

Local Area Council Meetings

January 2018

Corporate Plan

Context

- New Administration
- £65 million inherited pressures
- £1.5 billion potential debt
- Increased service demand

Approach

- Operating principles
 - Financial prudence
 - Resourceful
 - Listening and considering
 - Empowering
 - Collaborative

Approach (continued)

- Service integration
- New ways of working
- Income generation

Living



Residents feel safe, valued and part of their community.

Enjoying



Residents live in distinctive, vibrant places, which they value and in which they feel proud.

Connecting



Residents can easily get to work, to learn, and to the various facilities and services they want to use

Learning



Residents regardless of their age, have the right qualifications and skills to secure a good job that pays well, and provides the prospect of a rewarding career.

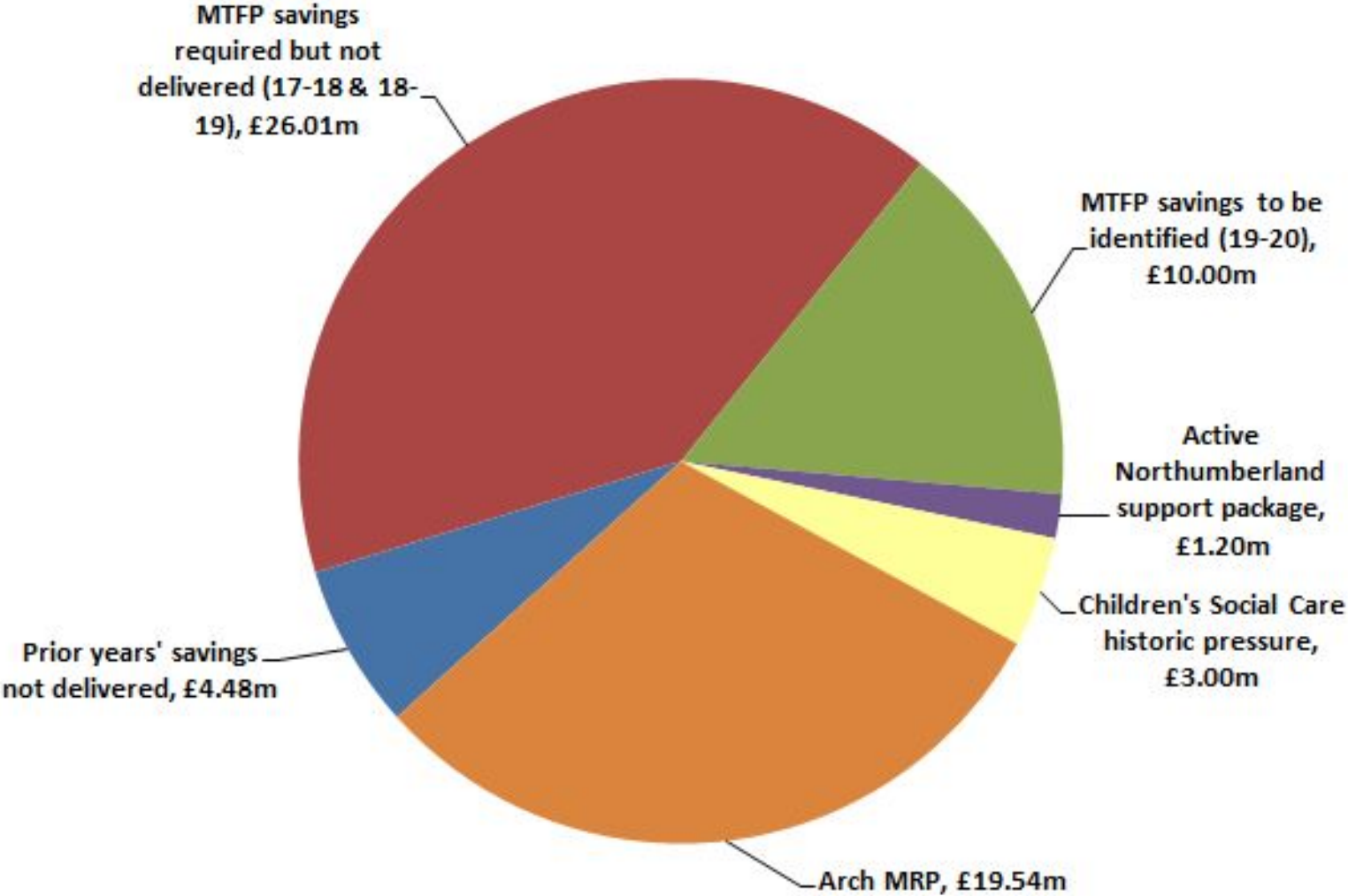
Thriving



Businesses are booming with the Council doing everything in its power to create the right conditions for economic growth.

