

Education Budget Monitoring Summary - January 2013

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	2,245	-316	1	-137		0
3,440	SEN and Inclusion	3,961	3,914	3,319	-595	2	-623		0
0	Schools Budgets	0	0	0	0	3	0		0
1,845	Education Commissioning and Business Services	941	811	453	-358	4	-386		0
1,055	School Improvement	653	429	325	-104	5	-177		0
8,244		7,368	7,715	6,342	-1,373		-1,323		0
3,118	Children's Social Care Bromley Youth Support Programme - (Youth Services)	2,322	2,322	1,902	-420	6	-470		0
2,395	Referral and Assessment Childrens Centres	2,027	2,237	1,916	-321	6	-24		0
5,513		4,349	4,559	3,818	-741		-494		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	-2,420	-2,114		-1,817		0
36,666	TOTAL NON CONTROLLABLE	16,344	16,344	16,343	-26		-13		0
3,333	TOTAL EXCLUDED RECHARGES	4,599	4,627	4,627	0		0		0
42,463	PORTFOLIO TOTAL	20,080	20,665	18,550	-2,140		-1,830		0
Memorandum Item									
	Sold Services								
	Education Development Centre (RSG Funded)	0	0	29	29	}			
	Education Development Centre (DSG Funded)	1,115	1,115	1,011	-104				
	Education Psychology Service (RSG Funded)	0	0	75	75				
	Education Welfare Service (RSG Funded)	0	0	-17	-17				
	Behaviour Support (Secondary) (DSG Funded)	57	0	83	83				
	Behaviour Support (Primary) (DSG Funded)	76	0	-65	-65				
	Free School Meals (RSG Funded)	0	0	0	0				
	Business Partnerships (RSG Funded)	0	0	-66	-66				
	Sub-total Sold Services	1,248	1,115	1,050	-65				

Education Portfolio - January Budget Monitoring

1. Access - Cr £316k

As a result of the restructure of the Early Years service, there is an underspend of £80k in staffing costs, and £130k for SLA's for courses and support in nurseries. There is also an expected underspend of £40k relating to nursery payments for 2 year olds. From 2013/14 onwards, there is £2.8m funding within the DSG for this service, so current RSG budget of £722k has been released.

There is a £39k 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 £34k in Access & Admissions, mainly due to lower levels of staff turnover than budgeted for, and on printing brochures, posters and application forms etc

An underspend of £45k within the Education Welfare Service is the result of an overachievement of trading account income and two vacant posts, which are to be deleted as part of the 2013/14 savings.

	Projected Variations £
Early Years	-211,000
Early Years - NEG Payments (2 year olds)	-40,000
Pupil Clothing	-39,000
Access & Admissions	34,000
Catering & Cleaning trading account	-15,000
Education Welfare Service	-45,000
	<u>-316,000</u>

2. SEN and Inclusion - Cr £595k

Transport for children with special education needs is currently forecast to underspend by £485k. This is due to price increases below inflation and optimisation of route planning, a one-off overachievement of recoupment income, and a small overspend on vehicle repairs.

As previously reported, there is also 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 £90k in other areas of SEN and Inclusion, due to increased use of consultancy for SEN tribunals, and a shortfall of trading account income in the Education Psychology Service.

	Projected Variations	
	£	£
Education psychology service		40,000
SEN admin		51,000
SEN pre-school service		-1,000
SEN transport		
-Transport contract	-415,000	
-Recoupment income	-85,000	
-Creditor provision	-200,000	
-Vehicle repairs	15,000	
		<u>-685,000</u>
		<u>-595,000</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 £1,492k is currently projected on DSG funded services as outlined below, of which specific carry forwards totalling £204k have been requested, as detailed in note 8.

SEN placements are currently expected to create an underspend of £464k. 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 £144k underspend on the DSG funded element of SEN transport, and a small underspend in other areas of SEN and Inclusion.

An underspend of £457k 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 £446k due to a higher level of demand than expected. The current budget for this part of the early years service is £9.8m, and further budget for growth will be allocated for 2013/14.

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.

In addition, due to early repayment of an invest to save loan in 2011/12, there is an underspend of £570k relating to the interest payments.

Finally, the restructure of the EDC has resulted in part-year savings of £166k.

	Projected Variations	
	£	£
Behaviour service		-457,000
Early years - NEG payments		446,000
SEN Central budget	-464,000	
SEN Transport	-144,000	
Deaf centres & sensory support	-41,000	
SEN pre-school service	<u>-39,000</u>	-688,000
Carbon reduction creditor		-57,000
Interest payments		-570,000
EDC Trading A/C - DSG	-104,000	
School Improvement	<u>-62,000</u>	-166,000
Underspend to be carried forward to 13/14		<u>-1,492,000</u>

4. Education Commissioning and Business Services - Cr £358k

There is an underspend of £297k in the commissioning team, 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 is also an underspend within the Primary Business Partnerships budget due to a staff vacancy, and an overachievement of income on the trading account.

	Projected Variations	
	£	£
Commissioning - EDC		-297,000
EDC Trading A/C - RSG		29,000
Business Partnership Trading A/C - RSG		-66,000
Primary Central Business Partnerships		-24,000
		<u>-358,000</u>

5. School Improvement - Cr £104k

The School Improvement service was also part of the EDC restructure, resulting in part year savings of £104k, mainly from employee costs.

6. Children's Centres & Bromley Youth Support Programme - Cr £741k

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.

