

2011/12 Actuals £'000	Division Service Areas	2012/13 Original Budget £'000	2012/13 Latest Approved £'000	2012/13 Projection £'000	Variation £'000	Notes	Variation Last Reported £'000		Full Year Effect £'000
1,904	Education Division Access	1,813	2,561	2,424	-137	1	-123		0
3,440	SEN and Inclusion	3,961	3,914	3,291	-623	2	-344		0
0	Schools Budgets	0	0	0	0	3	0		0
1,845	Education Commissioning and Business Services	941	811	425	-386	4	-368		0
1,055	School Improvement	653	429	252	-177	5	-203		0
8,244		7,368	7,715	6,392	-1,323		-1,038		0
3,118	Children's Social Care Bromley Youth Support Programme - (Youth Services)	2,322	2,322	1,852	-470	6	-475		0
2,395	Referral and Assessment Childrens Centres	2,027	2,237	2,213	-24	6	-24		0
5,513		4,349	4,558	4,065	-494		-499		0
-291	Adult Education Centres Adult Education Centres	-570	-570	-570	0		0		0
-291		-570	-570	-570	0		0		0
-11,001	Early Intervention Grant Early Intervention Grant	-12,010	-12,010	-12,010	0		0		0
-11,001		-12,010	-12,010	-12,010	0		0		0
2,465	TOTAL CONTROLLABLE FOR EDUCATION	-863	-306	-2,123	-1,817		-1,537		0
36,666	TOTAL NON CONTROLLABLE	16,344	16,344	16,344	0		0		0
3,333	TOTAL EXCLUDED RECHARGES	4,599	4,627	4,627	0		0		0
42,463	PORTFOLIO TOTAL	20,080	20,665	18,848	-1,817		-1,537		0
Memorandum Item									
	Sold Services								
	Education Development Centre (RSG Funded)	0	0	99	99	}			
	Education Development Centre (DSG Funded)	1,115	1,115	1,177	62				
	Education Psychology Service (RSG Funded)	0	0	25	25				
	Education Welfare Service (RSG Funded)	0	0	-22	-22				
	Behaviour Support (Secondary) (DSG Funded)	57	0	58	58				
	Behaviour Support (Primary) (DSG Funded)	76	0	-65	-65				
	Free School Meals (RSG Funded)	0	0	0	0				
	Business Partnerships (RSG Funded)	0	0	-112	-112				
	Sub-total Sold Services	1,248	1,115	1,160	45				

1. Access - Cr £137k

An underspend of £137k is forecast for Access. This comprises £46k staffing and £54k running costs as a result of the Early Years restructure, and £43k within the Education Welfare Service is the result of vacant posts and an overachievement of trading account income.

There is also a £30k underspend relating to Pupil Clothing expenditure. This service will cease in 2013/14, creating a saving of £100k as reported in February 2012.

There is an overspend of £51k in Access & Admissions, mainly due to lower levels of staff turnover than budgeted for, and on printing brochures, posters and application forms etc

	Projected Variations £
Early Years	-100,000
Pupil Clothing	-30,000
Access & Admissions	51,000
Catering & Cleaning trading account	-15,000
Education Welfare Service	-43,000
	<u>-137,000</u>

2. SEN and Inclusion - Cr £423k

Transport for children with special education needs is currently forecast to underspend by £423k. This is due to price increases below inflation and optimisation of route planning, a one-off overachievement of recoupment income, and an overspend on vehicle repairs.

In addition, there is a one-off underspend of £200k relating to previous years items. The accounts are closed each year on the basis of the best information available at that point in time and, subsequent to that, additional information has indicated that actual costs are not as high as anticipated when the accounts were closed.

There is also a total overspend of £19k in other areas of SEN and Inclusion.

	Projected Variations £	
Education psychology service		-9,000
SEN admin		29,000
SEN pre-school service		-1,000
SEN transport		
-Transport contract	-357,000	
-Recoupment income	-100,000	
-Creditor provision	-200,000	
-Vehicle repairs	15,000	-642,000
		<u>-623,000</u>

3. Schools Budgets

Expenditure on Schools is funded through the Dedicated Schools Grant (DSG) provided for by the Department for Education (DfE). DSG is ring fenced and can only be applied to meet expenditure properly included in the schools budget. Any overspend or underspend must be carried forward to the following years Schools Budget. A total net underspend of £1,091k is currently projected on DSG funded services as outlined below.

