

Annual efficiency statement - mid-year update

Details

Local authority Wigan Metropolitan Borough Council

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Statement

General or Overarching Comments

The Council remains on track to achieve the targeted efficiencies in the 3 year period. The 2006/07 forecast has been revised to reflect additional ongoing efficiencies in 2005/06 and further efficiencies which are now expected in 2006/07. The Housing Capital Expenditure gain has significantly decreased because the forecast inflation index has been revised downwards. The Council is aware of the previous part the major improvement programme to its Housing stock played in securing its Gershon targets and is confident that these will be offset by further initiatives in Procurement, transactions and organisational streamlining in 2007/08.

	Estimated efficiencies achieved Apr 06 - Sept 06 (inclusive)	Forecast 2006/07 efficiencies	...of which cashable	Ongoing efficiency gains from previous years	...of which cashable	Forecast cumulative efficiency	...of which cashable	F
Adult social services	1,330,060	2,675,063	1,612,147	1,180,263	575,150	3,855,326	2,187,297	
Explanation of Major Differences:								
Children's services	165,575	232,840	11,280	270,429	11,280	503,269	22,560	
Explanation of Major Differences: Now incorporates efficiencies from backward look 2005/06 not previously forecast (£76k) and sickness absence reductions pr Social Services.								

Culture and sport		242,775	542,234	352,725	422,245	261,986	964,479	614,7
		Explanation of Major Differences: Ongoing savings amended for double count in savings of procurement of Library Books (£25k).						
Environmental services		1,754,238	1,999,361	1,930,216	1,289,430	1,289,430	3,288,791	3,219,
		Explanation of Major Differences:						
Local transport (highways)		566,302	797,403	775,662	437,944	416,203	1,235,347	1,191,
		Explanation of Major Differences:						
Local transport (non-highways)	367,804	367,804	367,804	367,804	367,804	735,608	735,608	Documents People Projects
	Explanation of Major Differences: Reduction in efficiencies expected from PTA on bus operators and concessionary fares. Revision reflects 2005/06 backward look.							

LA social housing (capex)	1,135,107	2,578,364	2,578,364	6,628,160	6,628,160	9,206,524	9,206,524	Documents People Projects
	Explanation of Major Differences: Reduction in relevant indices for Housing construction and repair has significantly reduced the benefit of below inflation contract terms - reduction of £2.3 million in expected efficiency saving.							
LA social housing (other)	400,000	935,000	240,000	0	0	935,000	240,000	Documents People Projects
	Explanation of Major Differences: Savings expected from reconfiguration of services, area offices and contact centres now not expected in full for 2006/07.							
Non-school educational services	111,127	160,127	103,127	80,190	39,627	240,317	142,754	Documents People Projects
	Explanation of Major Differences:							
Supporting people	285,281	375,781	286,781	194,781	194,781	570,562	481,562	Documents People Projects
	Explanation of Major Differences: Improvement in 2005/06 savings giving reduced base expenditure in 2006/07.							

Homelessness	0	0	0	0	0	0	0	Documents
								People
								Projects
Explanation of Major Differences:								
Other cross-cutting efficiencies not covered above								
Corporate services	800,569	1,109,595	1,109,595	591,608	589,309	1,701,203	1,698,904	Documents
								People
								Projects
Explanation of Major Differences: Reclassification of savings accruing from outsourced design services to procurement (approx £260k).								
Procurement - goods and services	243,779	556,130	356,130	332,825	332,825	888,955	688,955	Documents
								People
								Projects
Explanation of Major Differences: Reclassification of savings accruing from outsourced design services to procurement from Corporate Services (approx £260k).								
Procurement - construction	0	0	0	0	0	0	0	Documents
								People
								Projects
Explanation of Major Differences:								

Productive time	217,000	434,000	0	0	0	434,000	0	Documents People Projects
	Explanation of Major Differences:							
Transactions	479,066	582,936	178,461	305,946	163,839	888,882	342,300	Documents People Projects
	Explanation of Major Differences: Improvement of some £158k attributable to increasing e-payments (Direct Debit, internet and automated telephone) + reductions in cheque payments to suppliers.							
Miscellaneous efficiencies	1,427,713	1,498,972	1,468,213	1,427,713	1,427,713	2,926,685	2,895,926	Documents People Projects
	Explanation of Major Differences: Reflects increased airport dividend payments between 2004/05 and 2006/07 + continuing savings from interest benefit on disposal of operational assets in backward look 2005/06.							
Total	9,526,396	14,845,610	11,370,505	13,529,338	12,298,107	28,374,948	23,668,612	