

# 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.

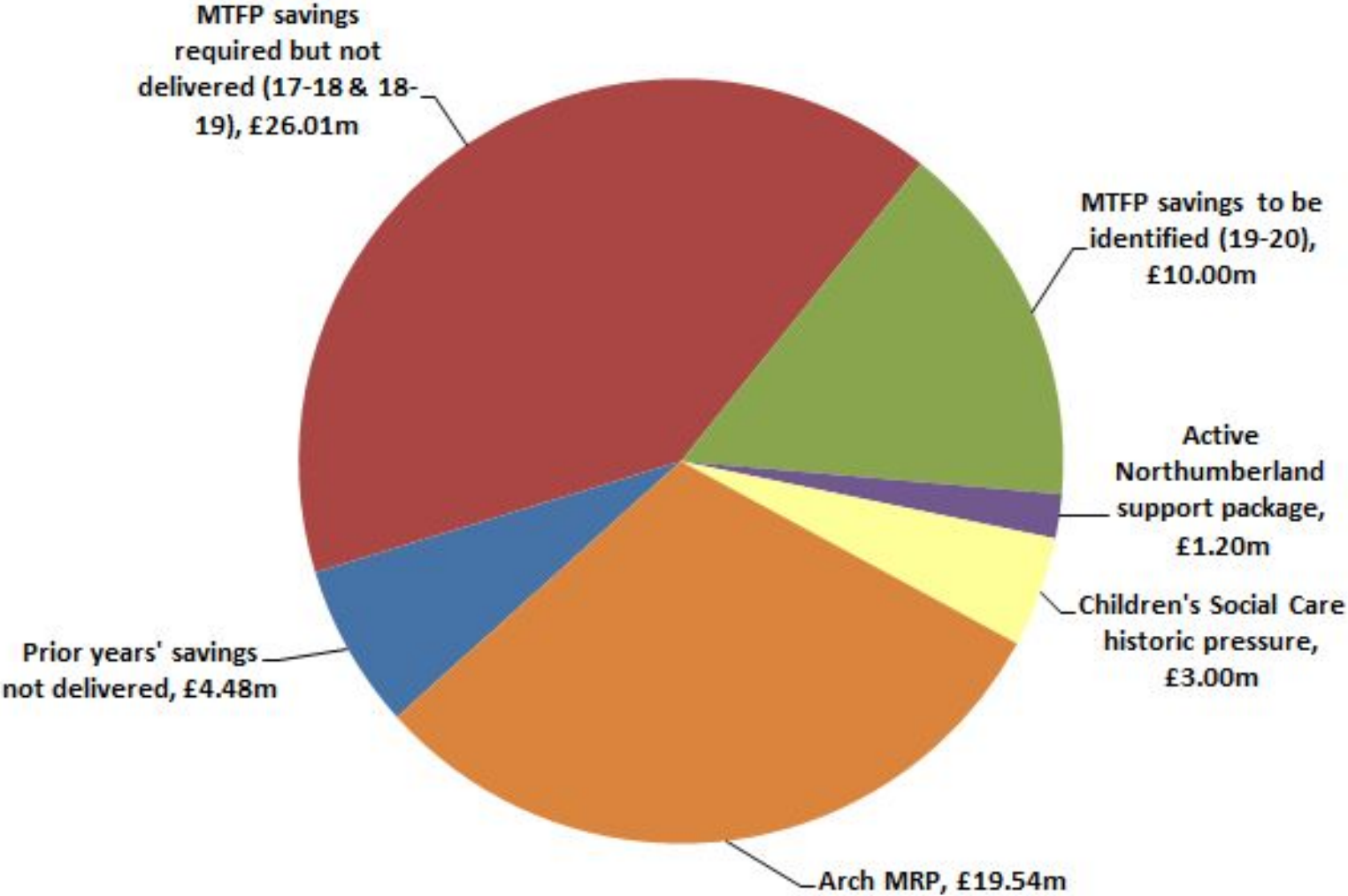
# Thriving



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:

