

General Fund Net Expenditure Budget

	£000	£000
Net Expenditure Budget		166,382
Use of Balances (agreed at Budget Council)		880
Use of Reserves (agreed at Budget Council)		283
Use of Commercial Services profits (agreed at Budget Council)		150
Use of General Fund Balances		
Repayment of over year-end advance for licensing (Exec 14 Dec 04)	(98)	
For administration accom review (Exec 1 Feb 05)	200	
Carry Forward of Budgets from 2004/05 (Executive 28 June 05)	1,872	
Other identified use of 2004/05 underspend (Exec 28 June 05)	55	
For the resolution of a staffing issue (Urgency 8 Aug 05) *	30	
Children's Service Set Up costs (Exec 25 Oct 05)	50	
Out of Authority Placements (Exec 25 Oct 05)	50	
Independent Foster Agency (Exec 25 Oct 05)	50	
Barbican running costs (Exec 25 Oct 05)	30	
Toilet Cleaning (Exec 25 Oct 05)	50	
Advance against 2006/07 budget for public inquiries	21	2,310
Use of Earmarked Reserves established in previous years		
Tanner Row	45	45
Change in use of Commercial Services profits		
Procurement Saving benefit to increase DLO profit	31	
FRS17 costs to be left on Commercial Services not charged to Services	(276)	
For the resolution of a staffing issue (Urgency 8 Aug 05)	(30)	(275)
Revised Net Expenditure Budget		169,775

* £45k approved, only £30k needed

**Comparison Between Under/Overspends
in Last Monitoring Report and the Provisional Out-turn**

<u>Portfolio</u>	Projected Over/Under Spend Last Monitor £000	Projected Over/Under Spend Provisional Out-turn £000	Change in Projection £000
Education	+29	-675	-704
Children's Social Services	+270	+593	+323
Leisure and Heritage	+30	-153	-183
Economic Development	-	-30	-30
Environment and Sustainability	-25	-39	-14
Planning and Transport	+40	-35	-75
Prop'd use of Deptal u/spend	-	+80	+80
Chief Executive's Department	-4	-187	-183
HR Corp Saving - Pay Add Ons	+100	+100	-
Resources	+133	-994	-1,127
Housing	-	-184	-184
Adult Social Services	+500	+793	+293
Total of Portfolios	1,073	(731)	-1,804
<u>Centrally Held Budgets</u>			
Asset Management	-	-	-
Treasury Management	+450	+102	-348
Other Central Budgets	-322	-534	-212
General Contingency	-308	-387	-79
General Fund Total	893	(1,550)	-2,443

Other Centrally Held Budgets – Detail

These are budgets that are required to meet financial liabilities of a corporate nature or to create capacity to meet expenditure demands that occur periodically (for example a 53 week

	Net Budget £000	Projected Out-turn £000	Variance £000
Pensions Added Years	671	868	+197
Redundancy Payments	574	377	-197
Park & Ride - provision for staff passes costs	90	76	-14
Reserve for 53 week pay year	57	57	-
PSA grant income (revenue element)	(163)	(163)	-
Waste Strategy Grant	(146)	(146)	-
Employer Superannuation Contributions to North Yorkshire Pensions	546	469	-77
Capital Programme running costs	301	-	-301
Specific Contingency for Rental Income losses	46	-	-46
Specific Allocation for RSG Amending Report	400	399	-1
Specific Contingency for Job Evaluation	382	382	-
Other central provisions, which included specific contingency items set aside in the budget process (e.g. nndr bill inflation) and provision for bad and doubtful debts.	140	45	-95
Total	2,898	2,364	-534

Requests to Carry Budgets Forward into 2006/07

Education

A request has been made to carry forward £179k. Details are as follows:	£000
The 2005/06 Standards Fund allocations from the DfES can be carried forward into 2006/07 as long as they are used by 31 August. For allocations that require a matched contribution from the Council it will also be necessary for this matched budget to be carried forward. Carrying forward the £179k in Council resources will enable the department and schools to benefit from further £179k DfES grant. In practice, as the allocations have to be spent by 31 August, the majority of expenditure has already been incurred during the summer term.	+179.0
Total request to carry budgets forward	+179.0

