
Service Review - Transport	152,000	152,000
Review Recharging Arrangements to Schools	100,000	100,000
Management Recharge to Area Based Grants	290,000	290,000
Contract Efficiencies	84,000	84,000
Cash Freeze (on supplies and service budgets)	257,000	257,000
Review of Catering Service	200,000	200,000
Review of Outdoor Activity Centres - Stainsacre	80,000	-30,000
TOTAL - CHILDREN, FAMILIES & LEARNING	3,348,000	3,079,000
SOCIAL CARE		
Direct payments A4E contract -chg CFL	4,000	4,000
Review - OP res contract Kirkley	20,000	20,000
Rationalisation of Learning Disabilities	69,000	0
To review direct payments/individual budget	49,000	49,000
Introduction & Mainstreaming of Telecare	49,000	35,300
Review of internal domiciliary care services	512,000	654,500
Review of services provided at Sunningdale Road.	133,000	7,000
TOTAL - SOCIAL CARE	836,000	769,800
ENVIRONMENT SERVICES		
2009/10 Efficiencies 2nd Year Effect		
Transport and Design		
Car Parking Charges Increased Tariffs - Off Street	86,000	86,000
Car Parking Charges Increased Tariffs On Street Short Stay	14,000	14,000
Community Protection		
Community Protection staffing restructure inc JE Removal of market supplements	30,000	30,000
Community Protection staffing restructure inc JE Reduced staffing Environmental	40,000	40,000
STRATEGIC MANAGEMENT		
Move to monthly pay from weekly pay (joint saving with Mouchel)	25,000	0
Streetscene		
Introduction of membership scheme and charges for Prissick Skate Park	20,000	0
Transport and Design		
Increasing parking charges for short stay and long stay	10,000	10,000
introducing Sunday parking charges in long stay car parks	5,000	5,000
2010/11 Efficiencies		
COMMUNITY PROTECTION		
Review Leisure events / opening hours of leisure centres	35,000	35,000
Review of management, staff and administration	180,000	213,000
Closure of Acklam Sports Centre full year effect	30,000	30,000
Provision of 5 extra pitches at Metz Bridge Traveller's Site	15,000	15,000
Review of Creche Provision Parks & Leisure Centres	12,610	31,350
Review of management, administration and support costs across the department, inc	154,450	154,450
Offset by: Ceasing provision of sunbeds at Leisure centres	(15,000)	(15,000)

STRATEGIC MANAGEMENT

Review of management, administration and support costs across the department, including supplies and services	55,000	55,000
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STREETSCENE

Review of recycling bring sites / cease black bag provision	30,000	30,000
Charge for non-domestic waste	50,000	10,000
Increased allotment charges	30,000	10,000
Review of management, staff and administration	220,000	274,000
Review of Creche Provision - Parks & Leisure Centres	7,390	6,082
Waste Disposal savings	100,000	100,000
Review of Fleet services	50,000	50,000
Increased income from activities / reduction in subsidised services	30,000	30,000
LATS Trading income	175,000	175,000
Review of management, administration and support costs across the department, including supplies and services	211,220	211,220
Offset by: Potential pressure - new Kerbside Recycling Contract	(145,000)	(145,000)
DEFRA grant fall-off (used to fund 3rd green waste round)	(153,000)	(153,000)

TRANSPORT & DESIGN

Increase parking charges to cover inflation to nearest coinage	30,000	30,000
Introduce charges for business permits	12,000	12,000
Introduction of Saturday & Sunday charges in the Civic Centre	5,000	5,000
School Crossing patrols review	20,000	20,000
Review of management, staff and administration	205,000	278,000
Review Highways charges (e.g. shopping trolleys / skip charges)	30,000	30,000
Sale of operational waste	3,000	3,000
Introduce additional pay & display / business parking areas	5,000	5,000
Review Bus Station Departure charges	10,000	10,000
Traffic Signals potential North East shared service / review of communications network	17,000	17,000
Review of management, administration and support costs across the department, including supplies and services	231,330	231,330
Offset by: Removal of 2008/09 efficiency 3rd year effect	(100,000)	(100,000)