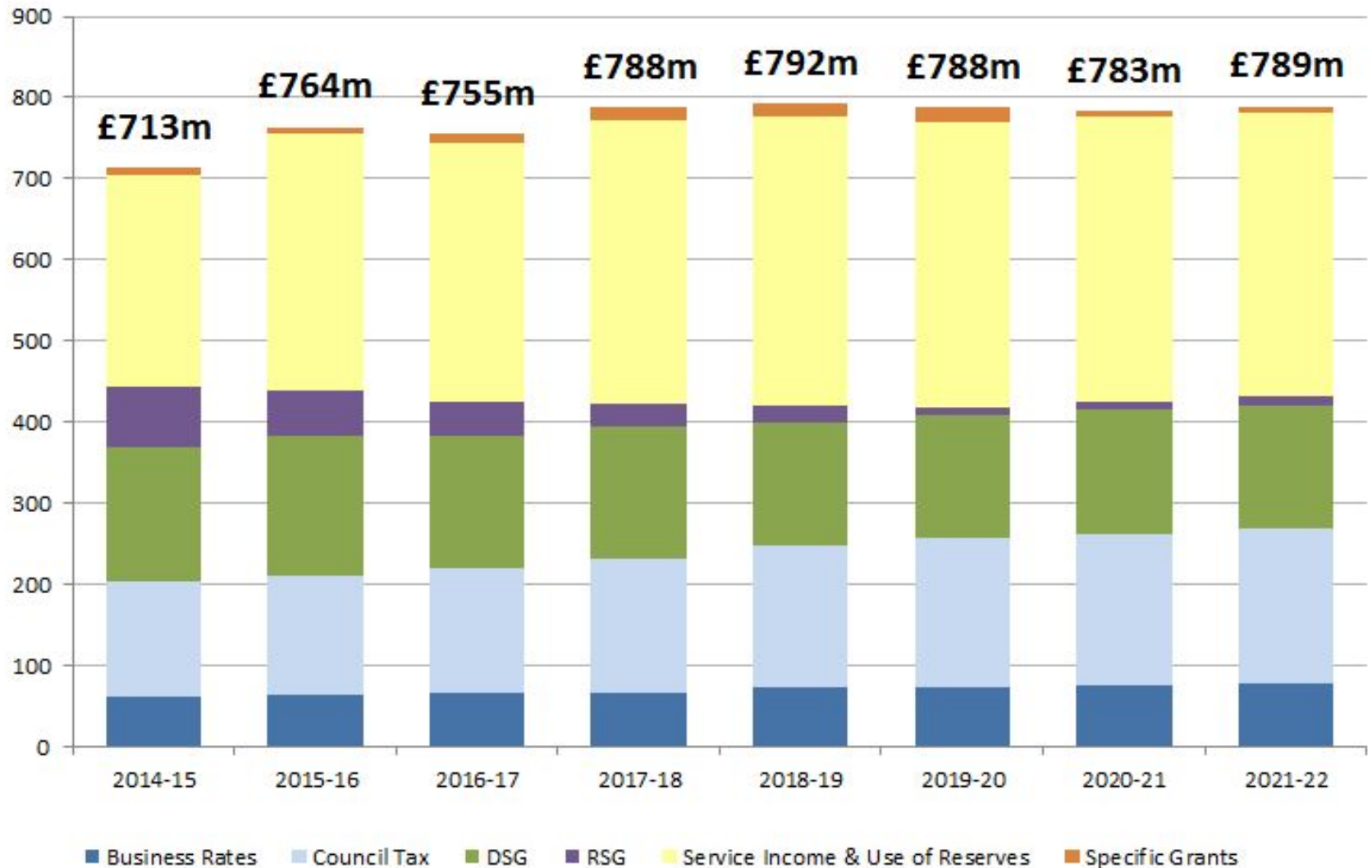
- Council Tax: general Referendum Limit increase from 2% to 3% for 2018-19 generating approximately £1.5 million additional Council tax income;
- Rural Services Delivery Grant: Government did not implement the previously proposed reduction for 2018-19 only. This means additional funding of £0.433 million 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

