

Section A

Revenue Budget Summary

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Summary of Revenue Budget

Actual 2006/07 £'000		Original 2007/08 £'000	Revised 2007/08 £'000	Budget 2008/09 £'000	Per Head of Population £
	Total Expenditure of Services				
1,517,129		1,524,049	1,560,419	1,609,495	1,260.88
-3,505	Exceptional items / provisions	-	-	-	-
	Contribution to capital				
9,296	Main contribution	18,460	17,621	17,747	13.90
8,565	Funded by Dedicated Schools Grant (DSG)	10,908	12,537	11,181	8.76
3,836	From reserves	3,019	1,918	250	0.20
-	Provision for inflation / contingencies	14,220	13,749	16,842	13.19
<u>1,535,321</u>	Total gross expenditure	<u>1,570,656</u>	<u>1,606,244</u>	<u>1,655,515</u>	<u>1,296.93</u>
-202,746	Income	-148,972	-149,270	-152,125	-119.17
<u>1,332,575</u>	Net expenditure before grant	<u>1,421,684</u>	<u>1,456,974</u>	<u>1,503,390</u>	<u>1,177.76</u>
-770,531	Specific grants (see page A15)	-809,182	-838,922	-813,870	-637.59
-	Area based grant (see page A16)	-	-	-33,307	-26.09
<u>562,044</u>	Expenditure net of specific and area grants	<u>612,502</u>	<u>618,052</u>	<u>656,213</u>	<u>514.08</u>
16,661	Contribution to / (from) earmarked reserves	-4,674	4,551	6,327	4.96
-22,920	Contribution to / (from) pension reserve	-14,568	-21,994	-20,559	-16.11
12,575	Contribution to / (from) general balances	4,963	-2,386	699	0.55
<u>568,360</u>	Budget Requirement	<u>598,223</u>	<u>598,223</u>	<u>642,680</u>	<u>503.48</u>
-19,472	Revenue Support Grant	-17,631	-17,631	-17,432	-13.66
-100,871	National non-domestic rates	-105,061	-105,061	-125,220	-98.10
-3,300	Net surplus on collection funds	-4,175	-4,175	-2,966	-2.32
<u>444,717</u>	Precept - Met by Council Tax Payers	<u>471,356</u>	<u>471,356</u>	<u>497,062</u>	<u>389.39</u>
488,367.66	Taxbase Band D equivalent dwellings	493,246.57		497,559.97	
<u>£910.62</u>	Council Tax per Band D Dwelling	<u>£955.62</u>		<u>£999.00</u>	
4.7%	Increase over previous year	4.9%		4.5%	
	Council Taxes for Each Band				
£607.08	Band A	£637.08		£666.00	
£708.26	Band B	£743.26		£777.00	
£809.44	Band C	£849.44		£888.00	
£910.62	Band D	£955.62		£999.00	
£1,112.98	Band E	£1,167.98		£1,221.00	
£1,315.34	Band F	£1,380.34		£1,443.00	
£1,517.70	Band G	£1,592.70		£1,665.00	
£1,821.24	Band H	£1,911.24		£1,998.00	

Reserves and Balances

Actual 2006/07 £'000		Original 2007/08 £'000	Revised 2007/08 £'000	Budget 2008/09 £'000
Reserves				
4,167	Unearmarked balance at 1 April	9,389	16,742	14,356
92,946	Earmarked reserves at 1 April	93,957	109,607	114,158
444,717	Estimated precept income	471,356	471,356	497,062
<hr/>				
541,830		574,702	597,705	625,576
-415,481	Expenditure to be met from precept, reserves and balances	-471,067	-469,191	-490,036
126,349	Total reserves as at 31 March	103,635	128,514	135,540
109,607	Less earmarked reserves	89,283	114,158	120,485
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<u>16,742</u>	Unearmarked balance at 31 March	<u>14,352</u>	<u>14,356</u>	<u>15,055</u>

Summary of Service Estimates

Actual 2006/07 £'000			Original 2007/08 £'000	Revised 2007/08 £'000	Budget 2008/09 £'000	Per Head of Population £
346,726	Adult Services	<i>Expenditure</i>	357,070	364,008	373,779	
70,035		<i>Income</i>	77,039	77,525	79,906	
<u>276,691</u>	(pages B2 - B23)		<u>280,031</u>	<u>286,483</u>	293,873	230.22
968,153	Children's Services	<i>Expenditure</i>	947,106	971,796	1,004,756	
98,523		<i>Income</i>	30,907	30,774	32,527	
<u>869,630</u>	(pages B24 - B51)		<u>916,199</u>	<u>941,022</u>	972,229	761.65
133,273	Environment	<i>Expenditure</i>	135,828	139,298	141,731	
13,772		<i>Income</i>	13,064	13,028	12,392	
<u>119,501</u>	(pages B52 - B67)		<u>122,764</u>	<u>126,270</u>	129,339	101.32
34,303	Policy and Resources	<i>Expenditure</i>	42,442	45,953	43,243	
7,382		<i>Income</i>	15,518	17,529	16,445	
<u>26,921</u>	(pages B68 - B95)		<u>26,924</u>	<u>28,424</u>	26,798	20.99
50,661	Recreation and Heritage	<i>Expenditure</i>	50,177	48,565	49,994	
13,034		<i>Income</i>	12,444	10,414	10,855	
<u>37,627</u>	(pages B96 - B107)		<u>37,733</u>	<u>38,151</u>	39,139	30.66
1,186	Non-distributed Costs	<i>Expenditure</i>	2,000	2,000	2,000	1.57
14,090	Pensions Interest and Expected Return on Assets	<i>Expenditure</i>	12,470	15,960	15,320	12.00
33,972	Capital Financing Accounts	<i>Expenditure</i>	44,334	37,762	43,607	
-65,235		<i>Capital Charge Reversal</i>	-67,378	-64,923	-64,935	
<u>-31,263</u>	(pages B112 - B113)		<u>-23,044</u>	<u>-27,161</u>	-21,328	-16.71
1,517,129	Total Expenditure		1,524,049	1,560,419	1,609,495	1,260.88
202,746	Total Income		148,972	149,270	152,125	119.17
1,314,383	Net Expenditure		1,375,077	1,411,149	1,457,370	1,141.71

