



MTFP 2021-24

Overview and Scrutiny Committee

13 October 2020

Budget Strategic Summary

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WOKINGHAM
BOROUGH COUNCIL

Strategic Context

- Lowest Funded Unitary Authority per Head of population
- A one year Settlement was expected December 2020 (not helpful for long term planning) & new 4 year Settlement expected December 2021
- £3.5m ongoing funding gap brought forward from 2020/21
- Impact of COVID-19 2020/21 and beyond – balances, ongoing pressures, impact on income, impact on providers
- ASC national ‘crisis’ – delay in Green paper, uncertainty of ASC precept
- Children Services – getting to Good
- C21C - £3m staff reduction in previous budgets
- Housing Numbers – white paper, CIL/S106, future service pressures
- Budget position is currently ‘work in progress’ and subject to considerable change including; challenging growth, seeking additional efficiencies and the impact of the Local Government Finance Settlement

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MTFP Summary

Budget Submissions by Directorate 2021/22 – 2023/24

(Cumulative)

	Yr 1 - 21/22			Yr 2 - 22/23			Yr 3 - 23/24		
	Growth	Savings	Net	Growth	Savings	Net	Growth	Savings	Net
Children's Services	£1,660	(£1,205)	£455	£2,780	(£1,830)	£950	£3,950	(£4,180)	(£230)
Place and Growth	£1,418	(£908)	£510	£1,573	(£1,018)	£555	£2,003	(£1,228)	£775
Communities, Insight & Change	£601	(£203)	£398	£1,155	(£495)	£660	£1,155	(£495)	£660
Resources & Assets	£416	(£2,157)	(£1,741)	£416	(£3,567)	(£3,151)	£416	(£3,921)	(£3,505)
Adult Social Care	£1,920	(£1,900)	£20	£4,614	(£3,300)	£1,314	£6,655	(£4,700)	£1,955
Total	£6,015	(£6,373)	(£358)	£10,538	(£10,210)	£328	£14,179	(£14,524)	(£345)



MTFP Summary

Corporate items including Council Tax income (cumulative)



	Yr 1 - 21/22 Net	Yr 2 - 22/23 Net	Yr 3 - 23/24 Net
Ongoing budget shortfall from 2020/21 MTFP	£3,498	£3,498	£3,498
Net growth / savings (from above)	(£358)	£328	(£345)
Contractual Inflation (includes NJC pay award)	£5,166	£9,987	£14,880
Council tax increase - 1.99% Core	(£2,212)	(£4,536)	(£6,929)
Council tax Increase - 2.00% ASC Precept - Yr 1 Only	(£2,223)	(£2,223)	(£2,223)
Additional Council tax base increase (1% Increase)	(£1,156)	(£2,347)	(£3,573)
Council Tax Reduction Scheme (net)	(£300)	(£300)	(£300)
	£2,414	£4,407	£5,007



MTFP Summary Work In Progress



	Yr 1 - 21/22 Net	Yr 2 - 22/23 Net	Yr 3 - 23/24 Net
Carried forward from previous slide	£2,414	£4,407	£5,007
Accommodation rationalisation (indicative)	(£325)	(£500)	(£700)
Contracts & commissioning review (indicative)	(£200)	(£350)	(£500)
Commercialisation programme (indicative)	(£200)	(£500)	(£800)
Reduce/re-phase Yr 1 growth, Expedite Yr 2 Savings, use of reserves	(1,689)	(3,057)	(3,007)
Budget Variance	£0	£0	£0



Risks

- Council Tax Collection rate of 99% assumed, with recovery of non payment over 3 years, every 1% loss in collection equals approx. £1.170m
- Business Rates Collection rate of 99% assumed, with recovery of non payment over 3 years, every 1% loss in collection equals approx. £0.526m
- No assumption of Second Lockdown COVID 19 or unfunded COVID 19 related responsibilities
- Furlough scheme ends 31st October, to be replaced with jobs support scheme. Impact on demand on Council resources is not yet known.
- LGFS 21/22 unknown and fundamental changes to 4 year settlement 22/23 – 26/27
- Public Health Grant, NHB, CIL/S106 face uncertain future

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Bid Template (Growth / Savings / Special Items)

Revenue Budget Setting 2021/22 to 2023/24

Directorate

Bid Details

Bid Type	
Bid Name	
Description of Bid Inc. (Reason for Bid i.e. Demand / Legislative / Discretionary)	
Supporting Evidence / Trend Analysis / Business Case ref	
Impact if bid not successful	
Additional comments	

Finance Information

		Yr 1 2021/22	Yr 2 2022/23	Yr 3 2023/24
Amount needed per year	Expenditure	£0	£0	£0
	Income	£0	£0	£0
<i>Cumulative movement from 20/21 budget</i>		£0	£0	£0

Timetable

<u>Budget Consideration</u>	<u>CCOS</u>	<u>Executive</u>	<u>Council</u>
Strategic Overview	13 Oct 20		
Revenue: Adult Social Care, Place and Growth	28 Oct 20		
Revenue: Children's Services, Community Insight and Change, Resources and Assets	23 Nov 20		
Fees and Charges Uplifts		26 Nov 20	
Capital, Special Items and updated revenue position	22 Dec 20		
Capital and Revenue Final discussions	19 Jan 21	18 Feb 21	18 Feb 21