Budget 2018-2019 and Medium Term Financial Plan 2018-2022

Inherited Position £64.23 million



Provisional Local Government Finance Settlement

The provisional settlement improved the forecast financial position for the Council as follows:

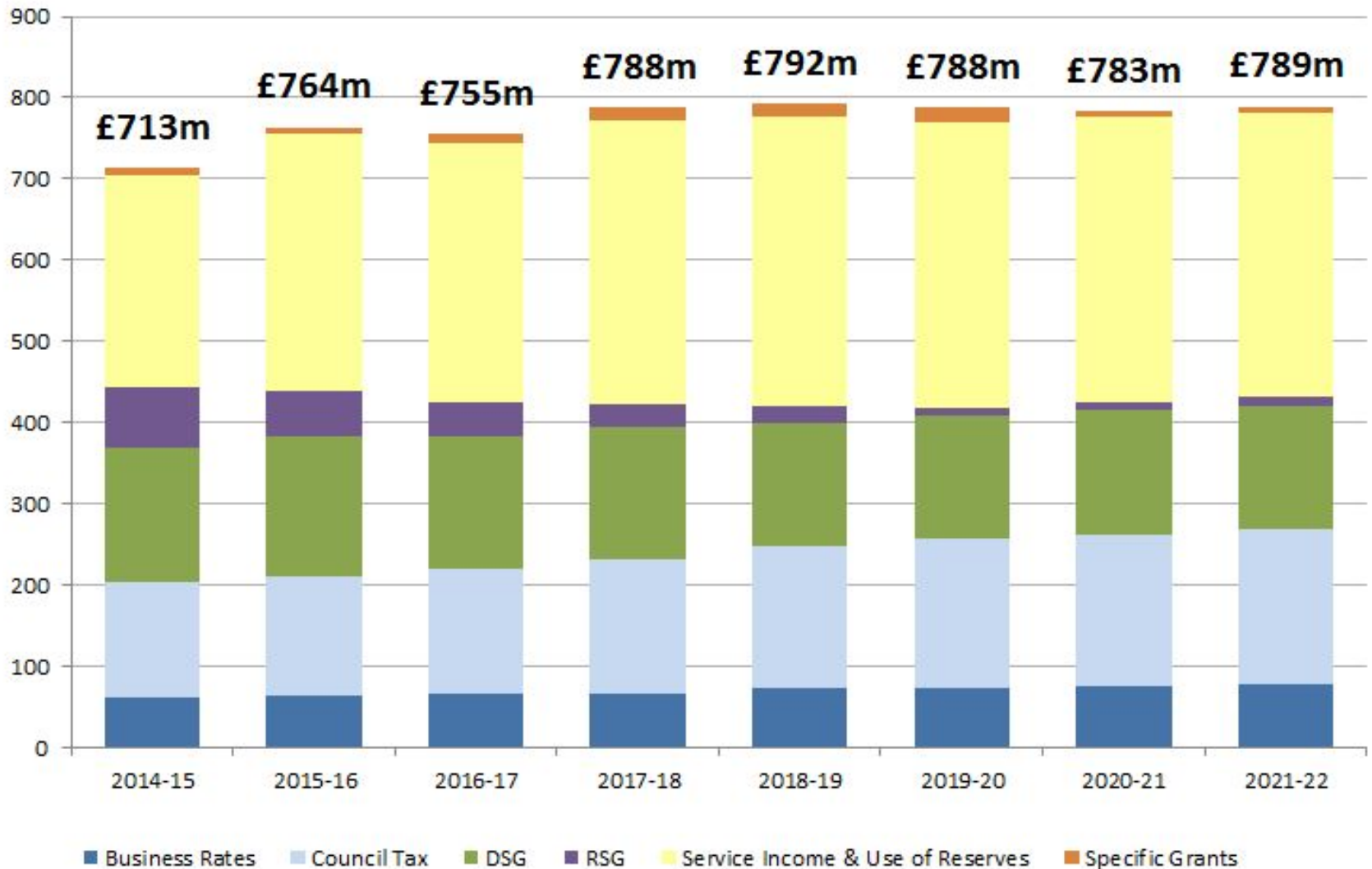
- Council Tax: general Referendum Limit increase from 2% to 3% for 2018-19 generating approximately £1.5 million additional Council tax income;
- Rural Services Delivery Grant: Government did not implement the previously proposed reduction for 2018-19 only. This means additional funding of £0.433 million in 2018-19;
- Planning fee Income: Government has allowed fees to be increased by 20% provided that the additional fee income is reinvested in the service area. This increase will generate approximately £0.45 million in 2018-19.