Analysis of Revised Estimates of Services 2007/08

Committees	Current Expenditure			Support Services and Repair & Maintenance of Buildings		Capital Charges		FRS 17/ Other		Total	
	Original	Cash Limit	Revised	Original	Revised	Original	Revised	Original	Revised	Original	Revised
	£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000
Adult Services	267,774	272,957	272,957	9,267	9,946	2,245	2,245	745	1,335	280,031	286,483
Children's Services <i>- Business Units</i>	858,922	881,815	881,815	13,138	13,599	43,671	43,671	-1,149 1,617	1,208 729	916,199	941,022
Environment <i>- Flood Protection</i> <i>- Net LATS income</i>	106,704	109,004	109,004	2,854	3,331	14,125	14,125	123 403 -1,445	421 512 -1,123	122,764	126,270
Policy and Resources <i>- Business Units</i>	54,516	55,960	55,960	-28,688	-30,158	2,710	255	219 -1,833	609 1,758	26,924	28,424
Recreation and Heritage <i>- Arts Marketing</i> <i>- Hampshire Wardrobe</i> <i>- River Hamble</i>	32,038	32,315	32,315	3,429	3,282	2,152	2,152	160 17 18 -81	461 -11 9 -57	37,733	38,151
Non-distributed Costs								2,000	2,000	2,000	2,000
Pensions Interest and Return on Assets								12,470	15,960	12,470	15,960
Capital Financing Accounts						-23,044	-27,161			-23,044	-27,161
Net Expenditure of Committees	1,319,954	1,352,051	1,352,051	-	-	41,859	35,287	13,264	23,811	1,375,077	1,411,149

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Analysis of Revised Estimates of Services 2007/08

Analysis of Estimates of Services 2008/09

Committee	Current Expenditure			Support Services and Repair and Maintenance of Buildings	Capital Charges	FRS17/ Other	Total 2008/09 Budget
	Total Amount	Inflation Increase to Outturn 2008/09	Variation at Constant Prices From 2007/08				
	£'000	%	%	£'000	£'000	£'000	£'000
Adult Services	280,955	3.5	1.9	9,624	2,131	1,163	293,873
Children's Services <i>- Business Units</i>	913,795	4.3	0.9	13,473	43,671	713 577	972,229
Environment <i>- Flood Protection</i> <i>-Net LATS income</i>	111,841	4.4	-0.9	3,104	13,523	359 512 -	129,339
Policy and Resources <i>- Business Units</i>	55,728	2.5	-0.4	-29,469	984	585 -1,030	26,798
Recreation and Heritage <i>-Arts Marketing</i> <i>-Hampshire Wardrobe</i> <i>-River Hamble</i>	33,333	2.9	1.5	3,268	2,152	419 - 10 -43	39,139
Non-distributed Costs						2,000	2,000
Pensions Interest and Return on Assets						15,320	15,320
Capital Financing Accounts					-21,328		-21,328
Net Expenditure of Committees	1,395,652	3.7	1.0	-	41,133	20,585	1,457,370

Service Summary of Budget Requirement 2008/09

	Net expenditure per page A2 and A4	Capital Charges	Specific/ Area Grants	Net expenditure per budget leaflet
	£'000	£'000	£'000	£'000
Adult Services	293,873	-2,131	-48,079	243,663
Children's Services	972,229	-43,671	-782,054	146,504
Recreation, Heritage and Other Services				
Environment	664	-	-	664
Policy & Resources	26,798	-984	-60	25,754
Recreation & Heritage	39,139	-2,152	-	36,987
Non-distributed costs	2,000	-	-	2,000
	68,601	-3,136	-60	65,405
Highways, Transport and Transportation	80,122	-13,534	-4,355	62,233
Waste Management	48,553	11	-	48,564
Capital Financing	-21,328	62,461	-	41,133
Capital costs paid for from revenue	29,178	-	-11,181	17,997
Future Inflation, Contingencies and Reserves				
Contingency	16,842	-	-1,448	15,394
Contribution to earmarked reserves	6,327	-	-	6,327
Contribution to general balance	699	-	-	699
Contribution from pension reserve net of interest and return on assets	-5,239	-	-	-5,239
	18,629	-	-1,448	17,181
Specific Grant	-813,870	-	813,870	-
Area Grant	-33,307	-	33,307	-
Budget requirement	642,680	-	-	642,680

