

Section A

Revenue Budget Summary

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Summary of Revenue Budget

Actual 2007/08 £'000		Original 2008/09 £'000	Revised 2008/09 £'000	Budget 2009/10 £'000	Per Head of Population £
	Total Expenditure of Services				
1,604,606		1,609,822	1,630,184	1,710,717	1,335.55
-3,185	Exceptional items / provisions	-	-	-	-
	Contribution to capital				
4,784	Main contribution	17,747	27,975	18,292	14.28
10,518	Funded by Dedicated Schools Grant (DSG)	11,181	13,200	12,461	9.73
1,008	From reserves	250	12,538	7,236	5.65
-	Provision for inflation / contingencies	16,216	2,824	6,134	4.79
<u>1,617,731</u>	Total gross expenditure	<u>1,655,216</u>	<u>1,686,721</u>	<u>1,754,840</u>	<u>1,370.00</u>
-218,848	Income	-151,807	-164,653	-170,577	-133.17
<u>1,398,883</u>	Net expenditure before grant	<u>1,503,409</u>	<u>1,522,068</u>	<u>1,584,263</u>	<u>1,236.83</u>
-818,265	Specific grants (see page A17)	-813,870	-811,824	-857,413	-669.38
0	Area based grant (see page A18)	-33,307	-64,743	-45,133	-35.24
<u>580,618</u>	Expenditure net of specific and area grants	<u>656,232</u>	<u>645,501</u>	<u>681,717</u>	<u>532.21</u>
45,026	Contribution to / (from) earmarked reserves	6,327	-3,149	-13,355	-10.43
-33,979	Contribution to / (from) pension reserve etc	-20,578	-5,341	-6,527	-5.10
6,558	Contribution to / (from) general balances	699	5,669	-4,826	-3.77
<u>598,223</u>	Budget Requirement	<u>642,680</u>	<u>642,680</u>	<u>657,009</u>	<u>512.93</u>
-17,631	Revenue Support Grant	-17,432	-17,432	-27,154	-21.20
-105,061	National non-domestic rates	-125,220	-125,220	-117,643	-91.84
-4,175	Net surplus on collection funds	-2,966	-2,966	-2,513	-1.96
<u>471,356</u>	Precept - Met by Council Tax Payers	<u>497,062</u>	<u>497,062</u>	<u>509,699</u>	<u>397.91</u>
493,246.57	Taxbase Band D equivalent dwellings	497,559.97		500,602.94	
<u>£955.62</u>	Council Tax per Band D Dwelling	<u>£999.00</u>		<u>£1,018.17</u>	
4.9%	Increase over previous year	4.5%		1.9%	
	Council Taxes for Each Band				
£637.08	Band A	£666.00		£678.78	
£743.26	Band B	£777.00		£791.91	
£849.44	Band C	£888.00		£905.04	
£955.62	Band D	£999.00		£1,018.17	
£1,167.98	Band E	£1,221.00		£1,244.43	
£1,380.34	Band F	£1,443.00		£1,470.69	
£1,592.70	Band G	£1,665.00		£1,696.95	
£1,911.24	Band H	£1,998.00		£2,036.34	

Reserves and Balances

Actual 2007/08 £'000	Original 2008/09 £'000	Revised 2008/09 £'000	Budget 2009/10 £'000	Budget 2010/11	Budget 2011/12
Reserves					
16,742 Unearmarked balance at 1 April	14,356	23,300	28,969	24,143	19,000
109,607 Earmarked reserves at 1 April	114,158	154,633	151,484	138,129	142,787
471,356 Estimated precept income	497,062	497,062	509,699	521,654	543,816
<hr/>					
597,705	625,576	674,995	690,152	683,926	705,604
<hr/>					
-419,772 Expenditure to be met from precept, reserves and balances	-490,036	-494,542	-527,880	-522,139	-545,567
177,933 Total reserves as at 31 March	135,540	180,453	162,272	161,787	160,036
154,633 Less earmarked reserves	120,485	151,484	138,129	142,787	142,310
<hr/>					
<u>23,300</u> Unearmarked balance at 31 March	<u>15,055</u>	<u>28,969</u>	<u>24,143</u>	<u>19,000</u>	<u>17,726</u>

Summary of Service Estimates

Actual 2007/08 £'000			Original 2008/09 £'000	Revised 2008/09 £'000	Budget 2009/10 £'000	Per Head of Population £
362,428	Adult Services	<i>Expenditure</i>	373,686	374,029	396,402	
80,002		<i>Income</i>	79,906	80,231	82,164	
<u>282,426</u>	(pages B2 - B23)		<u>293,780</u>	<u>293,798</u>	314,238	245.32
1,043,614	Children's Services	<i>Expenditure</i>	1,002,221	1,029,068	1,068,776	
103,223		<i>Income</i>	29,959	39,069	43,169	
<u>940,391</u>	(pages B24 - B51)		<u>972,262</u>	<u>989,999</u>	1,025,607	800.69
140,368	Environment	<i>Expenditure</i>	141,435	140,314	140,690	
11,979		<i>Income</i>	12,392	12,349	11,414	
<u>128,389</u>	(pages B52 - B67)		<u>129,043</u>	<u>127,965</u>	129,276	100.93
40,377	Policy and Resources	<i>Expenditure</i>	43,816	48,802	48,933	
7,738		<i>Income</i>	16,432	19,423	19,401	
<u>32,639</u>	(pages B68 - B95)		<u>27,384</u>	<u>29,379</u>	29,532	23.06
54,622	Recreation and Heritage	<i>Expenditure</i>	52,672	53,116	54,470	
15,906		<i>Income</i>	13,118	13,581	14,429	
<u>38,716</u>	(pages B96 - B107)		<u>39,554</u>	<u>39,535</u>	40,041	31.26
14,146	Non-distributed Costs	<i>Expenditure</i>	2,000	2,000	2,000	1.56
16,520	Pensions Interest and Expected Return on Assets	<i>Expenditure</i>	15,320	22,620	24,730	19.31
43	Cost of selling fixed assets		-	-	-	
32,099	Capital Financing Accounts	<i>Expenditure</i>	43,607	35,456	49,781	
-99,611		<i>Capital Charge Reversal</i>	-64,935	-75,221	-75,065	
<u>-67,512</u>	(pages B112 - B113)		<u>-21,328</u>	<u>-39,765</u>	-25,284	-19.74
1,604,606	Total Expenditure		1,609,822	1,630,184	1,710,717	1,335.55
218,848	Total Income		151,807	164,653	170,577	133.17
1,385,758	Net Expenditure		1,458,015	1,465,531	1,540,140	1,202.38