STREETSCENE

Further agreed ER/VR applications agreed as per CMT report - will generate future years efficiency saving for Environment	0	230,000
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TOTAL – ENVIRONMENT SERVICES

1,771,000	2,073,432
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REGENERATION SERVICES**2009/10 Efficiencies****Economic Development Culture and Communities**

Reductions to Town Centre events and evening promotions programme.	40,000	52,000
Reduce advertising/professional fees budgets	12,000	12,000
Merchandising at event and additional catering income	2,000	0
Establish a commercial events equipment hire operation	10,000	0

Development

Restructure of Development Division.	27,000	27,000
Saving on the Housing Needs Agency agreement and the Bed & Breakfast furniture storage contract.	8,000	22,000
Reduction to admin support to team as part of phase 1 introduction of Joint Working	15,000	0

2010/11 Efficiencies**Economic Development Culture and Communities**

Re-configuration of administration and support services	16,000	16,000
Reduction in town centre Marketing activities and administrative support.	20,000	20,000
Budgets to Community Councils to be held at 2009/2010 levels.	2,000	2,000
Reductions to Town Centre events and evening promotions programme.	20,000	20,000
Management review of the Library Service. Phase 1 agreed £173,000	173,000	173,000
Savings from procurement on supplies & services.	7,000	7,000

Museums & Galleries

Staffing review regarding vacant posts	52,000	81,800
Review of opening times for Captain Cook Birthplace Museums and Dorman Museum to reflect demand.	29,800	0
Income from catering franchise	3,000	0
Income from collections	0	3,000
Reduced Thursday evening offer at mima.	4,000	4,000
Savings from procurement on supplies & services.	3,200	3,200

Development Division

Reduce joint administrative support as a consequence of the introduction of ERDMS	10,000	2,500
Reduction in core costs of Joint Strategy Unit.	10,000	10,000
Reduction in Tees Valley Regeneration core costs, Stockton Middlesbrough Initiative and Middlehaven project costs	35,000	35,000
Housing Mangement fee - staff charges to capital	30,000	30,000
Cancellation of Additional Service Provision	0	22,500
Restructure of Development Division.	138,300	138,300
Savings from procurement on supplies & services.	10,200	10,200

Executive Director

Reduction of the Regeneration Initiatives budget.	11,000	11,000
Savings from procurement on supplies & services and staffing review.	11,000	11,000

TOTAL REGENERATION SERVICES

699,500	713,500
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CORPORATE SERVICES

Strategic Resources

Mouchel Partnership	450,000	475,000
Revenues & Benefits Fraud Tem	27,000	27,000
Revenues & Benefits Verification/Processing Team	43,000	43,000
Revenues & Benefits Benefit Officers	20,000	20,000
Council Tax – Increase Court Costs	92,000	92,000
Internal Audit restructure	44,000	44,000
Procurement & Commissioning staff savings	34,000	45,000
Housing Benefits working arrangements	31,000	31,000
Council Tax collection	67,000	67,000
Housing Benefits admin/supplies & services costs	12,000	12,000
Reduction in Insurance Fund recharges	25,000	25,000
Corporate Initiative Fund reduction	16,000	16,000
VFM Team – reduction in external fees	10,000	10,000
2008/2009 Council Tax collection costs savings	2,000	2,000

Legal & Democratic Services

Staffing review	79,000	79,000
Members' Office - Supplies & Services costs reduction	15,000	15,000
Members' Office - Resource Officer support review	6,000	6,000
Members' Allowances	20,000	20,000
Members' Civic Functions	10,000	10,000
2009/10 Members Office - running cost savings	1,000	1,000

Performance & Policy

Human Resources staff reduction	21,000	21,000
P&P – reduction in admin & professional support	94,000	94,000
2009/ 2010 P&P staffing & turnover allowance review	50,000	50,000

Chief Executive's Office

Initiative Fund Reduction	25,000	25,000
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Council Wide

Reduction in cost of document production	25,000	25,000
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TOTAL - CORPORATE SERVICES

873,000	909,000
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Summary of Efficiency Savings

Children, Families and Learning:	3,348,000	3,079,000
Social Care	836,000	769,800
Environment Services	1,771,000	2,073,432
Regeneration Services	699,500	713,500
Corporate Services	873,000	909,000
Central Costs And Provisions	0	0
	7,527,500	7,544,732

