

LATE BUSINESS SHEET

Report Title: 2019/20 Budget/Medium Term Financial Strategy (MTFS) 2019-20/2023/24

Committee/Sub etc. Cabinet

Item 10

Date: 12th February 2019

Reason for lateness and reason for urgent consideration

This Addendum is considered urgent pursuant to section 100B(4)(b) of the Local Government Act 1972. That provision states *“An item of business may not be considered at a meeting of a principal council unless ... by reason of special circumstances, which shall be specified in the minutes, the chairman of the meeting is of the opinion that the item should be considered at the meeting as a matter of urgency”*.

Accordingly, as a first item of business when considering the MTFS report, the Chair must form a view on – and ensure that a record is made in the minutes - his view on special circumstance and urgency. In reaching that view, the Chair may find of assistance the fact that this Addendum has to be considered with the 2019/20 Budget/Medium Term Financial Strategy (MTFS) 2019/20-23/24 by Cabinet at its meeting on 12th February 2019 in order to facilitate an accurate recommendation on the adoption of the 2019/20 Budget/Medium Term Financial Strategy 2019/20-2023/24 to be made to Full Council at its meeting on the 25th February 2019. Further, to meet the requirements of the Local Government Finance Act 1992, Full Council needs to approve the budget and agree the Council tax for that year by the statutory deadline of 11th March.

Cabinet also need to consider Appendix 7 – Overview and Scrutiny Committee Recommendations and Proposed Response. This was marked to follow in the published agenda pack but was not published with the original pack due to the requirement for an extraordinary Overview & Scrutiny Committee meeting to be held on 5th February 2019 and enable any recommendations arising from this meeting to be addressed. The appendix is now attached.

Addendum to Item 10 Budget Report (2019-20) and MTFS (Cabinet Tuesday 12th February 2019)

Further, this addendum corrects a formatting issue identified post publication of the above report. This has resulted in the incorrect 2019/20 General Fund (GF) Budget Requirement figure being proposed for approval in section 3.1.5 as it excluded the use of reserves of £5.487m to meet planned expenditure. The resultant GF Budget Requirement figure for 2019/20 should read £241.182m rather than the £246,668m quoted in the published report.

This also requires a correction to Table 9.1, Appendix 1 and Appendix 6.

These amendments have no impact on any other content of the report as originally published.

The corrected sections now read:

3.1.5[recommendation] Propose approval to the Council of the 2019/20 General Fund Revenue Budget as set out in Appendix 1, including specifically a General Fund Budget Requirement of **£241,182m**, but subject to final decisions of the levying and precepting bodies and the final local government finance settlement.

SUMMARY (DRAFT) BUDGET/MTFS (2019/20 - 2023/24)						
	2018/19 Budget	2019/20 (Draft) Budget	2020/21 Projected	2021/22 Projected	2022/23 Projected	2023/24 Projected
	£'000	£'000	£'000	£'000	£'000	£'000
Priority 1 - Children Services	54,525	58,310	56,928	56,838	56,838	56,838
Priority 2 - Adults Services	79,241	82,312	79,201	79,196	79,235	79,135
Priority 3 - Environment & Neighbourhoods	27,920	26,652	24,887	24,287	24,217	24,147
Priority 4 - Regeneration & Growth	4,716	1,173	1,508	1,508	1,508	1,508
Priority 5 - Housing Services	19,833	18,888	18,180	17,606	17,606	17,606
Priority X - Corporate Services	38,281	35,805	33,856	33,831	33,825	33,819
Council Wide	25,594	23,528	35,876	41,597	51,003	58,909
Further savings to be identified	-	(0)	(13,172)	(13,983)	(18,095)	(20,470)
Net Cost of Council Services	250,110	246,668	237,265	240,880	246,137	251,492
Planned Contributions from Reserves	-	(5,487)	-	-	-	-
General Fund Budget Requirement	250,110	241,182	237,265	240,880	246,137	251,492
New Homes Bonus	2,736	2,541	2,200	2,200	2,200	2,200
Adult Social Care Grant	718	-	-	-	-	-
Revenue Support Grant	30,202	-	-	-	-	-
Council Tax	102,317	101,981	105,051	108,213	111,470	114,825
Retained Business Rates	20,729	36,484	32,436	31,980	32,480	32,980
Top up Business Rates	56,702	65,196	65,165	66,060	67,560	69,060
Total Main Funding	213,404	206,202	204,852	208,453	213,710	219,065
Public Health	20,209	19,677	19,677	19,677	19,677	19,677
Other Core Grants	13,847	11,453	10,586	10,601	10,601	10,601
Council Tax Surplus	2,650	3,850	2,150	2,150	2,150	2,150
Total - Other Funding/Core Grants	36,706	34,979	32,413	32,428	32,427	32,427
TOTAL (External) Funding	250,110	241,182	237,266	240,881	246,137	251,492
Opening General Fund Balance	15,493	15,493	15,493	15,493	15,493	15,493
Closing General Fund Balance	15,493	15,493	15,493	15,493	15,493	15,493

