

EDUCATION PORTFOLIO SAVINGS

Line	Division	Saving Option	15/16 £'000	16/17 £'000	Full Year Saving £'000
	ALL DEPARTMENTS				
1	Essential Car Users		20	20	20
2	Organisational efficiencies & Management costs restructure		45	45	45
	SUB-TOTAL		65	65	65
	<u>CHILDRENS SOCIAL CARE</u>				
3	Youth Service	Bromley Youth Music Trust	230	306	306
4	Youth Service	Service redesign	506	506	506
5	Children's Centres	Income generation	120	120	120
	SUB-TOTAL		856	932	932
	<u>EDUCATION</u>				
6	Schools & Early Years Commissioning and QA	Reorganisation of service including charging some elements to DSG	130	160	160
7	Strategic Place Planning	Charge 50% of 1 post to capital	33	33	33
8	Schools & Early Years Commissioning and QA	Contract efficiencies already achieved	48	48	48
	SUB-TOTAL		211	241	241
	TOTAL		1,132	1,238	1,238

EducationDRAFT REVENUE BUDGET 2015/16 - SUMMARY

2013/14 Actual	Service Area	2014/15 Budget	Increased costs	Other Changes	2015/16 Draft Budget
£		£	£	£	£
	Education Division				
Cr 400,586	Adult Education Centres	Cr 601,840	1,420	Cr 2,380	Cr 602,800
274,779	Alternative Education and Welfare Service	103,510	570	146,810	250,890
412,168	Schools & Early Years Commissioning and QA	564,570	3,170	Cr 174,500	393,240
4,451,073	SEN and Inclusion	4,772,430	67,040	3,960	4,843,430
213,038	Strategic Place Planning	254,930	1,670	Cr 33,040	223,560
10,228	Workforce Development & Governor Services	10,640	150	Cr 110	10,680
Cr 2,957,405	Education Services Grant	Cr 2,732,000	0	1,004,000	Cr 1,728,000
Cr 1,414,821	Schools Budgets	Cr 1,492,360	0	Cr 8,460	Cr 1,500,820
160,191	Other Strategic Functions	158,000	590	Cr 300	158,290
0	Early Years	0	0	0	0
0	Primary Schools	0	0	Cr 257,270	Cr 257,270
0	Secondary Schools	0	0	0	0
0	Special Schools & Alternative Provision	0	0	0	0
0	Post-16 Provision	0	0	0	0
748,665		1,037,880	74,610	678,710	1,791,200
	Children's Social Care				
1,789,945	Bromley Youth Support Programme - (Youth Services)	1,467,960	9,640	Cr 781,530	696,070
1,889,101	Referral and Assessment Childrens Centres	2,142,900	11,030	Cr 119,870	2,034,060
3,679,046		3,610,860	20,670	(901,400)	2,730,130
4,427,711	TOTAL CONTROLLABLE	4,648,740	95,280	Cr 222,690	4,521,330
9,220,624	TOTAL NON CONTROLLABLE	5,095,720	4,630	4,445,260	9,545,610
3,802,028	TOTAL EXCLUDED RECHARGES	3,385,680	0	51,420	3,437,100
17,450,363	PORTFOLIO TOTAL	13,130,140	99,910	4,273,990	17,504,040

EDUCATION PORTFOLIO

SUMMARY OF BUDGET VARIATIONS 2015/16

Ref		VARIATION IN 2015/16 £'000	ORIGINAL BUDGET 2014/15 £'000
1	2014/15 BUDGET	13,130	
2	Increased Costs	100	
	Full Year Effect of Allocation of Central Contingency		
3	Education Services Grant	1,004	2,732
4	Closure of the Secondary Outreach service	138	Cr 138
5	Increase in insurance premiums	<u>7</u>	
		1,149	
	Movements Between Portfolios/Departments		
6	EFA funding adjustment - transfer from Commissioning	<u>28</u>	28
	Real Changes		
	<i>New Savings Identified for 2015/16 (subject to approval)</i>		
7	Youth Service redesign	Cr 551	727
8	Reorganisation of Schools and Early Years Commissioning & QA	Cr 130	387
9	Children's Centres	Cr 120	2,143
10	Reorganisation of contracts	Cr 48	54
11	Charge 50% of Capital Manager post to Capital	Cr 33	67
12	Essential car users	Cr 20	
13	Bromley Youth Music Trust	<u>Cr 230</u>	Cr 1,132
14	Variations in Capital Charges		4,202
15	Variations in Recharges		51
16	Variations in Building Maintenance	Cr	24
17	Variations in Insurances		0
18	Variations in Rent Income		0
19	2015/16 DRAFT BUDGET	<u><u>17,504</u></u>	

EDUCATION PORTFOLIO

Notes on Budget Variations in 2015/16

Ref Comments

- 2 Increased Costs (Dr £100k)
Inflation of £100k has been allocated to budgets for contracts, SLA's and income. No inflationary increase has been applied to salaries in relation to 2015/16.