Analysis of Revised Estimates of Services 2008/09

Committees	Current Expenditure			Support Services and Repair & Maintenance of Buildings		Capital Charges		FRS 17 / soft loan / cost of selling assets		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	280,855	285,070	285,070	9,631	9,923	2,131	2,075	1,163	-3,270	293,780	293,798
Children's Services <i>- Business Units</i>	913,464	935,790	935,790	13,837	12,994	43,671	51,873	713 577	-10,865 207	972,262	989,999
Environment <i>- Flood Protection</i> <i>- Net LATS income</i>	111,737	112,858	112,858	2,912	2,730	13,523	14,831	359 512 -	-1,201 547 -1,800	129,043	127,965
Policy and Resources <i>- Business Units</i>	56,462	59,744	59,744	-29,636	-28,739	984	1,154	604 -1,030	-2,888 108	27,384	29,379
Recreation and Heritage <i>- Arts Marketing</i> <i>- Hampshire Wardrobe</i> <i>- River Hamble</i>	33,760	35,015	35,015	3,256	3,092	2,152	2,545	419 - 10 -43	-1,055 3 -4 -61	39,554	39,535
Non-distributed Costs								2,000	2,000	2,000	2,000
Pensions Interest and Return on Assets								15,320	22,620	15,320	22,620
Cost of selling assets								-	-	-	-
Soft loan								-	-	-	-
Capital Financing Accounts						-21,328	-39,765			-21,328	-39,765
Net Expenditure of Committees	1,396,278	1,428,477	1,428,477	-	-	41,133	32,713	20,604	4,341	1,458,015	1,465,531

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Analysis of Revised Estimates of Services 2008/09

Analysis of Estimates of Services 2009/10

Committee	Current Expenditure			Support Services and Repair and Maintenance of Buildings	Capital Charges	FRS17/soft loan/ cost of selling assets	Total 2009/10 Budget
	Total Amount	Inflation Increase to Outturn 2009/10	Variation at Constant Prices From 2008/09				
	£'000	%	%	£'000	£'000	£'000	£'000
Adult Services	304,840	3.1	1.2	10,777	2,075	-3,454	314,238
Children's Services <i>- Business Units</i>	970,241	3.2	0.0	14,109	51,873	-11,397 781	1,025,607
Environment <i>- Flood Protection</i> <i>-Net LATS income</i>	112,636	5.8	-6.4	2,930	14,697	-1,234 547 -300	129,276
Policy and Resources <i>- Business Units</i>	63,581	3.2	0.8	-31,067	1,154	-3,004 -1,132	29,532
Recreation and Heritage <i>-Arts Marketing</i> <i>-Hampshire Wardrobe</i> <i>-River Hamble</i>	35,409	2.8	-0.2	3,251	2,545	-1,114 - -1 -49	40,041
Non-distributed Costs						2,000	2,000
Pensions Interest and Return on Assets						24,730	24,730
Cost of selling assets						-	-
Soft loan						-	-
Capital Financing Accounts					-25,284		-25,284
Net Expenditure of Committees	1,486,707	3.7	-0.3	-	47,060	6,373	1,540,140

Service Summary of Budget Requirement 2009/10

	Net expenditure per page A2 and A4 of draft budget	Capital Charges	Specific/ Area Grants	Net expenditure per budget leaflet	Post Budget Adjustments	Adjusted Net Expenditure
	£'000	£'000	£'000	£'000	£'000	£'000
Adult Services	315,096	-2,075	-52,876	260,145	-858	259,287
Children's Services	1,026,246	-51,873	-831,204	143,169	-639	142,530
Recreation, Heritage and Other Services						
Environment	707	-	-	707	-	707
Policy & Resources	29,634	-1,154	-1,508	26,972	-102	26,870
Recreation & Heritage	40,098	-2,545	-	37,553	-57	37,496
	70,439	-3,699	-1,508	65,232	-159	65,073
Highways, Transport and Planning	83,650	-14,692	-4,497	64,461	-311	64,150
Waste Management	48,842	-5	-	48,837	-3,612	45,225
Capital Financing	-25,284	72,344	-	47,060	-	47,060
Capital costs paid for from revenue	37,989	-	-12,461	25,528	-	25,528
Future Inflation, Contingencies and Reserves						
Contingency	555	-	-	555	5,579	6,134
Contribution to earmarked reserves	-13,355	-	-	-13,355	-	-13,355
Contribution to general balance	-4,826	-	-	-4,826	-	-4,826
Non-distributed costs	2,000	-	-	2,000	-	2,000
Contribution from pension reserve net of interest and return on assets	18,203	-	-	18,203	-	18,203
	2,577	-	-	2,577	5,579	8,156
Specific Grant	-857,413	-	857,413	-	-	-
Area Grant	-45,133	-	45,133	-	-	-
Budget requirement	657,009	-	-	657,009	-	657,009

