

Division(s):

CABINET – 16 FEBRUARY 2011

FINANCIAL MONITORING

Report by the Assistant Chief Executive & Chief Finance Officer

Introduction

1. This report sets out the Council's forecast position for the 2010/11 financial year based on nine months of actuals to the end of December 2010. Parts 1 and 2 include projections for revenue, balances and reserves. The Capital Monitoring is included at Part 3.
2. As part of the Council's Business Strategy, a new Directorate structure will be fully implemented by 1 April 2011. This report reflects the virements requested for the changes to be implemented in January 2011 that Cabinet approved on 16 November 2010. The remaining changes to fully implement the Business Strategy have been made through the Service and Resource Planning process.

Summary Revenue Position

3. The in – year Directorate forecast is an underspend of -£2.001m, or -0.52% compared to a budget of £385.745m as shown in the table below. The in-year forecast excludes an underspend of -£0.100m on services funded from Dedicated Schools Grant (DSG). The graph at annex 1f shows the movement in Directorate forecasts since April.

Original Budget 2010/11 £m		Latest Budget 2010/11 £m	Forecast Outturn 2010/11 £m	Variance Forecast December 2010 £m	Variance Forecast December 2010 %
99.050	Children, Young People & Families (CYP&F)	96.767	96.004	-0.763	-0.79
183.657	Social & Community Services (S&CS)	204.486	205.188	+0.702	+0.34
70.408	Environment & Economy	72.215	71.049	-1.166	-1.61
28.122	Oxfordshire Customer Services	1.408	1.230	-0.178	-12.64
9.578	Chief Executive's Office	10.869	10.273	-0.596	-5.48
390.815	In year Directorate total	385.745	383.744	-2.001	-0.52

Add: Overspend on Council Elements of Pooled Budgets ¹		+2.663	
Total Variation including Pooled Budgets		+0.662	+0.17
Less: Underspend on DSG		-0.100	
Total Variation		+0.562	+0.15

4. Forecasts include the impact of in – year grant reductions notified during 2010/11 and reflect £35m of savings agreed in the 2010/11 budget.
5. As set out in Annex 5 general balances are £13.256m. Taking into account the forecast Directorate underspend (-£2.001m), the Council elements of the overspend on the Pooled budgets (+£2.663m), and several other technical adjustments (£0.507m), the consolidated revenue balances forecast as at 31 March 2011 is £13.101m.
6. Figures for each Directorate are summarised within the Annexes and individual Directorate Financial Monitoring Reports setting out the detail behind this report have been placed in the Members' Resource Centre.
7. The following Annexes are attached:
 - Annex 1 (a-e) Forecast Revenue Outturn by Directorate
 - Annex 1f Graph showing movement in Directorate Forecasts
 - Annex 2 (a-f) Virements and Supplementary Estimates
 - Annex 3 (a-c) Specific Grants and Area Based Grant
 - Annex 4 Forecast earmarked reserves
 - Annex 5 Forecast general balances
 - Annex 6 Capital Programme Monitoring
 - Annex 7 Treasury Management Lending List

Part 1 - Revenue

8. The forecast revenue outturn by Directorate based on the position to the end of December 2010 is set out below. Significant issues or movement in the variances are commented on along with the management action being taken.

Children Young People & Families (CYP&F): -£0.763m, or -0.79% in – year Directorate underspend

9. CYP&F are forecasting an in-year Directorate underspend of -£0.763m, or - 0.08%, (-£0.863m total underspend after taking account of an underspend of -£0.100m on services funded from Dedicated Schools Grant). The planned overspend of +£0.178m remaining in respect of the City Schools reorganisation, that would have been carried forward and repaid in 2011/12, will now be repaid in 2010/11.

¹ These will be included as part of the Outturn position at year end.

Young People & Access to Education

10. Young People & Access to Education (YP&AE) is underspending by -£0.047m on services funded by the Council. This includes an underspend of -£0.322m in the Youth Support Service. This has increased by -£0.306m since last month due to additional savings and vacancies left unfilled within the service. As previously reported £0.027m will be requested as a carry forward to 2011/12 to enable two service level agreements (SLAs) with the voluntary sector to be honoured. The service will also request a carry forward of the remaining £0.295m to be used to meet one-off costs associated with implementing the proposed business plan in 2011/12.