Analysis according to nature of expenditure and income 2008/09

	Adult Services	Children's Services	Environment	Policy & Resources	Recreation & Heritage	Total		
	£'000	£'000	£'000	£'000	£'000	£'000	£'000	%
Expenditure								
Employees								
Teachers	-	454,541	-	-	147	454,688		
Other	91,876	182,127	30,014	69,647	26,537	400,201	854,889	53.1
Premises								
Repair and Maintenance	1,392	16,572	716	814	1,811	21,305		
Energy and Water	1,195	9,686	38	1,121	753	12,793		
Rents	412	2,379	3,324	3,236	569	9,920		
Rates	142	9,803	225	2,108	1,375	13,653		
Fixtures, Fittings, Cleaning etc	694	10,997	1,227	1,688	898	15,504	73,175	4.5
Transport								
Direct and Hired Transport	2,436	22,199	908	605	977	27,125		
Car Allowances	2,759	3,259	556	962	315	7,851	34,976	2.2
Supplies and Services								
Equipment, Furniture, Materials	4,114	42,516	1,399	1,110	3,875	53,014		
Catering	3,111	7,052	0	95	205	10,463		
Printing, Stationery, Expenses	496	1,162	908	1,088	1,075	4,729		
Services	5,153	24,579	43,855	7,842	3,578	85,007		
Communications and Computing	2,306	1,478	788	1,176	718	6,466		
Grants and Subscriptions	1,067	45,848	1,918	351	1,680	50,864		
Other	8,096	41,376	20,013	3,856	1,231	74,572	285,115	17.7
Third Party Payments								
Contracted Services	220,288	52,812	30,141	2,750	300	306,291	306,291	19.0
Transfer Payments								
Student and Social Work Clients	9,134	1,231	-	15	79	10,459	10,459	0.6
Support Services								
Central Support Services	20,308	41,058	4,672	22,405	3,005	91,448	91,448	5.7
Capital Financing Costs								
Capital Charges	2,131	43,671	13,523	984	2,152	62,461		
Capital Adjustment Account	-	-	-	-	-	-21,328	41,133	2.6
Less Recharges to Capital								
	-	-	-8,673	-11,772	-	-20,445	-20,445	-1.3
Less Charges to other Services								
	-3,331	-9,590	-3,821	-65,808	-1,286	-83,836	-83,836	-5.2
Net Surplus of P&R business unit								
	-	-	-	-1,030	-	-1,030	-1,030	-0.1
Adjustments to Pension Costs								
	-	-	-	-	-	17,320	17,320	1.1
Total expenditure	373,779	1,004,756	141,731	43,243	49,994	1,609,495	1,609,495	100.0
Income								
Grants, Reimbursements, Contri								
Contributions and Reimbursements	34,069	24,281	2,836	3,005	4,816	69,007	69,007	45.4
Customer and Client Receipts								
Sales	27	1,316	18	90	935	2,386		
Fees and Charges	45,808	5,563	8,555	11,262	4,286	75,474		
Rents	2	154	983	2,088	807	4,034	81,894	53.8
Interest								
	-	1,213	-	-	11	1,224	1,224	0.8
Total income	79,906	32,527	12,392	16,445	10,855	152,125	152,125	100.0
Total net expenditure of committees	293,873	972,229	129,339	26,798	39,139	1,457,370	1,457,370	

Workforce Statement (Full Time Equivalent)

Service	2007/08 Original Estimate Average numbers in the year	2008/09 Guideline Budget Average numbers in the year	Net Variations Original Estimate 2007/08 to 2008/09
Adult Services	3,315	3,258	-57
Children's Services - schools	13,609	13,683	74
Children's Services - non schools	1,983	2,002	19
Environment	853	864	11
Policy and Resources	2,907	2,979	72
Recreation and Heritage	997	988	-9
Estimated additional number of staff employed in schools compared with number allowed for in the budget allocation.	2,005	2,005	0
	25,669	25,779	110

Staffing variations for 2008/09 are :

Adult Services

Safeguarding work	16
Other operational pressures	14
Modernisation of in-house home-care service	-69
Hantsdirect transfer	-14
Other small variations	-4

Children's Services

Schools

Growth in teaching and support staff from increase in delegated budgets	54
Education Inclusion Service early response team	9
Additional primary support staff	4
Other small variations	7

Non schools

Data and information for vulnerable children	5
Right Respect and Responsibilities	1
Building schools for the future	3
Additional foster care staff	8
Social Worker resource	16
Additional Wessex Youth Offending Team staff	4
Hantsdirect transfer	-16
Family support service - post previously frozen	9
Efficiencies in Business Units and the Ethnic Minority Achievement Service	-8
Youth Service transfer to HR	-3

Environment

Additional Government grant funded staff	8
Searches, status and development control staff - to be funded from additional fee income	3

Policy and Resources

Registration staff transferred from Registrar General	5
Hantsdirect - mainly transferred from other services	55
Additional catering staff - Hampshire County Council Catering Service (HC3S)	19
Efficiency savings in County Treasurer's Department and Property, Business and Regulatory Services	-25
Chief Executive's department additional staff funded by external income, corporate reserves and transfers from other departments	14
Other variations	4

Recreation and Heritage

Winchester Discovery Centre	4
IT staffing	1
Service redeployment proposals	-14

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Area and Population

District Council	Area	Population	Density	Taxbase
	Mid-2008	Mid-2008	Mid-2008	January 2008
	Hectares	Population	Population per hectare	No. of band D equivalent properties
Basingstoke and Deane	63,381	160,467	2.5	61,753.90
East Hampshire	51,444	110,685	2.2	47,352.44
Eastleigh	8,527	119,307	14.0	43,445.08
Fareham	7,780	110,066	14.1	42,200.00
Gosport	2,750	78,154	28.4	27,432.40
Hart	21,527	90,974	4.2	37,667.80
Havant	7,941	117,416	14.8	42,483.00
New Forest	77,691	176,016	2.3	72,101.30
Rushmoor	3,905	86,337	22.1	30,928.94
Test Valley	62,762	116,085	1.8	45,148.00
Winchester	66,107	110,978	1.7	47,047.11
County area total	373,815	1,276,485	3.4	497,559.97