Analysis according to nature of expenditure and income 2009/10

	Adult Services	Children's Services	Environment	Policy & Resources	Recreation & Heritage	Total		
	£'000	£'000	£'000	£'000	£'000	£'000	£'000	%
Expenditure								
Employees								
Teachers	-	467,025	-	-	139	467,164		
Other	107,009	205,834	30,851	72,192	28,692	444,578	911,742	53.3
Premises								
Repair and Maintenance	1,626	17,258	991	801	1,713	22,389		
Energy and Water	1,525	10,120	1,525	1,383	1,313	15,866		
Rents	291	2,876	1,960	3,339	585	9,051		
Rates	142	10,227	239	2,215	1,486	14,309		
Fixtures, Fittings, Cleaning etc	729	11,497	1,070	1,762	854	15,912	77,527	4.5
Transport								
Direct and Hired Transport	2,418	23,326	952	564	984	28,244		
Car Allowances	2,859	3,739	531	970	335	8,434	36,678	2.1
Supplies and Services								
Equipment, Furniture, Materials	4,087	50,554	1,184	1,234	3,646	60,705		
Catering	2,309	7,332	-	104	221	9,966		
Printing, Stationery, Expenses	509	1,557	2,021	1,089	1,299	6,475		
Services	4,474	24,428	38,954	8,500	4,057	80,413		
Communications and Computing	2,353	1,687	749	1,216	694	6,699		
Grants and Subscriptions	892	49,410	1,562	335	3,443	55,642		
Other	7,363	55,366	18,400	7,309	1,816	90,254	310,154	18.1
Third Party Payments								
Contracted Services	230,518	55,160	33,922	2,757	283	322,640	322,640	18.9
Transfer Payments								
Student and Social Work Clients	10,972	1,357	-	15	46	12,390	12,390	0.7
Support Services								
Central Support Services	17,902	28,470	3,379	20,328	1,480	71,559	71,559	4.2
Capital Financing Costs								
Capital Charges	2,076	51,873	14,697	1,156	2,564	72,366		
Capital Financing	-	-	-	-	-	-25,284	47,082	2.8
Less Recharges to Capital								
	-	-	-7,783	-8,828	-	-16,611	-16,611	-1.0
Less Charges to other Services								
	-3,652	-10,320	-4,514	-68,376	-1,180	-88,042	-88,042	-5.1
Net Surplus of P&R business units								
	-	-	-	-1,132	-	-1,132	-1,132	-0.1
Adjustments to Pension Costs								
	-	-	-	-	-	26,730	26,730	1.6
Total expenditure	396,402	1,068,776	140,690	48,933	54,470	1,710,717	1,710,717	100.0
Income								
Grants, Reimbursements, Conts								
Contributions and Reimbursements	34,663	29,049	1,590	3,243	8,023	76,568	76,568	44.9
Customer and Client Receipts								
Sales	23	309	19	73	899	1,323		
Fees and Charges	47,476	13,060	8,785	14,057	4,539	87,917		
Rents	2	261	1,020	2,028	951	4,262	93,502	54.8
Interest								
	-	490	-	-	17	507	507	0.3
Total income	82,164	43,169	11,414	19,401	14,429	170,577	170,577	100.0
Total net expenditure of services	314,238	1,025,607	129,276	29,532	40,041	1,540,140	1,540,140	

Workforce Statement (Full Time Equivalent)

Service	2008/09 Original Estimate Average numbers in the year	2009/10 Budget Average numbers in the year	Net Variations Original Estimate 2008/09 to 2009/10
Adult Services	3,258	3,429	171
Children's Services - schools	13,678	13,705	27
Children's Services - non schools	1,994	2,516	522
Environment	864	823	-41
Policy and Resources	2,997	3,076	79
Recreation and Heritage	998	1,011	13
Estimated additional number of staff employed in schools compared with number allowed for in the budget allocation.	2,000	2,000	0
	25,789	26,560	771

Staffing variations for 2009/10 are :

Adult Services

Recruitment to vacancies	32
Increase in demand from dependency and demographic factors	19
Social Care Reform Grant	30
Personalisation of services	9
Safeguarding vulnerable adults	20
Learning Disability campus reprovision grant	21
Community Innovation Teams for early intervention and prevention	19
Other operational pressures	21

Children's Services

Schools

Growth in teaching and support staff from increased delegated budgets	6
Additional Early Years staff	2
Grant funded Sure Start Children's Centres	17
Other small variations	2

Non schools

Transfer of Connexions to Hampshire	227
Grant funded Children's Centres	233
Additional staff to support Children's safeguarding proposals in the budget	37
Grant funded staff in Wessex Youth Offending Team	18
Other small adjustments	7

Environment

Transfer of staff to contractor for Highways Agency Area 3	-27
Planned reduction of staff in budget proposals	-18
Traffic Management Act related work	2
Additional externally funded posts	2

Policy and Resources

Nationalisation of Student Support Service	-17
Additional resource for Pensions funded by Pension Fund	7
Transfer of services to Hantsdirect	5
Legal and Employment Practices provision funded by increased income	14
Hampshire County Council Catering Service (HC3S) to deliver new contracts	45
IT staff for additional services	18
Other business unit staffing changes	4
Other variations	3

Recreation and Heritage

Libraries vacancy management	-9
Sport and Community 'Aiming High' grant funded initiative	5
Art and Business Development staff for 'Find Your Talent' grant funded initiative	9
Adult Education Learning Skills Council funded staff	5
Other variations	3