Children and Families

11. Placements and the rest of the Children's Social Care services are forecasting an underspend of -£0.636m. The service has been working extremely hard to make very limited use of out of area placements, though some children have significant complex needs that require specialist or secure placements to avoid harm to themselves or others. Whilst it will be difficult to sustain this on an ongoing basis it is anticipated that activity has been contained in this financial year and a significant underspend will be achieved. The forecast for placements includes capacity of -£0.390m to spend on new placements in the last three months of the year.
12. The Asylum Service is forecasting an overspend of +£0.636m an increase of +£0.074m since the last report. It is anticipated that the underspend in Placements can be used to offset the overspend in this area, therefore Children and Families are reporting a zero variation.

Raising Achievement Service

13. As previously reported Raising Achievement Service are forecasting an overspend of +£0.533m. This includes the anticipated redundancy costs of £1.122m in the Equality and Diversity Achievement Service and the Primary and Secondary National Strategies Teams (grant funding that was planned pre-May 2010 to cease).

Commissioning, Performance & Quality Assurance (CPQA)

14. CPQA are forecasting an underspend of -£1.249m which includes an underspend on Home to School Transport of -£1.397m, or -9.36% compared to a budget of £14.929m. The forecast for this service also includes redundancy costs of £0.038m in Student Support.

Schools (Non-DSG budgets)

15. An overspend of +£0.775m has been carried forward from 2009/10 in relation to the City Schools Reorganisation. In 2010/11 there is a budget of £0.597m to offset against this position which leaves a balance of £0.178m. Given the size of the remaining overspend and the overall Directorate underspend, the Directorate have decided to repay this in full in 2010/11 by actioning a temporary virement from Home to School Transport which is included in

annex 2d. This means that the full budget set aside for City Schools Reorganisation has been put forward as a saving in 2011/12 which as part of the Business Strategy and Service & Resource Planning Report to Council on 15 February 2011.

Dedicated Schools Grant (DSG) Funded Services

16. Services funded by DSG are forecast to underspend by -£0.100m, a reduction of -£0.132m since last month. As previously reported this includes an overspend of +£0.210m Nursery Education Funding budget. However offsetting that there are underspends elsewhere in Early Years. The underspends in Early Years reflect slippage on capital schemes meaning revenue spend will not be required as forecast and vacancies within the service.

Social & Community Services: +£0.702m, or +0.34%, in – year directorate overspend

Community Services

17. As previously reported Community Services is forecasting an underspend of -£0.050m. This includes an underspend of -£0.115m that relates to the 2010/11 contribution to the Cogges Trust, due to delays in formally establishing the Trust the payment of the contribution is not expected to happen in the current financial year. The underspend will be requested to be carried forward to 2011/12 to enable the service to meet the commitment once the Trust has been established. The forecast includes the funding of £0.049m of redundancy and employer pension costs from the Efficiency Reserve.
18. The Music Service continues to forecast an overspend of +£0.061m. This will be carried forward and repaid over the next three years in line with the recovery programme.

Social Care for Adults

19. Social Care for Adults is forecasting an overspend of +£0.905m, a decrease from +£1.645m reported last month. The forecast includes the funding of £0.468m of redundancy and employer pension costs from the Efficiency Reserve. It also includes the use of £0.250m from the Section 117 reserve and £0.101m from the Social Care Reform Grant which has contributed to the decrease in the overspend.
20. Older People Care Management is forecasting an underspend of -£0.097m a decrease of -£0.294m since the last report. This reflects the new structure following the implementation of Self-Directed Support taking effect from the 6 December 2010. In addition redundancy and employer pension costs of £0.468m following the restructure of the service will be funded from the Efficiency Reserve.

21. An overspend of +£0.289m is forecast for the Alert Service, a decrease of -£0.101m since the last report. The decrease relates to funding from the Social Care Reform Grant being transferred to this area. A virement has been requested to transfer the £0.250m provided for the rollout of the Bicester Resource Centre. If approved this will reduce the overspend to +£0.039m. There remains an on going pressure in this area for future years, for which the service is working on an action plan.
22. Occupational Therapy are forecasting an overspend of +£0.027m a decrease of -£0.250m since the last report. The decrease reflects the contribution from the Section 117 reserve. This reserve is to meet potential future claims in respect of refunds to clients under the S117 of the Mental Health Act. The balance held as at 31 March 2010 was £0.273m but it is unlikely that this will now be required.
23. Fairer Charging and Residential Client Income is forecast to be underachieved by £0.551m a reduction of £0.042 since the last report and as noted in previous reports continues to be monitored.
24. The Mental Health service is forecasting an overspend of +£0.008m and has decreased by -£0.165m since the last report. The decrease relates to an underspend of -£0.150m being forecast in the Drug and Alcohol service which can be used to off set the overspend in the Contribution to the Mental Health Pool.

