

# Agenda Item 7

## **AGENDA ITEM 7** - Portsmouth City Council Budget & Council Tax 2021/2022 & Medium Term Budget Forecast 2022/23 to 2024/25

Amendment to Cabinet recommendations attached.

Proposed by (Name) Councillor Donna Jones

Signed \_\_\_\_\_

Seconded by (Name) Councillor Luke Stubbs

Signed \_\_\_\_\_



## **Amendment proposed by the Conservative Group**

### **Note:**

All of the proposals contained within this amendment are subject to the disposal of "Cabbagefield Row" which is an Executive Decision. That decision is not capable of being determined by Full Council. For this reason, the General Fund Summary attached has not been amended.

## **Portsmouth City Council - Budget & Council Tax 2021/2022 & Medium Term Budget Forecast 2022/23 to 2024/25**

That the recommendations of the Cabinet of 02 February 2021 (Minute 12/21) on "Portsmouth City Council - Budget & Council Tax 2021/2022 & Medium Term Budget Forecast 2022/23 to 2024/25" be amended as follows:

### **Additional Recommendation 3.1 22)**

Request that the Cabinet:

- i) Declare the site "Cabbagefield Row" surplus to requirements, and dispose of the site raising additional capital funding of £6m

### **Additional Recommendation 3.1 23)**

In the event that Cabinet approve the disposal of "Cabbagefield Row" that a further report be brought back to City Council to approve the following:

- i) Reduce the Revenue Contribution to the Capital Reserve by £5,397,500 (currently being used to fund New Capital Schemes set out within Appendix D) and replace this sum of funding to the Capital Programme with £5,397,500 from the Capital Receipt arising on disposal of the "Cabbagefield Row" site; therefore leaving all proposed New Capital Schemes in Appendix D intact
- ii) Amend the Revenue Estimates for the financial year 2021/22 as set out in Table 1 (a) and 1 (b) below and amend the General Fund Summary accordingly
- iii) Use the remaining sum available from the disposal of the "Cabbagefield Row" site of £602,500 to fund additional New Capital Schemes Starting in 2021/22 as set out in Table 2 below and therefore amend Appendix D accordingly

**Table 1 (a) - Reductions to Revenue Estimates**

Indicative Portfolio Savings Proposal	Impact on Level of Service & Service Outcomes	2021/22	2022/23 & Future Years
		£	£
Other Expenditure			
Reduce Revenue Contribution to Capital Reserve		(5,397,500)	0
Leader Portfolio			
Reduce Leader's Initiatives	Fewer opportunities to celebrate success, engage and network with partner organisations and prospective investors in the City	(17,500)	(17,500)
Total		(5,415,000)	(17,500)

**Table 1 (b) Additions to Revenue Estimates**

Saving No.	Increases to Portfolio Cash Limits	2021/22	2022/23 & Future Years
		£	£
Communities & Central Services Portfolio			
New	Council Tax Re-imburement Scheme - A "one-off" payment for 2021/22 only to every Council Tax payer of the equivalent of the 4.99% increase. The 4.99% increase being re-instated in 2022/23 alongside any other increase in Council Tax for that year	4,080,000	0
New	Administration of the Council Tax Re-imburement scheme (above)	200,000	0
Community Safety Portfolio			
New	Additional Community Wardens - project funding	120,000	0
Culture, Leisure & Economic Development Portfolio			
New	Repair and maintenance of additional Outside Gym Equipment installed at two locations (see Table 2 - Additions to the Capital Programme)	5,000	5,000
New	Energy & Maintenance costs of additional lighting in Parks located in Cosham, Drayton & Farlington and Paulsgrove (see Table 2 - Additions to the Capital Programme)	6,500	6,500
Environment & Climate Change Portfolio			
New	Emptying and maintenance costs of additional litter bins installed across the City (see Table 2 - Additions to the Capital Programme)	6,000	6,000
Traffic & Transportation Portfolio			
New	Parking discount scheme in town / district centres to support the recovery of the high street	350,000	0
New	Payment of a £500 COVID-19 support grant to licensed taxi drivers	647,500	0
Total		5,415,000	17,500

**Table 2 - Additions to the Capital Programme**

<b>Scheme Description - Additions (New)</b>		<b>Increase in Council Cont.</b>	<b>Total Scheme Value</b>
		<b>£</b>	<b>£</b>
<b>Additional Capital Scheme Proposals (New):</b>			
	Outdoor Gym Equipment installed at two locations	50,000	50,000
	Installation of CCTV camera in College Park	12,500	12,500
	Dog exercise areas in Parks (sites to be identified)	250,000	250,000
	Additional lighting in Parks located in Cosham, Drayton & Farlington and Paulsgrove	65,000	65,000
	Additional litter bins installed across the City	20,000	20,000
	Anchorage Park verge hardening & flower planting	15,000	15,000
	Flashing traffic warning signs for HGV lorries at Anchorage Road re: weight restrictions	20,000	20,000
	One way traffic systems - Paulsgrove	60,000	60,000
	Pedestrian Crossing - Nailsworth Road	60,000	60,000
	Traffic Calming measures - Highbury Estate	50,000	50,000
<b>Total Overall Additions</b>		<b>602,500</b>	<b>602,500</b>
<b>Total Overall Change</b>		<b>602,500</b>	

### **SECTION 151 OFFICER'S COMMENTS**

**Under Recommendation 21, 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 16 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.