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Area and Population

District Council	Area	Population	Density	Taxbase
	Mid-2009	Mid-2009	Mid-2009	January 2009
	Hectares	Population	Population per hectare	No. of band D equivalent properties
Basingstoke and Deane	63,381	161,449	2.5	62,657.70
East Hampshire	51,444	110,937	2.2	47,514.78
Eastleigh	8,527	119,907	14.1	43,666.14
Fareham	7,780	110,434	14.2	42,383.00
Gosport	2,750	78,437	28.5	27,670.70
Hart	21,527	91,706	4.3	37,892.60
Havant	7,941	117,571	14.8	42,674.00
New Forest	77,691	176,016	2.3	72,350.90
Rushmoor	3,905	86,096	22.0	31,184.03
Test Valley	62,762	116,888	1.9	45,327.00
Winchester	66,107	111,465	1.7	47,282.09
County area total	373,815	1,280,906	3.4	500,602.94

Domestic dwellings			Population mid-1980 to mid-2009					
Band	Value at 1 April 1991	Domestic dwellings Oct 2008	Year	Hampshire		England (and Wales to 2005)		Share %
				000s	change	000s	change	
A	up to £40,000	39,451	1982	1,491	0.1%	49,610	0.0%	3.01%
B	£40,001 - £52,000	94,405	1983	1,505	1.0%	49,674	0.1%	3.03%
C	£52,001 - £68,000	151,652	1984	1,518	0.9%	49,798	0.2%	3.05%
			1985	1,536	1.1%	49,972	0.4%	3.07%
D	£68,001 - £88,000	108,524	1986	1,542	0.4%	50,139	0.3%	3.08%
			1987	1,553	0.7%	50,321	0.4%	3.09%
E	£88,001 - £120,000	79,820	1988	1,562	0.6%	50,487	0.3%	3.09%
			1989	1,568	0.4%	50,678	0.4%	3.09%
F	£120,001 - £160,000	45,988	1990	1,572	0.3%	50,870	0.4%	3.09%
			1991	1,582	0.6%	51,100	0.5%	3.10%
G	£160,001 - £320,000	27,454	1992	1,588	0.4%	51,277	0.3%	3.10%
			1993	1,594	0.4%	51,439	0.3%	3.10%
H	above £320,000	3,038	1994	1,606	0.8%	51,621	0.4%	3.11%
			1994	1,205		51,621		2.33%
Excluding Portsmouth and Southampton		550,332	1995	1,214	0.7%	51,820	0.4%	2.34%
			1996	1,222	0.7%	52,010	0.4%	2.35%
			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	0.4%	50,703	0.4%	2.51%
			2008	1,276	0.2%	51,220	1.0%	2.49%
			2009	1,281	0.4%	51,467	0.5%	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 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	150,909	-107	2,000	2,794	155,596
Adults with Physical / Sensory Impairment	29,698	-12	400	615	30,701
Adults with Learning Disabilities	70,600	-30	945	1,376	72,891
Adults with Mental Health Disabilities	15,049	-2	200	302	15,549
Supporting People	31,728	1,203	-	-	32,931
Other services	4,981	-	-	87	5,068
Unallocated / winter pressures	1,875	-1,300	3,455	-	4,030
	304,840	-248	7,000	5,174	316,766
Children's Services					
Schools					
Individual schools budgets (ISB)	633,305	1,583	6,494	12,945	654,327
Education otherwise than at school	8,533	-	-	174	8,707
Statemented pupils	9,250	-	418	189	9,857
Independent and voluntary special schools	8,765	-	55	179	8,999
Payments for 3 and 4 year olds	29,491	-	470	603	30,564
Early years and childcare	25,604	3,819	-	64	29,487
Other services	10,470	-	-372	209	10,307
Standards fund and other specific grants	78,169	-2,113	750	424	77,230
	803,587	3,289	7,815	14,787	829,478
Non Schools					
Home to school transport	22,821	-	-	382	23,203
Strategic management	8,258	-194	198	137	8,399
Access	6,048	-109	-	102	6,041
Special education	7,373	-133	-	124	7,364
School improvement	5,113	-92	-	86	5,107
Services for young people	15,786	-18	351	264	16,383
Community education	2,037	-9	-	34	2,062
LEA initiatives	3,331	-	-	57	3,388
Pre-retirement compensation	2,892	-	-	49	2,941
Standards fund	9,257	-1,573	400	128	8,212
Commissioning and social work	22,802	3,167	-68	423	26,324
Looked after children	35,765	37	-99	601	36,304
Family support services	8,691	16	-22	141	8,826
Other children and families	6,882	78	-11	117	7,066
Youth Justice	2,755	-121	-7	46	2,673
Children's Fund	1,902	-	-	32	1,934
Other services	4,941	-2,441	518	60	3,078
	166,654	-1,392	1,260	2,783	169,305