Domestic dwellings			Population mid-1980 to mid-2008					
Band	Value at 1 April 1991	Domestic dwellings Oct 2007	Year	Hampshire		England (and Wales to 2005)		Share
				000s	change	000s	change	%
A	up to £40,000	38,760	1981	1,489	1.0%	49,634	0.1%	3.00%
			1982	1,491	0.1%	49,610	0.0%	3.01%
B	£40,001 - £52,000	92,609	1983	1,505	1.0%	49,674	0.1%	3.03%
			1984	1,518	0.9%	49,798	0.2%	3.05%
C	£52,001 - £68,000	150,038	1985	1,536	1.1%	49,972	0.4%	3.07%
			1986	1,542	0.4%	50,139	0.3%	3.08%
D	£68,001 - £88,000	107,668	1987	1,553	0.7%	50,321	0.4%	3.09%
			1988	1,562	0.6%	50,487	0.3%	3.09%
E	£88,001 - £120,000	79,340	1989	1,568	0.4%	50,678	0.4%	3.09%
			1990	1,572	0.3%	50,870	0.4%	3.09%
F	£120,001 - £160,000	45,748	1991	1,582	0.6%	51,100	0.5%	3.10%
			1992	1,588	0.4%	51,277	0.3%	3.10%
G	£160,001 - £320,000	27,383	1993	1,594	0.4%	51,439	0.3%	3.10%
			1994	1,606	0.8%	51,621	0.4%	3.11%
H	above £320,000	3,030	1994	1,205		51,621		2.33%
			1995	1,214	0.7%	51,820	0.4%	2.34%
			1996	1,222	0.7%	52,010	0.4%	2.35%
		544,576	1997	1,232	0.8%	52,211	0.4%	2.36%
			1998	1,238	0.5%	52,428	0.4%	2.36%
			1999	1,249	0.9%	52,690	0.5%	2.37%
			2000	1,253	0.3%	52,943	0.5%	2.37%
			2001	1,241	-1.0%	52,360	-1.1%	2.37%
			2002	1,245	0.3%	52,570	0.4%	2.37%
			2003	1,251	0.5%	52,794	0.4%	2.37%
			2004	1,253	0.2%	53,046	0.5%	2.36%
			2005	1,262	0.7%	53,390	0.6%	2.36%
			2005	1,262		50,432		2.50%
			2006	1,268	0.5%	50,483	0.1%	2.51%
			2007	1,273	0.9%	50,703	0.5%	2.51%
			2008	1,276	0.6%	51,220	1.5%	2.49%

(The figures are mid-year estimates by the Registrar General based on Census data and adjusted for births, deaths and migration. From 2006, figures are projected total resident population estimates by the Registrar General, as used to calculate formula grant.

Provisional Budget 2009/10

	Proposed Budget 2008/09	Base Budget Variations	Growth and Redeployment	Inflation Allocation to 2009/10 Outturn	Provisional Budget 2009/10
	£'000	£'000	£'000	£'000	£'000
1 Service-cash Limited Expenditure					
Adult Services					
Older Persons	137,966	-	2,400	3,450	143,816
Adults with Physical / Sensory Impairment	28,614	-	500	652	29,766
Adults with Learning Disabilities	63,894	-	1,200	1,433	66,527
Adults with Mental Health Disabilities	13,596	-	280	353	14,229
Supporting People	31,789	-	-	-	31,789
Other services	3,344	2,117	-	73	5,534
Unallocated / winter pressures	1,752	-820	2,320	22	3,274
	280,955	1,297	6,700	5,983	294,935
Children's Services					
Schools					
Individual schools budgets (ISB)	614,897	-2,330	3,765	13,601	629,933
Education otherwise than at school	8,114	-	-11	176	8,279
Statemented pupils	8,447	-	210	280	8,937
Independent and voluntary special schools	8,778	-	52	277	9,107
Payments for 3 and 4 year olds	26,855	900	1,470	875	30,100
Early years and childcare	17,970	3,885	-	-	21,855
Other services	12,992	-400	296	382	13,270
Standards fund and other specific grants	67,974	-2,029	-	383	66,328
	766,027	26	5,782	15,974	787,809
Non Schools					
Home to school transport	21,848	-	-25	521	22,344
Strategic management	7,342	-	-49	151	7,444
Access	5,557	-	200	117	5,874
Special education	6,776	-	-	143	6,919
School improvement	4,698	1	-	99	4,798
Youth Service	6,797	119	-	127	7,043
Adult and Community education	3,409	-1,002	-	71	2,478
LEA initiatives	3,343	-	-	93	3,436
Pre-retirement compensation	2,892	-	-	106	2,998
Standards fund	8,356	1,310	-11	-	9,655
Commissioning and social work	19,918	-152	-	494	20,260
Looked after children	34,750	-183	1,100	848	36,515
Family support services	7,986	-50	-	184	8,120
Other children and families	6,964	215	-	101	7,280
Youth Justice	2,413	-17	25	50	2,471
Children's Fund	1,895	-	-	-	1,895
Other services	2,824	5	-40	281	3,070
	147,768	246	1,200	3,386	152,600

