

**SAVINGS, ONE OFF PRESSURES AND BUDGET ROLLOVERS**

- 1.1 Set out below is the current forecast position on the savings and one off pressures included within the 2012/13 budget and the budget rollovers from 2011/12. These items are included within the forecasts prepared by Service Groups and are included here for information.

**SAVINGS**

- 1.2 Table 1 summarises, by Service Group, the savings identified in the agreed budget for 2012/13. The table also shows the extent to which these savings will be achieved as at the end of period 3.

1.3 **Table 1: Budgeted Savings by Service Group**

	<b>Budgeted Savings in 2012/13 £'000</b>	<b>Forecast at P3 £'000</b>	<b>Variance at P3 £'000</b>
Corporate Savings	(1,050)	(1,050)	0
Adult Social Care & Health	(1,715)	(1,656)	59
Community Facilities Unit	(618)	(618)	0
Corporate Core	(214)	(214)	0
Education, Effectiveness and Participation	(1,505)	(1,505)	0
Finance & HR	(1,795)	(1,747)	48
Highways & Transportation	(1,706)	(1,660)	46
Housing & Community	(149)	(149)	0
Integrated Support and Social Care	(1,090)	(1,090)	0
Neighbourhood Services	(2,934)	(2,784)	150
Planning, Economy & Development	(111)	(61)	50
Public Access	(287)	(287)	0
Regulatory Unit	(432)	(427)	5
<b>Total</b>	<b>(13,606)</b>	<b>(13,248)</b>	<b>358</b>

**Main areas of variation:**

- 1.4 Within Neighbourhood services, there is £150k worth of savings that are forecast not to be achieved. These relate to the review of service delivery options for Landscaping. Current year forecasting suggests risk to income levels, and therefore this saving will not be achieved.
- 1.5 Management action is currently being taken to mitigate any shortfalls in achieving budgeted savings in all areas.

## Financial Risk Analysis

**Table 2: Key to Risk Levels**

L	Limited risk, delivery plan in place and action already undertaken to ensure target is achieved
M	Delivery plan in place but not yet actioned
H	No delivery plan in place to ensure target is achievable

- 1.6 Outlined below in Table 3 is a High Level Summary of the Risk Assessment, which indicates that £4.674m of 34.35% of the total Agreed Savings are currently categorised as High Risk.

**Table 3: Savings Risk Assessment at 30th June 2012**

Saving	High Risk (Red) £m	Medium Risk (Amber) £m	Low Risk (Green) £m	Total £m
TOTAL	(3.559)	(5.250)	(3.797)	(13.606)

### ONE-OFF EXPENDITURE ITEMS

- 1.7 Table 4 summarises, by Service Group, the One-Off Expenditure items in the agreed Budget for 2012/13.

1.8 **Table 4: One-off Expenditure Items by Service Group**

	Budgeted One-Off Expenditure in 2012/13 £'000	Requirement at P3 £'000	Amount not Required £'000
Integrated Support and Social Care	490	410	(80)
Education, Effectiveness and Participation	367	367	0
Adult Social Care and Health	0	0	0
Housing and Community	50	50	0
Regulatory Unit	0	0	0
Community Facilities Unit	8	8	0
Resources: Finance and Human Resources	1,355	705	(650)
Resources: Public Access	614	614	0
Neighbourhood Services	0	0	0
Highways and Transportation	730	730	0
Corporate Core	23	0	(23)
Planning, Economy and Development	450	450	0
<b>Total</b>	<b>4,087</b>	<b>3,334</b>	<b>(753)</b>

**Main areas of variation:**

- 1.9 Within the Finance, HR and Governance service group, the £650k one-off expenditure budget relating to the potential impact on payroll across the organisation, from job evaluations, will not be required until 2013/14 and therefore will be included within the 2012/13 proposed rollovers.
- 1.10 Within the Integrated Support and Social Care service group, a £80k one-off expenditure item was included within the budget for the anticipated requirement that local authorities meet the full cost of secure remand for children and young people (currently we meet one third of the costs of some secure remands). This is no longer expected to be required in 2012/13.

**BUDGET ROLLOVERS**

- 1.11 Budget rollovers at the end of 2011/12 are held centrally in the Budget Rollover Reserve pending formal drawdown in 2012/13. Where a budget rollover is not requested before the end of the financial year, it will be returned to General Fund Reserve.
- 1.12 The table below summarises the Budget rollovers from 2011/12 into 2012/13, by Service Group, and the extent to which these are forecast to be drawn down in the current year.

1.13 **Table 5: Service Group Budget Rollovers**

	<b>Total Budgets Rolled Over at end 2011/12 £'000</b>	<b>Requirement at P3 £'000</b>	<b>Rollovers not required at P3 £'000</b>
Integrated Support and Social Care	30	30	0
Education, Effectiveness and Participation	290	290	0
Adult Social Care and Health	175	175	0
Housing and Community	280	235	(45)
Regulatory Unit	0	0	0
Community Facilities Unit	198	198	0
Resources: Finance and Human Resources	283	283	0
Resources: Public Access	80	80	0
Neighbourhood Services	275	275	0
Highways and Transportation	458	458	0
Corporate Core	56	42	(14)
Planning, Economy and Development	273	273	0
<b>Total</b>	<b>2,398</b>	<b>2,339</b>	<b>(59)</b>

**Main areas of variation:**

None at period 3