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	29,726	419	-	611	30,756
Public transport	6,699	-60	-	144	6,783
Other highways and transport services	4,910	-175	-	28	4,763
Highways management and support	21,788	36	100	392	22,316
Planning services	4,503	-	-	74	4,577
Waste management contract	42,764	-	-	-	42,764
Other waste management services	2,086	-	-	40	2,126
Other services	160	-	-	3	163
	112,636	220	100	1,292	114,248
Policy and Resources					
Direct services :					
Property, Business and Regulatory	6,634	-50	-	99	6,683
Other direct services	6,762	-1,066	-	84	5,780
Repair and maintenance of buildings	4,502	-	-	122	4,624
Centrally retained expenses	131	-	-	-	131
Central Support Services :					
Chief Executive	19,952	-2,134	-	350	18,168
County Treasurer's	5,901	-496	-	80	5,485
Property, Business and Regulatory	7,653	-636	-	43	7,060
Office accommodation	6,372	-225	-	178	6,325
Other central services	5,674	-1,695	-	73	4,052
	63,581	-6,302	-	1,029	58,308
Recreation and Heritage					
Libraries and Information	19,262	-375	-	350	19,237
Museums and Archives	3,766	-56	-	75	3,785
Countryside	4,970	-9	-	93	5,054
Arts, Sports and Community	4,327	-4	-	87	4,410
Director and business development	1,029	12	-	19	1,060
Other services	2,055	-54	-	43	2,044
	35,409	-486	-	667	35,590
Total cash-limited Expenditure	1,486,707	-4,919	16,175	25,732	1,523,695

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	547	-	-	-	547
LATS income	-300	300	-	-	-
Capital financing charges	47,309	-1,721	128	-	45,716
Revenue contributions to capital	30,753	-7,137	-128	636	24,124
Specific grants	-857,413	1,343	-	-287	-856,357
Area based grants	-45,133	-28,985	-	-	-74,118
Inflation and central contingencies	6,134	74	-2,558	3,475	7,125
	-818,103	-36,126	-2,558	3,824	-852,963
Transfers to / (from) reserves :					
Contribution to LATS income reserve	300	-300	-	-	-
Contribution from grant equalisation reserve	-2,490	-	-1,245	-	-3,735
Corporate policy reserve	1,539	911	-	-	2,450
Use of planned underspendings in 2008/09 in 2010/11 by Adult Services, Environment and Policy and Resources and Children's Services	-6,673	4,473	-	-	-2,200
Rowner regeneration reserve	-1,500	1,500	-	-	-
Contribution to invest to save and VFM	1,761	1,736	-	-	3,497
Council tax second homes income	-40	-	-	-	-40
Use of LPSA Reward Grant reserve	-621	437	-	-	-184
Contribution to Pay and Benefits transitional cost reserve	955	655	-	-	1,610
Contribution to capital reserve	-	-	-	-	-
Repayment to Schools reserve from School Balances Loan Scheme	-	3,002	-	-	3,002
Contribution to / (from) balances	-4,826	5,008	-5,325	-	-5,143
	-11,595	17,422	-6,570	-	-743
Budget Requirement	657,009	-23,623	7,047	29,556	669,989
Formula grant					146,836
Collection fund surplus forecast					1,500
Council tax requirement					521,653
Estimated taxbase					502,605
Estimated Band D Council tax (£)					1,037.88
% increase on 2009/10					1.9

Provisional Budget 2011/12

	Proposed Budget 2010/11	Base Budget Variations	Growth and Redeployment	Inflation Allocation to 2011/12 Outturn	Provisional Budget 2011/12
	£'000	£'000	£'000	£'000	£'000
1 Service-cash Limited Expenditure					
Adult Services					
Older Persons	155,596	-	1,500	3,362	160,458
Adults with Physical / Sensory Impairment	30,701	-	300	720	31,721
Adults with Learning Disabilities	72,891	-	700	1,558	75,149
Adults with Mental Health Disabilities	15,549	-	140	383	16,072
Supporting People	32,931	-500	-	-	32,431
Other services	5,068	-	-	100	5,168
Unallocated / winter pressures	4,030	768	-	-	4,798
	316,766	268	2,640	6,123	325,797
Children's Services					
Schools					
Individual schools budgets (ISB)	654,327	-	-	-	654,327
Education otherwise than at school	8,707	-	-	-	8,707
Statemented pupils	9,857	-	-	-	9,857
Independent and voluntary special schools	8,999	-	-	-	8,999
Payments for 3 and 4 year olds	30,564	-	-	-	30,564
Early years and childcare	29,487	-	-	-	29,487
Other services	10,307	-	-	-	10,307
Standards Fund and other specific grants	77,230	-	-	-	77,230
	829,478	-	-	-	829,478
Non Schools					
Home to school transport	23,203	-	-	437	23,640
Strategic management	8,399	-	-	159	8,558
Access	6,041	-	-	116	6,157
Special education	7,364	-	-	142	7,506
School improvement	5,107	-	-	98	5,205
Services for young people	16,383	8	330	309	17,030
Community education	2,062	-	-	39	2,101
LEA initiatives	3,388	-	-	65	3,453
Pre-retirement compensation	2,941	-	-	57	2,998
Standards fund	8,212	88	-	154	8,454
Commissioning and social work	26,324	71	-	483	26,878
Looked after children	36,304	7	-300	685	36,696
Family support services	8,826	3	-	161	8,990
Other children and families	7,066	32	-	133	7,231
Youth Justice	2,673	7	-	53	2,733
Children's Fund	1,934	24	-	36	1,994
Other services	3,078	1,406	720	74	5,278
	169,305	1,646	750	3,201	174,902