Provisional Budget 2009/10

	Proposed Budget 2008/09	Base Budget Variations	Growth and Redeployment	Inflation Allocation to 2009/10 Outturn	Provisional Budget 2009/10
	£'000	£'000	£'000	£'000	£'000
Environment					
Highways maintenance	26,956	-155	-	650	27,451
Public transport	6,420	-	-	165	6,585
Other highways and transport services	4,504	79	-	40	4,623
Highways management and support	22,187	-827	-	592	21,952
Planning services	3,667	-90	-	95	3,672
Waste management contract	45,833	-	-	-	45,833
Other waste management services	2,122	-	-	55	2,177
Other services	152	-	-	4	156
	111,841	-993	-	1,601	112,449
Policy and Resources					
Direct services :					
Property, Business and Regulatory	6,134	-	-	152	6,286
Other direct services	4,963	530	-	123	5,616
Repair and maintenance of buildings	4,383	-	-	108	4,491
Centrally retained expenses	131	-	-	3	134
Central Support Services :					
Chief Executive	17,728	-1,506	-	438	16,660
County Treasurer's	5,357	-545	-	132	4,944
Property, Business and Regulatory	6,682	-39	-	165	6,808
Office accommodation	5,934	-	-	147	6,081
Other central services	4,416	-980	-	109	3,545
	55,728	-2,540	-	1,378	54,566
Recreation and Heritage					
Libraries and Information	18,229	-350	-	473	18,352
Museums and Archives	3,911	-	-	108	4,019
Countryside	4,699	-	-	134	4,833
Arts, Sports and Community	4,225	-10	-	116	4,331
Director and business development	885	-	-	21	906
Other services	1,384	30	-	41	1,455
	33,333	-330	-	893	33,896
Total cash-limited Expenditure	1,395,652	-2,294	13,682	29,215	1,436,255

Provisional Budget 2009/10

	Proposed Budget 2008/09	Base Budget Variations	Growth and Redeployment	Inflation Allocation to 2009/10 Outturn	Provisional Budget 2009/10
	£'000	£'000	£'000	£'000	£'000
2 Non-cash-limited Budgets					
Flood protection levies	512	-	-	-	512
LATS income	-	-6,752	-	-	-6,752
Capital financing charges	41,351	3,371	-	-	44,722
Revenue contributions to capital	28,928	1,961	-269	806	31,426
Specific grants	-813,870	29,086	-5,782	-16,255	-806,821
Area based grants	-33,307	-33,055	-	-	-66,362
Inflation and central contingencies	16,842	-220	1,048	3,663	21,333
	-759,544	-5,609	-5,003	-11,786	-781,942
Transfers to / (from) reserves :					
Contribution to LATS income reserve	-	6,752	-	-	6,752
Contribution from grant equalisation reserve	-1,245	-	-1,245	-	-2,490
Change for children reserve	54	-	-	-	54
Use of planned underspendings in 2007/08 in 2008/09 by Adult Services, Environment and Policy and Resources	-2,430	2,430	-	-	-
Funding of business rate team from invest to save reserve	-40	-	-	-	-40
Contribution to invest to save and modernisation reserve	1,900	-	-	-	1,900
Council tax second homes income	-11	11	-	-	-
Use of LPSA Reward Grant reserve	-1,248	1,248	-	-	-
Contribution to Pay and Benefits transitional cost reserve	491	1,209	-	-	1,700
Contribution to capital reserve	5,034	-5,006	-28	-	-
Repayment to Schools reserve from School Balances Loan Scheme	3,368	-3,368	-	-	-
Contribution to / (from) balances	699	220	-	-	919
	6,572	3,496	-1,273	-	8,795
Budget Requirement	642,680	-4,407	7,406	17,429	663,108
Formula grant					144,797
Collection fund surplus forecast					1,500
Council tax requirement					516,811
Estimated taxbase					500,048
Estimated Band D Council tax (£)					1,033.47
% increase on 2008/09					3.5

Provisional Budget 2010/11

	Proposed Budget 2009/10	Base Budget Variations	Growth and Redeployment	Inflation Allocation to 2010/11 Outturn	Provisional Budget 2010/11
	£'000	£'000	£'000	£'000	£'000
1 Service-cash Limited Expenditure					
Adult Services					
Older Persons	143,816	-	4,000	3,618	151,434
Adults with Physical / Sensory Impairment	29,766	-	800	687	31,253
Adults with Learning Disabilities	66,527	-	1,800	1,510	69,837
Adults with Mental Health Disabilities	14,229	-	400	372	15,001
Supporting People	31,789	-	-	-	31,789
Other services	5,534	-153	-	118	5,499
Unallocated / winter pressures	3,274	-	-	-	3,274
	294,935	-153	7,000	6,305	308,087
Children's Services					
Schools					
Individual schools budgets (ISB)	629,933	-709	7,578	13,605	650,407
Education otherwise than at school	8,279	-	-22	185	8,442
Statemented pupils	8,937	-	158	294	9,389
Independent and voluntary special schools	9,107	-	55	291	9,453
Payments for 3 and 4 year olds	30,100	786	590	919	32,395
Early years and childcare	21,855	3,791	-	-	25,646
Other services	13,270	-	1,423	402	15,095
Standards Fund and other specific grants	66,328	165	-	402	66,895
	787,809	4,033	9,782	16,098	817,722
Non Schools					
Home to school transport	22,344	-	-	539	22,883
Strategic management	7,444	-	50	157	7,651
Access	5,874	-	100	121	6,095
Special education	6,919	-	-	148	7,067
School improvement	4,798	1	-	102	4,901
Youth Service	7,043	85	-	131	7,259
Adult and Community education	2,478	-	-	73	2,551
LEA initiatives	3,436	-	-	96	3,532
Pre-retirement compensation	2,998	-	-	110	3,108
Standards fund	9,655	-1,573	-	-	8,082
Commissioning and social work	20,260	4	-	511	20,775
Looked after children	36,515	1,710	1,150	877	40,252
Family support services	8,120	-	-	191	8,311
Other children and families	7,280	246	-	104	7,630
Youth Justice	2,471	-	-	52	2,523
Children's Fund	1,895	-	-	-	1,895
Other services	3,070	14	-40	293	3,337
	152,600	487	1,260	3,505	157,852

