

Report

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Report to: **Education Resources Committee (Special)**
 Date of Meeting: **4 February 2011**
 Report by: **Chief Executive**

Subject: **Revenue Budget 2011/2012**

1. Purpose of Report

1.1. The purpose of the report is to:-

- ◆ Advise on the base budget for 2011/2012 for Education Resources.

2. Recommendation(s)

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

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

3. Background

3.1. At its meeting of 16 December 2010, the Executive Committee accepted the assumptions made in compiling the 2011/2012 revenue budget (rollover budget). The approach to the revenue budget was in line with the Council's Financial Strategy. On 26 January 2011, the Executive Committee noted an updated level of grant from the Scottish Government and on 31 January 2011 agreed the final level of prioritised savings.

4. Current Position

4.1. Budget Summary

The 2011/2012 base budget for Education Resources is £284.418 million and is detailed at Appendix 1. In summary, this is set out as follows:-

			<u>£m</u>
Budget 2010/2011			289.546
<u>Add:</u>	<u>£m</u>	<u>£m</u>	
Commitments:-			
Base Budget Adjustments (2010/11 Pay Award and 2010/11 Rates Realignment)	1.207		
Additional Pensions Costs	0.313		
Trading Inflation	0.147		
Budget Transfers to Other Resources (including transfer of libraries to Cultural Trust).	(4.562)		
Other Adjustments (including NI allocation, Teachers Induction Funding)	4.349	1.454	
<u>Deduct:</u>			
Prioritised Savings	6.042		
Procurement Savings	0.540		
Total Savings		6.582	
Net Movement in Revenue Budget			(5.128)
2011/2012 Base Budget for Education Resources		=	284.418

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. The overall effect of budget and any associated implications will be assessed by the Executive Committee

8. Equality Impact Assessment and Consultation Arrangements

- 8.1. Initial equality impact assessments have been undertaken for all relevant savings proposals.
- 8.2. Budget consultation took place during January 2011 through focus Groups and an on-line survey through the Council's website.

Archibald Strang
Chief Executive

31 January 2011

Link(s) to Council Values/Improvement Themes/Objectives

- ◆ Value: Accountable, Effective and Efficient

Previous References

- ◆ Executive Committee, 26 January 2011
- ◆ Executive Committee, 31 January 2011

List of Background Papers

- ◆ Revenue Budget Working Papers 2011/2012

Contact for Further Information

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

Paul Manning, Head of Finance

Ext: 4532 (Tel: 01698 454532)

E-mail: paul.manning@southlanarkshire.gov.uk

SOUTH LANARKSHIRE COUNCIL

Budget 2011/2012 – Education Resources

(1) Budget 2010/11 £m	(2) Expenditure	(3) Movement + / (-) £m	(4) Budget 2011/12 £m
195.892	Employee Costs	(3.840)	192.052
30.738	Property Costs	0.427	31.165
13.432	Supplies and Services	(1.072)	12.360
10.792	Transport and Plant	(1.201)	9.591
1.056	Administration Costs	(0.223)	0.833
12.490	Payment to Other Bodies	(0.470)	12.020
26.940	Payment to Contractors	1.000	27.940
0.617	Transfer Payments	(0.200)	0.417
0.722	Financing Charges	(0.003)	0.719
292.679	Total Expenditure	(5.582)	287.097
(3.133)	Income	0.454	(2.679)
(3.133)	Total Income	0.454	(2.679)
289.546	Net Expenditure	(5.128)	284.418