

## Appendix A2

### CHILDREN AND YOUNG PEOPLES SERVICES

#### Revenue Monitoring

<b>Approved budget as reported at Q2</b>	<b>£4,457,200</b>
<b>Adjustments to budget</b>	
	£0
	£0
<b>Revised Approved Budget</b>	<b>£4,457,200</b>
<b>Forecast Outturn at 31 March 2011</b>	<b>£4,621,400</b>
<b>Forecast over(under)spend</b>	<b>£164,200*</b>

\*£32,200 to be met by transfer from earmarked reserve so net overspend is £132,000

The significant issues arising during the period April to December that Members should consider are:

<b>Service</b>	<b>Approved Budget</b>	<b>Q1 Forecast</b>	<b>Q2 Forecast</b>	<b>Q3 Forecast</b>	<b>Potential Budget Saving</b>	<b>Q3 Forecast Year End Variance</b>	<b>Explanation including assumptions made and risk assessment of the forecast</b>
Heads of Service	£279,200	£278,500	£268,500	£271,600	£0	(£7,600)	It is anticipated that underspends will occur on non-staffing budgets.
Directorate	£197,400	£248,400	£197,400	£197,400	£0	£0	Budget savings of £51,000 were identified at Q2, the budget has been reduced accordingly.
Communications	£0	£13,800	£0	£0	£0	£0	Budget savings of £13,800 were identified at Q2, the budget has been reduced accordingly.
Fostering	£522,000	£750,100	£762,200	£764,500	£0	£242,500	There has been a slight increase in forecast expenditure on Fostering as 3 of the children who were expected to be adopted this year have not been so will continue to be paid allowances through fostering until such time as they are adopted.
Fostering Development	£0	£32,200	£32,200	£32,200	£0	£32,000	This expenditure will be met from the Invest to Save Reserve.
Adoption	£41,100	£115,200	£160,900	£157,900	£0	£116,800	3 of the children who were expected to be adopted this year have not been resulting in slightly reduced expenditure relating to adoption allowances. Advertising fees for these children have been paid up-front this year and it is expected that they will now be adopted next year.

<b>Service</b>	<b>Approved Budget</b>	<b>Q1 Forecast</b>	<b>Q2 Forecast</b>	<b>Q3 Forecast</b>	<b>Potential Budget Saving</b>	<b>Q3 Forecast Year End Variance</b>	<b>Explanation including assumptions made and risk assessment of the forecast</b>
Think Family	£129,800	£120,300	£121,200	£105,800	£0	(£24,000)	Budget savings of £40,000 were identified at Q1 and the budget has been reduced accordingly. Since Q2 staff vacancies have created a further underspend.
SEN Staffing	£287,500	£287,500	£287,500	£228,500	£0	(£59,000)	It has been possible to offset a number of staff costs against grant which has reduced the projected expenditure in this cost centre.
SEN Transport	£315,700	£370,500	£359,100	£352,900	£0	£37,200	We have a number of expensive out of county placements, a number of whom require either specialist transport or due to their needs and behaviour cannot share transport with other children.
Legal & Professional	£112,400	£82,800	£82,800	£116,700	£0	£4,300	This budget relates to court proceedings for Looked After Children and there are currently a number of high cost cases being undertaken. It is difficult to estimate the cost of these cases in advance. The projected costs for 2011/12 have increased for a contentious child care case.

<b>Service</b>	<b>Approved Budget</b>	<b>Q1 Forecast</b>	<b>Q2 Forecast</b>	<b>Q3 Forecast</b>	<b>Potential Budget Saving</b>	<b>Q3 Forecast Year End Variance</b>	<b>Explanation including assumptions made and risk assessment of the forecast</b>
Joint Arrangements	£135,800	£123,200	£128,200	£134,600	£0	(£1,200)	This budget encompasses the funding for the Joint arrangements with other agencies who provide services to CYPS. E.g. Local Safeguarding Board. A number of invoices have now been received however there are still some outstanding so projections relating to these are based on estimates.
Looked After Children	£63,700	£63,000	£50,500	£54,700	£0	(£9,000)	This underspend is based on the current position, however the LAC population can change in an unplanned way which would alter the projection.
Children's Social Care Ops	£367,400	£390,400	£430,400	£410,000	£0	£42,600	There is still one permanent vacancy within the team which is currently being covered by agency staff. An appointment was recently made to this vacancy however the successful candidate pulled out before they started with us. It is hoped that the use of agency can be stopped by the end of February. It has been possible to offset staffing costs against a grant which has reduced the projected overspend in this cost centre.