Provisional Budget 2010/11

	Proposed Budget 2009/10	Base Budget Variations	Growth and Redeployment	Inflation Allocation to 2010/11 Outturn	Provisional Budget 2010/11
	£'000	£'000	£'000	£'000	£'000
Environment					
Highways maintenance	27,451	585	-	662	28,698
Public transport	6,585	-	-	168	6,753
Other highways and transport services	4,623	79	-	42	4,744
Highways management and support	21,952	-41	100	607	22,618
Planning services	3,672	-	-	97	3,769
Waste management contract	45,833	-	-	-	45,833
Other waste management services	2,177	-	-	56	2,233
Other services	156	-	-	4	160
	112,449	623	100	1,636	114,808
Policy and Resources					
Direct services :					
Property, Business and Regulatory	6,286	-	-	160	6,446
Other direct services	5,616	-855	-	143	4,904
Repair and maintenance of buildings	4,491	-	-	114	4,606
Centrally retained expenses	134	-	-	3	138
Central support services :					
Chief Executive	16,660	1	-	426	17,087
County Treasurer's	4,944	-130	-	126	4,941
Property, Business and Regulatory	6,808	5	-	174	6,987
Office accommodation	6,081	-	-	155	6,236
Other central services	3,545	-	-	90	3,636
	54,566	-979	-	1,392	54,979
Recreation and Heritage					
Libraries and Information	18,352	-175	-	486	18,663
Museums and Archives	4,019	-	-	109	4,128
Countryside	4,833	-	-	123	4,956
Arts, Sports and Community	4,331	-	-	73	4,404
Director and business development	906	-	-	22	928
Other services	1,455	-	-	102	1,557
	33,896	-175	-	915	34,636
Total Cash-limited Expenditure	1,436,255	3,836	18,142	29,851	1,488,084

Provisional Budget 2010/11

	Proposed Budget 2009/10	Base Budget Variations	Growth and Redeployment	Inflation Allocation to 2010/11 Outturn	Provisional Budget 2010/11
	£'000	£'000	£'000	£'000	£'000
2 Non-cash-limited Budgets					
Flood protection levies	512	-	-	-	512
LATS income	-6,752	1,343	-	-	-5,409
Capital financing charges	44,722	-782	-	-	43,940
Revenue contributions to capital	31,426	-685	-228	805	31,318
Specific grants	-806,821	-7,775	-9,782	-16,385	-840,763
Area based grants	-66,362	2,023	-	-	-64,339
Inflation and central contingencies	21,333	2	89	3,376	24,800
	-781,942	-5,874	-9,921	-12,204	-809,941
Transfers to / (from) reserves :					
Contribution to LATS income reserve	6,752	-1,343	-	-	5,409
Contribution to grant equalisation reserve	-2,490	-	-1,245	-	-3,735
Change for children reserve	54	-	-	-	54
Funding of business rate team from invest to save reserve	-40	-	-	-	-40
Contribution to Adult and Children's services invest to save reserve	1,900	1,575	-	-	3,475
Council tax second homes income	-	-	-	-	-
Use of LPSA Reward Grant reserve	-	-	-	-	-
Contribution to Pay and Benefits transitional cost reserve	1,700	100	-	-	1,800
Contribution to / (from) balances	919	55	-	-	974
	8,795	387	-1,245	-	7,937
Budget Requirement	663,108	-1,651	6,976	17,647	686,080
Formula grant					146,836
Collection fund surplus forecast					1,500
Council tax requirement					537,744
Estimated taxbase					502,548
Estimated Band D Council tax (£)					1,070.01
% increase on 2009/10					3.5