Full Year Effect of Allocation of Central Contingency

- 3 Education Services Grant (Dr £1,004k)
This relates to the full year effect of the reduction in ESG income due to academy conversions during 2014/15.
- 4 Closure of the Secondary Outreach service (Dr £138k)
The closure of the secondary outreach service has resulted in the loss of income and recharges to DSG funded services which covered corporate overheads.
- 5 Increase in insurance premiums (Dr £7k)
An overall allocation of £116k was made from the contingency in respect of the insurance premium increase arising from the tendering of the Council casualty insurance arrangements in 2014. This was reported to the Executive & Resources PDS Committee on 5th June 2014.

Movements Between Portfolios/Departments

- 6 Ex-EFA placements adjustment (Dr £28k)
This adjustment relates to inflation on the former EFA-funded element of Learning Disabilities placements.

Real Changes

- 7 Youth Service redesign (Cr £551k)
Redesign of the Youth Service provision
- 8 Reorganisation of Schools and Early Years Commissioning & QA (Cr £130k)
This relates to reorganisation of the service including charging an additional element to DSG.
- 9 Children's Centres (Cr £120k)
Increase in income generation from children's centres
- 10 Reorganisation of contracts (Cr £48k)
Due to reduced need for certain contracts, it is proposed to cease them and meet any future requirements within remaining resources
- 11 Charge 50% of Capital Manager post to Capital (Cr £33k)
As the majority of the Education Capital Manager post's time is spent on the design and execution of capital projects, it is right that this element of the post is charged to capital and thus resulting in a revenue saving.
- 12 Essential car users (Cr £20k)
Savings to essential car user allowances
- 13 Bromley Youth Music Trust (Cr £230k)
BYMT Contract

14 Variations in Capital Charges (Dr £4,202k)

The variation on capital charges, etc is due to a combination of the following:

(i) Depreciation – the impact of revaluations or asset disposals in 2013/14 (after the 2014/15 budget was agreed) and in the first half of 2014/15;

(ii) Revenue Expenditure Funded by Capital Under Statute (REFCUS) – mainly due to a significant general increase in the value of schemes in our 2015/16 Capital Programme that do not add value to the Council's fixed asset base.

(iii) Government Grants – mainly due to a significant increase in credits for capital grants receivable in respect of 2015/16 Capital Programme schemes, which are used to finance expenditure that is treated as REFCUS.

These charges are required to be made to service revenue accounts, but an adjustment is made below the line to avoid a charge on Council Tax.

15 Variations in Recharges (Dr £51k)

Variations in recharges are offset by corresponding variations elsewhere and have no impact on the overall position.

16 & 17 Variations in Building Maintenance and Insurances (Cr £24k)

Repairs and Maintenance: This relates to the realignment of repairs and maintenance budgets to reflect business priorities. There are corresponding adjustments in other portfolios and these net out to zero in total.

Insurance: Insurance recharges to individual portfolios have changed between years, in some cases significantly, partly because we have factored in an extra year of claims experience since the 2014/15 budget was finalised and partly because of increased General Fund charges as a result of further academy conversions (academies are not permitted to be covered by the Council and conversions lead to costs having to be spread across fewer services/establishments). Premium renewals for 2015/16 are currently being negotiated and the current difficult market conditions mean that there may be significant premium increases, which could have a further impact on the 2015/16 budget figures.

18 Variations in Rent Income (Dr £0k)

This relates to the reallocation of rental income budgets across departments / portfolios. There are corresponding adjustments in other portfolios and these net out to zero in total.

