

To: SOCIAL WORK COMMITTEE	Subject: SOCIAL WORK REVENUE ESTIMATES 2001/2002 BASE SUBMISSIONS	
From: DIRECTOR OF FINANCE		
Date: 6 November 2000	Ref:	
	EMCA/PH/Rev1	

1. **Introduction**

- 1.1 This report sets out the Social Work Department's base estimates for the forthcoming financial year and the broad principles within which the Council's budget is being prepared.
- 1.2 The preparation of the revenue estimates for 2001/2002 has been underway since mid-July. Procedural guidance and base information packs were distributed to each department on the 10th July 2000.
- 1.3 The base revenue estimates, as detailed in the attached appendices, have been prepared on the basis that current levels of service are maintained. Movements from the 2000/2001 approved budgets have been incorporated for those expenditure pressures/cost increases that are unavoidable or have been recognised by Government in determining the extent of local government settlements.
- 1.4 Expenditure increases have been incorporated into the base budgets as a consequence of the following:
 - The full year effect of previous year approved budget adjustments, already partly included in the base budget for 2000/01.
 - The impact of unavoidable external contract inflation.
 - The revenue consequences of capital projects approved in earlier years.
 - The impact of Council decisions taken following the approval of the 2000/01 budget.
 - The costs of staff increments.

2. **Social Work - Base Estimate 2001/2002**

- 2.1 A detailed analysis of the Social Work base budget for 2001/02 is given at appendix i. The movement in budget from 2000/01 to 2001/02 is explained within appendices ii and iii. The overall impact is an increase of £468,000 (0.67%) which can be analysed as follows:

Approved Net expenditure 2000/01 (line 15 - page 5)	£ 70,019,072
<ul style="list-style-type: none"> • The Costs of staff Increments • General CSP movements 	<p>230,000</p> <p>238,000</p>
Adjusted Net expenditure 2001/02 (line 15 - page 5)	70,487,072

It must be noted that these figures are subject to review during the budget setting process.

- 2.2 The base budget submission for 2001/02 is prior to consideration of the impact of pay award settlements, DSO contract inflation, non-domestic rate charges, employer's superannuation increases and policy decisions taken by the Council in relation to service reviews, increases in service budgets as a result of growth in client groups, enhancements and efficiency saving proposals.

3. Next Stage in Budget Process

- 3.1 At the time of preparing this report, the Scottish Executive has not yet determined individual councils' financial settlements for 2001/02. However, The Local Government Spending Review 2000 announced headline figures for Scottish Local Government, including year on year revenue support for the years' 2001/2002 to 2003/2004. Linked to this announcement will be the likely requirement to develop a 3- year revenue budget strategy for the Council. This will be taken forward over the coming months and reported to Council prior to setting the 2001/2002 council tax levels.
- 3.2 Included within the settlement is provision for pay awards of 2% and general price pressures of 1.25%. While the announcement indicates a welcome change in policy from previous years, much of the detail is still to be clarified, and a number of matters require further clarification. (E.g. the extent of hypothecation, the funding of the McCrone recommendations, the outcome of a number of service GAE reviews, and likely stability arrangements).
- 3.3 Announcements in previous years have quoted spending in terms of Grant Aided Expenditure (GAE) and grant (AEF) for local government. The Government's announcement of 20 September focused on grant levels only. This approach may be interpreted as a positive move towards the abolition of the Government's control of individual council's spends through spending guidelines. It is hoped that a more flexible arrangement will be put in place by the introduction of control mechanisms linked to the increases in council tax levels.
- 3.4 Detailed figures and how they impact on individual council's will not be published until early to mid-December. Following these announcements more detailed decisions will require to be taken concerning probable levels of savings, scope for service enhancements, and the extent of any council tax increase.

4. Recommendation

The Committee is requested to note the position set out in this report as part of the overall preparation of the Council's revenue budget for 2001/2002.


