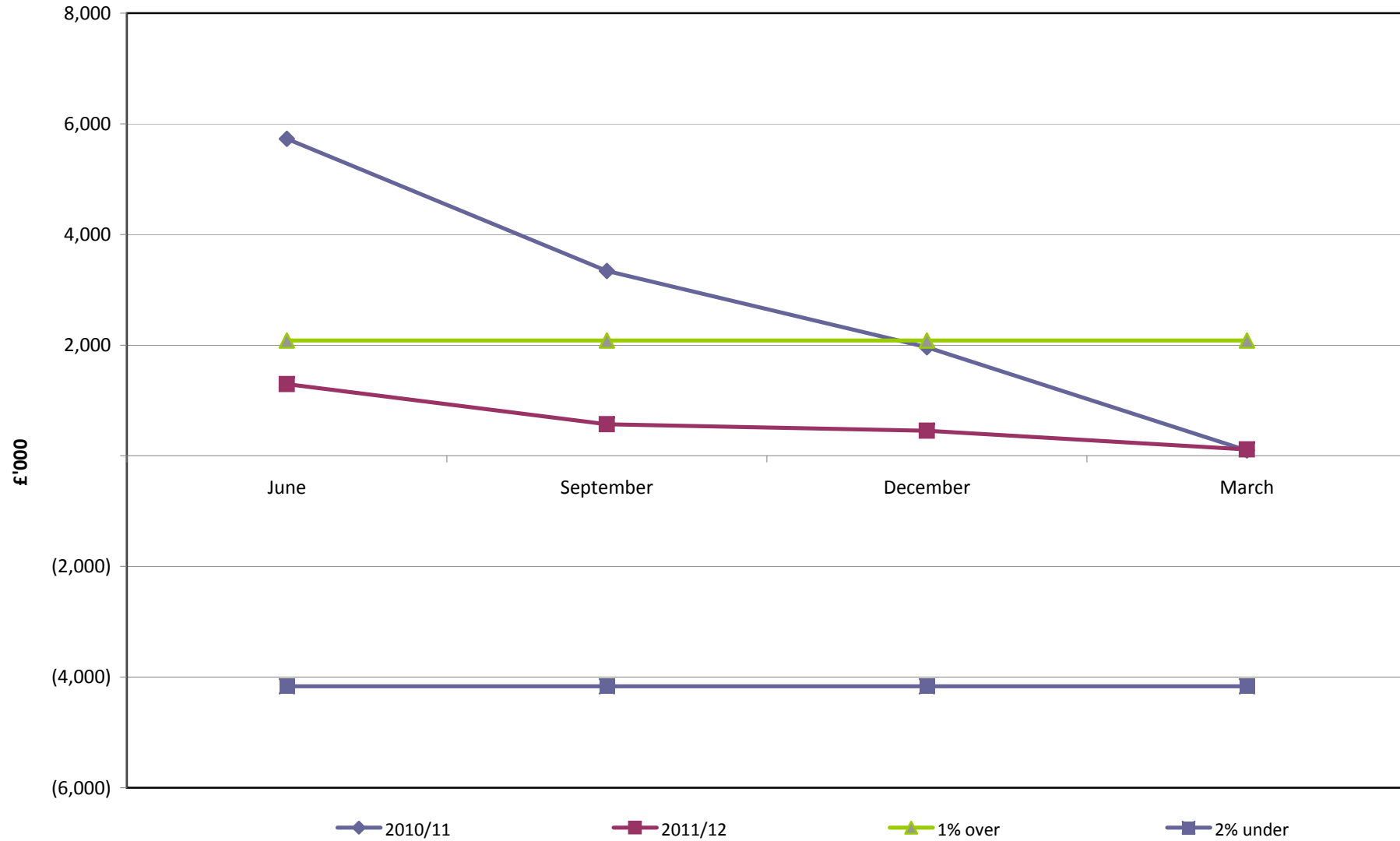


### General Fund Monitoring Comparison - Variation on Budget 2010/11 & 2011/12



**2011/12 GENERAL FUND REVENUE BUDGET MONITORING TO 31 March 2012**  
**Provisional Outturn 2011/12 after Corporate Health Adjustments and Transfers to Reserves**

	Latest Approved Budget	Actual 2011/12	Variance prior to Adjustments	Total Corporate Health Adjustments (Reserves & Provisions)	Adjusted O/T (1)	Variance to budget
		£000	£000	£000	£000	£000
<b>GENERAL FUND BUDGETS</b>						
DIRECTOR FOR CHILDREN AND YOUNG PEOPLE	49,292	47,463	(1,829)	230	47,693	(1,599)
DIRECTOR FOR COMMUNITY SERVICES	107,905	110,046	2,141	225	110,271	2,366
DIRECTOR OF DEVELOPMENT & REGENERATION	18,326	18,404	78	118	18,522	196
DIRECTOR FOR CORPORATE SUPPORT	29,566	29,428	(138)	6	29,434	(132)
CHIEF EXECUTIVE	2,611	2,636	25	0	2,636	25
CORPORATE ITEMS	537	(362)	(899)	156	(206)	(743)
	<b>208,237</b>	<b>207,615</b>	<b>(622)</b>	<b>735</b>	<b>208,350</b>	<b>113</b>