SEN placements are currently expected to create an underspend of £400k. This is mainly due to a reduction in expected growth in the number of pupils receiving statements as a result of Pupil Resource Agreements put in place to support pupils in mainstream schools. There is also £135k underspend on the DSG funded element of SEN transport, and a small underspend in other areas of SEN and Inclusion.

An underspend of £164k is forecast for the Behaviour Service, primarily due to various posts which are currently vacant, and which are expected to remain so in the near future, and several full time posts only being filled by part-time employees. There is also a projected overspend on transport costs.

Nursery Education payments for 3 and 4 year olds is estimated to overspend by £375k due to a higher level of demand than expected. The budget for this part of the early years service is £9.8m.

An underspend of £57k has arisen now that the Carbon Reduction Commitment allowances for 2011/12 have been paid below the value estimated when closing the 2011/12 accounts.

Due to early repayment of an invest to save loan in 2011/12, there will now be an underspend of £570k on the interest payments.

Finally, the restructure of the EDC has resulted in part-year savings of £96k.

	Projected Variations	
	£	£
Behaviour service	-164,000	
Early years - NEG payments	<u>375,000</u>	211,000
SEN Central budget	-400,000	
SEN Transport	-135,000	
Deaf centres & sensory support	9,000	
SEN pre-school service	<u>-53,000</u>	-579,000
EDC Trading A/C - DSG		62,000
Carbon reduction creditor		-57,000
Interest payments		-570,000
School Improvement		-158,000
Underspend to be carried forward to 13/14		<u>-1,091,000</u>

4. Education Commissioning and Business Services - Cr £386k

The commissioning team has an underspend of £343k, primarily due to 8 vacant posts not being filled. This is partially offset by a shortfall of income anticipated for the EDC trading account. There's also an underspend within the Primary Business Partnerships budget due to a staff vacancy, an overachievement of income on the trading account.

	Projected Variations	
	£	£
Commissioning - EDC	-343,000	
EDC Trading A/C - RSG	99,000	
Business Partnership Trading A/C - RSG	-112,000	
Primary Central Business Partnerships	-30,000	
		<u>-386,000</u>

5. School Improvement - Cr £177k

The School Improvement service was also part of the EDC restructure, resulting in part year savings of £177k, mainly from employee costs.

6. Children's Centres & Bromley Youth Support Programme - Cr £494k

Although relating to Education, these budgets for Children's Centres, The Music Service and Youth Support, come under the management responsibility of the Assistant Director for Children's Social Care.

There is an expected underspend in Youth Support of £470k as a result of early achievement of 2013/14 savings for the service (£580k), and an underspend of £24k in Referral and Assessment, due to 3 currently vacant posts in Parent Partnership.

7. Sold Services

Services sold to schools have, for the first time in 2012/13, been separated out to provide clarity in terms of the services being provided and the income generated from those services. DSG funded services are ultimately funded from the ring fenced DSG grant if there is any shortfall. RSG funded services would have to be funded from core Bromley funding.

Work is being carried out with Budget Managers to minimise the risk of a financial shortfall in these areas. Additional funding streams are being explored/tapped into and costs are being reduced in order to stay with financial limits. Major reorganisations have been carried out in the Education Development Centre which will have an impact on sold services. Other areas such as Education Psychology, Education Welfare and Behaviour Support have made adjustments to their staffing, running costs and service offer to reduce costs and increase income potential.

Sold services will continue to be monitored closely throughout the year. Current projections show an adverse variation in the EDC and secondary provision behaviour service trading accounts as shown in notes 3 and 4 above. This is due to a revision of the costs that are allocated to sold services.

Please see the Trading Accounts summary in appendix 1a.

Contract Waivers

One contract waiver has been approved since the last budget monitoring report to the Executive relating to the placement of a child with SEN for £80k p.a.

Virements

No virements have been approved since the last report in September.

Management Team comments

There is a forecast underspend of £1,817k in 2012/13. Whilst some pressures on budgets remain such as on trading accounts, other savings have more than offset these. Pressures that have emerged are being offset and have no longer term impact. Work is continuing to mitigate these pressures as far as possible.

Savings have been obtained across the Education Portfolio. These have been achieved by keeping vacancies open, savings in contracts and from the restructure of services. In some instances this has led to an early achievement of 2013/14 savings and the identification of additional 2013/14 savings. For example the restructuring of the EDC has identified additional savings in 2013/14 of £600k. Moreover in the Youth Service an early achievement of a projected 2013/14 saving has meant that the savings will be achieved a year earlier.

