

Report

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Report to:	Corporate Resources Committee (Special)
Date of Meeting:	25 January 2006
Report by:	Executive Director (Finance and Information Technology Resources)

Subject:	Revenue Budget 2006/07
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1. Purpose of Report

1.1. The purpose of the report is to:-

- ◆ advise members on the base budget for 2006/07 for Corporate Resources

2. Recommendation(s)

2.1. The Committee is asked to approve the following recommendation(s):-

- (1) that the Committee note the current position; and
- (2) that the Committee recommend acceptance of the base budget to the Executive Committee.

3. Background

- 3.1. In order to comply with the agreement reached through COSLA, the Council requires to declare its Council Tax on 9 February 2006.
- 3.2. At its meeting on 27 April 2005, the Executive Committee received a report which outlined a budget strategy for the coming financial year and set a target of 2.25% (£9.746m) for efficiency savings in year 2006-2007. In late November, the Scottish Executive confirmed our finance settlement for 2006-2007 with an indicative figure for 2007-2008, so we can now finalise our budget for year 2006-2007.

4. Current Position

4.1. Budget Summary

The 2006/2007 base budget for Corporate Resources is £17.376m and is detailed at Appendix 1. In summary, this is set out overleaf:-

Budget 2005/06			<u>£m</u> 17.423
<u>Add:</u>	<u>£m</u>	<u>£m</u>	
Commitments:-			
Rollover Adjustments	0.047		
2006/07 Pay Award	0.220		
Additional Pensions Costs	0.034		
Property Costs (energy)	0.107		
Other Adjustments (trading services inflation, budget transfers)	<u>(0.266)</u>	0.142	
<u>Deduct:</u>			
Best Value Review/Managerial Efficiencies			
(share of total 2.25% agreed at the Executive Committee of 27 April 2005)		<u>0.189</u>	
Net Movement in Revenue Budget			<u>(0.047)</u>
= Base Budget for Corporate Resources		=	<u>17.376</u>

5. Employee Implications

- 5.1. Current establishment numbers are capable of funding from the proposed base budget.

6. Financial Implications

- 6.1. As discussed in the report.

7. Other Implications

- 7.1. Overall effect of budget will be assessed by Executive Committee.

8. Consultation

- 8.1. Budget consultation took place over a two week period in November 2005.

Archibald Strang

Executive Director (Finance and Information Technology Resources)

10 January 2006

Link(s) to Council Objectives

- All Council objectives

Previous References

- Executive Committee 27 April 2005

List of Background Papers

- Revenue Budget Working Papers 2006/07

Contact for Further Information

If you would like to inspect the background papers or want further information, please contact:-

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SOUTH LANARKSHIRE COUNCIL

Budget 2006/2007 – Corporate Resources

(1) Budget 2005/06 £m	(2) Expenditure	(3) Movement + / (-) £m	(4) Budget 2006/07 £m
7.645	Employee Costs	0.094	7.739
6.268	Property Costs	(0.149)	6.119
0.755	Supplies and Services	(0.002)	0.753
0.026	Transport and Plant	0.000	0.026
2.946	Administration Costs	0.010	2.956
1.866	Payment to Other Bodies	0.010	1.876
0.000	Payment to Contractors	0.000	0.000
0.000	Transfer Payments	0.000	0.000
0.593	Financing Charges	0.000	0.593
<u>20.099</u>	Total Expenditure	<u>(0.037)</u>	<u>20.062</u>
2.676	Income	0.010	2.686
<u>2.676</u>	Total Income	<u>0.010</u>	<u>2.686</u>
<u>17.423</u>	Net Expenditure	<u>(0.047)</u>	<u>17.376</u>