Government Grants in aid of Specific Services

Actual 2006/07 £'000		Original 2007/08 £'000	Revised 2007/08 £'000	Budget 2008/09 £'000	Budget 2009/10 £'000	Budget 2010/11 £'000
Adult Services						
2	Homeworkers' Scheme	2	3	2	2	2
956	National Training Strategy	1,157	1,390	-	-	-
551	HR Development	536	536	-	-	-
149	AIDS Support	133	158	133	133	133
10,728	Access and System Capacity	10,759	10,759	-	-	-
2,215	Mental Health	2,382	2,616	-	-	-
30,496	Supporting People	31,116	32,731	31,010	-	-
820	Supporting People - admin	815	815	-	-	-
6,478	Preserved Rights	6,025	6,025	-	-	-
2,710	Carers	2,653	3,011	-	-	-
95	Prevention Pilots	996	1,493	-	-	-
1,112	Delayed Discharges	1,981	2,828	-	-	-
35	Mental Capacity Grant	262	343	-	-	-
220	Drug and Alcohol Action Team	120	120	-	-	-
13	Commission for Social Care Inspection (CSCI)	13	13	-	-	-
-	Social Care reform grant	-	-	1,537	3,618	4,490
-	Invest to Save	-	120	240	240	-
93	Public Service Agreement (PSA) Pump Priming	93	93	-	-	-
Children's Services						
610,001	Dedicated Schools Grant	644,917	651,674	671,000	691,605	717,850
45,403	Standards Fund	45,519	50,784	54,836	52,807	52,972
13,216	General Sure Start	16,074	18,318	18,973	21,857	25,647
11	Mandatory Awards	-	-	-	-	-
136	European Social Fund - Milk Subsidy	125	125	155	155	155
27,055	Schools Standards Grants	28,274	33,802	33,802	33,802	33,802
-	14-19 Diploma	-	-	400	-	-
1,772	School Meals	1,800	2,087	-	-	-
842	Teachers Pay Threshold	-	-	-	-	-
227	Youth Opportunity Fund	594	961	594	594	594
16	School Access Fund	25	-	-	-	-
31	ContactPoint	387	519	357	-	-
674	Vulnerable Child	-	-	-	-	-
28	TIS for parents	-	307	-	-	-
-	Publicising positive activities	-	80	-	-	-
-	Positive activities for young people	-	166	-	-	-
45	Parenting early intervention	-	431	-	-	-
38	Parenting strategy support	-	22	-	-	-
501	Unaccompanied asylum seeking children	158	656	500	500	500
448	National Training Strategy	596	761	-	-	-
284	Human Resources Development	276	276	-	-	-
643	Carers	663	698	90	-	-
1,278	Child and Adolescent Mental Health Service (CAMHS)	1,304	1,304	-	-	-
265	Teenage Pregnancy	325	385	-	-	-
1,942	Children's Fund	1,895	1,895	-	-	-
1,617	Children's Services	3,064	3,109	-	-	-
-	Aiming high for disabled children	-	-	70	1,397	4,507
80	PSA Pump Priming	150	220	-	-	-
Environment						
439	Detrunking of A339	439	450	-	-	-
1,464	Rural Bus Services	1,464	1,499	-	-	-
-	Road safety grant	-	2,160	-	-	-
77	Planning Delivery	17	111	111	111	111
804	Hazardous WEEE	-	241	-	-	-
728	Waste Performance and Efficiency	763	763	-	-	-
93	PSA Pump Priming	141	163	-	-	-
Policy and Resources						
2,496	Reward Grant	-	-	-	-	-
72	PSA Pump Priming	130	131	60	-	-
1,065	Local Authority Business Growth incentives scheme (LABGI)	1,000	1,620	-	-	-
-	Copyright enforcement	-	90	-	-	-
-	HIOWLA improvement	-	21	-	-	-
Recreation and Heritage						
67	PSA Pump Priming	39	39	-	-	-
770,531	Total Specific Grants	809,182	838,922	813,870	806,821	840,763

Government Area Based Grants

Actual 2006/07 £'000	Original 2007/08 £'000	Revised 2007/08 £'000	Budget 2008/09 £'000	Budget 2009/10 £'000	Budget 2010/11 £'000
Adult Services					
- Adult Social Care Workforce	-	-	1,879	1,966	2,054
- Carers	-	-	3,278	3,528	3,782
- Learning Disability Development Fund	-	-	699	698	696
- Mental Capacity	-	-	433	549	530
- Mental Health	-	-	2,230	2,341	2,451
- Preserved Rights	-	-	5,756	5,494	5,255
- Drug and Alcohol Action Team	-	-	103	103	103
- Supporting People	-	-	-	31,010	30,116
- Supporting People - admin grant	-	-	779	718	615
Children's Services					
- 14-19 Flexible Funding Pot	-	-	356	357	358
- Care Matters	-	-	560	757	870
- Carers	-	-	820	882	945
- Children and Adolescent Mental Health	-	-	1,406	1,476	1,546
- Children's Social Care Workforce	-	-	872	872	872
- Child Death Review Processes	-	-	109	112	116
- Children's Fund	-	-	1,895	1,895	1,895
- Education Health Partnerships	-	-	212	212	212
- Extended Schools	-	-	1,832	2,961	1,218
- Secondary - Behaviour and Attendance	-	-	183	183	183
- Positive Activities for Young People	-	-	166	285	370
- Secondary - Central Co-ordination	-	-	484	486	486
- Primary - Central Co-ordination	-	-	629	637	637
- School Development	-	-	1,093	1,093	1,093
- School Improvement Partners	-	-	555	555	555
- School Intervention	-	-	360	360	360
- School Travel Advisors	-	-	165	165	165
- Teenage Pregnancy	-	-	325	325	325
- Choice Advisors	-	-	57	57	57
- Extended Rights to Free Travel	-	-	285	456	626
- Sustainable Travel	-	-	94	94	94
Environment					
- De-trunking	-	-	462	473	485
- Road Safety	-	-	2,245	2,237	2,202
- Rural Bus Services	-	-	1,537	1,577	1,617
To be allocated					
- Local Involvement Networks	-	-	379	379	381
- Stronger, Safer Communities	-	-	1,069	1,069	1,069
-	-	-	33,307	66,362	64,339

Summary of Earmarked Reserve Balances

Actual 01/04/07 £'000		Original 31/03/08 £'000	Revised 31/03/08 £'000	Budget 31/03/09 £'000	Budget 31/03/10 £'000	Budget 31/03/11 £'000
38,039	Schools	32,576	38,200	41,368	41,368	41,368
	Designated Underspendings:					
	Services					
2,000	Adult Services	-	820	-	-	-
1,490	Children's Services	-	-	-	-	-
755	Environment	-	980	-	-	-
125	Policy and Resources	-	630	-	-	-
-	Recreation and Heritage	-	-	-	-	-
	Capital Reserves					
1,432	General capital reserve	-	1,450	6,484	6,484	6,484
261	Invest to Save and Modernisation Reserve	186	711	2,571	4,431	7,866
	Trading Units					
1,170	Former Direct Service Organisations	327	611	749	937	1,125
1,709	Services to schools	30	980	403	403	403
1,079	Supplies	906	1,017	1,124	1,231	1,338
389	Printing	472	498	619	740	861
-	IT Services	100	-1,873	-1,061	-80	1,314
7	Arts marketing	19	18	18	33	31
9	Hampshire Wardrobe	-	-	-10	-15	-19
378	River Hamble	406	435	478	521	564
123	Caretaking and Cleaning	109	138	138	138	138
	Others					
6,015	Insurance	3,235	5,231	5,231	5,231	5,231
224	Segensworth unit factories	243	239	259	279	299
44	Historic publications	46	44	44	44	44
170	Hillier Gardens	170	170	170	170	170
1,226	Second homes income	936	1,206	1,195	1,184	1,184
64	Pay and benefits project	-	-	-	-	-
150	Part time pensions	-	150	150	150	150
18,490	Job evaluation transitional costs	16,966	30,635	31,126	32,826	34,626
24,950	Grant equalization	26,150	26,150	24,905	22,415	18,680
2,835	Landfill allowances	-	3,958	3,958	10,710	16,119
6,065	Public Service Agreement Reward grant	-	1,298	50	50	50
139	Change for children	193	193	247	301	355
269	School catering support	71	269	269	269	269
109,607	Total Earmarked Reserves	83,141	114,158	120,485	129,820	138,650