Director of Finance

NORTH LANARKSHIRE COUNCIL

ESTIMATE OF EXPENDITURE AND INCOME FOR THE YEAR ENDING 31st MARCH 2002

SOCIAL WORK - SUBJECTIVE SUMMARY

LINE	(1)	EXPENDITURE	(2)	(3)
	2000/2001 REVENUE ESTIMATE		2001/2002 BASE ESTIMATE	MOVEMENTS
1	40,775,727	EMPLOYEE COSTS	41,005,727	230,000
2	3,628,278	Salaries and Wages - Admin & Clerical Staff	3,647,278	19,000
3	1,511,920	Basic Grade Social Workers	1,530,920	19,000
4	10,402,170	Management, Support, Specialist & Fieldwork Staff APT&C	10,460,170	58,000
5	6,715,888	Care Staff APT&C	6,754,688	38,800
6	1,555,336	Instructors	1,563,336	8,000
7	297,872	Hospital Social Workers	299,772	1,900
8	8,916,750	Manual Workers	8,975,850	49,100
9	132,379	Pension Increases	132,379	-
		Superannuation -		
10	2,225,046	APT&C Staff	2,243,046	18,000
11	152,990	Manual Workers	152,990	-
		National Insurance -		
12	1,921,632	APT&C Staff	1,939,632	18,000
13	332,705	Manual Workers	332,705	-
		Other Employee Costs -		
14	826,950	Other Staff Costs	826,950	-
15	145,811	Training Costs	145,811	-
16	4,756,504	PROPERTY COSTS	4,994,504	238,000
17	583,257	Rates	583,257	-
18	831,876	Rents and Feu Duties	831,876	-
19	54,377	Property Insurance	54,377	-
20	333,503	Electricity	359,503	26,000
21	103,324	Gas	125,324	22,000
22	36,847	Oil	36,847	-
23	16,717	Solid Fuel	16,717	-
24	49,805	Cleaning Materials	49,805	-
25	1,202,457	Payments to Contractors - Cleaning	1,202,457	-
26	608,530	Adaptations	608,530	-
27	52,130	Grounds Maintenance	52,130	-
28	516,256	Repairs and Maintenance	516,256	-
29	377,425	Other Property Costs	377,425	180,000
30	1,446,379	SUPPLIES AND SERVICES	1,446,379	-
31	221,187	Provisions	221,187	-
32	63,996	Office Equipment	63,996	-
33	61,990	Machine Rentals	61,990	-
34	138,706	Tools and Equipment	138,706	-
35	12,948	Uniforms	12,948	-
36	13,695	Crockery and Cutlery	13,695	-
37	6,158	Medical Equipment	6,158	-
38	36,590	Vocational Equipment	36,590	-
39	13,030	Laundry	13,030	-
40	6,350	Telephones for handicapped	6,350	-
41	97,340	Holidays and Outings	97,340	-
42	46,700	Clients Treatment Courses	46,700	-
43	51,330	Clients Clothing	51,330	-
44	127,999	Clients Requisites	127,999	-
45	161,280	Aids for the Handicapped	161,280	-
46	127,369	Furniture and Fittings	127,369	-
47	259,721	Other Supplies and Services	259,721	-
48	46,978,610	Carried Forward	47,446,610	468,000