Provisional Budget 2011/12

	Proposed Budget 2010/11	Base Budget Variations	Growth and Redeployment	Inflation Allocation to 2011/12 Outturn	Provisional Budget 2011/12
	£'000	£'000	£'000	£'000	£'000
Environment					
Highways maintenance	30,756	374	-300	686	31,516
Public transport	6,783	-	-	157	6,940
Other highways and transport services	4,763	42	-	36	4,841
Highways management and support	22,316	-	-	487	22,803
Planning services	4,577	-	-	97	4,674
Waste management contract	42,764	-	-	-	42,764
Other waste management services	2,126	-	-	49	2,175
Other services	163	-	-	4	167
	114,248	416	-300	1,516	115,880
Policy and Resources					
Direct services :					
Property, Business and Regulatory	6,683	-	-	118	6,801
Other direct services	5,780	-	-	101	5,881
Repair and maintenance of buildings	4,624	-	-	145	4,769
Centrally retained expenses	131	-	-	-	131
Central support services :					
Chief Executive	18,168	-219	-	419	18,368
County Treasurer's	5,485	-239	-	96	5,342
Property, Business and Regulatory	7,060	-	-	52	7,112
Office accommodation	6,325	-	-	213	6,538
Other central services	4,052	-183	-	87	3,956
	58,308	-641	-	1,231	58,898
Recreation and Heritage					
Libraries and Information	19,237	195	-	406	19,838
Museums and Archives	3,785	-	-	81	3,866
Countryside	5,054	-	-	107	5,161
Arts, Sports and Community	4,410	-	-	104	4,514
Director and business development	1,060	-	-	21	1,081
Other services	2,044	10	-	46	2,100
	35,590	205	-	765	36,560
Total Cash-limited Expenditure	1,523,695	1,894	3,090	12,836	1,541,515

Provisional Budget 2011/12

	Proposed Budget 2010/11	Base Budget Variations	Growth and Redeployment	Inflation Allocation to 2011/12 Outturn	Provisional Budget 2011/12
	£'000	£'000	£'000	£'000	£'000
2 Non-cash-limited Budgets					
Flood protection levies	547	-	-	-	547
Capital financing charges	45,716	-643	-	-	45,073
Revenue contributions to capital	24,124	4,697	-	357	29,178
Specific grants	-856,357	-929	-	-	-857,286
Area based grants	-74,118	-	-	-	-74,118
Inflation and central contingencies	7,125	-	-	3,407	10,532
	-852,963	3,125	-	3,764	-846,074
Transfers to / (from) reserves :					
Contribution (from) grant equalisation reserve	-3,735	-	-765	-	-4,500
Corporate policy	2,450	-	-	-	2,450
Use of planned underspendings in 2008/09 in 2011/12 by Adult Services, Environment and Policy and Resources and Children's Services	-2,200	500	-	-	-1,700
Rowner Regeneration	-	-	-	-	-
Contribution to invest to save and VFM	3,497	-1,685	-	-	1,812
Council tax second homes income	-40	-	-	-	-40
Use of LPSA Reward Grant reserve	-184	184	-	-	-
Contribution to Pay and Benefits transitional cost reserve	1,610	190	-	-	1,800
Repayment to Schools reserve from School Balances Loan Scheme	3,002	-3,002	-	-	-
Contribution to / (from) balances	-5,143	-1,231	5,100	-	-1,274
	-743	-5,044	4,335	-	-1,452
Budget Requirement	669,989	-25	7,425	16,600	693,989
Formula grant					148,671
Collection fund surplus forecast					1,500
Council tax requirement					543,818
Estimated taxbase					504,616
Estimated Band D Council tax (£)					1,077.66
% increase on 2010/11					3.8

Government Grants in aid of Specific Services

Actual 2007/08 £'000		Original 2008/09 £'000	Revised 2008/09 £'000	Budget 2009/10 £'000	Budget 2010/11 £'000
	Adult Services				
2	Homeworkers' Scheme	2	2	2	2
1,681	National Training Strategy	-	246	-	-
158	AIDS Support	133	190	133	133
10,760	Access and System Capacity	-	-	-	-
2,596	Mental Health	-	20	-	-
30,861	Supporting People	31,010	2,672	31,010	-
-	Supporting People - admin	-	12	-	-
6,025	Preserved Rights	-	-	-	-
2,713	Carers	-	298	-	-
1,493	Prevention Pilots	-	-	-	-
2,328	Delayed Discharges	-	500	-	-
318	Mental Capacity Grant	-	25	-	-
13	Commission for Social Care Inspection (CSCI)	-	-	-	-
-	Social Care reform grant	1,537	1,537	3,618	4,490
120	Invest to Save	240	240	240	-
103	LAA Pooled Budget	-	-	-	-
129	Public Service Agreement (PSA) Pump Priming	-	-	-	-
-	Learning disabilities campus programme	-	888	1,967	3,236
-	Stroke carers grant	-	145	145	145
	Children's Services				
645,232	Dedicated Schools Grant	671,000	675,057	694,343	717,814
44,449	Standards Fund	54,836	59,194	63,953	61,341
17,721	General Sure Start	18,973	19,671	22,431	26,251
3	Mandatory Awards	-	-	-	-
140	European Social Fund - Milk Subsidy	155	180	175	175
33,797	Schools Standards Grants	33,802	34,030	34,752	35,482
-	14-19 Diploma	400	883	1,351	1,120
1,969	School Meals	-	-	-	-
596	Youth Opportunity Fund	594	809	594	594
-	School Access Fund	-	-	-	-
56	ContactPoint	357	820	357	357
307	TIS for parents	-	-	-	-
80	Publicising positive activities	-	-	-	-
166	Positive activities for young people	-	-	-	-
419	Parenting early intervention	-	-	-	-
22	Parenting strategy support	-	180	-	-
672	Unaccompanied asylum seeking children	500	592	500	500
-	National Training Strategy	-	389	-	-
-	Connexions	-	9,515	-	-
648	Human Resources Development	-	-	-	-
80	ICS grant	-	389	-	-
640	Carers	90	148	-	-
1,154	Child and Adolescent Mental Health Service (CAMHS)	-	150	-	-
291	Teenage Pregnancy	-	94	-	-
1,893	Children's Fund	-	-	-	-
2,411	Children's Services	-	698	-	-
-	ISPP	-	65	-	-
-	Care matters	-	45	-	-
-	Aiming high for disabled children	70	70	1,397	4,507
-	Family intervention	-	-	125	-
-	Transport Coordinator	-	27	50	-
135	PSA Pump Priming	-	99	-	-
	Environment				
450	Detrunking of A339	-	-	-	-
1,499	Rural Bus Services	-	-	-	-
2,160	Road safety grant	-	-	-	-
-	DfT Cycle Training	-	100	-	-
89	Planning Delivery	111	210	210	210
241	Hazardous WEEE	-	-	-	-
763	Waste Performance and Efficiency	-	-	-	-
121	PSA Pump Priming	-	18	-	-
	Policy and Resources				
620	Reward Grant	-	-	-	-
5	PSA Pump Priming	60	90	60	-
-	Local Authority Business Growth incentives scheme (LABGI)	-	1,418	-	-
90	Copyright enforcement	-	-	-	-
-	Student Finance	-	70	-	-
	Recreation and Heritage				
46	PSA Pump Priming	-	38	-	-
818,265	Total Specific Grants	813,870	811,824	857,413	856,357