Strategy & Transformation and Supporting People

25. The service is overspending by +£0.060m, a decrease of -£0.046m since the last report. The overspend is largely due to the withdrawal of the Supporting People Administration Grant earlier in the year. Work is continuing to achieve further reductions in the overspend.

Pooled Budgets

Older People, Physical Disabilities & Equipment Pool

26. As shown in the table on the next page the Older People, Physical Disabilities and Equipment Pooled Budget is forecast to overspend by +£4.936m. This includes overspends of +£2.001m carried forward from 2009/10. The Council element of the pool is forecast to overspend by +£1.827m (a decrease of -£0.273m since the last report) and the Primary Care Trust (PCT) element is projected to overspend by +£3.109m (an increase of +£0.136m since the last report).

Original Budget 2010/11	Latest Budget 2010/11		Forecast Variance December 2010	Variance November 2010	Change in Variance
£m	£m		£m	£m	£m
		Council Elements:			
53.052	51.417	Older People			
		Care Homes	+0.292	+0.160	+0.132
28.818	29.293	Community Support Purchasing Budget	+0.353	+0.137	+0.216
81.870	80.710	Total Older People	+0.645	+0.297	+0.348
		Physical Disabilities			
2.450	2.450	Care Homes	+0.609	+0.808	-0.199
4.652	4.616	Community Support Purchasing Budgets	+0.446	+0.778	-0.332
7.102	7.066	Total Physical Disabilities	+1.055	+1.586	-0.531
1.169	1.169	Equipment			
		Forecast in-year variance	+0.127	+0.217	-0.090
90.141	88.945	Total Forecast in year variance – Council Elements	+1.827	+2.100	-0.273
		PCT elements:			
17.917	23.760	Older People	+1.878	+1.789	+0.089
4.047	4.047	Physical Disabilities	+1.008	+0.994	+0.014
0.312	0.311	Equipment	+0.223	+0.190	+0.033
22.276	28.118	Total Forecast in-year variance – PCT Elements	+3.109	+2.973	+0.136
112.417	117.063	Total	+4.936	+5.073	-0.137

Council Elements

27. The overspend on the Older Persons budget has increased by +£0.348m since the last report. This reflects the transfer of the cost of people aged over 65 from the physical disabilities pooled budget.
28. In order to bring expenditure close to budget it was necessary to control the number of clients in receipt of services. A quota system was introduced for both Internal and External Home Support which has reduced the projected overspend in these areas. However, this has had an adverse impact on income which has fallen below budget.
29. As previously reported additional funding is being provided by the Oxford Radcliffe Hospital Trust and the PCT to relieve pressures on delayed transfers of care. Additional funding was also provided via the PCT from the Department of Health allocation for reablement linked to hospital discharge. The impact of this additional funding has been included in the report. It is

expected that this funding will be supplemented by the additional resource from the National Health Service (NHS) for adult social care announced by the Department of Health at the beginning of January 2011.

30. The Physical Disabilities Budget is forecast to overspend by +£1.055m on Residential and Nursing Beds and External and Internal Home Support a decrease of -£0.531m since the last report. The decrease is largely due to the implementation of a recovery action plan which has transferred cost to Older People. In addition, the potential longer term implications have been considered through the Directorate's Service and Resource planning process.

Primary Care Trust Elements

31. The PCT element of the pool is forecast to overspend by +£3.109m, an increase of +£0.136 on the previous forecast. These figures include efficiency savings that have yet to be specifically identified.

Equipment

32. The Equipment budget is currently forecast to overspend by +£0.350m a decrease of -£0.057m on the previous month. The Council's element of this overspend is +£0.127m and the PCT's element is +£0.223m.