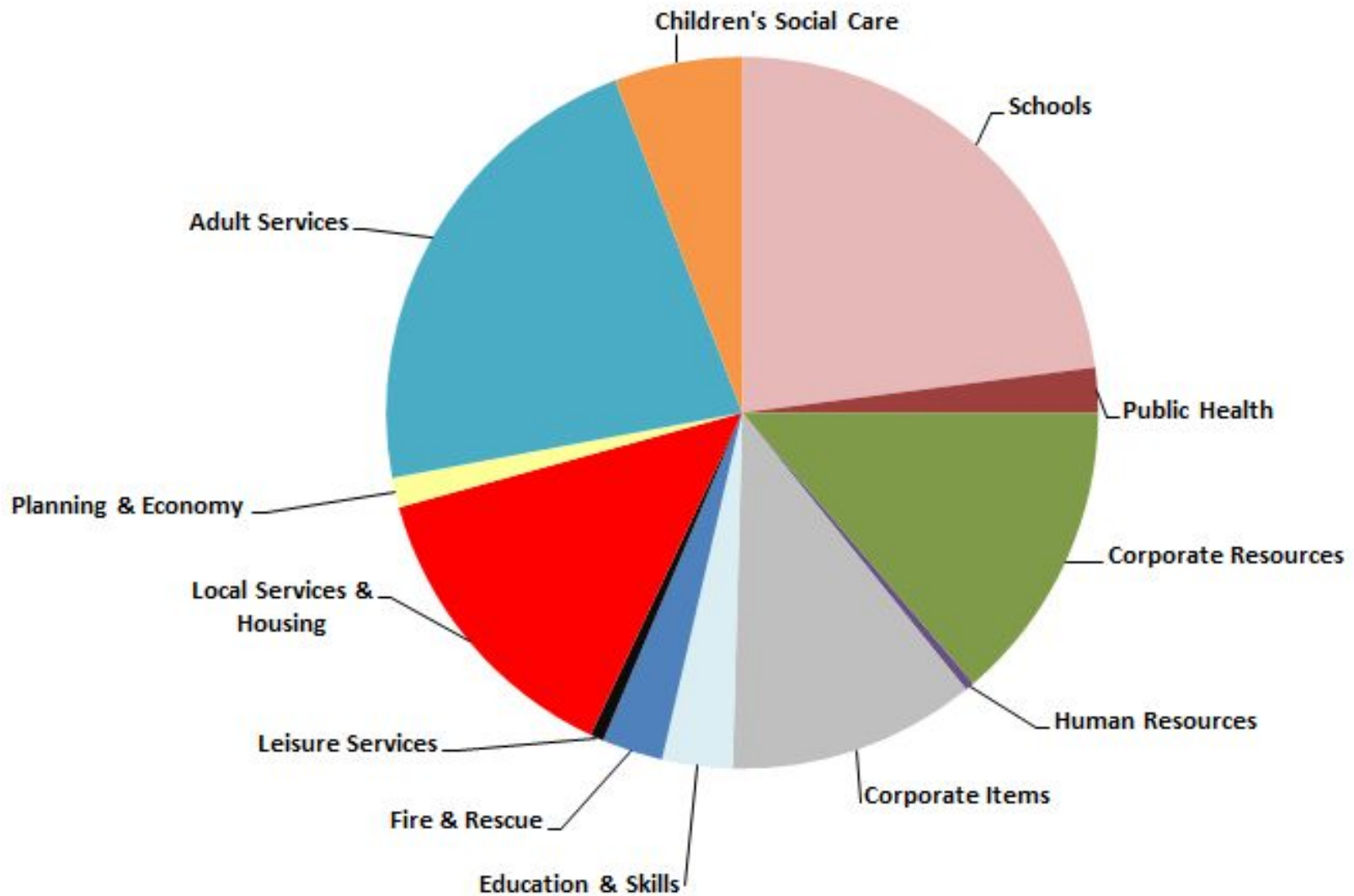
## Proposed 2.99% Increase

			<b>2018-19</b>
<b>Band</b>	<b>2017-18</b>	<b>2018-19</b>	<b>Weekly Increase</b>
	<b>£ : p</b>	<b>£ : p</b>	<b>£ : p</b>
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