Government Area Based Grants

Actual 2007/08 £'000	Original 2008/09 £'000	Revised 2008/09 £'000	Budget 2009/10 £'000	Budget 2010/11 £'000
Adult Services				
- Adult Social Care Workforce	1,879	1,879	1,966	2,054
- Carers	3,278	3,278	3,528	3,782
- Learning Disability Development Fund	699	699	698	696
- Mental Capacity	433	433	549	530
- Mental Health	2,230	2,230	2,341	2,451
- Preserved Rights	5,756	5,756	5,494	5,255
- Drug and Alcohol Action Team	103	103	103	103
- Supporting People	-	31,010	-	30,116
- Supporting People - admin grant	779	779	718	615
- Young People's Substance Misuse	-	364	364	364
- Safe and Strong Communities	-	122	-	-
Children's Services				
- Connexions	-	-	9,399	9,393
- 14-19 Flexible Funding Pot	356	356	357	358
- Care Matters	560	560	757	870
- Carers	820	820	882	945
- Children and Adolescent Mental Health	1,406	1,406	1,476	1,546
- Children's Social Care Workforce	872	872	872	872
- Child Death Review Processes	109	109	112	116
- Children's Fund	1,895	1,895	1,895	1,895
- Education Health Partnerships	212	246	212	212
- Extended Schools	1,832	1,832	2,961	1,218
- Secondary - Behaviour and Attendance	183	183	183	183
- Positive Activities for Young People	166	166	285	370
- Secondary - Central Co-ordination	484	484	486	486
- Primary - Central Co-ordination	629	629	638	637
- School Development	1,093	1,093	1,093	1,093
- School Improvement Partners	555	555	555	555
- School Intervention	360	360	360	360
- School Travel Advisors	165	165	165	165
- Teenage Pregnancy	325	325	325	325
- Choice Advisors	57	57	57	57
- Extended Rights to Free Travel	285	285	456	626
- Sustainable Travel	94	94	94	94
- Child Trust Fund	-	13	17	22
- Safe and Strong Communities	-	99	-	-
- Preventing Violent Extremism toolkit	-	15	-	-
Environment				
- De-trunking	462	462	473	485
- Road Safety	2,245	2,245	2,237	2,202
- Rural Bus Services	1,537	1,537	1,577	1,617
Policy and Resources				
- Local Involvement Networks	379	379	379	381
- Stronger, Safer Communities	1,069	848	1,069	1,069
-	33,307	64,743	45,133	74,118

Summary of Earmarked Reserve Balances

Actual 01/04/08 £'000		Original 31/03/09 £'000	Revised 31/03/09 £'000	Budget 31/03/10 £'000	Budget 31/03/11 £'000	Budget 31/03/12 £'000
43,448	Schools	41,368	43,571	43,571	46,573	46,573
	Designated Underspendings:					
	Services					
5,253	Adult Services	-	7,800	3,900	1,700	-
764	Children's Services	-	1,300	-	-	-
992	Environment	-	314	-	-	-
2,293	Policy and Resources	-	2,659	-	-	-
50	Recreation and Heritage	-	50	50	50	50
	Capital Reserves					
13,868	General capital reserve	6,484	6,687	-	-	-
665	Invest to Save and Modernisation Reserve	2,571	1,841	3,602	7,099	8,911
	Trading Units					
1,295	Former Direct Service Organisations	749	1,616	1,421	1,750	2,000
3,252	Services to schools	403	3,227	2,846	1,963	996
1,258	Supplies	1,124	1,442	1,576	1,713	1,852
513	Printing	619	634	715	826	938
-465	IT Services	-1,061	-1,096	-302	210	324
12	Arts marketing	18	9	9	9	9
14	Hampshire Wardrobe	-10	18	19	9	-1
454	River Hamble	478	515	564	608	653
1,121	Children's Centres	-	939	539	539	539
149	Caretaking and Cleaning	138	182	182	182	182
	Others					
7,722	Insurance	5,231	7,722	7,722	7,722	7,722
247	Segensworth unit factories	259	264	282	300	318
39	Historic publications	44	39	39	39	39
105	Hillier Gardens	170	105	105	105	105
936	Second homes income	1,195	885	845	805	765
123	Part time pensions	150	123	123	123	123
36,426	Equal pay	31,126	37,429	38,384	39,994	41,794
26,150	Grant equalization	24,905	24,905	22,415	18,680	14,180
-	Corporate Policy	-	-	1,539	3,989	6,439
-	Corporate Services review	-	-	-	-	-
-	Local Authority Business growth incentive	-	993	993	993	993
3,958	Landfill allowances	3,958	5,758	6,058	6,058	6,058
3,347	Public Service Agreement Reward grant	50	855	234	50	50
193	Change for children	247	247	247	247	247
451	School catering support	269	451	451	451	451
154,633	Total Earmarked Reserves	120,485	151,484	138,129	142,787	142,310

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 2008/09 and 2009/10 will match their delegated budgets for the year. £3.302m 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 2010/11.