3rd QUARTER BUDGET UPDATE ACTIONS

APPENDIX C

Issues shown in **bold** are the actions required from previous Budget Clinics

REGENERATION				
Issue	Action Required	Timeframe	Progress	Person Responsible
MIMA Cooling System Problems	Progress on the possible recovery of the costs (estimated at £51,000) from the supplier. Update on the Legal position	March 2010 January 2011	An independent report has been commissioned to establish liability for the faults in the original equipment to support a legal claim by the Council. Update provided at he 3 rd Quarters Budget Clinic.	Kate Brindley
Tees Valley Unlimited (TVU)	Update on the future of the TVU and the risk/cost of possible redundancies.	January 2011	Update provided at he 3 rd Quarters Budget Clinic.	Kevin Parkes
CHILDREN, FAMILIES & LEARNING				
Issue	Action Required	Timeframe	Progress	Person Responsible
Numbers of Middlesbrough children taken into care are above the national average	Review to be carried out by the University to explain the reasons for increase in 2009/2010.	July 2010 revised to August 2010	Draft report was received in August 2010. The final report was received in December 2010 and is currently being discussed with the University	Neil Pocklington
Safeguarding	Update on the adoption and application of the Common Assessment Framework with Partner organisations	January 2011	The Common Assessment Framework was approved by the Children's and Young Persons Trust Board in December 2010.	Neil Pocklington

ENVIRONMENT				
Issue	Action Required	Timeframe	Progress	Person Responsible
Operation of the units in the Bus Station	Merge the units in the Bus Station with the commercial property portfolio managed by Strategic Resources	March 2010 revised to January 2011	The transfer the responsibilities and budgets has been put on hold until some of the underlying budget issues are resolved .	Brian Glover / John Shiel
Waste Disposal Incinerator Closure for repairs.	Provide an estimate of expected costs and savings available to offset the impact of the closure of the EF/W plant in 2011/12	March 2011		Tom Punton

SOCIAL CARE				
Issue	Action Required	Timeframe	Progress	Person Responsible
Asylum Seekers	Decision on the future of the Resource & Initiative Center	December 2010	The Resource & Initiative Center will close on the 31 st March 2011.	Ruth Hicks
PCT Winter Pressures Funding	Establish a Social Care – Winter Pressures Reserve on the Balance Sheet	March 2011		Bryan Baldam

CORPORATE SERVICES				
Issue	Action Required	Timeframe	Progress	Person Responsible
Elections & Referendum Costs	Estimate the costs of the Elections and Referendum in 2011 and ensure they are fully funded	March 2011		Richard Long/Bryan Baldam

APPENDIX D

CORPORATE INITIATIVES 2010/11

Scheme	Allocation	Summary
	£	£
<u>Approved</u>		
CADCAM	102,000	
Bioregional - One Planet Living	15,000	
Cannon Park Commercial Property Advisor	60,000	
Care Management Review	4,000	
Re-alignment of Ormesby Beck	50,000	
Eversheds Middlehaven	139,000	
Enterprise Centres	130,000	
Press Office Videos	10,420	
Levick Housing	55,000	
Town Hall Development Plans	25,000	
Total Approved to Date		590,420
Total Estimated Claims		590,420
Base Budget	250,000	
Add Transfer from Performance Reward Grant reserve	411,483	
Revised Budget		661,483
2010/11 Qtr 3 Estimated Saving		-71,063

Earmarked Reserves

Reserve	31st March 2010 £'000	Receipts in Year £'000	Payments in Year £'000	31st March 2011 £'000
School Reserves	4,686			4,686
Investment Reserves	673			673
Specific Revenue Reserves				
Insurance Fund (MBC)	1,401			1,401
Insurance Fund (CCC)	897			897
Accommodation Review	21		21	0
IT Development	319			319
Service Middlesbrough	1,286		1,286	0
Social Care & Vulnerable Children	1,000		0	1,000
ODPM Performance Reward	504		411	93
European Grant Reserve	128			128
Initiatives Fund	150		150	0
Future Developments in the Future Provision of Schools.	254	400	392	262
Invest to Save/Change Programme	1,302	7,697	4,711	4,288
WNF and JIP Grants	1,048	233	106	1,175
Election Reserve	70	60		130
ABG Reserve	281		270	11
MFD Reserve	9			9
Middlehaven Commuted Sums	136		0	136
MIMA Asset Reserve		147		147
Total Specific Revenue Reserves	8,806	8,537	7,347	9,996
TOTAL RESERVES	14,165	8,537	7,347	15,355

