

# Report

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Report to:	<b>Corporate Resources Committee (Special)</b>
Date of Meeting:	<b>26 January 2005</b>
Report by:	<b>Executive Director (Finance and Information Technology Resources)</b>

Subject:	<b>Revenue Budget 2005/06</b>
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## 1 Purpose of Report

1.1 The purpose of the report is to:-

- ◆ Advise members on the base budget for 2005/06 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
- (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 10<sup>th</sup> February 2005.

3.2 At its meeting on 26<sup>th</sup> May 2004, the Executive Committee received a report which outlined a budget strategy for the forthcoming year, the final year of the 2002 Spending Review, and set a target of 2% (£7.5m) for efficiency savings in year 2005-2006. We now have our finance settlement for 2005-2008 as part of the 2004 Spending Review and can now finalise our budget for year 2005-2006.

## 4 Current Position

4.1 Budget Summary

The 2005/2006 base budget for Corporate Resources is £17.407m and is detailed at Appendix 1. In summary, this is set out overleaf:-

£m  
17.014

**Budget 2004/05**

<u>Add:</u>	<u>£m</u>	<u>£m</u>
<b>Commitments:-</b>		
Rollover Adjustments	0.048	
2005/06 Pay Award	0.211	
Additional Pensions Costs	0.035	
Other Adjustments (includes Trading Services Inflation, budget transfers etc.)	<u>0.298</u>	0.592

Deduct:

**Best Value Reviews/Managerial Efficiencies**

(share of total 2% agreed at the Executive  
Committee of 26<sup>th</sup> May 2004)

0.199

Net Movement in Revenue Budget

0.393

**= Base Budget for Corporate Resources**

**=**

**17.407**

**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 2004.

**Archibald Strang**

**Executive Director (Finance and Information Technology Resources)**

14 January 2005

**Link(s) to Council Objectives**

- All Council Objectives

**Previous References**

- Executive Committee 26<sup>th</sup> May 2004

**List of Background Papers**

- Revenue Budget Working Papers 2005/06

**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 2005/2006 - Corporate Resources

(1) Budget 2004/05 £m	(2) Expenditure	(3) Movement + / (-) £m	(4) Budget 2005/06 £m
7.521	Employee Costs	0.101	7.622
6.053	Property Costs	0.197	6.250
0.691	Supplies and Services	-0.013	0.678
0.030	Transport and Plant	0.000	0.030
2.830	Administration Costs	-0.007	2.823
1.843	Payment to Other Bodies	0.000	1.843
0.713	Financing Charges	-0.113	0.600
<b>19.681</b>	<b>Total Expenditure</b>	<b>0.165</b>	<b>19.846</b>
2.667	Income	-0.228	2.439
<b>2.667</b>	<b>Total Income</b>	<b>-0.228</b>	<b>2.439</b>
<b>17.014</b>	<b>Net Expenditure</b>	<b>0.393</b>	<b>17.407</b>