

AGENDA ITEM 8 - Portsmouth City Council Budget & Council Tax 2017/18 & Medium Term Budget Forecast 2018/19 to 2020/21

Amendment to Cabinet recommendations attached.

Proposed by (Name) G. VERNON - JACOBSON

Signed 

Seconded by (Name) HUGH MASON

Signed 

Amendment proposed by the Liberal Democrat Group

Portsmouth City Council - Budget & Council Tax 2017/18 & Medium Term Budget Forecast 2018/19 to 2020/21

That the recommendations of the Cabinet of 9 February 2017 (Minute 7/17) on "Portsmouth City Council - Budget & Council Tax 2017/18 & Medium Term Budget Forecast 2018/19 to 2020/21 be amended as follows:-

Recommendation 1 (a) be amended to:

1(a) The revised Revenue Estimates for the financial year 2016/17 and the Revenue Estimates for the financial year 2017/18 as set out in the General Fund Summary (Appendix A amended) including the changes described in paragraph 1(q) below:-

1(q) the following changes be made to Cash Limits for 2017/18 and future years as set out in the table below, but Members note that:

the responsibility of the City Council is to approve the overall Budget and the associated cash limits of its Portfolios and Committees; it is not the responsibility of the City Council to approve any individual savings or additions within those Portfolios/Committees, that responsibility is reserved for Cabinet Members. The budget savings and additions in the tables below are therefore indicative only.

i) **Reductions to Revenue Estimates**

Indicative Portfolio Savings Proposal	Impact on Level of Service & Service Outcomes	2017/18	2018/19 & Future Years
		£	£
Resources			
Reduce resource available for strategy and performance related activity equivalent to 1 full time equivalent post	Reductions in the following strategic and governance functions for the council: <ul style="list-style-type: none">- Maintaining the council's risk management and performance management frameworks- Providing support for PUSH- Bidding for external funding- Supporting key partnerships including Public Service Board and Health & Wellbeing Board- Project management and strategic support on major agendas such as devolution/combined authority, health integration- Leadership and support on specific projects, such as the regional adoption agency	(33,000)	(40,000)
Reduction in support to the Leader's Office	Reduction in the availability and effectiveness of the Leader of the Council to promote the City and undertake Council duties	(35,000)	(42,000)
Reduce number of HR Business Partners by 1 full time equivalent member of staff	Business partners are the most senior HR support for directorates. A reduction in capacity will present a risk to the organisation, including the capacity to properly support organisational change and the associated risk of legal challenge as well as the ability to expand its commercial activities.	(45,000)	(54,000)

Indicative Portfolio Savings Proposal	Impact on Level of Service & Service Outcomes	2017/18	2018/19 & Future Years
		£	£
Reduce Administrative Support provided to Directors	Reduction in the capacity, availability and accessibility of Senior Officers. Senior Officers will spend a meaningful proportion of their time on administrative functions	(54,000)	(65,000)
Reduce role and function of communications team	Limited ability to respond to the media, provide information to the public and run campaigns. Potential negative impact on income and access to services	(50,000)	(60,000)
<u>Traffic & Transportation</u>			
Re-instatement of MB Parking Zone to improve the current parking policy through the efficient management of on-street parking in the area and in accordance with the vote from residents	Expected to lead to additional parking demand in adjacent areas as a consequence of displacement. This is likely to generate further requests for residents parking schemes.	(22,000)	(49,000)
Re-instatement of MC Parking Zone to improve the current parking policy through the efficient management of on-street parking in the area and in accordance with the vote from residents	Expected to lead to additional parking demand in adjacent areas as a consequence of displacement. This is likely to generate further requests for residents parking schemes.	(52,000)	(98,000)
Implementation of residents' car parking zones to improve the current parking policy through the efficient management of on-street parking and in the areas where residents have voted in favour of doing so.	Expected to lead to additional parking demand in adjacent areas as a consequence of displacement. This is likely to generate further requests for resident's parking schemes.	(4,000)	(44,000)
<u>North Kings:</u> (Area 1 of the Five Zone Survey of Central Southsea 2014)			