NCC Council Tax

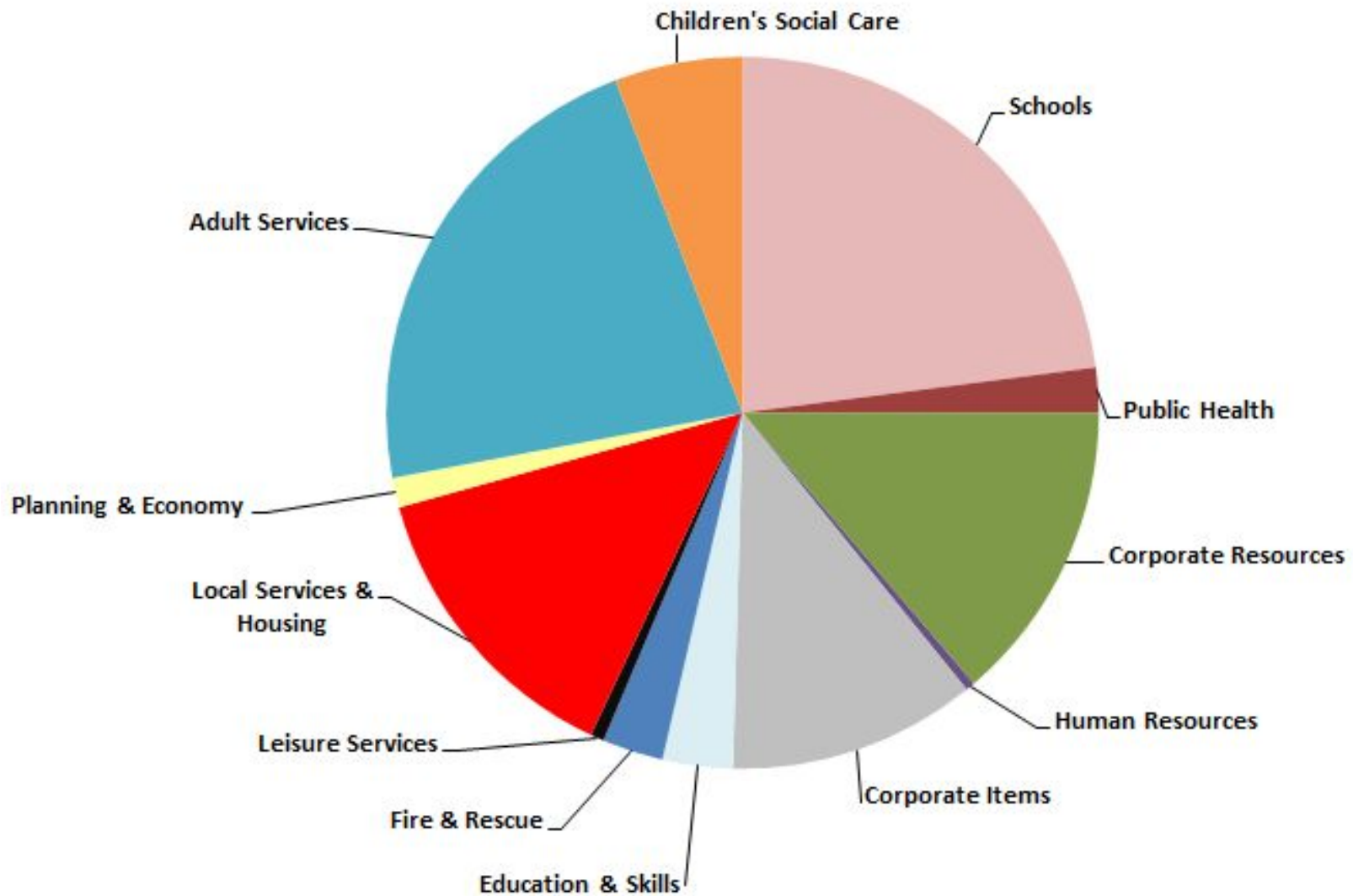
Proposed 2.99% Increase

			2018-19
Band	2017-18	2018-19	Weekly Increase
	£ : p	£ : p	£ : p
A	989.99	1,019.59	0.57
B	1,154.98	1,189.52	0.66
C	1,319.98	1,359.45	0.76
D	1,484.98	1,529.38	0.85
E	1,814.98	1,869.24	1.04
F	2,144.97	2,209.11	1.23
G	2,474.97	2,548.97	1.42
H	2,969.96	3,058.76	1.71