## NET SPEND PER SERVICE 2011/12

Service	Latest Approved Budget 2011/12	Outturn prior to Transfers to and from reserves	Corporate Health and other Adjustments	Final Outturn 2011/12
<b>Chief Executive</b>				
Departmental Management	479	438		438
Policy Performance & Partners	1661	1720		1720
Corporate Communications	471	479		479
Chief Executive Budget Savings	0	0		0
Chief Executive Suspend	0	0		0
	<b>2,611</b>	<b>2,636</b>	<b>0</b>	<b>2,636</b>
<b>Children and Young People</b>	0	0		0
Schools	0	0	200	200
Funded Programmes	0	0		0
Performance and Policy	206	178		178
Learner and Family Support	9018	8209		8209
Lifelong Learning	12163	11318	30	11348
Social Care	28102	27757		27757
Childrens YP Budget Savings	-197	0		0
	<b>49292</b>	<b>47463</b>	<b>230</b>	<b>47693</b>
<b>Corporate Items</b>	0	0		0
Other Corporate Items	-9500	-9812	156	-9656
Capital Financing	9635	9245		9245
Accountable bodies	0	0		0
Major Projects	203	205		205
Corporate Items Budget Savings	200	0		0
	<b>537</b>	<b>-362</b>	<b>156</b>	<b>-206</b>
<b>Community Services</b>	0	0		0
Adult Health and Social Care	71845	71845	75	71920
Culture Sport and Leisure	9835	10263	150	10413
Environmental Services	25482	26556		26556
Safer Communities	2127	1896		1896
Departmental Management	597	286		286
Community serv Budget Savings	-1980	-800		-800
Community services suspense	0	0		0
	<b>107905</b>	<b>110046</b>	<b>225</b>	<b>110271</b>
<b>Corporate Support</b>	0	0		0
Departmental Management	180	177		177
Finance, Assets & Efficiencies	13939	13972		13972
HR Organisational Development	3231	3191		3191
ICT information Systems	5439	5439		5439
Customer Services	2072	1976		1976
Democracy and Governance	5062	4931		4931
Corporate supp Budget Savings	-357	-257	6	-251
Corporate Resources Suspend	0	0		0
	<b>29566</b>	<b>29428</b>	<b>6</b>	<b>29434</b>
<b>Development and Regeneration</b>	0	0		0
Planning Services	1485	1485		1485
Strategic Housing	3629	3459		3459
Business Support	96	268		268
Transport and Highways	14059	14176		14176
Waste Management Project Team	419	22		22
Economic Development	-1205	-1006		-1006
Development Budget Savings	-157	0	118	118
Development Suspend	0	0		0
	<b>18326</b>	<b>18404</b>	<b>118</b>	<b>18522</b>
<b>Total General Fund budget</b>	<b>208,237</b>	<b>207,615</b>	<b>735</b>	<b>208,350</b>

## TRADING ACCOUNT OUTTURN 2011/12

Activity	Trading Estimates (Adjusted) £'000	Outturn £'000	Variation £'000	Comments
<b>DEVELOPMENT</b>				
City Market	67	143	76	Contribution to part fund electrical works capital scheme possible due to reduced spend on premises areas and using reserve balances. This will reduce future years borrowing costs charged to the market accounts
Off Street Parking	(805)	(424)	381	Offstreet car parking income lower than budgetted due to economic downturn and pressure from private sector car parks
On Street Parking	(1,539)	(1,702)	(163)	PCN income higher than budgetted
Street Trading	6	0	(6)	
<b>Development Trading Accounts</b>	<b>(2,271)</b>	<b>(1,983)</b>	<b>288</b>	
<b>COMMUNITY SERVICES</b>				
Taxi Trade	(76)	(76)	0	
<b>Community Services Trading Accounts</b>	<b>(76)</b>	<b>(76)</b>	<b>0</b>	
<b>Total Trading</b>	<b>(2,347)</b>	<b>(2,059)</b>	<b>288</b>	