Appendix F

Provisions

	31st March 2010 £'000	Receipts in Year £'000	Payments in Year £'000	31st March 2011 £'000
Business Loan Guarantees	70			70
Unpresented Cheques Write Back	28			28
Housing Pension Contribution Deficit	2,800		200	2,600
Landfill Usage Liability	2		2	0
HR Initiatives & Equal Pay	449		449	0
Building Schools for the Future	302		302	0
Repayment Capital Grants	307		123	184
Business Rates Provison	120		0	120
Total Provisions	4,078	0	1,076	3,002



2010/11 QTR3 BUDGET CLINIC - REQUEST FOR VIREMENTSVIREMENTS BETWEEN SERVICES

Pay & Prices Inflation	
Chief Executives Pay Increase	10,000
MIMA singing fund surplus	20,000
Street Lighting Energy	-40,000
Middlehaven Car Park	30,000
Dog Warden Kennels	7,000
Catering Food	***
Street Lighting M'tce	41,000
Pay and Prices Contingency	-68,000
Total	Net Nil
Reason for virement request: Allocation of Pay & Prices Inflation	

CFL Transport to Integrated Transport Unit	
CFL - Transport	- 1,104,361
Social Care - ITU	1,104,361
	0
Reason for Virement request: Transfer of Transport budget from CFL to Integrated Transport Unit w.e.f. November 2010	

Transfer of budget relating to Tees Pride from Environment to Regeneration.	
Environment - Streetscene - Business Development Unit	-3,820
Regeneration	3,820
TOTAL	0

Transfer budgets to Capital Financing Account - to enable capital charges for Former Trading areas to be processed as below the line charges	
	£
Capital Financing Account	41,531
Environment - Streetscene - Places & Spaces	(38,906)
Environment - Transport & Design - Highways Engineering Services	(2,625)
Total	0

Environment ERVR Phase 2 savings to be transferred to Change Fund	
	£
Corporate - Change Fund	174,759
Environment - Community Protection - Public Protection	(42,304)
Environment - Community Protection - Sport & Leisure	(23,581)
Environment - Streetscene - Places & Spaces	(27,119)
Environment - Streetscene - Fleet	(4,617)
Environment - Streetscene - Property Services	(23,738)
Environment - Streetscene - Parks & Countryside	(25,273)
Environment - Transport & Design - Parking Solutions	(18,247)
Environment - Transport & Design - Management & Admin	(9,880)
	0

APPENDIX G

Budget Transfers from Change fund	
Environment	171,817
Corporate Services	14,489
Social Care	99,066
Regeneration	63,702
CFL	2,288
Change Fund	-231,362

Direct Revenue Financing of work at the Newham Grange Leisure Farm	
	£
Environment - Streetscene - Business Development Unit	(32,000)
Environment - Streetscene - Capital Programme	32,000
	0

Direct Revenue Financing of Café Refurbishment of Newham Grange Leisure Farm	
	£
Environment - Streetscene - Business Development Unit	(72,000)
Environment - Streetscene - Capital Programme	72,000
	0

Direct Revenue Financing of Wnf Funding - Commercial & Business Assistance	
	£
Regeneration - Commercial & Business Assistance	(88,000)
Regeneration - Capital Programme	88,000
	0

VIREMENTS WITHIN SERVICE

SOCIAL CARE

Re-align demand pressures budget allocation	
Older People	78,400
Physical Disabilities	70,100
Learning Disabilities	80,000
Mental Health	21,000
Personal Care	-30,400
Demand Pressures Budget	-219,100
Total	Net Nil