NORTH LANARKSHIRE COUNCIL

ESTIMATE OF EXPENDITURE AND INCOME FOR THE YEAR ENDING 31st MARCH 2002

SOCIAL WORK - SUBJECTIVE SUMMARY

LINE NO.	(1)	EXPENDITURE	(2)	(3)
	2000/2001 REVENUE ESTIMATE		2001/2002 BASE ESTIMATE	MOVEMENTS
49	46,978,610	Brought Forward	47,446,610	468,000
50	3,002,544	TRANSPORT AND PLANT	3,002,544	-
51	377,457	External Hires	377,457	-
52	1,578,007	Internal Transport Hires	1,578,007	-
53		Internal Transport Driver		-
54	8,587	Internal Transport Fuel	8,587	-
55	1,035,676	Staff Travel	1,035,676	-
56	2,817	Other Transport Costs	2,817	-
57	744,011	ADMINISTRATION COSTS	744,011	-
58	140,436	Printing and Stationery	140,436	-
59	12,732	Advertising	12,732	-
60	61,987	Postages	61,987	-
61	217,208	Telephones	217,208	-
62	58,361	Insurance (Other than Property and Transport)	58,361	-
63	233,347	Other Administration Costs	233,347	-
64	29,812,359	PAYMENTS TO OTHER BODIES	29,812,359	-
65	3,171,599	Payments to Voluntary Organisations	3,171,599	-
66	7,856,684	Supplementation Payments	7,856,684	-
67	1,102,619	Foster Parents Allowances	1,102,619	-
68	176,050	Foster Parents Discret.	176,050	-
69	15,140	Section 27 Payments	15,140	-
70	178,450	Community Parents	178,450	-
71	23,410	Payments to Childminders	23,410	-
72	372,497	Adoption Allowances	372,497	-
73		Payments to Link Carers		-
74	35,000	Development Monies	35,000	-
75	10,535,380	Community Care - Care Element	10,535,380	-
76	730,310	Community Care - Development	730,310	-
77		CET Allocation Home Care		-
78	1,616,584	Payments to other Local Authorities	1,616,584	-
79		Payments to Health Boards		-
80	246,400	Grants to Voluntary Organisations	246,400	-
81	2,007,085	Contract Catering	2,007,085	-
82	14,444	Section 12 Payments	14,444	-
83	260,650	Section 29 Payments	260,650	-
84	58,527	Section 22 Payments	58,527	-
85	815,450	Payments to Other Bodies	815,450	-
86	596,080	Independent Living Fund	596,080	-
87	352,955	OTHER EXPENDITURE	352,955	-
88	305	Conferences and Courses	305	-
89	352,650	Miscellaneous	352,650	-
90		Savings/Overprovision		-
91		Temporary Interest on Revenue Account		-
92	-	CAPITAL FINANCED FROM CURRENT REVENUE	-	-
93	1,276,000	CAPITAL CHARGES	1,276,000	-
94	2,263,588	APPORTIONED EXPENSES	2,263,588	-
95	84,430,067	Total Expenditure	84,898,067	468,000

NORTH LANARKSHIRE COUNCIL

ESTIMATE OF EXPENDITURE AND INCOME FOR THE YEAR ENDING 31st MARCH 2002

SOCIAL WORK - SUBJECTIVE SUMMARY

LINE NO.	(1)	INCOME	(2)	(3)
	2000/2001 REVENUE ESTIMATE		2001/2002 BASE ESTIMATE	MOVEMENTS
	£		£	
1	14,410,995	INCOME	14,410,995	-
2	2,062,987	Government Grants - Various	2,062,987	-
3		Other Grants		-
4	7,715,050	Resource Transfer Allocation	7,715,050	-
5	77,280	Recoveries from Health Boards	77,280	-
6	2,290	Charges to Staff	2,290	-
7	40,340	Other LA's General	40,340	-
8	7,160	Sales Fees and Charges	7,160	-
9	14,220	Charges for Registration	14,220	-
10	3,707,447	Charges to Persons using Service	3,707,447	-
11	5,570	Direct Assistance Recoveries	5,570	-
12	778,651	Other Income	778,651	-
13	14,410,995	Total Income	14,410,995	-
14	84,430,067	Gross Expenditure b/f	84,898,067	468,000
15	70,019,072	Net Expenditure	70,487,072	468,000

North Lanarkshire Council

Current Service Provision (CSP) Adjustments 2001 / 2002

COMMITTEE: SOCIAL WORK
 SERVICE: SOCIAL WORK SERVICES

CSP Increases1. Increases in Expenditure

1.1 Additional Cost of new leases for the Cumbernauld and Chryston offices.	180,000
1.2 Costs of Staff Increments	230,000
1.3 Increase in Climate Change Levy	58,000

2. Increased GAE Resources

-

3. Reduction in Income

-

Total CSP Increases	468,000
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CSP Reductions

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Total CSP Reductions	-
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Net CSP Movements (CSP Increases less Reductions)	468,000
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Explanatory Notes to CSP Adjustments

Department : **SOCIAL WORK**

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1.1	<u>Additional Cost of new leases for the Cumbernauld and Chryston Offices</u> Additional lease and Council Tax costs will be incurred in Cumbernauld and Chryston Area Offices where new leases will be entered into this year. A similar situation will arise in Bellshill due to further expansion of the Area Team property.	180,000
1.2	<u>Cost of Staff Increments</u> The Social Work Staff Database has been used to calculate the requirement and working papers have been provided. Additional Resources are required to fund the annual increments.	230,000
1.3	<u>Increase in Climate Change Levy</u> As a consequence of the government's introduction of the "Climate Change Levy", power price increases are anticipated to rise in the region of 11.24% for Electricity and 18.9% for Gas.	58,000