

RESOURCES PORTFOLIO

DEPARTMENT OF RESOURCES

Business Unit: Information Technology Development

2007/08 Actual (Restated)	2008/09 Original Estimate (Restated)	2008/09 Revised Estimate	Cost Centre	2009/10 Original Estimate	2010/11 Projection	2011/12 Projection
£	£	£		£	£	£
56,690	5,000	5,000	Central Services:			
256,012	-594,590	-236,660	Corporate & Democratic Core			
			Corporate Management			
			Access to Services	5,000	5,000	5,000
			Transfers to/from Reserves	-375,270	-290,490	-310,030
312,702	-589,590	-231,660	GF Net Expenditure	-370,270	-285,490	-305,030
			Subjective Analysis			
256,012	-594,590	-236,660	Transfers to/from Reserves	-375,270	-290,490	-310,030
256,012	-594,590	-236,660	Total Controllable Expenditure	-375,270	-290,490	-310,030
56,690	5,000	5,000	Support Services	5,000	5,000	5,000
56,690	5,000	5,000	Total Additional Expenditure	5,000	5,000	5,000
312,702	-589,590	-231,660	Net Expenditure	-370,270	-285,490	-305,030

RESOURCES PORTFOLIO

DEPARTMENT OF RESOURCES

Business Unit: Information Technology Development

Major Variances between 2008/09 Original Estimates and Revised Estimates

	£
Revised Estimate 2008/09	-231,660
Original Estimate 2008/09 (Restated)	-589,590
Increase in Net Expenditure	<u>357,930</u>
Explained by:-	
	£'000
<u>TRANSFERS TO/FROM RESERVES</u>	
Annual (net) contribution to the ITD Development Reserve	25
Reduction in drawdown from the ITD Development Reserve to fund lower revenue spending recharged to services (included within ITD holding account)	325
Contribution towards funding of early retirement of HR post	8
	<u>358</u>

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DEPARTMENT OF RESOURCES

Business Unit: Information Technology Development

Major Variances between 2008/09 and 2009/10 Original Estimates

	£
Original Estimate 2009/10	-370,270
Original Estimate 2008/09 (Restated)	-589,590
Increase in Net Expenditure	<u>219,320</u>
Explained by:-	
	£'000
<u>TRANSFERS TO/FROM RESERVES</u>	
Annual (net) contribution to the ITD Development Reserve	36
Reduction in drawdown from the ITD Development Reserve to fund lower revenue spending recharged to services (included within ITD holding account)	183
	<u>219</u>

RESOURCES PORTFOLIO

**DEPARTMENT OF RESOURCES
RECHARGEABLE ACCOUNTS**

Business Unit: Information Technology Development

2008/09 Original Estimate (Restated)	2008/09 Revised Estimate	Cost Centre	2009/10 Original Estimate		
			Gross Expenditure	Gross Income	Net Expenditure
£	£		£	£	£
		Support Services			
3,090,750	2,603,180	Information Systems & Technology	2,870,780	0	2,870,780
68,180	78,000	GIS Mapping	0	0	0
-216,660	-134,130	Internal Capital Recharges	0	81,970	-81,970
-2,942,270	-2,547,050	Recharges to Services	0	2,788,810	-2,788,810
0	0	GF Net Expenditure	2,870,780	2,870,780	0
		Subjective Analysis			
985,260	977,960	Employees	1,020,910		
1,841,540	1,361,300	Supplies & Services	1,493,740		
4,090	4,090	Transport	4,090		
2,830,890	2,343,350	Total Controllable Expenditure	2,518,740		
33,400	30,260	Employees	3,580		
13,520	26,630	Supplies & Services	21,790		
990	990	Transport	1,070		
210,730	199,480	Support Services	213,430		
7,350	7,350	Service Management	3,900		
62,050	73,120	Capital Charges	108,270		
328,040	337,830	Total Additional Expenditure	352,040		
3,158,930	2,681,180	Total Expenditure	2,870,780		
		Less Income			
2,942,270	2,547,050	Internal Recharges	2,788,810		
216,660	134,130	Internal Capital Recharges	81,970		
0	0	Net Expenditure	0		

RESOURCES PORTFOLIO
DEPARTMENT OF RESOURCES
Business Unit: Information Technology Development

Major Variances between 2008/09 Original Estimates and Revised Estimates

	£	
Revised Estimate 2008/09	2,547,050	
Original Estimate 2008/09 (Restated)	2,942,270	
Decrease in Net Expenditure	-395,220	
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Explained by:-	£'000	£'000
<u>CONTROLLABLE EXPENDITURE</u>		
Decrease in Employees		
JEQ - Costs/Savings/Appeals	6	
Increase in vacancy provision rate from 1% to 1.5%	-5	
ITD posts (Funded from ITD Development Reserve - within ITD GF)	-14	
Staff advertising and resettlement expenses (Funded from BU Reserve - within MFI)	7	
Decrease in Supplies & Services		
Application software support	-37	
Terminals hardware maintenance	-21	
Terminals communications	2	
Application software support and terminals communication costs (Funded from ITD Development Reserve - within ITD GF)	-15	
Computer investment spending - reduced recharge to Depts (Funded from ITD Development Reserve - within ITD GF)	-325	
	<hr/>	-402
<u>ADDITIONAL EXPENDITURE</u>		
Decrease in support recharges	-1	
Increase in capital charge depreciation	8	7
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		-395