CHILDRENS FAMILIES AND LEARNING

Standards Fund Grant and other grants - Confirmed Allocations	
Income	
Improving Schools Programme	30135
Sure Start - Buddying	-11743
Sure Start - ECaT	-12825
NSCL	-17000
Welcome Project	-93987
TaMHS	-222500
School Workforce advisors	-87400
Student Associate scheme	-115320

APPENDIX G

Corporate Performance Reward Grant	-29500
Expenditure	
Improving Schools Programme	31233
Improving Schools Programme	2878
Improving Schools Programme	9724
Improving Schools Programme	1000
Improving Schools Programme	-74970
Sure Start - Buddying	11743
Sure Start - ECaT	10183
Sure Start - ECaT	870
Sure Start - ECaT	1772
NSCL	10842
NSCL	442
NSCL	1886
NSCL	830
NSCL	3000
Welcome Project	15529
Welcome Project	887
Welcome Project	2702
Welcome Project	63720
Welcome Project	5113
Welcome Project	6036
Primary Partnership	24550
Primary Partnership	1690
Primary Partnership	4270
Primary Partnership	62000
Primary Partnership	500
Primary Partnership	5000
Primary Partnership	500
Primary Partnership	15480
Primary Partnership	3620
Primary Partnership	10000
Primary Partnership	137940
Primary Partnership	-265550
TaMHS	33000
TaMHS	63000
TaMHS	29500
TaMHS	97000
School Workforce advisors	17851
School Workforce advisors	1262
School Workforce advisors	3106
School Workforce advisors	65181
Student Associate scheme	28965
Student Associate scheme	11023
Student Associate scheme	3252
Student Associate scheme	72080
Middlesbrough Voluntary Development. Agency	29500
	0

Reason for virement request:

Align grant budgets to reflect the confirmed allocations for 2010/11 and to realign budgets from Other Supplies and Services GL code

ISB and DSG

Individual Schools Budget	108,000
DSG Grant	-108,000
	0

Reason for Virement request:
 Realignment of budgets following the DSG Finalisation

Schools Budgets Contributions to Capital

ISB		74,714
Contributions to Capital:		
Ext Sch: Lingfield - ICT Equipment		2,478
Ext Sch: St Edward's EXS256 - ICT Equipment		7,785
Green Lane DFC281 - Erect Boundary Fence		707
Pennyman DFC247 - Main Entrance Improvements	-	87,458
PSfC: Pallister Park Kitchen/Dining Area	-	6,742
Rosewood DFC284 - Resurface Playground		3,000
St. Augustine's EXS255: Shade Shelter		846
Thorntree DFC268 - Parents' Shelter		4,670
		0

Reason for Virement request:
 To cover costs of Capital Schemes from Revenue Budgets

Grant Funding Carry Forward Requests

CHILDREN FAMILIES AND LEARNING

1. Grant funding which if it isn't carried forward will have to be repaid to the funding body.

a) TaMHS - Funding ceases at the end of March 2011. At this stage the final outturn position is not yet known. If there is a balance, the grants conditions state that any under spend is to be returned to the funding body in 2011-12. Therefore, this request is to enable the carry forward to return the balance to the funding body.

b) School Workforce Advisor - Funding ceases at the end of March 2011. At this stage the final outturn position is not yet known. If there is a balance, the grants conditions state that any under spend is to be returned to the funding body in 2011-12. Therefore, this request is to enable the carry forward to return the balance to the funding body.

c) Standards Funds Grants – These grants cover a seventeen month period from 1st April 2010 to 31st August 2011 and therefore balances should be carried forward to be spent by that date or repaid to the Department. The grants covered by this request are currently forecast as £1,657,000

d) Traveller Children - This is funded jointly by Middlesbrough, Stockton and Redcar & Cleveland. The scheme receives some funding from the Standards Fund for Primary Strategy and any of this funding which has not been spent has to be carried forward to be spent by 31st August 2011 or repaid to the Department. If there were to be any under spend on the core funding, then this should be carried forward to refund a proportion to the other two participating authorities. The current forecast is £7,000.

e) Other Grants – These are grants that either span more than one financial year, or will need to be paid back to the sponsoring body. Therefore any balances will be required to be carried forward.