Indicative Portfolio Savings Proposal	Impact on Level of Service & Service Outcomes	2017/18	2018/19 & Future Years
		£	£
<p>Implementation of residents' car parking zones to improve the current parking policy through the efficient management of on-street parking and in the areas where residents have voted in favour of doing so.</p> <p><u>Owens Gardens</u> - boundary Grove Road South, Elm Grove, Merton/Nelson Road and Victoria Road South: (Area 2 of the Five Zone Survey of Central Southsea 2014)</p>	Expected to lead to additional parking demand in adjacent areas as a consequence of displacement. This is likely to generate further requests for residents' parking schemes.	1,000	(30,000)
<p>Implementation of residents' car parking zones to improve the current parking policy through the efficient management of on-street parking and in the areas where residents have voted in favour of doing so.</p> <p><u>South Kings:</u> (Area 3 of the Five Zone Survey of Central Southsea 2014)</p>	Expected to lead to additional parking demand in adjacent areas as a consequence of displacement. This is likely to generate further requests for residents' parking schemes.	(4,000)	(45,000)
<p>Implementation of residents' car parking zones to improve the current parking policy through the efficient management of on-street parking and in the areas where residents have voted in favour of doing so.</p> <p><u>Boundary of Highland Road, Winter Road, Goldsmith Avenue and Francis Avenue:</u> (Area 5 of the Five Zone Survey of Central Southsea 2014)</p>	Expected to lead to additional parking demand in adjacent areas as a consequence of displacement. This is likely to generate further requests for residents' parking schemes.	(27,000)	(106,000)
Total		(325,000)	(633,000)

ii) Additions to Revenue Estimates

Saving No.	Increases to Portfolio Cash Limits - Deletion of Indicative Savings	2017/18	2018/19 & Future Years
		£	£
Culture, Leisure & Sport			
New	Re-open Southsea Library on a Sunday	12,000	12,000
Environment & Community Safety			
023	Re-instate voluntary sector grant payments to Portsmouth Area Rape Crisis (£3,000) and Portsmouth Mediation Service (£8,000)	11,000	11,000
026	Re-instate (ahead of the re-building of Sea Defences) the reduction in reactive maintenance budget to the Sea Defences	10,000	10,000
New	Re-instatement of Domestic Violence Services	130,000	130,000
New	Additional enforcement of dog fouling and litter dropping to enhance footways and open spaces	7,000	70,000
New	Reinstate 50% the operation of the Hate Crime Prevention Service (Victim Support) which was discontinued from 2016/17	25,000	50,000
New	Re-instatement of a fixed number of Free Bulky Waste Collections (means tested)	10,000	10,000
New	Provision of 10 Multi-Use Waste Bins located across the City	7,000	7,000
Health & Social Care			
New	Increased support for drug and alcohol detox services	23,000	133,000
Housing			
051	Re-instate 50% floating tenancy support for families	25,000	25,000
Resources			
New	Grant to Off the Record	20,000	20,000
New	Remove £2 floor for Council Tax Support	12,000	12,000
New	Increase in pay for the lowest paid to the level of the Living Wage as defined by the Living Wage Foundation, subject to the approval of the Employment Committee	0	110,000

Saving No.	Increases to Portfolio Cash Limits - Deletion of Indicative Savings	2017/18	2018/19 & Future Years
		£	£
New	Repair and maintenance provision for the Yomper Statue in the event that it is transferred to the ownership of the City Council	1,000	1,000
Traffic & Transportation			
New	Additional 4 School Crossing Patrol Officers to be flexibly deployed as required across crossings city-wide	20,000	20,000
New	Protection (i.e. subsidies) for non-commercial but valuable bus routes which otherwise would be withdrawn	12,000	12,000
Total		325,000	633,000

Recommendation 1(b) be amended to:-

- 1(b) The Portfolio Cash Limits for the Revised Budget for 2016/17 and Budget for 2017/18 as set out in Sections 7 and 9, respectively as amended by paragraph 1(r) below:-
- 1(r) The following changes be made to Cash Limits for 2017/18 and future years

Portfolio / Committee	2017/18 £	Future Years £
Culture, Leisure & Sport	12,000	12,000
Environment & Community Safety	200,000	288,000
Health & Social Care	23,000	133,000
Housing	25,000	25,000
Resources	(184,000)	(118,000)
Traffic & Transportation	(76,000)	(340,000)
Total	0	0

SECTION 151 OFFICER'S COMMENTS

Under Recommendation 1(p), the Section 151 Officer advises as follows:-

The proposals contained within this amendment do not alter the statements made by the Section 151 Officer in Section 13 of this report.

CITY SOLICITOR'S COMMENTS

The City Solicitor is satisfied that it is within the City Council's powers to approve the amendment as set out, and supports the advice of the Section 151 Officer given above.