Education
DRAFT REVENUE BUDGET 2015/16 - SUBJECTIVE SUMMARY

Service area	Employees	Premises	Transport	Supplies and Services	Third Party Payments	Transfer Payments	Income	Controllable Recharges	Capital Charges/ Financing	Total Controllable	Capital Charges/ Financing	Repairs, Maintenance & Insurance	Property Rental Income	Not Directly Controllable	Recharges In	Total Cost of Service	Recharges Out	Total Net Budget	
	£	£	£	£	£	£	£			£	£				£	£	£	£	
Education Division																			
Adult Education Centres	2,253,240	259,300	2,140	486,720	0	0	Cr 3,629,080	24,880	0	Cr 602,800	552,000	46,020	0	598,020	629,640	624,860	Cr 2,970	621,890	
Alternative Education and Welfare Service	1,270,160	38,620	21,540	315,770	320,330	0	Cr 133,220	Cr 1,582,310	0	250,890	0	830	0	830	478,240	729,960	Cr 740,240	Cr 10,280	
Schools & Early Years Commissioning and QA	1,380,760	64,230	18,910	122,920	14,804,810	0	Cr 458,600	Cr 15,539,790	0	393,240	0	25,010	0	25,010	511,170	929,420	Cr 930,710	Cr 1,290	
SEN and Inclusion	4,744,570	187,390	4,047,160	512,510	15,786,090	0	Cr 170,810	Cr 20,263,480	0	4,843,430	2,000	2,680	0	4,680	1,391,640	6,239,750	Cr 6,246,990	Cr 7,240	
Strategic Place Planning	416,150	0	66,300	72,190	0	0	Cr 10,000	Cr 321,080	0	223,560	0	840	0	840	166,560	390,960	Cr 390,960	0	
Workforce Development & Governor Services	104,140	0	610	46,010	0	0	Cr 50,240	Cr 89,840	0	10,680	0	29,810	0	29,810	33,630	74,120	Cr 74,120	0	
Education Services Grant	0	0	0	0	0	0	Cr 1,728,000	0	0	Cr 1,728,000	0	0	0	0	0	Cr 1,728,000	0	Cr 1,728,000	
Schools Budgets	0	0	0	125,490	0	0	Cr 104,474,850	102,848,540	0	Cr 1,500,820	0	0	0	0	1,500,820	0	0	0	
Other Strategic Functions	130,460	0	460	27,370	0	0	0	0	0	158,290	0	410	0	410	6,354,700	6,513,400	Cr 186,720	6,326,680	
Early Years	0	0	0	0	0	0	0	0	0	0	0	0	0	0	1,086,090	1,086,090	Cr 399,940	686,150	
Primary Schools	160,570	0	0	49,217,870	0	0	Cr 13,500	Cr 49,705,720	83,510	Cr 257,270	3,466,000	290,140	0	3,756,140	4,397,310	7,896,180	Cr 4,422,350	3,473,830	
Secondary Schools	0	0	0	4,794,170	0	0	Cr 2,041,750	Cr 2,835,930	83,510	0	100,000	3,790	0	103,790	312,570	416,360	Cr 316,080	100,280	
Special Schools & Alternative Provision	0	0	0	12,152,010	0	0	Cr 1,143,080	Cr 11,008,930	0	0	4,886,000	24,540	0	4,910,540	588,760	5,499,300	Cr 590,000	4,909,300	
Post-16 Provision	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
	10,460,050	549,540	4,157,120	67,873,030	30,911,230	0	Cr 113,853,130	1,526,340	167,020	1,791,200	9,006,000	424,070	0	9,430,070	17,451,130	28,672,400	Cr 14,301,080	14,371,320	
Childrens Social Care																			
Bromley Youth Support Programme - (Youth Services)	875,480	118,820	35,600	191,640	111,000	0	Cr 636,470	0	0	696,070	43,000	48,680	Cr 350	91,330	161,520	948,920	Cr 65,760	883,160	
Referral and Assessment Childrens Centres	1,573,990	190,670	8,290	113,770	353,490	0	Cr 196,190	Cr 9,960	0	2,034,060	12,000	12,210	0	24,210	206,730	2,265,000	Cr 15,440	2,249,560	
	2,449,470	309,490	43,890	305,410	464,490	0	Cr 832,660	Cr 9,960	0	2,730,130	55,000	60,890	Cr 350	115,540	368,250	3,213,920	Cr 81,200	3,132,720	
	12,909,520	859,030	4,201,010	68,178,440	31,375,720	0	Cr 114,685,790	1,516,380	167,020	4,521,330	9,061,000	484,960	Cr 350	9,545,610	17,819,380	31,886,320	Cr 14,382,280	17,504,040	