Golden Hellos	£20,000
UFA Fellowship Training	£2,000
National College for School Leadership	£17,000
Diplomas Set Up	£242,000
Diplomas Per Pupil	£127,000
Migration Impacts Fund	£39,000
First Light	£16,000
Education Business Partnership	£55,000
Young Apprenticeships	£6,000
Community Health Through Sport and Art	£33,000
PCT Contribution to Development of Youth Facility	£20,000
Work Based Learning	btw £300,000 and £350,000

2. Grant funding which needs to be carried forward to cover expenditure commitments already in place in 2011/12.

- a) School Data Support - This is not a grant funded service but will have a requirement to carry forward balances of approximately £163,000 to 2011-12. Income is derived through a combination of SLA's from Schools and Partnership Funding on an annual basis, based on the financial year, but used to ensure that schools are covered for an academic year. This also ensures at any point, if the SLA's aren't renewed, then there is sufficient budget to implement an exit strategy.
- b) 14-19 Year Olds Flexible Partnership - Historically, any balance on this cost centre had been carried forward to fund projects to the end of the academic year. Currently estimates suggest an under spend in the region of £4,000.
- c) Primary Partnership - This is funded from the centrally retained element of SDG (ABG) and again, the balance has been carried forward to fund commitments for activities planned for the summer term. The current forecast is £499,000.
- d) Young Persons Substance Misuse Grant - An application is to be made to the National treatment agency to carry forward £15,000 from the Pool Treatment budget which is ring fenced for drug and alcohol treatments. If granted, it will enable the service to extend the contract of the Review and Monitoring Officer. The service has also been successful in obtaining a £20,000 grant from the PCT, on condition that it is used to extend the 'Social Norms' Project in 2011-12. Therefore a request is made to carry this amount forward. It is intended that £2,000 will be used towards management costs of the project.
- e) CWDC - The CWDC awarded the council grant funding over 3yrs to roll out the 'One Childrens Workforce Tool'. Due to the delay in receiving 2010/11 funds it is proposed to carry forward £45,000 ring-fenced money to ensure sufficient funds are available to complete the work in 2011/12.
- f) CWDC Programme - This income is ring-fenced and it is intended to carry forward £74,000 to 2011/12. This will cover the costs of Employing Grade O Training & Development Officer approximately £50,000 p.a. plus additional supplies and services.
- g) Youth Offender Service - A carry forward of £290,000 to 2011-12 has been agreed with South Tees Youth Justice Board of which £90,000 has been reported to the Executive Board for a contribution to office relocation.
- h) DSG – Cleveland Unit - This is a request to carry forward Flexible Entitlement Funding of £15,000. The funding is from Standards Funds Grant and covers the period from April 2010 to August 2011, to deliver services over academic and financial years.

i) Aiming High – Short Breaks - It was agreed in 2009/10 to carry forward £35,000 across a two year period to 2011/12 to fund a key worker post with the proviso that there is a clear exit strategy in place.

ENVIRONMENT

1. Grant funding which if it isn't carried forward will have to be repaid to the funding body.

a) Sport England grants – the service is requesting the carry forward of (£7,700). This represents the projected balance remaining on 5 schemes and it is requested that these balances be carried forward to fund the continuation of the projects into 2011/12.

b) Beacon Council Climate Change (£40,000) – this covers the salary costs of the Climate Change Officer. The carry forward is requested to cover ongoing salary costs.

c) Department of Health – Communities for Health (£40,000) – this is used to fund Healthy Initiatives and the carry forward is requested to fund projects to be delivered in 2011/12, which were not carried out in 2010/11 due to commitments to delivery of other projects.

d) Department of Health – Smoke Free Grant (£60,000) – this is used to fund the salary of the Tobacco Control Officer and the carry forward is requested to cover ongoing salary costs.