NB. The 2018/19 closing General Fund balance is the in-year position reported at Month 8

HARINGEY GENERAL FUND BUDGET 2019/20 AND MEDIUM TERM FINANCIAL PLAN 2019/24

Appendix 1

	2018/19 Budget	Movement	2019/20 Projected	Movement	2020/21 Projected	Movement	2021/22 Projected	Movement	2022/23 Projected	Movement	2023/24 Projected
	£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000
Services											
Priority 1	54,525	3,786	58,310	(1,382)	56,928	(90)	56,838	0	56,838	0	56,838
Priority 2	79,241	3,071	82,312	(3,111)	79,201	(6)	79,196	39	79,235	(100)	79,135
Priority 3	27,920	(1,268)	26,652	(1,765)	24,887	(600)	24,287	(70)	24,217	(70)	24,147
Priority 4	4,716	(3,543)	1,173	335	1,508	0	1,508	0	1,508	0	1,508
Priority 5	19,833	(945)	18,888	(708)	18,180	(573)	17,606	0	17,606	0	17,606
Priority X	38,281	(2,477)	35,805	(1,949)	33,856	(25)	33,831	(6)	33,825	(6)	33,819
Council Wide	25,594	(2,066)	23,528	12,348	35,876	5,721	41,597	9,406	51,003	7,906	58,909
Further Savings to be identified	0	(0)	(0)	(13,171)	(13,172)	(811)	(13,983)	(4,112)	(18,095)	(2,375)	(20,470)
Contribution from Reserves and Balances	0	(5,487)	(5,487)	5,487	0	0	0	0	0	0	0
General Fund Budget Requirement	250,110	(8,929)	241,182	(3,917)	237,265	3,615	240,880	5,257	246,137	5,355	251,492
Funding											
New Homes Bonus	(2,736)	195	(2,541)	341	(2,200)	0	(2,200)	0	(2,200)	0	(2,200)
Adult Social Care Grant	(718)	718	0	0	0	0	0	0	0	0	0
Revenue Support Grant	(30,202)	30,202	0	0	0	0	0	0	0	0	0
Council Tax	(101,917)	(3,914)	(105,831)	(1,370)	(107,201)	(3,162)	(110,363)	(3,257)	(113,620)	(3,355)	(116,974)
Retained Business Rates by Pool	(20,729)	(15,755)	(36,484)	4,048	(32,436)	457	(31,980)	(500)	(32,480)	(500)	(32,980)
Top up Business Rates	(56,702)	(8,494)	(65,196)	31	(65,165)	(895)	(66,060)	(1,500)	(67,560)	(1,500)	(69,060)
Total Main Funding	(213,004)	2,952	(210,052)	3,050	(207,002)	(3,601)	(210,602)	(5,257)	(215,859)	(5,355)	(221,214)
Public Health	(20,209)	532	(19,677)	0	(19,677)	0	(19,677)	0	(19,677)	0	(19,677)
Other core grants	(16,897)	5,444	(11,453)	866	(10,586)	(14)	(10,601)	0	(10,601)	0	(10,601)
TOTAL FUNDING	(250,110)	8,929	(241,182)	3,917	(237,265)	(3,615)	(240,880)	(5,257)	(246,137)	(5,355)	(251,492)

Appendix 6

HARINGEY COUNCIL BUDGET PLAN TO APRIL 2019 - MARCH 2020

	2018/19 (Original Cash Limit)	Unavoidable Growth	Pre-Agreed Savings	Additional Savings	Policy Priorities	Corporate Adjustments	Other Budget Adjustments	2019/20 (Draft Cash Limit)
Expenditure	£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000
Priority 1	54,525	2,679		(1,602)	300	4,631	(2,222)	58,310
Priority 2	79,241	7,792	(2,510)	(2,000)	0	1,621	(1,832)	82,313
Priority 3	27,920	0	(900)	(1,665)	0	(539)	1,836	26,652
Priority 4	4,716	0	0	(600)	0	(1,043)	(1,900)	1,173
Priority 5	19,833	0	0	(1,070)	0	0	125	18,888
Priority X	38,281	0	(2,650)	(129)	0	(247)	549	35,805
Council Wide	25,594	0	0	0	1,100	(3,247)	80	23,528
Contribution to/(from) Reserves and Balances	0						(5,487)	(5,487)
Priority Total	250,110	10,471	(6,060)	(7,066)	1,400	1,177	(8,850)	241,182
Funding								
Core Grants	(37,106)						5,976	(31,130)
New Homes Bonus	(2,736)						195	(2,541)
Adult Social Care Grant	(718)						718	0
Revenue Support Grant	(30,202)						30,202	0
Council Tax	(101,917)						(3,914)	(105,831)
Retained Business Rates	(20,729)						(15,755)	(36,484)
Top Up Business Rates	(56,702)						(8,494)	(65,196)
Total Funding Available	(250,110)	0	0	0	0	0	8,928	(241,182)

Concurrence of the Acting Democratic and Scrutiny Services Manager to the submission of this late item of business in accordance with Part 5 Section D – Protocol for Decision-Making - Paragraph 1.4.