TABLE 1: SCHOOLS' BUDGET PART OF EACH SERVICE	2012/13 Original Budget £'000	2012/13 Latest Approved £'000	2012/13 November Projection £'000	Variation £'000	Notes	Variation Last Reported £'000	Full Year Effect £'000
Access	14,653	14,525	14,736	211		288	0
SEN and Inclusion	21,273	21,273	20,694	-579		-593	0
Education Commissioning and Business Services	1,115	1,115	1,177	62	3	34	0
School Improvement	80	80	-78	-158		-138	0
Schools Budgets	95,118	95,246	94,619	-627		0	0
Dedicated Schools Grant & Pupil Premium	-133,008	-133,008	-131,917	1,091		409	0
Care and Resources - CS Port	723	723	723	0		0	0
Bromley Youth Support Programme - CS Port	46	46	46	0		0	0
MET FROM COUNCIL BUDGET	0	0	0	0		0	0
TABLE 2: NON-SCHOOLS BUDGETS FOR EACH SERVICE	2012/13 Original Budget £'000	2012/13 Latest Approved £'000	2012/13 November Projection £'000	Variation £'000	Notes	Variation Last Reported £'000	Full Year Effect £'000
Education Division							
Access	1,813	2,561	2,424	-137	1	-123	0
SEN and Inclusion	3,961	3,914	3,291	-623	2	-344	0
Education Commissioning and Business Services	941	811	425	-386	4	-368	0
School Improvement	653	429	252	-177	5	-203	0
Referral & Assessment - Children's Centres	2,027	2,237	2,213	-24	6	-24	0
Bromley Youth Support Programme	2,322	2,322	1,852	-470	6	-475	0
	11,717	12,274	10,457	-1,817		-1,537	0
Early Intervention Grant	-12,010	-12,010	-12,010	0		0	0
ADULT EDUCATION	-570	-570	-570	0		0	0
Total Education Controllable	-863	-306	-2,123	-1,817		-1,537	0
TOTAL NON CONTROLLABLE & EXCLUDED	20,943	20,971	20,971	0		0	0
TOTAL NON-SCHOOLS BUDGET	20,080	20,665	18,848	-1,817		-1,537	0
TABLE 3: TOTAL FOR EACH SERVICE	2012/13 Original Budget	2012/13 Latest Approved	2012/13 November Projection	Variation £'000		Last Reported £'000	Full Year Effect £'000
Education Division							
Access	16,466	17,086	17,160	74		165	0
SEN and Inclusion	25,234	25,187	23,985	-1,202		-937	0
Education Commissioning and Business Services	2,056	1,926	1,602	-324		-334	0
School Improvement	733	509	174	-335		-341	0
Schools Budgets	95,118	95,246	94,619	-627		0	0
Dedicated Schools Grant & Pupil Premium	-133,008	-133,008	-131,917	1,091		409	0
Early Intervention Grant	-12,010	-12,010	-12,010	0		0	0
Referral & Assessment	2,027	2,237	2,213	-24		-24	0
Bromley Youth Support Programme	2,322	2,322	1,852	-470		-475	0
TOTAL CONTROLLABLE FOR EDUCATION	-1,062	-505	-2,322	-1,817		-1,537	0
ADULT EDUCATION	-570	-570	-570	0			
TOTAL CONTROLLABLE FOR PORTFOLIO	-1,632	-1,075	-2,892	-1,817		-1,537	0
TOTAL NON CONTROLLABLE & EXCLUDED	20,943	20,971	20,971	0		0	0
DSG Funded - Care Services Portfolio	769	769	769	0		0	0
PORTFOLIO TOTAL	20,080	20,665	18,848	-1,817		-1,537	0

BUDGET VARIATIONS - ALLOCATIONS FOR 2012/13
Education Portfolio - September

2012/13 Original Budget

Education Division
 Children's Social Care
 Adult Education
 Early Intervention Grant

Table 1:	Table 2:	Table 3:
Schools	Non-Schools	Total for
Budget	Budget	Education
£'000	£'000	£'000
-	26,874	26,874
	5,209	5,209
	7	7
-	12,010	12,010
-	20,080	20,080

General

Carry forward from 2011/12
 Transfer costs for staffing (from Resources)
 Restructure of Care Services Commissioning
 Draw down of Early Years funding
 Transfer of Education Client (Catering & Cleaning) to ECS

120
 76
 -25
 400
 14

120
 76
 -25
 400
 14

Latest Approved Budget

0	20,665	20,665
----------	---------------	---------------