Liberal Democrat Group Amendment

GENERAL FUND SUMMARY - 2016/17 to 2020/21

APPENDIX A (Amended)

Original Budget 2016/17 £	NET REQUIREMENTS OF PORTFOLIOS	Revised Budget 2016/17 £	Original Budget 2017/18 £	Forecast 2018/19 £	Forecast 2019/20 £	Forecast 2020/21 £
24,566,700	Children's Social Care	24,053,500	23,842,700	25,292,700	26,013,400	26,712,800
10,232,060	Culture Leisure & Sport	10,423,760	10,172,860	10,357,560	10,574,260	10,784,760
25,037,557	Education	25,107,657	24,247,457	24,378,857	24,531,257	24,635,857
16,029,713	Environment & Community Safety	15,759,113	16,000,013	16,456,013	16,875,313	17,281,313
42,250,279	Health & Social Care	45,355,779	45,455,879	49,656,379	52,459,379	53,721,979
9,348,628	Housing	9,288,528	9,065,528	9,057,228	9,159,228	9,255,228
257,853	Leader	141,953	144,153	147,353	151,153	154,953
3,688,129	Planning Regeneration Economic Development	2,821,929	37,329	(248,871)	(1,305,271)	(1,984,271)
22,218,534	Resources	22,440,234	22,574,234	23,049,034	23,764,734	24,417,834
14,894,007	Traffic & Transportation	16,022,207	14,529,707	16,068,007	15,535,107	13,906,807
249,700	Governance, Audit & Standards Committee	324,400	88,600	92,100	97,300	103,700
(210,295)	Licensing Committee	(218,995)	(215,595)	(222,895)	(230,095)	(235,395)
168,562,865	Portfolio Expenditure	171,520,065	165,942,865	174,083,465	177,625,765	178,755,565
	Other Expenditure					
0	Precepts	0	0	37,300	38,400	39,400
(125,000)	Portchester Crematorium - Share of Dividend	(130,000)	(135,000)	(130,000)	(130,000)	(130,000)
6,672,000	Pension Costs	6,672,000	7,172,000	7,672,000	8,224,800	8,517,900
6,673,600	Contingency Provision	4,252,200	6,689,000	4,451,000	4,301,000	4,301,000
1,565,500	Revenue Contributions to Capital Reserve	7,208,500	8,000,000	3,600,000	2,500,000	0
(438,300)	Transfer to / (from) Other Reserves	(2,029,700)	764,100	1,131,300	1,592,600	592,600
(27,242,965)	Asset Management Revenue Account	(31,630,765)	(28,702,765)	(29,161,265)	(28,007,265)	(26,362,865)
2,325,000	Other Expenditure	1,135,000	1,912,800	1,912,800	2,662,800	3,412,800
(10,570,165)	Other Expenditure	(14,522,765)	(4,299,865)	(10,486,865)	(8,817,665)	(9,629,165)
157,992,700	TOTAL NET EXPENDITURE	156,997,300	161,643,000	163,596,600	168,808,100	169,126,400
	FINANCED BY:					
(1,426,053)	Contribution (to) from Balances and Reserves	(2,815,954)	(583,761)	3,895,828	8,905,653	11,385,365
30,363,225	Revenue Support Grant	30,363,225	22,313,120	16,956,584	11,482,606	7,033,788
45,620,478	Business Rates Retention	45,659,100	49,632,941	49,678,070	51,445,130	52,522,670
18,433,805	Other General Grants	18,789,684	18,033,040	18,760,829	21,191,007	20,892,580
65,001,245	Council Tax	65,001,245	72,247,660	74,305,289	75,783,704	77,291,997
157,992,700		156,997,300	161,643,000	163,596,600	168,808,100	169,126,400
	BALANCES & RESERVES					
16,395,712	Balance brought forward at 1 April	16,411,215	19,227,169	19,810,930	15,915,102	7,009,449
1,426,053	Deduct (Deficit) / Add Surplus for Year	2,815,954	583,761	(3,895,828)	(8,905,653)	(11,385,365)
17,821,765	Balance carried forward at 31 March	19,227,169	19,810,930	15,915,102	7,009,449	(4,375,916)
7,000,000	Minimum Level of Balances	7,000,000	7,000,000	7,000,000	7,000,000	7,000,000
(1,426,053)	Underlying Budget Deficit / (Surplus)	(2,815,954)	(583,761)	3,895,828	8,905,653	11,385,365