

NORTH LINCOLNSHIRE COUNCIL

**CORPORATE SERVICES
CABINET MEMBER**

VIREMENTS 2008-09 AND 2009-10

1. OBJECT AND KEY POINTS IN THIS REPORT

- 1.1 To approve changes to revenue budgets for 2008-09 and 2009-10.
- 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 3.3.

2. BACKGROUND INFORMATION

- 2.1 On 20 February 2008 Council approved the revenue and capital budgets for the 2008/2009 financial year, and on 25 February 2009 Council approved the revenue and capital budgets for the 2009/2010 financial year. This report gives details of virements approved by the Service Director Finance under delegated powers.

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
2008-2009**

Children and Young People's Services
Learning, Schools and Communities

- Set up budget for Study United 'Other Projects' (£85,040).
- Set up and re-align budget for 2007/08 grant carried forward within Playing for Success (£202,330).
- Set up and re-align budget for 2007/08 grant carried forward within Heslam Park (£164,840).

- Correction of budgets between Dedicated Schools Grant and core funding (£69,510).
- Realignment of the Adult Education budget (£793,180).

Adult Social Care

- Re-allocation of the Learning Disability Development Fund non recurrent budget (£72,190).

Permanent Revenue Virements 2009-2010

Finance

- Transfer of budget to best match use within Payroll (£54,680).

Capital Programme

3.2 The following virements have been approved in the capital programme by the Service Director Finance under delegated powers.

One year Capital Virements 2008-2009

Children and Young People's Services

Learning, Schools and Communities

- Transfer of budget to bring together all funding elements for Grange Lane Infants (£10,870).

Asset Management and Culture

- Transfer of £120,000 of the Disabled Access budget to the Baysgarth Pool re-development.

2009-2010

Corporate Budgets

- Adjustment of budget to reflect current grant approvals, thereby reducing the Urban Renaissance budget by £200,000.

Permanent Capital Virements

2009-2010

Highways and Planning

- Removal of the A15 South Maintenance scheme from the capital programme as grant funding of £1,362,840 has not been approved.
- To realign Local Transport Plan budget in line with the Highways and Planning programme of works (£5,160,000).

Members Approval

3.3 The following virements require Cabinet Member's approval:

Permanent Revenue Virements 2009/10

Neighbourhood and Environmental

- Creation of a separate division for Waste Procurement with a net budget of £249,930, split from the existing Waste Management division.
- Creation of a separate division for Health Improvement with a net budget of £137,950, split from the existing Performance and Partnerships division.

4. ANALYSIS OF OPTIONS

4.1 There are no options requiring consideration by members.

5. RESOURCE IMPLICATIONS

5.1 Financial

- The original approved revenue budget for 2008-09 approved at Council on 20 February 2008 was £127.268m. The outturn report of 21 May 2008 approved a budget carry forward of an additional £181k. This was further increased by the distribution of an additional £63k of Area Based Grant in September 2008. After the transfers at 3.1 and 3.3 the budget will remain unchanged.
- The capital programme for 2008-09 approved at Cabinet on 27 February 2008 was £52.461m. Following slippage and subsequent virements a revised position of £36.943m was approved following amendments made at Council on the 25 February 2009 and virement considered by the Cabinet Member for Corporate Services on 26 February 2009. The reduced programme of £36.89m will remain unchanged following the virements at 3.2.
- The original approved revenue budget for 2009-10 approved at Council on 25 February 2009 was £127.268m. After the transfers at 3.1 and 3.3 the budget will remain the same.
- The capital programme for 2009-2010 approved at Council on 25 February 2009 was £65.171m. After the transfers at 3.2 the budget will be reduced by £1.563m to £63.608m.

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 and 3.2 approved by the Service Director Finance under delegated powers be noted.

8.2 That the virements outlined at 3.3 be approved

SERVICE DIRECTOR FINANCE

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Background Papers used in the preparation of this report:
None