Projected Balance Sheet 31 March 2009 to 31 March 2012

	Actual 31/03/08 £'000	31/03/09 £'000	Projected 31/03/10 £'000	31/03/11 £'000	31/03/12 £'000
Net Assets					
Fixed assets	3,660,090	3,873,093	4,034,157	4,199,337	4,352,936
Long-term debtors	42,798	41,030	39,324	37,678	36,089
Current assets	241,945	252,591	260,168	268,754	277,891
Current liabilities	-285,082	-364,761	-428,897	-450,969	-451,422
Long-term borrowing	-324,782	-342,782	-359,782	-376,782	-393,782
Deferred contributions and Government grants	-428,652	-485,652	-521,410	-599,075	-669,595
Developer contributions	-31,599	-28,144	-25,173	-22,734	-17,525
Provisions	-4,525	-4,525	-4,525	-4,525	-4,525
Pension Fund liability	-438,860	-418,860	-418,860	-418,860	-418,860
Total net assets	2,431,333	2,521,990	2,575,003	2,632,824	2,711,208
Net Worth					
Fixed asset / capital Financing accounts	-2,686,536	-2,760,397	-2,831,591	-2,889,897	-2,970,032
Capital Receipts	-5,724	-	-	-	-
Pension reserve	438,860	418,860	418,860	418,860	418,860
Earmarked reserves	-154,633	-151,484	-138,129	-142,787	-142,310
Revenue account	-23,300	-28,969	-24,143	-19,000	-17,726
Total net worth	-2,431,333	-2,521,990	-2,575,003	-2,632,824	-2,711,208

Balance sheet projections reflect the spending assumptions in the 2009/10 budget and 2010/11 and 2011/12 provisional budgets, the 2009/10 to 2011/12 capital programmes and the three year treasury management strategy approved by the Cabinet in February 2009. 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 decrease in net assets of £280m between 31 March 2008 and 31 March 2012 is the impact of revaluation of fixed assets, net of external financing, which accounts for the increase.

Summary of Prudential Indicators

		2007/08	2008/09	2009/10	2010/11	2011/12
		Actual	Estimate	Estimate	Estimate	Estimate
Prudential indicators for capital expenditure						
Capital expenditure	£m	176.5	215.0	159.1	162.7	151.0
Capital financing requirement	£m	586.3	648.8	687.7	692.6	662.2
Prudential indicators for affordability						
Ratio of financing costs to net revenue stream	%	5.35	5.40	6.4	6.72	6.56
Incremental impact of capital programme on council tax	£	n/a	n/a	11.55	5.16	4.98
Prudential indicators for prudence						
Medium-term borrowing not to exceed capital financing requirement		The County Treasurer will ensure this is not breached				
Prudential Indicators for external debt						
Actual external debt	£m	404.3	n/a	n/a	n/a	n/a
Authorised limits	£m	590.0	620.0	690.0	700.0	670.0
Operational boundaries	£m	480.0	510.0	570.0	580.0	550.0
Prudential indicators for Treasury Management						
Adoption of CIPFA Code of Practice		Agreed by the Cabinet in February 2003				
Upper limits - fixed rates	£m	256.0	300.0	320.0	320.0	320.0
Upper limits - variable rates	£m	202.0	370.0	440.0	450.0	430.0
Maturity structure of fixed-rate debt						
Upper limits						
Under 12 months	%	2	1	10	10	10
12 to 24 months	%	2	3	10	10	10
24 months to 5 years	%	5	6	20	20	20
5 years to 10 years	%	16	14	30	30	30
10 years and beyond	%	75	76	90	90	90
Lower limits						
Under 12 months	%	2	1	-	-	-
12 to 24 months	%	2	3	-	-	-
24 months to 5 years	%	5	6	-	-	-
5 years to 10 years	%	16	14	10	10	10
10 years and beyond	%	75	76	70	70	70
Total sums invested for more than 364 days	£m	Nil	Nil	Nil	Nil	Nil

Summary of Financial Health Indicators

		2007/08	2008/09	2009/10	2010/11	2011/12
		Actual	Estimate	Estimate	Estimate	Estimate
Variance from budget						
Net service spending	%	-0.3	-0.5	+/-1	+/-1	+/-1
Overall spending met from formula grant, council tax and balances	%	-1.4	-1.4	+/-2	+/-2	+/-2
Balances as a % of budget requirement	%	3.9	4.5	3.7	2.8	2.5
Capital programme management						
Carry forward of schemes	%	29.0	20.0	20.0	20.0	20.0
Actual capital expenditure compared with estimate	%	-6.3	+/-10.0	+/-10.0	+/-10.0	+/-10.0
Actual capital receipts and third party contributions compared with estimate	%	-0.2	-72.3	+/-10.0	+/-10.0	+/-10.0
Income collection						
% of outstanding debt more than 12 months old	%	16.1	17.5	17.5	17.5	17.5
% of outstanding debt more than 6 months old	%	24.7	20.0	20.0	20.0	20.0
% of outstanding debt under 60 days old	%	63.2	60.0	60.0	60.0	60.0
% of debt written off to debt raised	%	0.2	<1.0	<1.0	<1.0	<1.0