Funding Analysis 2014-2022



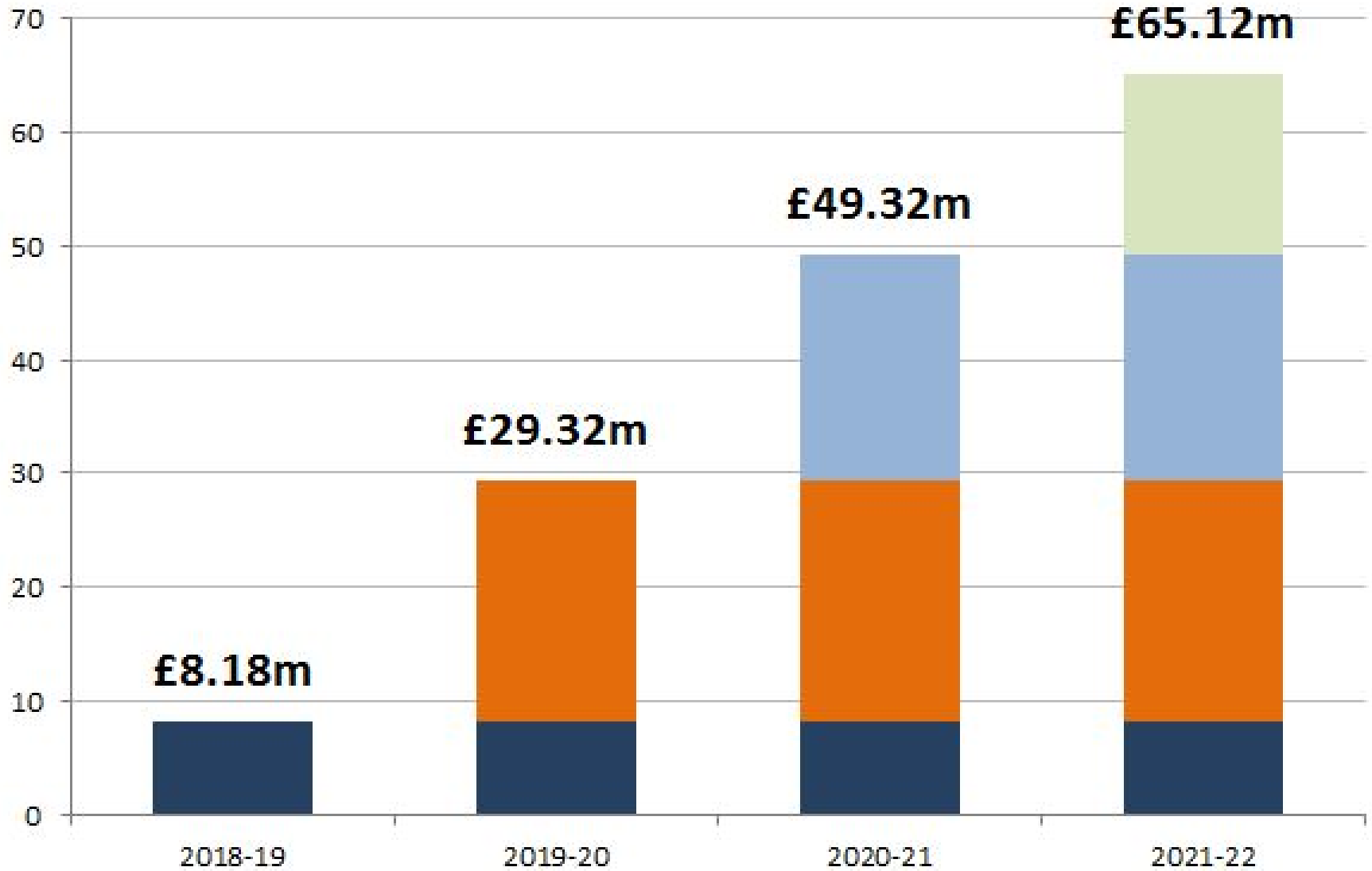
Gross Expenditure by Service 2018-2019



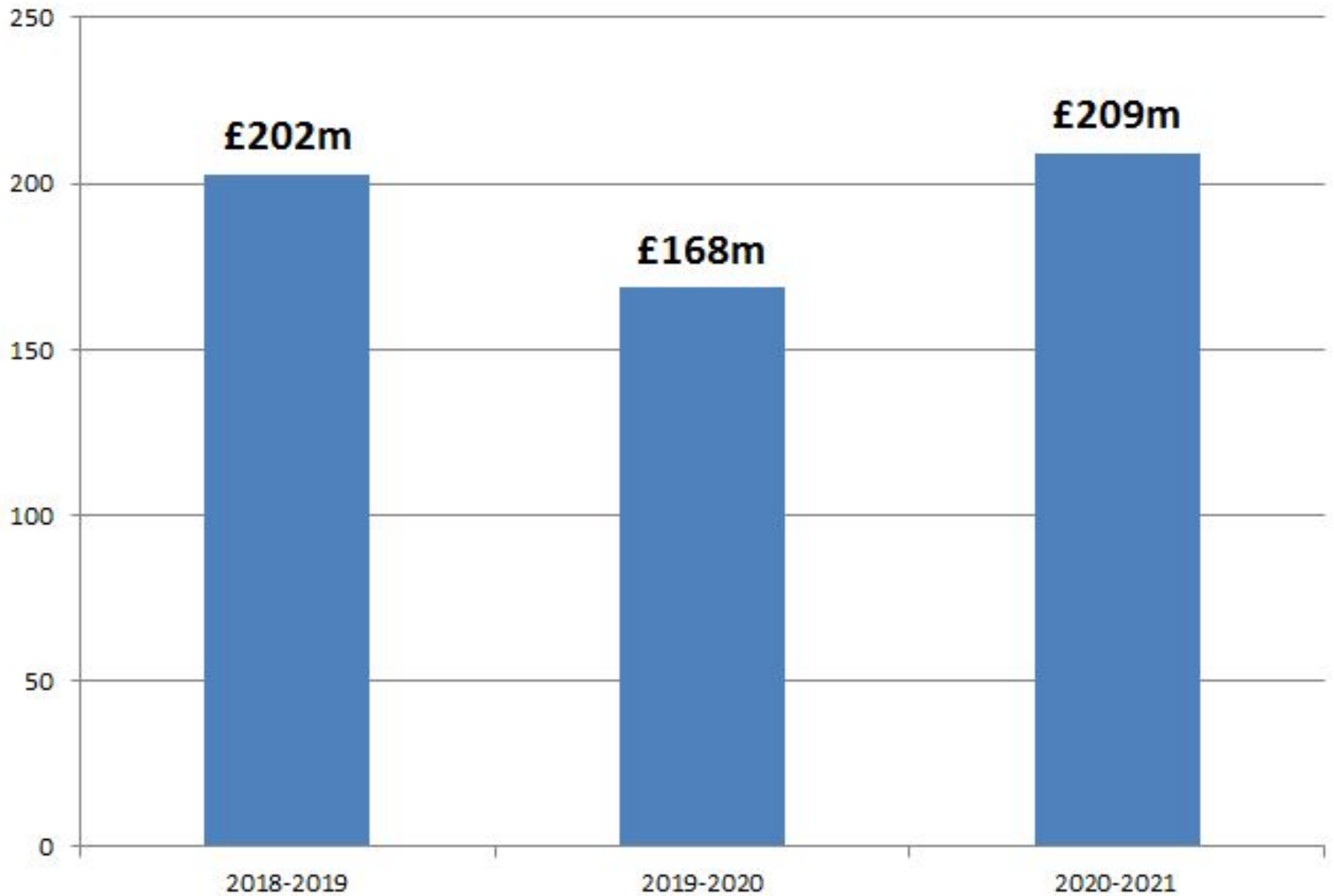
Summary of Identified Savings by Category 2018-2020

	2018-19	2019-20	Total
Category	£m	£m	£m
Service Review	3.08	5.39	8.47
Management of vacancies	1.80	-	1.80
Contract savings	0.54	0.64	1.18
Other Savings	0.90	-	0.90
Income Generation	1.86	5.26	7.12
Total	8.18	11.29	19.47

