

AGENDA ITEM 7 - Portsmouth City Council Budget & Council Tax 2019/20 & Medium Term Budget Forecast 2020/21 to 2022/23

Amendment to Cabinet recommendations attached.

Proposed by (Name) _____

S. Wemyss

Signed _____

Seconded by (Name) _____

G. Fleming

Signed _____

Amendment proposed by the Conservative & Labour Groups

Portsmouth City Council - Budget & Council Tax 2019/20 & Medium Term Budget Forecast 2020/21 to 2022/23

That the recommendations of the Cabinet of 5th February 2019 (Minute 7/19) on "Portsmouth City Council - Budget & Council Tax 2018/19 & Medium Term Budget Forecast 2020/21 to 2022/23" be amended as follows:-

Recommendation 1 be amended to:

1 The revised Revenue Estimates for the financial year 2018/19 and the Revenue Estimates for the financial year 2019/20 as set out in the General Fund Summary (Appendix A amended) including the changes described in paragraph 19 below:-

19 the following changes be made to Cash Limits for 2018/19, 2019/20 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	2018/19	2019/20	2020/21 & Future Years
		£	£	£
Other Expenditure				
Re-instate Victory Energy Supply Limited	Remove provision for loss on disposal	(2,500,000)	0	0
	Generate additional income for the Council to contribute to future savings, re-invest in the community as well as reducing residents bills and providing renewable energy	0	(325,000)	(430,000)
Total		(2,500,000)	(325,000)	(430,000)

Recommendation 2 be amended to:-

- 2 The Portfolio Cash Limits for the Revised Budget for 2018/19 and Budget for 2019/20 as set out in Sections 7 and 9, respectively as amended by paragraph 20 below:-
- 20 The following changes be made to Cash Limits for 2019/20 and future years

Portfolio / Committee	2018/19 £	2019/20 £	Future Years £
Other Expenditure (Victory Energy)	(2,500,000)	(325,000)	(430,000)
Total	(2,500,000)	(325,000)	(430,000)

SECTION 151 OFFICER'S COMMENTS

Under Recommendation 18, 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.

Labour & Conservative Group Joint Amendment

GENERAL FUND SUMMARY - 2018/19 to 2022/23

APPENDIX A (amended)

Original Budget 2018/19 £	NET REQUIREMENTS OF PORTFOLIOS	Revised Budget 2018/19 £	Original Budget 2019/20 £	Forecast 2020/21 £	Forecast 2021/22 £	Forecast 2022/23 £
24,904,800	Children & Families	24,926,600	29,600,800	34,178,800	35,151,500	36,194,100
8,993,160	Culture Leisure & Sport	8,330,960	8,917,160	9,294,460	9,560,560	9,839,460
24,294,457	Education	23,379,657	24,003,957	24,429,257	24,593,857	24,765,857
16,154,013	Environment & Community Safety	16,444,913	16,369,213	16,771,213	16,997,113	17,481,113
45,052,279	Health & Social Care	42,094,679	47,682,279	47,732,979	49,707,979	51,645,579
8,282,428	Housing	8,345,228	8,029,528	8,102,428	8,195,328	8,292,928
158,453	Leader	184,953	152,853	157,253	161,753	166,453
(4,490,371)	Planning Regeneration Economic Development	(6,181,171)	(7,700,971)	(8,783,371)	(9,684,471)	(10,023,371)
22,289,434	Resources	24,177,734	23,993,734	25,836,134	26,523,534	27,140,434
16,443,707	Traffic & Transportation	16,469,507	16,242,107	16,350,707	16,429,007	17,522,507
199,400	Governance, Audit & Standards Committee	241,800	210,200	219,300	114,600	238,100
(222,795)	Licensing Committee	(223,895)	(228,095)	(230,795)	(233,895)	(237,595)
162,058,965	Portfolio Expenditure	158,190,965	167,272,765	174,058,365	177,516,865	183,025,565
	<u>Other Expenditure</u>					
0	Precepts	0	0	39,400	40,400	41,500
(150,000)	Portchester Crematorium - Share of Dividend	(150,000)	(160,000)	(150,000)	(150,000)	(150,000)
7,672,000	Pension Costs	7,241,200	8,018,900	8,352,900	8,698,300	9,106,100
6,384,000	Contingency Provision	10,179,500	9,489,000	4,713,500	4,713,500	4,713,500
10,344,500	Revenue Contributions to Capital Reserve	7,648,300	6,600,000	2,000,000	0	0
3,155,900	Transfer to / (from) Other Reserves	6,260,300	(570,600)	1,124,100	1,396,300	396,300
(27,225,965)	Treasury Management	(30,528,865)	(28,643,765)	(26,361,665)	(24,480,165)	(24,720,565)
2,536,600	Other Expenditure	5,611,600	2,995,700	1,628,400	2,161,800	2,695,600
2,717,035	Other Expenditure	6,262,035	(2,270,765)	(8,653,365)	(7,619,865)	(7,917,565)
164,776,000	TOTAL NET EXPENDITURE	164,453,000	165,002,000	165,405,000	169,897,000	175,108,000
	FINANCED BY:					
(304,260)	Contribution (to) from Balances and Reserves	(2,456,346)	(42,690)	2,260,355	4,363,197	7,068,038
0	Revenue Support Grant	0	0	0	0	0
73,567,319	Business Rates Retention	73,971,976	66,700,841	66,577,515	67,454,236	68,424,771
15,827,049	Other General Grants	17,251,478	17,054,314	15,264,935	15,159,284	15,044,859
75,685,892	Council Tax	75,685,892	81,289,535	81,302,195	82,920,283	84,570,332
164,776,000		164,453,000	165,002,000	165,405,000	169,897,000	175,108,000
	BALANCES & RESERVES					
20,645,474	Balance brought forward at 1 April	20,565,824	23,022,170	23,064,860	20,804,505	16,441,308
304,260	Deduct (Deficit) / Add Surplus for Year	2,456,346	42,690	(2,260,355)	(4,363,197)	(7,068,038)
20,949,734	Balance carried forward at 31 March	23,022,170	23,064,860	20,804,505	16,441,308	9,373,270
8,000,000	Minimum Level of Balances	8,000,000	8,000,000	8,000,000	8,000,000	8,000,000
(304,260)	Underlying Budget Deficit / (Surplus)	(2,456,346)	(42,690)	2,260,355	4,363,197	7,068,038