Note:

The level of school reserves is dependent upon decisions made by each school governing body. The budget assumes that contributions from schools towards capital schemes reflected in the County Council's capital payments forecast will be met from reserves, but makes the neutral assumption that schools revenue spending in 2007/08 and 2008/09 will match their delegated budgets for the year. £3.848m of school reserves are temporarily employed in funding Education capital expenditure through the school balances loan scheme, but it is anticipated that the loans will be fully repaid by the end of 2008/09.

Projected Balance Sheet 31 March 2008 to 31 March 2011

	Actual 31/03/07 £'000	31/03/08 £'000	Projected 31/03/09 £'000	31/03/10 £'000	31/03/11 £'000
Net Assets					
Fixed assets	3,367,892	3,582,200	3,807,530	4,007,885	4,199,720
Long-term debtors	45,005	43,036	41,266	39,560	37,914
Current assets	153,011	161,733	171,113	177,273	184,010
Current liabilities	-269,580	-285,288	-316,200	-318,895	-342,512
Long-term borrowing	-297,000	-324,000	-345,000	-366,000	-387,000
Deferred contributions and Government grants	-383,986	-428,848	-484,273	-533,667	-585,310
Developer contributions	-31,398	-31,995	-33,996	-34,662	-30,779
Provisions	-4,493	-4,493	-4,493	-4,493	-4,493
Pension Fund liability	-609,040	-599,040	-589,040	-579,040	-569,040
Total net assets	1,970,411	2,113,305	2,246,907	2,387,961	2,502,510
Net Worth					
Fixed asset / capital Financing accounts	-2,453,102	-2,583,831	-2,700,407	-2,821,207	-2,915,952
Pension reserve	609,040	599,040	589,040	579,040	569,040
Earmarked reserves	-109,607	-114,158	-120,485	-129,820	-138,650
Revenue account	-16,742	-14,356	-15,055	-15,974	-16,948
Total net worth	-1,970,411	-2,113,305	-2,246,907	-2,387,961	-2,502,510

Balance sheet projections reflect the spending assumptions in the 2008/09 budget and 2009/10 and 2010/11 provisional budgets, the 2008/09 to 2010/11 capital programmes and the three year treasury management strategy approved by the Cabinet in February 2008. Further assumptions have been made about the impact of the revaluation of fixed assets, changes in the pension fund liability and in the level of current assets and liabilities. The critical assumption underlying the projected increase in net assets of £0.5bn between 31 March 2007 and 31 March 2011 is the impact of revaluation of fixed assets, net of external financing, which accounts for the increase.

Summary of Prudential Indicators

		2006/07	2007/08	2008/09	2009/10	2010/11
		Actual	Estimate	Estimate	Estimate	Estimate
Prudential indicators for capital expenditure						
Capital expenditure	£m	173.2	192.2	197.3	172.5	159.9
Capital financing requirement	£m	574.2	587.5	615.9	622.0	640.7
Prudential indicators for affordability						
Ratio of financing costs to net revenue stream	%	5.98	6.32	6.57	6.83	6.50
Incremental impact of capital programme on council tax	£	n/a	n/a	5.85	12.62	9.64
Prudential indicators for prudence						
Medium-term borrowing not to exceed capital financing requirement		County Treasurer will ensure this is not breached				
Prudential indicators for external debt						
Actual external debt	£m	393.4	n/a	n/a	n/a	n/a
Authorised limits	£m	580.0	590.0	620.0	620.0	640.0
Operational boundaries	£m	490.0	480.0	510.0	510.0	530.0
Prudential indicators for Treasury Management						
Adoption of CIPFA Code of Practice		Agreed by the Cabinet in February 2003				
Upper limits - fixed rates	£m	246.0	290.0	300.0	330.0	360.0
Upper limits - variable rates	£m	239.0	350.0	370.0	380.0	390.0
Maturity structure of fixed-rate debt						
Upper limits						
Under 12 months	%	n/a	8	10	10	10
12 to 24 months	%	n/a	17	10	10	10
24 months to 5 years	%	n/a	20	20	20	20
5 years to 10 years	%	n/a	28	40	40	40
10 years and beyond	%	n/a	79	90	90	90
Lower limits						
Under 12 months	%	n/a	0	0	0	0
12 to 24 months	%	n/a	1	0	0	0
24 months to 5 years	%	n/a	4	0	0	0
5 years to 10 years	%	n/a	12	10	10	10
10 years and beyond	%	n/a	63	60	60	60
Total sums invested for more than 364 days	£m	Nil	Nil	Nil	Nil	Nil