RESOURCES PORTFOLIO
DEPARTMENT OF RESOURCES
RECHARGEABLE ACCOUNTS
Business Unit: Information Technology Development

Major Variances between 2008/09 and 2009/10 Original Estimates

	£	
Original Estimate 2009/10	2,788,810	
Original Estimate 2008/09 (Restated)	2,942,270	
Decrease in Net Expenditure	-153,460	
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Explained by:-	£'000	£'000
<u>CONTROLLABLE EXPENDITURE</u>		
Increase in Employees		
Effect of annual pay award 2.5%/NI changes/Super rate increase to 21.5%	21	
JEQ - Costs/Savings/Appeals	6	
Increase in vacancy provision rate from 1% to 1.5%	-5	
Increments / staff and hours change / other	2	
ITD posts (Funded from ITD Development Reserve - within ITD GF)	12	
Decrease in Supplies & Services		
Application software support	12	
Terminals hardware maintenance	-36	
Terminals communications	6	
Computer investment spending - reduced recharge to Depts (Funded from ITD Development Reserve - within ITD GF)	-183	
	<hr/>	-165
<u>ADDITIONAL EXPENDITURE</u>		
Decrease in support recharges	-22	
Increase in capital charge depreciation	34	12
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		-153

RESERVE REVIEW FORM

RESERVE NAME:	ITD Development Reserve LEDGEI E27 9R38
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RESERVE TYPE:	Earmarked
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(eg Business Unit/DSO/Earmarked/AMRA)

ESTIMATED BALANCE 31/3/09:	£1,688,992
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PURPOSE OF RESERVE:

IT Development Reserve - To hold approved money to cover spending on the Council's computer systems and software contained in the Corporate ICT Strategy approved by Cabinet, and for the development and implementation of the Council's Access to Services and E-Government strategies.

HOW/WHEN RESERVE CAN BE USED:

ITD Development Reserve - The reserve is used at the year end to fund expenditure on the Council's computer hardware and software and on Access to Services/e-Government.

PROCEDURE FOR RESERVE'S MANAGEMENT & CONTROL:

An annual contribution from the General Fund is made to top up the ITD Development Reserve. Expenditure is coded to the Computer Account throughout the year. At year end this is analysed by HOITD, in consultation with Accountancy, and a calculation is made of the the expenditure that can be met from the reserve each year and ensures that the correct accounting treatment is reflected in the final accounts.

An ongoing list of commitments from this reserve is kept by HOITD and DR Business Support.

REVIEW PROCEDURE/TIMING:

Annually by relevant departmental officer at Final Accounts

Annually by Accountancy Manager at Final Accounts

Annually at Estimates time by Head of Financial Management (Revenue Reserves)

or Accountancy Manager (AMRA)

Other information:(if any)

ESTIMATED MOVEMENT IN EARMARKED RESERVE

	£
Balance as at 01/04/08	1,933,770
2008/2009	
Annual appropriation to Computer Reserve	269,950
Annual appropriation to AtS Reserve (net of transfer to CSU budget)	365,500
Funding of ITD and DCPI Posts	-244,281
Funding of revenue maintenance costs	-26,647
Funding of HR/Payroll Project (costs within DR Business Support)	-10,000
Funding of Agresso secondment (costs within DR Business Support)	-10,000
Forecast Development spending	-589,300
Estimated balance as at 31/03/09	1,688,992
2009/2010	
Annual appropriation to Computer Reserve	269,950
Cash Efficiency Saving for 2009/2010	-19,950
Annual appropriation to AtS Reserve (net of transfer to CSU budget)	392,500
Funding of ITD and DCPI Posts	-244,555
Funding of revenue maintenance costs	-42,214
Forecast Development Spending	-731,000
Estimated balance as at 31/03/10	1,313,723
2010/2011	
Annual appropriation to Computer Reserve	250,000
Annual appropriation to AtS Reserve (net of transfer to CSU budget)	392,500
Funding of ITD Posts	-249,510
Funding of revenue maintenance costs	-43,480
Forecast Development Spending	-640,000
Estimated balance as at 31/03/11	1,023,233
2011/2012	
Annual appropriation to Computer Reserve	250,000
Annual appropriation to AtS Reserve (net of transfer to CSU budget)	392,500
Funding of ITD Posts	-257,744
Funding of revenue maintenance costs	-84,785
Forecast Development Spending	-610,000
Estimated balance as at 31/03/12	713,204