

NORTH LINCOLNSHIRE COUNCIL

**CORPORATE SERVICES
CABINET MEMBER**

VIREMENTS 2008-09

1. OBJECT AND KEY POINTS IN THIS REPORT

- 1.1 To approve changes to revenue and capital budgets for 2008-09.
- 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.
- 1.3 New schemes may be added to the Capital programme during the year if new external funding becomes available. The phasing of schemes between financial years may change. The Service Director Finance has delegated power to approve these adjustments. These are reported at 3.2.

2. BACKGROUND INFORMATION

- 2.1 On 20 February 2008 Council approved the revenue and capital budgets for the 2008/2009 financial year. This report gives details of virements approved by the Service Director Finance under delegated powers and those that require approval by cabinet members.

3. OPTIONS FOR CONSIDERATION

Delegated Approvals

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

Permanent Revenue Virements

Adult Services

- Movements within the same cost centres within Physical Disability following account code re-structure £55,200.
- Movements within the same cost centres within Learning Disability following account code re-structure £381,630.
- Movements within the same cost centres within Older People following account code re-structure £192,360.
- Realignment of P.C.T. contributions for 2008/09 £79,720.
- Realignment of account following account code re-structure £2,899,500.
- Transfer budget between Other Community Care and Physical Disability Care Management £1,080.
- To correct budgets errors within Brumby Resource Centre £54,500, Operational Support £4,220 and HQ Admin £500.
- Transfer of budget from Long Stay to Homecare to better facilitate care in the home £456,220.
- Transfer of budget from Learning Disability Team Agency – Long stay to fund Continuing Health Care, £461,570.
- Transfer of budget from Independence – Long Stay to fund Fresh Start Core £270,690.
- Transfer of budget from Physical Disability Agency – Long Stay to fund Continuing Health Care £308,890.

Corporate Budgets

- Establish budget for South Humber Bank post (externally funded) £60,000.

Finance

- Transfer of Direct Payments post to Adult Services £23,000.

Community Planning and Resources / Corporate Budgets

- Transfer of grade 10 post to Community Planning £45,920.

Community Planning and Resources

- Realign budgets for Digital Inclusion Unit and Normanby Gateway £433,590.
- Transfer of budget from Drug Action to Building Safer Communities £57,550.
- Realign budgets in line with Community Planning and Resources review £129,790.

Neighbourhood and Environmental Services / Corporate Budgets

- Transfer of Relationship Manager post budget to Housing division to support cost of re-structure £50,000.

Human Resources

- Adjusting the project budget for Humber Improvement Partnership £84,170.

One year Revenue Virements

Corporate Budgets

- Establish budget for EMT Management Projects funded from Connexions Grant £72,780.
- Establish budget for Project Implementation funded from Housing and Planning Delivery Grant £260,000.
- Adjust Urban Renaissance budgets to reflect latest funding agreements in respect of Club 2000 Holding Costs £40,000 and Urban Renaissance Management £57,850, with all additional funding needs being met by Yorkshire Forward.

Adult Services

- To transfer Supporting People funding to core budget at Scotter House £77,430.

Neighbourhood and Environmental Services

- Establish the budget for Leading the Way to Active Lives funded by the Big Lottery £101,700.

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

Corporate Budgets

- Establish budget for Urban Renaissance grants, funded by Yorkshire Forward in respect of Westcliff Feasibility £1,000 and Lincolnshire Lakes Feasibility £20,030.

Highways and Planning

- Additional funding for Normanby Enterprise Park transferred from Street Lighting £140,000.

Members Approval

Permanent Revenue Virements

- 3.3 The following permanent virements transfer budgets to match new service structures and require cabinet member's approval:

Community, Planning and Resources and Legal and Democratic Services

- Amalgamating Civic Office and Mayoral Service £145,230.

Corporate Budgets

- Adjust budget following staffing structure review of Strategic Regeneration, Housing and Development Unit which was approved at Corporate Services cabinet on 7 May 2008 £1,840,080.
- Supplies and Services budget review £61,470.

Adults Services

- Transfer of budget from Independence – Long Stay to fund Continuing Health Care £912,440.

Highways and Planning

- Budget realignment after transfer of responsibility within service in respect of Tree Maintenance £51,000 and Tree Felling £10,200.

Children and Young People

- Budget restructure to reflect service management structure £92,321,620, the full breakdown of which is shown at Appendix A.

4. **ANALYSIS OF OPTIONS**

- 4.1 The virements proposed at 3.3 realign budget responsibilities to new service structures and requirements. Difficulties would be encountered in budget and service management should the virement not be approved.

5. **RESOURCE IMPLICATIONS**

5.1 Financial

- The original approved revenue budget for 2008-09 approved at Council on 20 February 2008 was £127.268m. Outturn report of 21 May 2008 approved a budget carry forward of an additional £181,000. After the transfers at 3.1 and 3.3 the budget will remain the same.
- The capital programme for 2008-09 approved at Cabinet on 27 February 2008 was £52.461m. This was increased due to slippage from 2007/08, which increased the capital programme budget to £56.188m. After the change detailed at 3.2 the budget will increase to 56.208m.

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 be noted.
- 8.2 That the permanent virements outlined at 3.3 be approved.

SERVICE DIRECTOR FINANCE

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Background Papers used in the preparation of this report:

None