Learning Disabilities Pool

33. The Learning Disabilities Pooled Budget is forecast to overspend by +£1.369m as shown in the table below.

Original Budget £m	Latest Budget £m		Variance December 2010 £m	Variance November 2010 £m	Change in Variance £m
		Council Contribution			
9.688	9.673	Residential Services	+0.489	+0.434	+0.055
17.421	17.426	Supported Living	+0.065	+0.184	-0.119
15.307	15.285	Community Support	+0.282	+0.276	+0.006
42.416	42.384	Council Total	+0.836	+0.894	-0.058
		PCT Contribution			
7.236	7.251	Residential Services	+0.366	+0.326	+0.040
13.010	13.064	Supported Living	+0.049	+0.138	-0.089
11.432	11.459	Community Support	+0.118	+0.113	+0.005
31.678	31.774	PCT Total	+0.533	+0.577	-0.044
74.146	74.158	Total	+1.369	+1.471	-0.102

34. The forecast has decreased by -£0.102m. An action plan is being developed to reduce the overspend further by the end of the financial year and to identify how any overspending that is carried forward will be dealt with in the new financial year.

Community Safety

35. As previously reported Community Safety are underspending by -£0.213m. This includes an underspend of -£0.233m in the Fire & Rescue Service. An increase in call outs during the winter months has been factored into the forecast but there is a risk that this could be higher if there is a further spell of severe weather. The service will only seek to use the option of meeting the cost of the retained duty system (RDS) emergency call outs from Council balances if it cannot be contained within the total service budget.
36. The government announced in December that the national project for setting up nine regional fire control centres had been cancelled. A three month consultation period with Fire and Rescue Authorities has now commenced. This will enable authorities to evaluate options at individual, partnership, regional and sub regional levels. In the meantime, the resilience of the existing control room at Kidlington has been enhanced by investing £0.150m in a software upgrade this year. However, other upgrading may be necessary to bridge to the availability of any replacement long term solution.
37. Project costs this year will be £0.189m which will be met from £0.172m of grant funding with the balance met from reserves.
38. A Fire Control reserve of £0.367m is in place which has been used to hold funding for projected redundancy and associated costs. Until such time as the long term solution has been determined, it is not intended to redeploy this reserve.

Environment & Economy: -£1.166m, or -1.61%, in – year directorate underspend*Highways and Transport*

39. Transport is forecasting to underspend by -£0.961m, an increase of -£0.033m since the last report. The total underspend includes -£0.300m relating to the Integrated Transport Unit and -£0.500m relating to Bus Subsidy contracts.
40. Highways are forecasting an overall overspend of +£0.039m. This includes a planned contribution of £1m towards Pension transfer costs relating to the new contract. The Highways and Transport Management budget is forecasting an underspend of -£0.816m which reflects underspends on maintenance (-£0.907m) and mobilisation (-£0.626m). Lower than expected income within the Parking Account means the budgeted drawn down of £0.800m will not be made to maintain the balance on the reserve. This underspend will be used to off set overspends in the Delivery and Policy & Strategy services.
41. The Delivery service is overspending by +£0.446m which relates to overspends due to additional snow clearing and winter maintenance (+£0.400m), and a reduction in eligible work that can be recharged to capital (+£0.250m). This is off set by an underspend of -£0.200m for grass cutting.

Policy and Strategy are forecasting a overspend of +£0.409m of which +£0.200m relates to the Access to Oxford project.

Sustainable Development

42. As previously reported Planning Implementation are underspending by -£0.194m an increase of -£0.076m since last month. This includes an underspend of -£0.306m including -£0.153m carried forward from 2009/10. This reflects the delay caused by the freezing of the New Growth points funding linked to the West End Partnership. The directorate is considering other re-generation projects in line with priorities. Further details will be included in future reports along with proposals to use this funding for an alternative purpose.
43. Waste Management is forecasting a break-even position after the estimated underspend of -£1.255m has been transferred to reserves as previously reported. The underspend has increased by -£0.246m since the last report mainly due to a decrease in the predicted recycling credit payments as a result of more information coming through from the Vale of White Horse District Council's new collection process. The additional underspend will be transferred to the Waste Management reserve to support the funding of the potential foreign exchange premium and other costs relating to the waste treatment project.