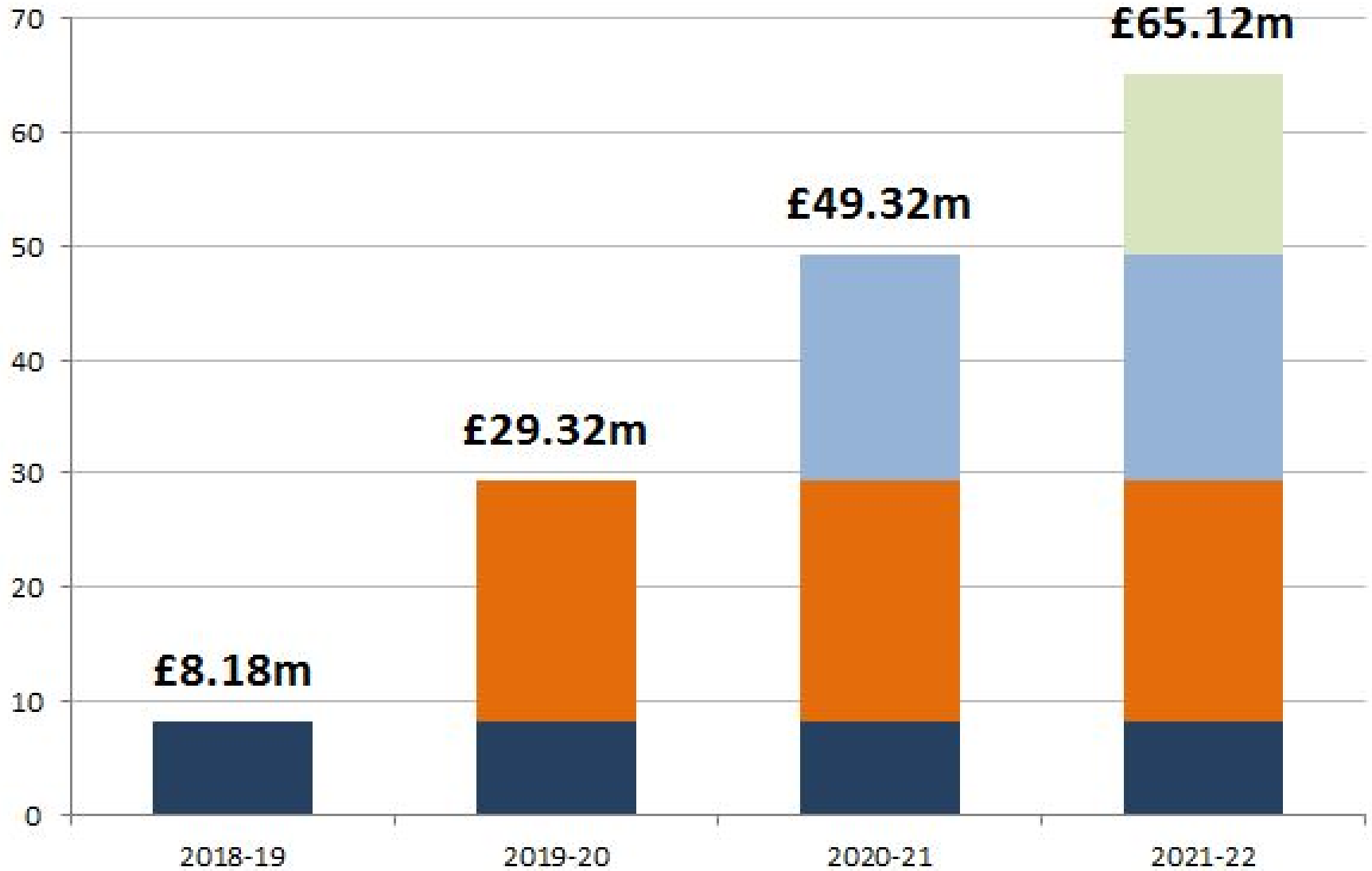




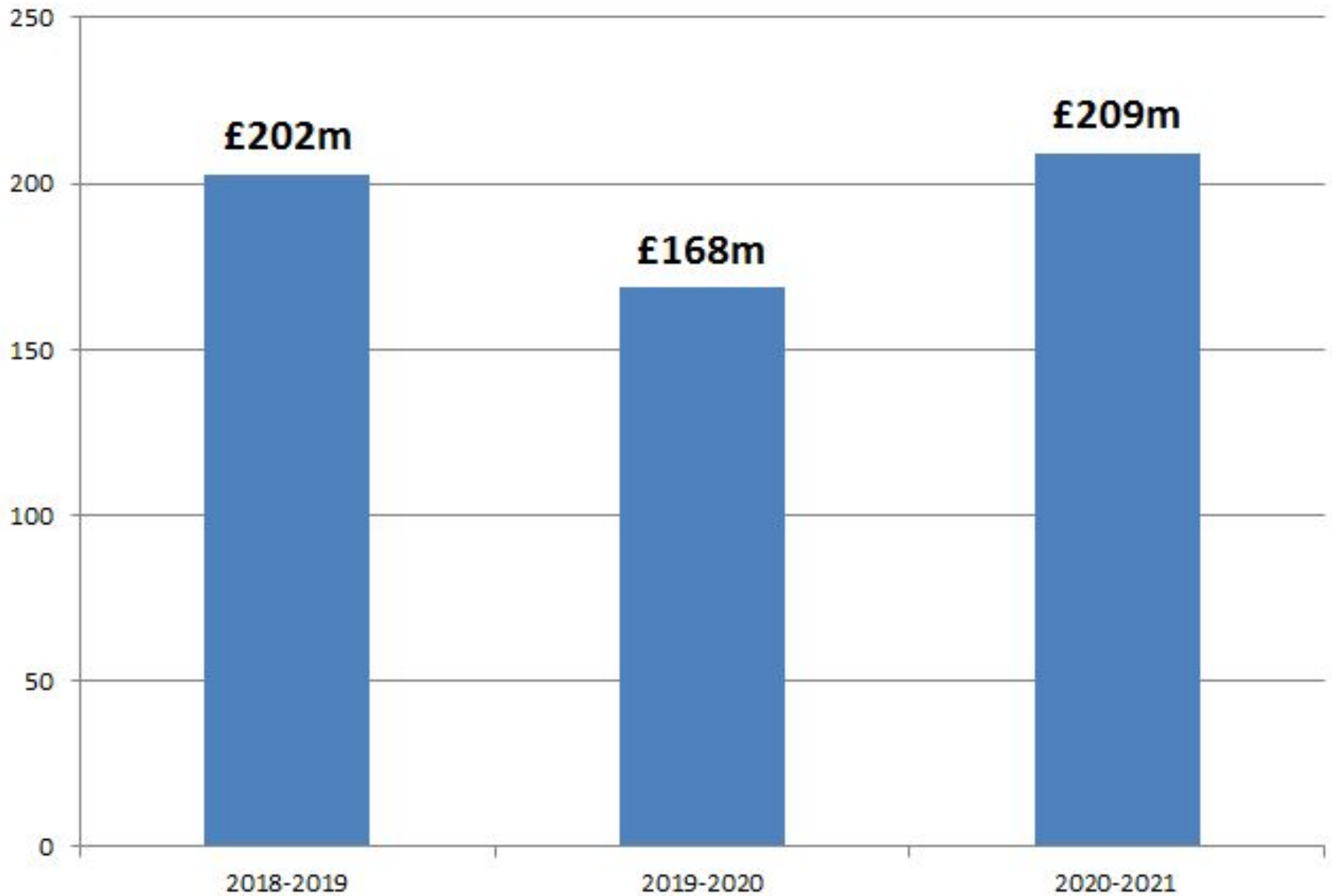
# Summary of Identified Savings by Category 2018-2020

