

Report

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

Subject: **Enterprise Resources - 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 Enterprise 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 Enterprise Resources is £43.321 million and is detailed at Appendix 1. In summary, this is set out as follows:-

			<u>£m</u>
Budget 2010/2011			49.114
<u>Add:</u>	<u>£m</u>	<u>£m</u>	
Commitments:-			
Base Budget Adjustments (2010/11 Pay Award and 2010/11 Rates Realignment)	(0.350)		
Additional Pensions Costs	0.121		
Trading Inflation	0.124		
Budget Transfers to Other Resources	(0.384)		
Other Adjustments (including NI allocation and 2010/11 one-off items)	(1.359)	(1.848)	
<u>Deduct:</u>			
Prioritised Savings	3.931		
Procurement Savings	0.014		
Total Savings		3.945	
Net Movement in Revenue Budget			(5.793)
2011/2012 Base Budget for Enterprise Resources		=	43.321

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:-

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SOUTH LANARKSHIRE COUNCIL

Budget 2011/2012 – Enterprise Resources

(1) Budget 2010/11 £m	(2) Expenditure	(3) Movement + / (-) £m	(4) Budget 2011/12 £m
15.553	Employee Costs	(1.640)	13.913
0.964	Property Costs	(0.155)	0.809
2.407	Supplies and Services	(0.029)	2.378
0.110	Transport and Plant	0.000	0.110
0.870	Administration Costs	(0.140)	0.730
19.648	Payment to Other Bodies	(2.589)	17.059
22.848	Payment to Contractors	(0.863)	21.985
0.348	Transfer Payments	0.005	0.353
0.259	Financing Charges	(0.001)	0.258
63.007	Total Expenditure	(5.412)	57.595
(13.893)	Income	(0.381)	(14.274)
(13.893)	Total Income	(0.381)	(14.274)
49.114	Net Expenditure	(5.793)	43.321