Leisure

A request has been made to carry forward £153k. Details are as follows:	£000
The additional post of Project Archivist to implement new partnership arrangements for the archive service was only recruited in November 2004, resulting in a £14k underspend in 2004/05 which was carried forward into 2005/06. The post was approved for 2 years, and there is therefore a similar underspend in the current year. The underspend of £14k needs to be carried forward into 2005/06 to enable the project to be completed.	+14.0
A report to the Executive on 2 May 2006 set out details of additional unbudgeted expenditure to support the temporary fitness gym at Edmund Wilson Pool and essential maintenance work at Yearsley Pool, totalling £184k. In addition, until the permanent handover of the Barbican Centre can be concluded with Absolute Leisure, the Council is still responsible for business rates, which amount to approximately £8k per month. It is therefore requested that the balance of the underspend is carried forward to meet some of these costs.	+139.0
Total request to carry budgets forward	+153.0

Economic Development

A request has been made to carry forward £25k. Details are as follows:	£000
City Centre Partnership - it is a requirement of the contract with Yorkshire Forward that this contribution from the Council will be spent and hence it needs to be carried forward.	+25.0
Total request to carry budgets forward	+25.0

Chief Execs

A request has been made to carry forward £80k. Details are as follows:	£000
Employment Issues / Legal Fees. This carry forward is required to fund project slippage and unplanned legal fees for individual legal cases. The cost incurred by other departments has been borne by HR. If this carry forward is not approved the available budget for 2006/07 will be reduced which will jeopardise the achievement of HR objectives.	+15.0

Pay & Grading / Flexible Benefits. Loss of this funding would undermine the Council's negotiating position on Pay & Grading as there will be no bargaining chip to offset the withdrawal of bonus. This will make the withdrawal of bonus harder to achieve and presents a risk to the containment of costs within targets.	+22.0
Local Area Agreement (LAA). This funding is needed to pump prime development of the LAA. This has slipped into 2006/07 due to under capacity in the project team. The situation has been exacerbated by government shortening the deadline for submission of the agreement.	+35.0
Corporate Strategy. This carry forward is required to cover the cost of producing the Council's first 3 year Corporate Strategy. The Strategy was due to be produced in March 2006 but the process has been delayed. The loss of this funding will lead to a reduction in the quality of the finish, and may reduce the circulation and impact of the published document.	+4.5
Without Walls. A carry forward of £3.5k is required to cover the cost of consultation on the Local Area Agreement. This was to be carried out in 2005/06 but has been delayed due to a revision in the national timetable. Without this funding the Council's engagement process with the Voluntary and Community sector and with partners will be significantly reduced and may have implications for the sign off of the final agreement.	+3.5
Total request to carry budgets forward	+80.0

Resources

A request has been made to carry forward £721k. Details are as follows:	£000
The Easy@York project has been very complex and assumptions in terms of spend have not materialised in 2005/06 due to project slippage. The carry forward bid consists of £175k in relation to the Easy@York programme budget, £39k top sliced from the IT Development Plan, £44k set aside for additional staffing costs and £33k in relation to GIS consolidation.	+291.0
A total of £193k is required to be carried forward to fund the replacement of the ISIS system due to project slippage in 2005/06.	+193.0
Project slippage has led to an underspend on the FMS Project in 2005/06. The funding will be needed to complete the project in future years.	+232.0
The underspend to date on the Bstrib replacement project needs to be carried forward to provide further enhancement to the Radius Icon solution to ensure the successful delivery of the project.	+5.0
Total request to carry budgets forward	+721.0

Housing Revenue Account

A request has been made to carry forward £19.8k. Details are as follows:	£000
Retendering of jobbing repairs. Carry forward to cover any outstanding training or IT issues associated with the establishment of the repairs partnership and work to investigate the procurement of the adaptations contract as a potential addition to the partnership.	+6.0
To fund the production of a tenant's dvd, procurement of which commenced in 2005/06.	+10.0
To fund follow up work related to the Annual Housing Service Monitor completed in 2005/06.	+3.8
Total request to carry budgets forward	+19.8