Within the Youth Service there is a net underspend of £420k as a result of the early achievement of 2013/14 savings (£580k). Some of the previously identified in-year underspend will be used to fund some urgent Youth Centre refurbishment.

Children's Centres are projected to underspend by £297k. This is made up of salaries (£122k), premises costs (£58k) less additional archiving costs (£3k), and the underspend carried forward from 2011/12 (£120k), which has not been spent due to delays beyond the department's control. A request has been made to carry this underspend forward to 2013/14 (note 8).

There is also an underspend of £24k on salaries in the Parent Partnership team.

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.

Sold services will continue to be monitored closely throughout the year. Current projections show an adverse variation in the Education Psychology, secondary provision behaviour service, and EDC trading accounts as shown in notes 2, 3 and 4 above respectively. This is due to a revision of the costs that are allocated to sold services, and a lower uptake than originally anticipated.

8. Carry Forward Requests

Of the £2.1m underspend currently projected for the non-schools budgets, carry forward requests totalling £297k have been requested:

- £297k underspend currently projected for Children's Centres, to cover urgent property works.

Additionally, requests for carry forward of DSG budget underspends detailed in note 3 above have been made for the following:

	£
Project manager for academies conversion	50,000
HR support for academies conversion	30,000
Additional staff costs in School Improvement (double running)	60,000
Roof repairs at Kingswood	54,000
Kitchen refurbishment at Kingswood	10,000
	<u>204,000</u>

Contract Waivers

Three contract waivers have been approved since the last budget monitoring report to the Executive:

- The Director of Education and Care Services approved the extension of a contract with a consultant for SEN Tribunals with a value of £40k.
- The Portfolio Holder for Education approved spot purchasing of supply teachers from a range of agencies until ESPO Framework is in place (est. August 2013), with a value not expected to exceed £426k.
- The Portfolio Holder for Education approved the extension to a contract for the provision of surveillance and supervision, with a value of £71k.

Virements

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

TABLE 1: SCHOOLS' BUDGET PART OF EACH SERVICE	2012/13 Original Budget £'000	2012/13 Latest Approved £'000	2012/13 January Projection £'000	Variation £'000	Notes		Variation Last Reported £'000	Full Year Effect £'000
Access	14,653	14,525	14,514	-11			211	0
SEN and Inclusion	21,273	21,273	20,585	-688			-579	0
Education Commissioning and Business Services	1,115	1,115	1,011	-104	3		62	0
School Improvement	80	80	18	-62			-158	0
Schools Budgets	95,118	95,246	94,619	-627			-627	0
Dedicated Schools Grant & Pupil Premium	-133,008	-133,008	-131,516	1,492			1,091	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 January Projection £'000	Variation £'000	Notes		Variation Last Reported £'000	Full Year Effect £'000
Education Division								
Access	1,813	2,561	2,245	-316	1		-137	0
SEN and Inclusion	3,961	3,914	3,319	-595	2		-623	0
Education Commissioning and Business Services	941	811	453	-358	4		-386	0
School Improvement	653	429	325	-104	5		-177	0
Referral & Assessment - Children's Centres	2,027	2,237	1,916	-321	6		-24	0
Bromley Youth Support Programme	2,322	2,322	1,902	-420	6		-470	0
	11,717	12,274	10,160	-2,114			-1,817	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	-2,420	-2,114			-1,817	0
TOTAL NON CONTROLLABLE & EXCLUDED	20,943	20,971	20,971	-26			-13	0
TOTAL NON-SCHOOLS BUDGET	20,080	20,665	18,551	-2,140			-1,830	0
TABLE 3: TOTAL FOR EACH SERVICE	2012/13 Original Budget £'000	2012/13 Latest Approved £'000	2012/13 January Projection £'000	Variation £'000			Last Reported £'000	Full Year Effect £'000
Education Division								
Access	16,466	17,086	16,759	-327			74	0
SEN and Inclusion	25,234	25,187	23,904	-1,283			-1,202	0
Education Commissioning and Business Services	2,056	1,926	1,464	-462			-324	0
School Improvement	733	509	343	-166			-335	0
Schools Budgets	95,118	95,246	94,619	-627			-627	0
Dedicated Schools Grant & Pupil Premium	-133,008	-133,008	-131,516	1,492			1,091	0
Early Intervention Grant	-12,010	-12,010	-12,010	0			0	0
Referral & Assessment	2,027	2,237	1,916	-321			-24	0
Bromley Youth Support Programme	2,322	2,322	1,902	-420			-470	0
TOTAL CONTROLLABLE FOR EDUCATION	-1,062	-505	-2,619	-2,114			-1,817	0
ADULT EDUCATION	-570	-570	-570	0				
TOTAL CONTROLLABLE FOR PORTFOLIO	-1,632	-1,075	-3,189	-2,114			-1,817	0
TOTAL NON CONTROLLABLE & EXCLUDED	20,943	20,971	20,971	-26			-13	0
DSG Funded - Care Services Portfolio	769	769	769	0			0	0
PORTFOLIO TOTAL	20,080	20,665	18,551	-2,140			-1,830	0

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

2012/13 Original Budget	£'000
Education Division	26,874
Children's Social Care	5,209
Adult Education	7
Early Intervention Grant	-12,010
	20,080
General	
Carry forward from 2011/12	120
Transfer of Strategic Property Manger from Resources	76
Restructure of Care Services Commissioning	-25
Draw down of Early Years funding	400
Transfer of Catering & Cleaning Service from Resources	14
Latest Approved Budget	20,665