# Movement in Reserves Summary 2011/12

High Level Summary group	Balance as at 31/3/2011	Transfers to Reserves 11/12	Transfers from Reserves 11/12	Balance as at 31/03/2012
Trading Account & other statutory reserves	(228)	(3,136)	2,932	(432)
Education/schools Earmarked reserves	(8,947)	(4,686)	7,958	(5,675)
Commuted maintenance	(1,227)	(15)	267	(975)
Earmarked General Reserves	(20,046)	(4,843)	9,248	(15,641)
Other Ring fenced Reserves	(2,221)	(244)	1,157	(1,308)
Other Reserves	(489)	(196)	160	(525)
Working balance	(11,412)	0	113	(11,299)
	<b>(44,570)</b>	<b>(13,120)</b>	<b>21,834</b>	<b>(35,856)</b>

All figures in £000

Summary group	Balance as at 31/3/2011	Transfers to Reserves 11/12	Transfers from Reserves 11/12	Balance as at 31/03/2012	Purpose of Reserve
<b>Trading Account &amp; other statutory reserves</b>					
Off Street Parking	0	(1,164)	1,064	(100)	Represents Accumulated trading position
On Street Parking	0	(1,703)	1,703	0	Represents Accumulated trading position
City Market	(1)	(174)	143	(32)	Represents Accumulated trading position
Taxis	(56)	(76)	0	(132)	Represents Accumulated trading position
Street Trading	(111)	0	22	(89)	Represents Accumulated trading position
Land Charges Development Fund	(60)	(19)	0	(79)	To fund improvements in the LLC service
<b>Education/schools Earmarked reserves</b>					
Education Carry Forwards	(1,939)	(2)	1,923	(18)	Schools ringfenced resources mainly from grants
School Budget Share	(5,540)	(4,449)	5,540	(4,449)	Previously shown as a separate reserve. Represents schools balances under delgated budgets
PFI reserves	(1,468)	(212)	495	(1,185)	PFI credits towards the schools PFI contract at Wood View are received in equal instalments over the course of the contract. This reserve enables the matching of the credits to actual expenditure incurred from year to year.
Beechwood Campus Drs Surgery Reserve	0	(23)	0	(23)	
<b>Commuted Maintenance</b>	(1,227)	(15)	267	(975)	Revenue contribution from developers /section 106 agreements to provide for future maintenance over a period of years
<b>Earmarked General Reserves</b>					
Accommodation Reserve	(1,812)	(116)	554	(1,374)	To meet costs of repairs to Office Accommodation. The fund will be used to support the wider acommodation strategy.
Planning LDF Reserve	0	(62)	0	(62)	The reserve relates to the reprofiling of the LDF timetable and specifically to the costs of the Derriford & Seaton Area Action Plan Public Examination, which is now scheduled to take place in 2012/13
Insurance and Risk Management Reserves	(951)	(269)	36	(1,184)	To meet any unforeseen/increased costs of insurance claims or works to minimise insurance risk. The fund is available to meet the costs of urgent health and safety works that cannot be contained within existing budgets.
Budget Carry Forwards	(1,269)	(239)	287	(1,221)	
JE contingency	(52)	0	0	(52)	Utilised in 2010/11 budget to fund successful appeals
Pensions Fund	(1,088)	0	0	(1,088)	Following the triennial pensions review the council's contribution rate has been held at current levels for the next three years. However, this is on the understanding that contributions into the fund remain at least at 10/11 levels. Any shortfall will require a one off lump sum payment in year 3. Given further outsourcing, transfer of schools to academies and the anticipated reduction in workforce, it is likely that a shortfall will be incurred.
Redundancies	(2,610)	(1,600)	1,585	(2,625)	To meet potential costs of redundancies, including strain payments to the pension fund
Urban Enterprise Fund	(523)	0	166	(357)	Match funding to ensure that Plymouth gains access to the European funding available to the region to support Urban Enterprise