Reserves Statement

	£000	£000
General Fund Reserve		
Balance at 31 March 2005		(6,403)
Less: Use of Funds Agreed by Members		
To balance the 2005/06 budget	880	
For administration accom review (Exec 1 Feb 05)	200	
Carry Forward of Budgets from 2004/05 (Executive 28 June 05)	1,872	
Other identified use of 2004/05 underspend (Exec 28 June 05)	55	
For the resolution of a staffing issue (Urgency 8 August 05) *	30	
Children's Service Set Up costs (Exec 25 Oct 05)	50	
Out of Authority Placements (Exec 25 Oct 05)	50	
Independent Foster Agency (Exec 25 Oct 05)	50	
Barbican running costs (Exec 25 Oct 05)	30	
Toilet Cleaning (Exec 25 Oct 05)	50	
	<hr/>	3,267
Add: Repayment to General Fund Balances		
NNDR rebates (as agreed at Exec 7 Oct 03)	(493)	
Repaid advance from Envs for Licensing (Exec 14 Dec 04)	(98)	(591)
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Less: Preliminary spend against 2006/07 budget		
Advance from allocation made in 06/07 for public inquiries	21	21
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Revised General Fund Reserve		(3,706)
Add: Result of Provisional Out-turn figures		
Net underspend on general fund in 2005/06	(1,550)	
Transfer from Commercial Services of excess above £300k †	(91)	(1,641)
	<hr/>	<hr/>
General Fund Reserve at 31 March 2006		(5,347)
Other Revenue Reserves		
Commercial Services Reserve		
Balance at 31 March 2005	(288)	
Add: Agreed net transfer from general revenue account in 2005/06	(125)	
Less: Uninsured losses from fire at Depot	114	
Add: Provisional net surplus in 2005/06	(92)	
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	(391)	
Less: Transfer to General Fund of excess over £300k	91	
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Commercial Services Reserve at 31 March 2006		(300)
Venture Fund (see Annex 6)		
Balance at 31 March 2005	(1,467)	
Less: Net use of Fund in 2005/06	615	
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Venture Fund Balance at 31 March 2006		(852)
Total Revenue Reserves		<hr/> (6,499) <hr/>

* £45k approved, only £30k needed

The minimum recommended level for reserves in accordance with the CPA will be around £5m to £5.2m for 2005/06.

Projection of Reserves Balance at 31 March 2007**General Fund Reserve 2006/07**

Balance brought forward	(5,347)
Used to balance 2006/07 budget	1,100
Less: used in 2005/06 for preliminary public inquiry costs	(21)
Requested as budget carry forwards from 2005/06 underspends	1,158
Assumed level of receipts for NNDR refunds	(75)
Projected General Fund Reserve at 31 March 2007	<u>(3,185)</u>

Commercial Services 2006/07

Balance brought forward	(300)
Projected Commercial Services Reserve at 31 March 2007	<u>(300)</u>

Venture Fund Balance 2006/07

Balance brought forward	(852)
Add: repayment of over year-end loan to fund capital programme	(1,471)
Less: advances approved but not yet utilised (per Annex 6) assuming that only half of the PSA2 advance is made in the year	844
Projected Venture Fund Balance at 31 March 2007	<u>(1,479)</u>

Total Projected Revenue Reserves**(4,964)**

For 2006/07 the budget papers estimate the CPA equivalent figure for the minimum level of reserve to be £4.95m

Venture Fund

The table below shows the transactions that have taken place on the Venture Fund since its creation in 1997/98.

	£000	£000
Value of Fund at its' creation in 1997/98		(4,000)
Less: Advances approved and made		
NRM Land	1,187	
24 Hour Care	35	
Primary School Amalgamation	160	
Innovation Centre	250	
Decriminalised Parking	200	
Mobile Classrooms	265	
Sx3	722	
Temporary Classrooms	271	
Clifton Green School	66	
Westfield School	83	
Amy Johnson Way	233	
Knapton Farm	213	
Resources Accommodation	142	
DEDS Restructure	433	
Public Service Agreements	159	
Benefits Take Up Campaign	111	
Procurement	187	
Staff Cycle parking	48	
Mansion House	8	
Transfer to fund capital programme over year-end	1,471	6,244
		<u>2,244</u>
Add: Income Transactions		
Loan Repayments	(2,982)	
Interest Earned	(194)	
Interest remitted as per Resources restructure approval	80	(3,096)
Balance at 31 March 2006		<u>(852)</u>
Advances Approved by Members, but not yet Advanced:		
Oaklands School	107	
Assets in Good Repair	132	
Public Service Agreements (2)	1,210	1,449
		<u>597</u>