# GENERAL FUND SUMMARY - 2020/21 to 2024/25

## APPENDIX A

Original Budget 2020/21 £	NET REQUIREMENTS OF PORTFOLIOS	Revised Budget 2020/21 £	Original Budget 2021/22 £	Forecast 2022/23 £	Forecast 2023/24 £	Forecast 2024/25 £
57,097,000	Children, Families & Education	57,109,400	56,428,700	57,359,700	58,912,400	60,044,200
25,155,700	Communities & Central Services	26,213,100	25,280,000	28,104,800	28,340,300	28,752,400
2,686,900	Community Safety	3,488,900	2,752,200	2,877,300	2,942,900	3,020,800
11,114,700	Culture, Leisure & Economic Development	13,284,400	13,111,200	14,041,900	14,036,600	13,805,400
13,505,700	Environment & Climate Change	13,704,600	13,751,600	14,699,100	13,632,900	13,922,200
51,013,400	Health, Wellbeing & Social Care	50,981,000	54,446,000	57,506,800	59,374,400	61,107,400
8,469,500	Housing & Preventing Homelessness	7,446,500	7,421,700	7,836,900	7,805,900	7,966,100
(24,229,200)	Leader	(24,714,600)	(25,708,200)	(25,399,900)	(26,418,800)	(26,946,300)
1,306,600	Planning Policy & City Development	1,374,100	1,229,100	1,274,200	1,321,300	1,369,900
21,206,100	Traffic & Transportation	22,011,900	21,097,000	23,199,700	25,183,600	24,931,300
(129,000)	Licensing Committee	(125,000)	(126,500)	(130,900)	(135,400)	(140,000)
<b>167,197,400</b>	<b>Portfolio Expenditure</b>	<b>170,774,300</b>	<b>169,682,800</b>	<b>181,369,600</b>	<b>184,996,100</b>	<b>187,833,400</b>
	<u>Other Expenditure</u>					
1,470,700	Pension Costs	1,348,200	1,394,900	1,428,500	5,563,000	5,598,300
10,345,500	Contingency Provision	31,678,600	26,295,700	9,562,900	5,587,600	5,587,600
10,000,000	Revenue Contributions to Capital Reserve	8,144,800	6,234,000	3,500,000	0	0
2,860,500	Transfer to / (from) Other Reserves	29,667,300	(28,281,800)	(7,031,800)	(1,892,200)	(760,700)
(19,983,600)	Treasury Management	(21,984,100)	(17,661,500)	(16,872,000)	(18,470,200)	(18,162,100)
2,697,900	Other Expenditure	1,407,300	3,670,000	3,510,000	3,950,000	3,950,000
<b>7,391,000</b>	<b>Other Expenditure</b>	<b>50,262,100</b>	<b>(8,348,700)</b>	<b>(5,902,400)</b>	<b>(5,261,800)</b>	<b>(3,786,900)</b>
<b>174,588,400</b>	<b>TOTAL NET EXPENDITURE</b>	<b>221,036,400</b>	<b>161,334,100</b>	<b>175,467,200</b>	<b>179,734,300</b>	<b>184,046,500</b>
	<b>FINANCED BY:</b>					
2,579,937	Contribution (to) from Balances and Reserves	(364,220)	2,041,226	1,876,422	3,438,612	2,933,505
11,669,696	Revenue Support Grant	11,669,696	11,734,229	11,968,914	12,208,292	12,452,459
55,391,749	Business Rates Retention	80,005,046	30,730,310	52,485,182	53,072,167	55,044,897
20,546,742	Other General Grants	44,863,946	31,511,241	20,935,147	20,551,525	20,720,656
84,400,276	Council Tax	84,861,932	85,317,094	88,201,535	90,463,704	92,894,983
<b>174,588,400</b>		<b>221,036,400</b>	<b>161,334,100</b>	<b>175,467,200</b>	<b>179,734,300</b>	<b>184,046,500</b>
	<b>BALANCES &amp; RESERVES</b>					
23,001,918	Balance brought forward at 1 April	23,010,130	23,374,350	21,333,124	19,456,702	16,018,090
(2,579,937)	Deduct (Deficit) / Add Surplus for Year	364,220	(2,041,226)	(1,876,422)	(3,438,612)	(2,933,505)
<b>20,421,981</b>	<b>Balance carried forward at 31 March</b>	<b>23,374,350</b>	<b>21,333,124</b>	<b>19,456,702</b>	<b>16,018,090</b>	<b>13,084,585</b>
<b>8,000,000</b>	<b>Minimum Level of Balances</b>	<b>8,000,000</b>	<b>8,000,000</b>	<b>8,000,000</b>	<b>8,000,000</b>	<b>8,000,000</b>
<b>2,579,937</b>	<b>Underlying Budget Deficit / (Surplus)</b>	<b>(364,220)</b>	<b>2,041,226</b>	<b>1,876,422</b>	<b>3,438,612</b>	<b>2,933,505</b>

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