

APPENDIX D

PROVISIONAL LOCAL AREA AGREEMENT 2007/8 OUTTURN

1. The provisional year end position is reported below.
2. The three funding streams for the LAA are:
 - Pooled funding of £19.3m for 2007/8. This relates to former specific grants that are now pooled within the LAA. £7.7m is ring fenced funding. The Communities and Local Government Department is operating a 5% limit on the carry forward of under spends on the ring-fenced element of the LAA.
 - Agreed funding for the achievement of reward targets of £3.4m over the three years of the LAA. This is partly funded from LAA pump priming grant of £1.3m and the balance of £2.1m will be met from anticipated reward funding. In 2007/8, the budgeted expenditure is £1.2m.
 - Funding for the achievement of non-reward targets of £593,000. This is funded from a County Council cash contribution of £250,000 and partner cash contributions of £100,000. In kind partner contributions of £243,000 are not monitored as part of the LAA. In 2007/08, the budgeted expenditure is £0.16m.

Pooled Funding

3. An overall under spend of £0.63m is forecast. £0.14m is committed to be spent against capital projects that will be completed in 2008/9.
4. The key variations are:

Children and Young People (CYP) (£16.7m budget – provisional under spend of £0.45m)

- Under spend (£0.37m) arising from recruitment and commissioning of services in Children's Fund and Sure Start Extended Services areas.
- Under spend (£0.08m) arising from the timing change of specific grants (academic year) to LAA (financial year). This will not occur again for the grants that are already pooled into the LAA.

Safer and Stronger Communities block (£0.75m revenue and £0.22m capital budget – provisional under spend of £0.05m).

- Capital under spend (£40,835) is committed to be spent in 2008/9, due to delays in completion of capital works.

Cleaner and Greener Block (£0.96m revenue and £0.65m capital budget – provisional under spend of £0.13m).

- Revenue under spend (£33,169), arising from procurement delays and project funding. £6.2k of the under spend is committed and £27k is available to the LAA.
- Capital under spend (£101,435) arising from procurement delays is committed to be spent in 2008/9.

5. The ring fenced pooled under spend is just below the 5% limit imposed on carry forwards by the Communities and Local Government Department. To achieve this outcome, CYP pooled funding has been used flexibly within LAA funding rules. This treatment is consistent with the approach used in 2006/07.

Reward and Non Reward Funding

6. Overall an under spend of £0.23m is anticipated (£0.12m Reward and £0.11m Non Reward). Of this, £110,580 is committed for use in 2008/9, £9,751 is requested to be carried forward for use in 2008/9 and £107,236 is available for use to achieve LAA priorities and outcomes for 2008/09.
7. Under spends (£0.48m) from 2006/7 were re-allocated to other LAA outcomes in 2007/8, in accordance with the financial protocol. £6,668 is requested to be carried forward and £71,306 remains unspent.