	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
<b>Total</b>	<b>8.18</b>	<b>11.29</b>	<b>19.47</b>

# 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**

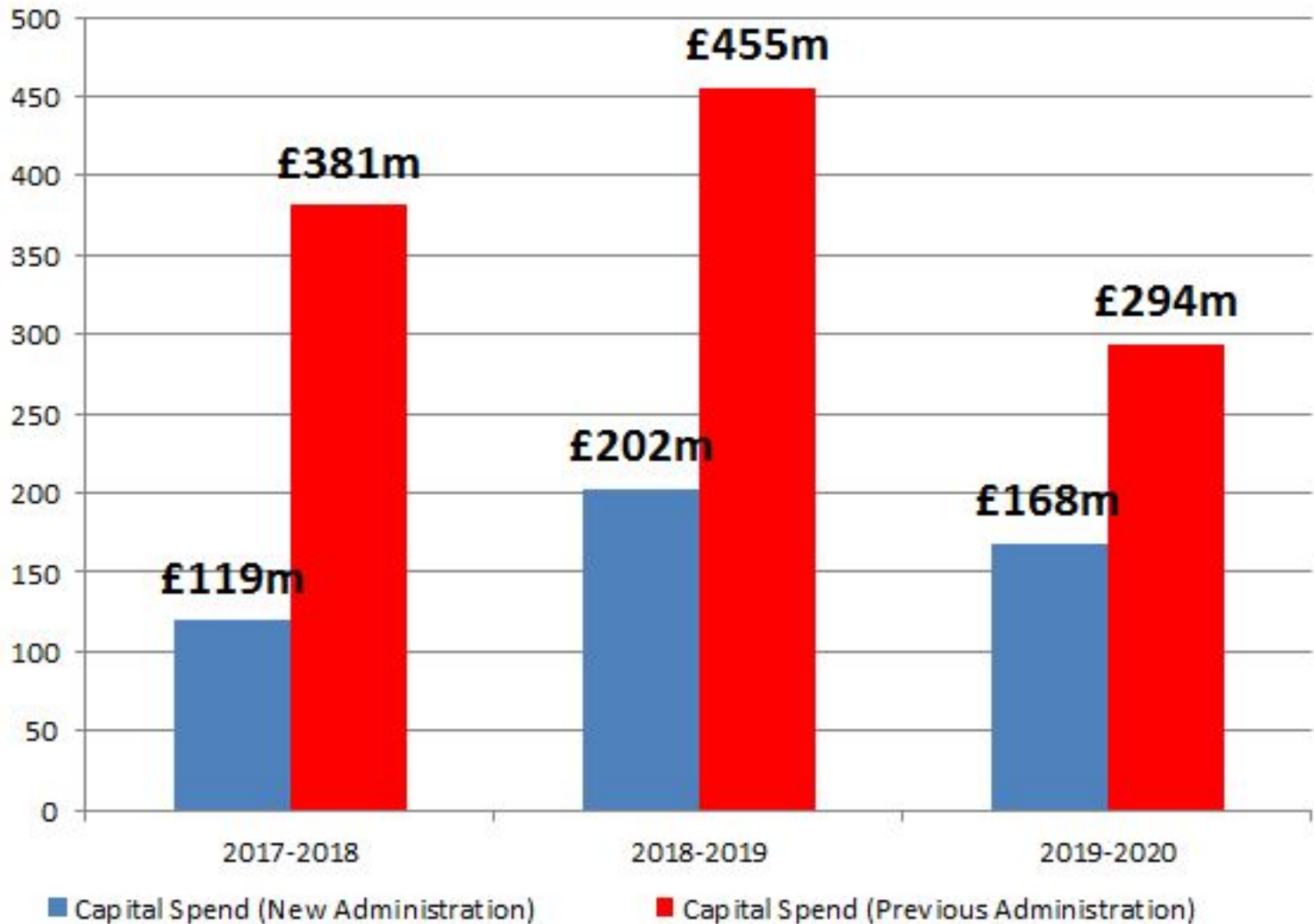


**County Hall**  
**£17.0m**



**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?