## Appendix E

CIP	(498)	0	450	(48)	Fund used to support the Councils Corporate Priorities. The commitments against this fund will be reviewed as part of the budget and performance monitoring process and any surplus balance will be transferred to the Invest to Save Reserve.
Capital Reserve	(975)	0	0	(975)	To be used to support the capital programme and potential shortfall in capital receipts
Job Evaluation/Equal Pay	(350)	(350)	0	(700)	The Council continues to progress towards settlements of potential equal pay claims following due diligence. An anticipated amount of £1.8million remains the Council's recommended reserve amount for potential liabilities. The transfer to reserves of £0.350m provides a total of £0.7m towards this sum within the council's reserves.
Strategy for Change	0	0	0	0	Reserve balance transferred to invest to save reserve following suspension of BSF programme by the Government
Invest to Save Reserve	(2,262)	(517)	1,479	(1,300)	Reserve set up using balances released from other reserves. To be used to support/pump prime invest to save initiatives to deliver budget savings over the medium term.
Recovery costs - Icelandic Banks	(380)	(204)	20	(564)	Allowance for investment losses of the money invested in the Icelandic banks. Reserve currently meeting the ongoing legal costs and borrowing costs from utilising the capitalisation direction in 09/10.
Grants carryforward	(3,071)	(1,192)	3,071	(1,192)	Under IFRS all grant income must be released to revenue unless there are pay back conditions attached. Previously unspent balances at year end would have been carried forward as a creditor accrual. This is no longer permitted and authorities are required to use their locally approved reserve mechanisms to carry balances forward. This reserve therefore reflects unspent balances on ringfenced grant income at the year end, where there are continuing commitments.
Waste Reserve	(2,400)	0	800	(1,600)	Reserve set up to proactively provide and manage the future budget shortfall due to increasing landfill tax liability pending the new energy from waste plant becoming operational.
Stock Transfer residual liabilities	(1,005)	0	0	(1,005)	
corp health adjs (budget c/f 2010/11)	(800)	0	800	0	Budget provision 2010/11 outturn for Americas Cup, schools demolitions and procurement contingency.
Life Centre Dowry	0	(150)	0	(150)	Funds set aside for future life centre landlord maintenance required by Sport England Funding agreement
Mortgage Rescue Scheme Reserve	0	(144)	0	(144)	
<b>Other Ringfenced Reserves</b>					
DRCP	(1,173)	(7)	939	(241)	Reserve set aside to meet future expenditure in Devonport, in lieu of grant funding in 2007/08, and fund DNM post
Tamar house - Commercial rents sinking fund	(58)	(237)	8	(287)	RDA rents sinking fund Tamar House
Plymouth CDC Legacy Reserve	(412)	0	166	(246)	Reserve set up to continue the activities previously provided by the Company including branding of the city as part of Positively Plymouth. The reserve includes funds provided by RDA and HCA.
A386 Park & Ride Leased Spaces	(578)	0	44	(534)	Upfront payment from PCT for leased spaces at George Park & Ride site. Released to revenue annually in lieu of rental income.
<b>Other Reserves</b>	<b>(489)</b>	<b>(196)</b>	<b>160</b>	<b>(525)</b>	All reserves have been reviewed and confirmed as required to meet specific policy commitments
<b>Sub Total Earmarked Reserves</b>	<b>(33,158)</b>	<b>(13,121)</b>	<b>21,722</b>	<b>(24,557)</b>	
<b>Working Balance</b>	<b>(11,412)</b>	<b>0</b>	<b>113</b>	<b>(11,299)</b>	General Balance available to meet unforeseen expenditure. This balance represents 6% of net revenue expenditure and is in line with Unitary Council averages
<b>Total Reserves</b>	<b>(44,570)</b>	<b>(13,121)</b>	<b>21,835</b>	<b>(35,856)</b>	

**Movement in Provisions 2011/12**

<b>Provision</b>	<b>Balance at 31/03/11</b>	<b>Provisions made in year</b>	<b>Provisions used in year</b>	<b>Balance at 31/03/12</b>
Insurance Fund	<b>(6,373)</b>	(2,011)	1998	<b>(6,386)</b>
Redundancy Provision	<b>(178)</b>	(107)	178	<b>(107)</b>
VAT Repayments	<b>0</b>	(397)	0	<b>(397)</b>
CiTC Information Fine Provision	<b>0</b>	(60)	0	<b>(60)</b>
Backdated Equal pay claims* <sup>1</sup>	<b>(3,328)</b>	0	6	<b>(3,322)</b>
Rents Collection Account * <sup>2</sup>	<b>(171)</b>	0	0	<b>(171)</b>
Liability for BMW Landfill Usage	<b>(737)</b>	(640)	737	<b>(640)</b>
<b>Total General Provisions</b>	<b>(10,785)</b>	<b>(3,215)</b>	<b>2,919</b>	<b>(11,081)</b>
<b>Total Provisions For Bad Debts</b>	<b>(10,851)</b>	<b>(1,083)</b>	<b>708</b>	<b>(11,226)</b>

**Notes**

**Redundancy Provision**

Provision for staff who have been issued with redundancy notice but who have not yet left the authority.

**Back dated equal pay claims \*1**

Please note this provision is made up of two separate elements:

1. Claims submitted prior to 31 March 2008- provision funded from Capitalisation Direction- balance £1.485m
2. Claims submitted from 1 April 2008- charged to accounts in accordance with statutory accounting requirements but backed out via Regulations to a (negative) back dated equal pay Reserve Account (£1.843m). The actual costs of equal pay claims are not required to be charged to the revenue account until actual payments are made.

**Rents Collection Account \*2**

A new provision has been set up in year relating to prepaid housing rents retained by the authority on stock transfer. Former tenants continue to have a claim against the Council for refund of these amounts. The balance on the provision was previously carried in the