

NORTH LINCOLNSHIRE COUNCIL

**CORPORATE SERVICES
CABINET MEMBER**

VIREMENTS 2010-11

1. OBJECT AND KEY POINTS IN THIS REPORT

- 1.1 To approve changes to revenue and capital budgets for 2010-11.
- 1.2 Revenue budgets are cash limited. Financial regulations do allow transfers (virement) of budget within the cash limit to meet emerging needs. The Service Director Finance has the delegated power to approve these transfers up to a defined level. Above this level requires cabinet member approval. Both categories are included in this report at 3.1 and 3.2.

2. BACKGROUND INFORMATION

2.1 On 24th February 2010 Council approved the revenue and capital budgets for the 2010/2011 financial year. This report gives details of virements approved by the Service Director Finance under delegated powers, and those requiring Cabinet Member approval.

2.2 Since April 2009 the levels covered by these delegated powers to the Service Director Finance have been amended, and can now be summarised as follows :

Revenue movements under £50,000.
Capital movements under £50,000.

2.3 Further to the revised approval levels, it follows that Cabinet Member approval is now required in the following instances :

Revenue movements over £50,000.
Capital movements over £50,000.

3. OPTIONS FOR CONSIDERATION

Delegated Approvals

3.1 The following virements have been made by the Service Director Finance under delegated powers.

One Year Revenue Virements

Children & Young Peoples Services

- October revision of the ABG allocation for Local Child Poverty Duties (£32,500).
- Transfer budget in respect of post moving from Resources to Learning and Improvement, in accordance with Delegated Decision Record 63 (£24,140)

Member's Approval

3.2 The following virements require Cabinet Member approval:

Permanent Revenue Virements

Children & Young People's Services

- Realignment of budget for Building Schools for the Future in line with anticipated spend (£186,920).

One year Revenue Virements

Adult Services

- Realignment of budget from Commissioning Serv - External to fund the alarm call service (£218,700).

Children & Young People's Services

- Realignment of budget within Childrens Centre Staffing Costs in line with forecast spend (£67,910).
- To establish budget for 'Targeted Mental Health in School' grant - Phase 3 2010/11 (£166,620).
- To build in a budget for the 2010/11 allocation of Diploma Formula Grant, and to realign according to anticipated spend (£247,970).
- To build in 09/10 Standards Fund carry forward for Heslam Park PFS Centre and realign according to projected spend (£138,560).
- Increase in Standards Fund budget and realignment to reflect the 2010/11 Standards Fund devolved to schools (£3,845,664).
- Realignment of budget for KeyStage 3 grant in line with anticipated spend (£56,670).
- Transfer Children & Young People Revenue Grant Think Family funding from 'Specialist' to 'Localities and Partnerships' due to changes in management responsibility (£917,460).
- To build in 2009/10 Standards fund carry forward, and realign according to projected spend (£153,890).

4. ANALYSIS OF OPTIONS

4.1 Approval of the virements detailed at 3.2 will allow budget responsibilities to be aligned with activity and management responsibilities for those services. Should the virements fail to gain approval this may create difficulties in the future control and management of these budgets.

5. RESOURCE IMPLICATIONS

5.1 Financial

The original approved revenue budget for 2010-11 approved at Council on 24th February, 2010 was £141.3m. Further to the revisions agreed at Cabinet on 21st July 2010, 29th September 2010 and 8th December 2010 the revenue budget was amended to £140.1m. After the transfers at 3.1 and 3.2 the budget will remain unchanged.

5.2 Staffing: There are no direct staffing implications

6. OTHER IMPLICATIONS

6.1 There are no other implications.

7. OUTCOMES OF CONSULTATION

7.1 None required

8. RECOMMENDATIONS

8.1 That the virements at 3.1, approved by the Service Director Finance under delegated powers be noted.

8.2 That the virements outlined at 3.2 be approved

SERVICE DIRECTOR FINANCE

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Background Papers used in the preparation of this report

None