2. Grant funding which needs to be carried forward to cover expenditure commitments already in place in 2011/12.

a) Healthy Town Grant (£107,469) – This covers 6 Healthy Town schemes, which have either commenced late in 2010/11 or require support into 2011/12 to enable them to become sustainable, or to enable the outcomes to be achieved at the most desirable time. (e.g. cycle training of children required for the Incentivised Bike Scheme needs to tie in with school term times and projects involving planting works need to take place during the growing season).

b) Area Based Grant (Pitt Review Implementation Surface Water Plan) (£25,000) – The majority of the work on this scheme has been carried out, however, there are still some outstanding commitments and the work will not be completed until early 2011/12.

c) Joint Improvement Programme (£20,000) - This covers cycling activity programmes in 2011/12 to enable sustainability of cycling in Middlesbrough.

d) Middlesbrough Town Centre Tree Works (£16,836) – This covers tree survey work within the town centre. The work was due to be carried out during 2010/11, but due to staffing resources, this has not been possible, and the work will now be carried out during 2011/12.

e) Department of Health – Tobacco Control (£140,000) – this is used for tobacco control initiatives linked to Trading Standards. The carry forward is requested to fund enforcement activities in 2011/12.

REGENERATION

1. Grant funding which if it isn't carried forward will have to be repaid to the funding body.

a) Working Neighbourhoods Fund - The service is proposing to carry forward £1,139,000 into 2011/12 to ensure sufficient funding is available for ongoing commitments including Sector Development - Creative Access, Business Grants for Growth, Neighbourhood Employment Gateways and Housing Market Renewal.

b) Joint Investment Programme – It is requested that the estimated balance of £38,000 from the PCT contribution be carried forward into 2011/12 to fund ongoing commitments, or repayment to the PCT.

c) Redundancy Health Programme - It is requested that the estimated balance of £353,000 from the PCT contribution be carried forward into 2011/12 to fund ongoing commitments, or repayment to the PCT. The early intervention programme aims to increase access to health and employment support for 500 people made redundant in the previous 6 – 12 months.

2. Grant funding which needs to be carried forward to cover expenditure commitments already in place in 2011/12.

a) LABGI - The service is requesting that the remaining balance of the LABGI funding, estimated to be £687,000 be carried forward into 2011/12 to fund ongoing commitments including Digital City / BOHO support, Casino, Hemlington Grange, Business workspace and business incubation.

b) A grant was awarded for Extra Support for Town Centres to provide practical help for town centres and high streets in response to the recession. It is requested that £40,000 of this grant be carried forward into 2011/12.

c) The Housing and Planning Delivery Grant has been a major component in funding both Urban Policy and Development Control services. The service is proposing to carry forward £535,000 into 2011/12 to ensure sufficient funding is available for ongoing commitments including staffing for major regeneration projects and to ensure performance targets are achieved.

d) Community Cohesion - A new approach to Cohesion from Central Government is due to be announced in March 2011. A carry forward of £30,000 into 2011/12 is requested to support continuing work and transition into any new funding regime.

SOCIAL CARE

1. Grant funding which if it isn't carried forward will have to be repaid to the funding body.

a) Asylum Seekers NASS contract - An estimated under spend of £231,000 on the contract is requested to be carried forward to fund a number of pressures which are likely to occur following the non-extension of the NASS contract in May 2011:-

- Potential staff redundancies / retirements
- Cessation of tenancy agreements
- House clearances and any other associated termination costs

2. Grant funding which needs to be carried forward to cover expenditure commitments already in place in 2011/12.

a) The service is requesting that up to £297,000 of the Social Care Reform specific grant be carried forward owing to the timing and implementation of the Putting People First agenda over the three-year strategy period.

b) Supporting People Grant - An estimated under spend of £212,000 is required to deliver ongoing mainstream revenue savings.

c) Local Involvement Network Grant (LINKs) - The service is requesting to carry forward £20,000 of the Local Involvement Networks Grant received from the Department of Health. There is a contract commitment with the Carers Federation from May 2010 to June 2011.

d) Mental Health Capacity Act – The service is requesting carry forward £22,000 of the Mental Health Capacity Act grant to fulfil a statutory requirement to provide advocacy services to people with a mental health problem.

STRATEGIC RESOURCES

2. Grant funding which needs to be carried forward to cover expenditure commitments already in place in 2011/12.

a) Housing Benefit Administration grant – The service is requesting that £28,000 of the Housing Benefit Administration grant be carried forward to cover the cost of employing three overpayment recovery officers until September 2011.