Service	Approved Budget	Q1 Forecast	Q2 Forecast	Q3 Forecast	Potential Budget Saving	Q3 Forecast Year End Variance	Explanation including assumptions made and risk assessment of the forecast
Care Leavers	£16,600	£72,700	£50,200	£47,200	£0	£30,600	The Southwark Judgement (requirement for LA's to provide accommodation for homeless 16 and 17 year olds) has had a significant impact on RCC in terms of an increase in the number of Care Leavers.
Teenage Services Management	£158,800	£158,700	£151,000	£133,200	£0	(£25,600)	2 team managers have left since Q2 which has resulted in the majority of this underspend. It has also been possible to use a small amount of grant funding to contribute towards salaries.
Family Intervention Plan	£108,000	£120,000	£96,400	£96,400	£0	(£11,600)	A potential underspend has arisen in a non-staffing element of this budget.
Total reduction in 2010/11 budget as a result of in year savings					£0		

Other risk areas that may affect the budgets over the next quarter/year:

- There is a potential £38k underspend on a Children's Workforce Development Grant that if not spent will have to be returned
- It has been possible to allocate a proportion of the underspend on the Sure Start Early Years and Childcare Grant however there is still likely to be an underspend which will have to be returned to Department for Education.

## Capital Monitoring

The approved capital programme 2010/11 for the CYPS Portfolio is £5,368,700

**Approved budget as reported at Q1** **£5,368,700**

### Adjustments to capital programme

Targeted Capital Fund transferred to Development  
for the Post 16 Project

(£3,436,000)

(£3,436,000)

### Revised Budget

**£1,932,700**

### Approved Budget:

Approved Schemes

£1,763,100

Funding not yet allocated to schemes

£169,600

**£1,932,700**

**Forecast Outturn at 31 March 2011**

**£1,534,800**

**Forecast over(under)spend**

**(£397,900)**

## Approved Schemes

<b>Scheme</b>	<b>Approved Budget</b>	<b>Q1 Forecast</b>	<b>Q2 Forecast</b>	<b>Q3 Forecast</b>	<b>Q3 Variance against budget</b>	<b>Funding source</b>	<b>Explanation including assumptions made and risk assessment of the forecast</b>
Devolved Formula Capital	£382,300	£374,000	£374,000	£374,000	(£8,300)	Grant	This funding is delegated to schools in equal monthly amounts. The underspend is due to rounding of in-year allocations.
Sure Start Maintenance	£10,000	£11,000	£10,000	£10,000	£0	Grant	This funding has now been fully spent.
Youth Capital Fund	£25,000	£25,000	£25,000	£25,000	£0	Grant	It is expected that this funding will be fully spent by the end of the financial year.
Early Years Capital Grant	£89,500	£148,900	£89,500	£89,500	£0	Grant	The majority of this funding has now been spent with the remainder to be spent by the end of the financial year.
Play Strategy	£62,500	£50,000	£62,500	£62,500	£0	Grant	This funding will be fully allocated to Parish Councils by the end of the year.
CBEC IT Diploma Room	£192,400	£192,400	£192,400	£192,400	£0	SCE (R) Supported Borrowing	It is expected that this project will be fully completed on budget in this financial year

<b>Scheme</b>	<b>Approved Budget</b>	<b>Q1 Forecast</b>	<b>Q2 Forecast</b>	<b>Q3 Forecast</b>	<b>Q3 Variance against budget</b>	<b>Funding source</b>	<b>Explanation including assumptions made and risk assessment of the forecast</b>
Aiming High Capital	£5,000	£5,000	£5,000	£5,000	£0	Grant	It is expected that this project will be fully completed on budget in this financial year
14-19 Rural Funding	£970,000	£500,000	£750,000	£750,000	(£220,000)	Grant	2009/10 grant carried forward of £500k was spent by August in line with grant conditions. Timescales for expenditure of the remainder of the grant are unknown at this time. 50% of the 2010/11 allocation has been received so far.
Lottery Funded Play	£26,400	£26,400	£26,400	£26,400	£0	Grant	This funding will be fully spent in 2010/11 on play equipment.
Sub-Total	£1,763,100	£1,332,700	£1,534,800	£1,534,800	(£228,300)		



**Funding not yet allocated to approved schemes**

<b>Scheme</b>	<b>Approved Budget</b>	<b>Q1 Forecast</b>	<b>Q2 Forecast</b>	<b>Q3 Forecast</b>	<b>Q3 Variance against budget</b>	<b>Funding source</b>	<b>Explanation including assumptions made and risk assessment of the forecast</b>
Aiming High Capital	£19,000	£0	£0	£0	(£19,000)	Grant	Schemes for expenditure are being considered.
School Improvements	£150,600	£0	£0	£0	(£150,600)	SCE (R) Supported Borrowing	Cabinet paper 120/2010 referred to use of this funding however the recommendations were not approved at that time.
Sub-Total	£169,600	£0	£0	£0	(£169,600)		
<b>TOTAL</b>	<b>£1,932,700</b>	<b>£1,332,700</b>	<b>£1,534,800</b>	<b>£1,534,800</b>	<b>(£397,900)</b>		