Oxfordshire Customer Services:-£0.178m, or -12.64%, in – year directorate underspend

44. An underspend of -£0.170m is forecast for the services previously included as part of Shared Services, a decrease of +£0.030m since the last report. The change reflects an additional £0.030m required by the Implementing Financial Reporting Standards (IFRS) project for revisions to the accounting system. The balance of the IFRS project funding of £0.030m will be returned to balances.
45. Meals supplied by Food with Thought are 0.8% above target to the end of December. Management action is being taken to control inflationary pressures on food costs. Food with Thought is currently forecasting a trading surplus of £0.200m. This will be transferred to the reserve and used for future investment in the service. QCS Cleaning is on target to break-even.
46. As previously reported ICT continues to forecast a nil variance against budget.
47. The Adult Learning Service continues to report an overspend of +£0.082m which will be carried forward to 2011/12. The service has a recovery programme in place to repay the overspend by March 2013 as planned.

Chief Executive's Office: -£0.596m, or -5.48%, in – year directorate underspend

Business Support

48. Business Support continues to forecast an underspend of -£0.070m.

Law and Governance

49. Legal Services is forecasting an overspend in the region of +£0.100m a decrease of -£0.030m since the last report. The overspend reflects an increase in Counsel and legal fees and a reduction in external income from Section 106 and other fee earning work. Democratic Services continues to forecast an underspend of -£0.100m, this will be used to off-set redundancy costs from the restructure.
50. As previously reported the Coroner's Service is forecasting an underspend of -£0.025m. Any variance against this service will be returned to Council balances at the end of the year.

Strategy and Communications

51. An underspend of -£0.350m continues to be reported by these services. This will be used to off-set redundancy costs in the Chief Executive's Office.

Human Resources

52. As previously reported Human Resources is continuing to forecast an underspend of -£0.120m. A carry forward request will be made to enable the completion of the two year funding for the Apprenticeship Scheme and the employment of a Performance and Engagement Lead.

Corporate Finance & Internal Audit

53. Corporate Finance & Internal Audit continue to underspend by -£0.258m. This includes an underspend of -£0.168m on the External Audit fee which as previously reported will be returned to balances at year end.

Redundancy Costs

54. Redundancy costs of £2.735m are included in the forecasts in this report. The table on the next page shows the breakdown between directorate and how the costs are being funded. Updates will be provided monthly.

Directorate	Redundancy Costs		Total Redundancy Costs
	Funded by Directorate	Funded by Efficiency Reserve	
	£'m	£'m	£'m
CYPF	0.600		
- National Strategies	0.522		1.160
- Equality & Diversity Achievement Service			
-Student Support	0.038		
S&CS			
- Restructure of Adult Social Care		0.468	
-Cultural & Community Development		0.049	0.517
Oxfordshire Customer Services (ICT)	0.108	0.246	0.354
Chief Executive's Office	0.317		0.317
E&E	0.205	0.182	0.387
Total	1.790	0.945	2.735

Virements and Supplementary Estimates

55. The virements requested this month are set out in Annex 2a with virements previously approved in Annex 2b and 2c and virements to note in Annex 2d. Annex 2d includes the virement from Home to School Transport to City Schools Reorganisation as discussed in paragraph 15. Annex 2e shows the cumulative virements to date and their status in respect of requiring Council approval where larger than £0.5m. There are no new requests for supplementary estimates this month.

Bad Debt Write Offs

56. There were 267 general write offs to the end of December 2010 totalling £121,360. Most of these were very small and not economically effective to recover. As noted throughout the year the largest to date is £74,667 and reflects a Section 106 debt in connection with a planning obligation which was agreed to be written off by Cabinet on 18 May 2010. In addition Client Finance wrote off 109 debts totalling £38,985.

Strategic Measures

57. The average cash balance during December 2010 was £214.7m and the average rate of return was 0.98%. It is expected that the budgeted income for deposits of £1.9m will be achieved.
58. There have not been any changes to the Treasury Management lending list since the last report but, for completeness, the current list is included at Annex 7.

Part – 2 Balance Sheet

Reserves

59. Reserves have increased by £1.381m to £67.591m since the last report. The variation is due to the increase of £1.195m in the Carryforward reserve due to the change in directorate forecast to an underspend of -£2.001m. The other variations have been discussed elsewhere in the report and relate to the Parking Account, Waste Management and Section 117 reserves.
60. Budget monitoring for the year has indicated that the number of schools expected to be in deficit by the end of the 2010/11 financial year will reduce. By the end of 2009/10 48 schools were in deficit, including a third of secondary schools. Schools balances are projected to increase to around £15m by the end of 2010/11 from £12.5m at the end of 2009/10. The increase mostly reflects the reduction in the deficits. Further information will be provided in the Provisional Outturn Report for 2010/11.