MTFP Cumulative Savings



Capital Programme 2018-2021



Capital Investment



Schools
£132.7m



**Newcastle -
Northumberland Rail
Line - £94.2m**



Highways
£68.3m



Housing
£35.7m



Fleet Improvements
£28.0m



Leisure Services
£22.8m

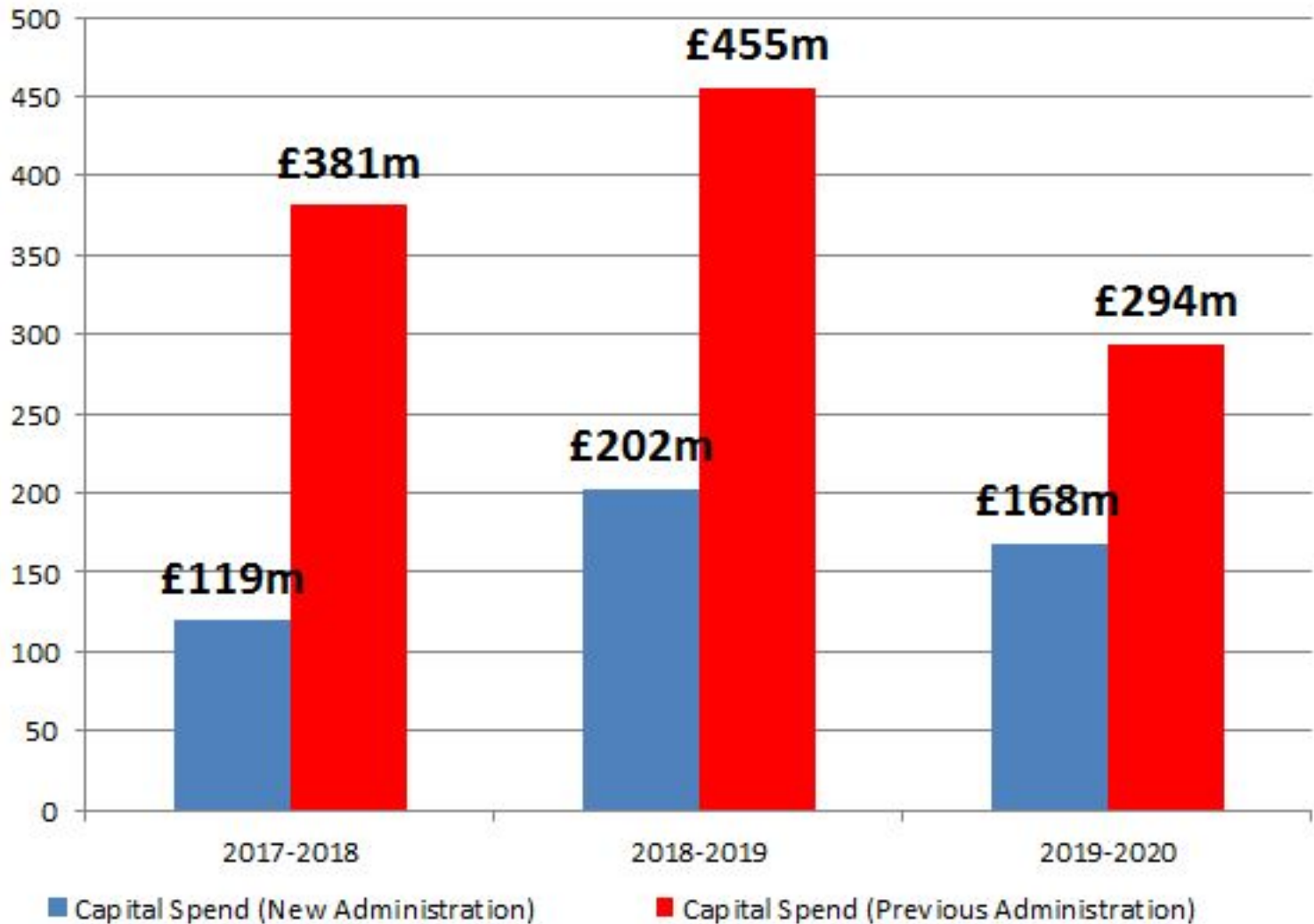


County Hall
£17.0m



Car Parks
£10.0m

Capital Spend Comparison



Debt Servicing Costs by 2019-20



Summary

- Financial prudence
- Maintaining **key** services
- Investing in **your** infrastructure
- A fair deal for the **whole** County

A County that works for everyone

Next Steps

- Invite views from the Overview and Scrutiny Committees and the Local Area Councils.
- Final version to be considered by full Council in February alongside the Medium Term Financial Plan.
- Subsequent preparation of Service Planning Frameworks.

Any questions?