Balances

61. General balances are £13.256m. Calls on balances in year, excluding the allocation of Performance Reward Grant, total £1.5m. Included in the report are further underspends totalling £0.223m that will potentially be returned to balance. These relate to the Audit Fee (paragraph 53), IFRS project (paragraph 44) and the Coroner's Service (paragraph 50).

Part 3 –Capital Monitoring

62. The capital monitoring position set out in Annex 6, shows the forecast expenditure for 2010/11 is £89.0 m (excluding schools local capital), a decrease of £11.4m compared to the latest capital programme and a decrease of £2.1m compared to the position reported last month. The table on the next page summarises the variations by directorate and the main variations by scheme are explained in the following paragraphs.

Directorate	Latest Capital Programme (Position as at end of Aug '10, approved by Cabinet Oct '10)	Forecast Expenditure (Position as at end of December 2010)	Forecast Variation
	£'m	£'m	£'m
Children, Young People & Families	59.4	56.2	-3.2
Social & Community Services	11.9	6.7	-5.2
Environment & Economy - Transport	22.6	19.9	-2.7
Environment & Economy -	5.6	£5.3	-0.3

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Other			
Oxfordshire Customer Services	0.9	£0.9	0.0
Chief Executive's Office	0.0	£0.0	0.0
Total Directorate Programmes	100.4	£89.0	-11.4
Schools Capital/ Devolved Formula	11.9	11.9	0.0
Earmarked Reserves	0.1	0.1	0.0
Total Capital Programme	112.4	101.0	-11.4

Children, Young People & Families

63. The forecast spend for Children, Young People & Families is now £56.2m (excluding schools local capital), which is a reduction of £3.2m compared to the last approved capital programme.
64. A further reduction of £1.5m compared to the position reported last month. This is due to work being on hold at Marlborough School, Woodstock as the contractor is in administration, therefore the forecast has reduced by £0.200m and the spend profiles for major projects being reviewed as part of the capital programme update. Details of the updated spend profiles for major projects are as follows:
- (a) Oxford, Wood Farm - £0.8m reduction
 - (b) Burford Community College - £0.2m reduction
 - (c) Chipping Norton - New Science block - £0.4m reduction
 - (d) Abingdon Young People's Centre - £0.1m reduction
 - (e) Oxford Academy - £0.2m increase

Social & Community Services

65. The forecast spend for Social & Community Services is now £6.7m, which is a reduction of £5.2m compared to the last approved capital programme and a reduction of £0.2m compared to the position reported last month.
66. The Homes and Communities agency have now confirmed that £1.016m grant is available to the Council for the provision of additional pitches at Redbridge Traveller's Site.

Environment & Economy – Transport

67. The forecast spend for the Transport Programme is now £19.9m, which is a reduction of £2.6m compared to the last approved capital programme and a reduction of £0.2m compared to the position reported last month.

Environment & Economy – Other

68. The forecast spend for this programme is £5.3m, which is a reduction of £0.3m compared to the last approved capital programme and a reduction of £0.2m compared to the position reported last month.

69. The contract for Bampton Community Facility has now been let and the spend profile has been reviewed. The current year forecast has reduced by £0.2m.

Oxfordshire Customer Services

70. The forecast for this programme has remained the previously reported level of £0.9m.

Actual Expenditure

71. As at the end of December actual capital expenditure for the year to date was £47.1m, which is an increase of £5.5m from last month. This is 53% of the total forecast expenditure of £89.0m, which is 4% below the expected position compared to the profile of expenditure in previous years. Committed spend is 83% of the forecast.

72. Overall this is a slight improvement on the position reported last month, however the areas of lowest actual and committed spend continue to be Social & Community Services and Transport.

73. There is also an additional risk of slippage in planned work due to extreme weather conditions experienced during November and December. However, the exact impact of these conditions on building programmes and works will not be known until after year end. This is dependent on how much of the works can be carried out during the next two months.

Capital Programme Review Update

74. The updated capital programme was considered by Council on 15 February 2011. The capital monitoring report has updated to include the Business Strategy changes from the January report to Cabinet.

RECOMMENDATIONS

75. **The Cabinet is RECOMMENDED to note the report and approve the virement requests as set out in annex 2a.**

SUE SCANE

Assistant Chief Executive & Chief Finance Officer

Background papers: Directorate Financial Monitoring Reports to 31 December 2010

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