



Northumberland
County Council

Medium Term Financial Plan 2019-2022 and Budget 2019-20

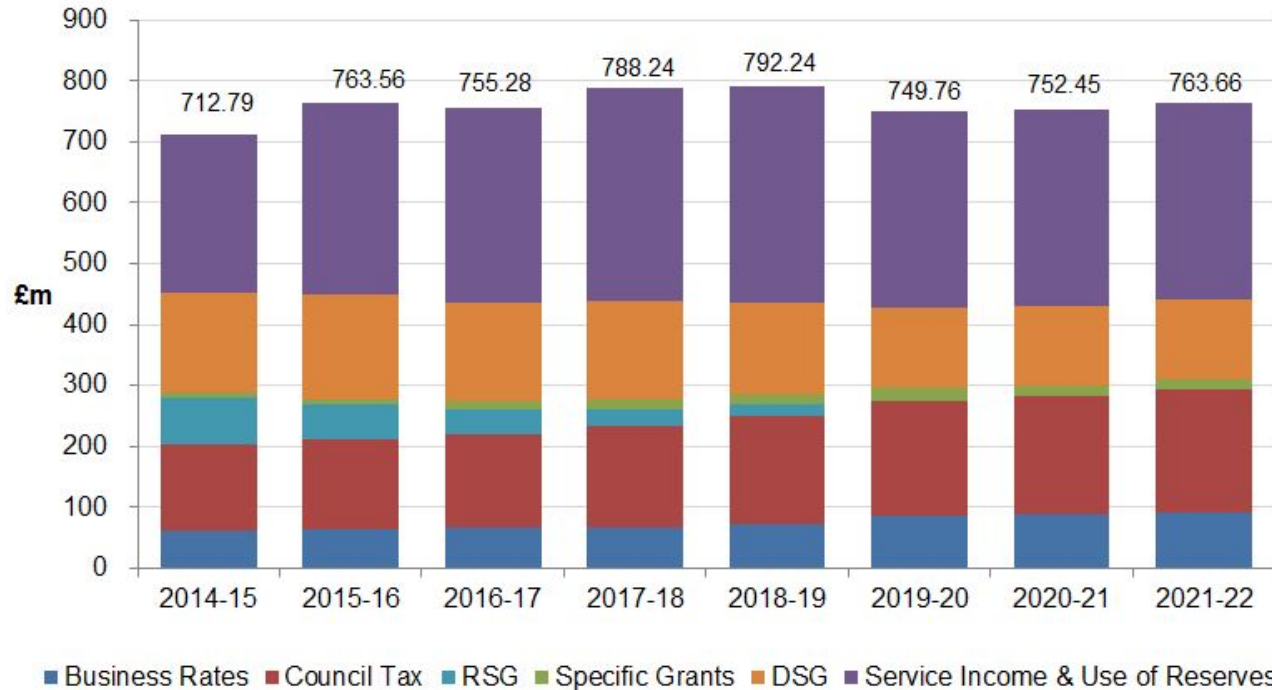
Local Area Councils - January 2019

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Context

- 3 year savings target circa £36 million.
- Increasing demand for services.
- Reduction in debt.
- Ambitious capital programme.
- Still investing in infrastructure and services whilst delivering savings.

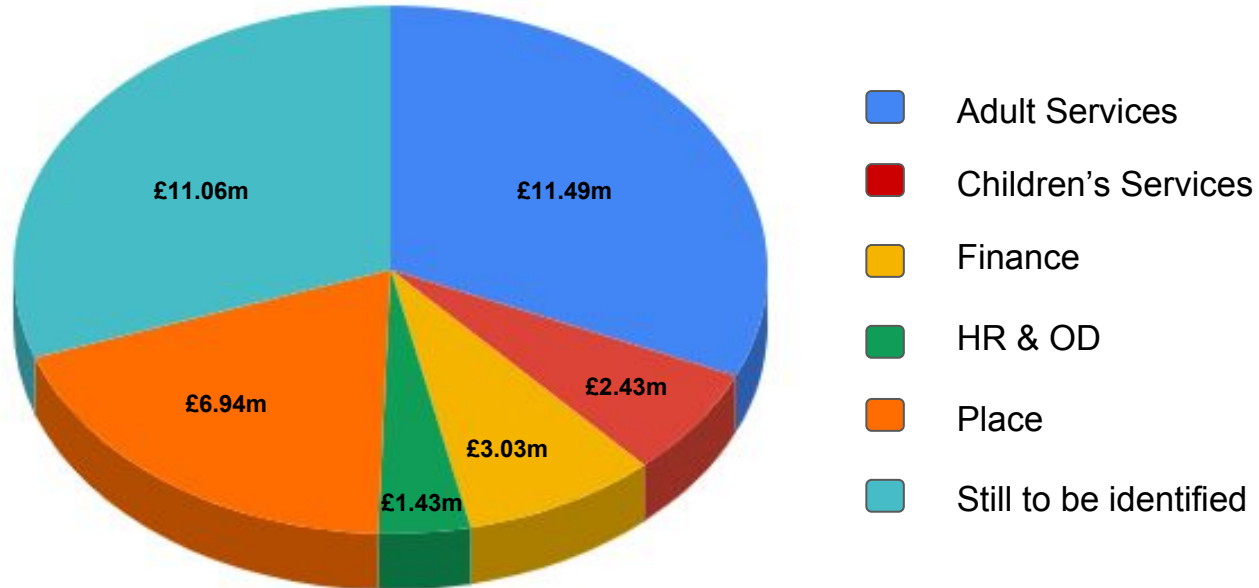
Funding Analysis 2014-2022



Provisional Local Government Finance Settlement

- Council Tax referendum limit 3%.
- 75% Business Rates pilot for North of Tyne Combined Authority - additional £5.5 million staying in the region.
- Extra Rural Services Delivery Grant - £0.4 million for Northumberland.
- Rates Retention Levy Surplus - £1.0 million for Northumberland (will be paid in 2018-19).
- Social Care Funding - £4.1 million for Northumberland.

Savings (by Directorate) 2019-2022 (£m)



Summary of savings by year

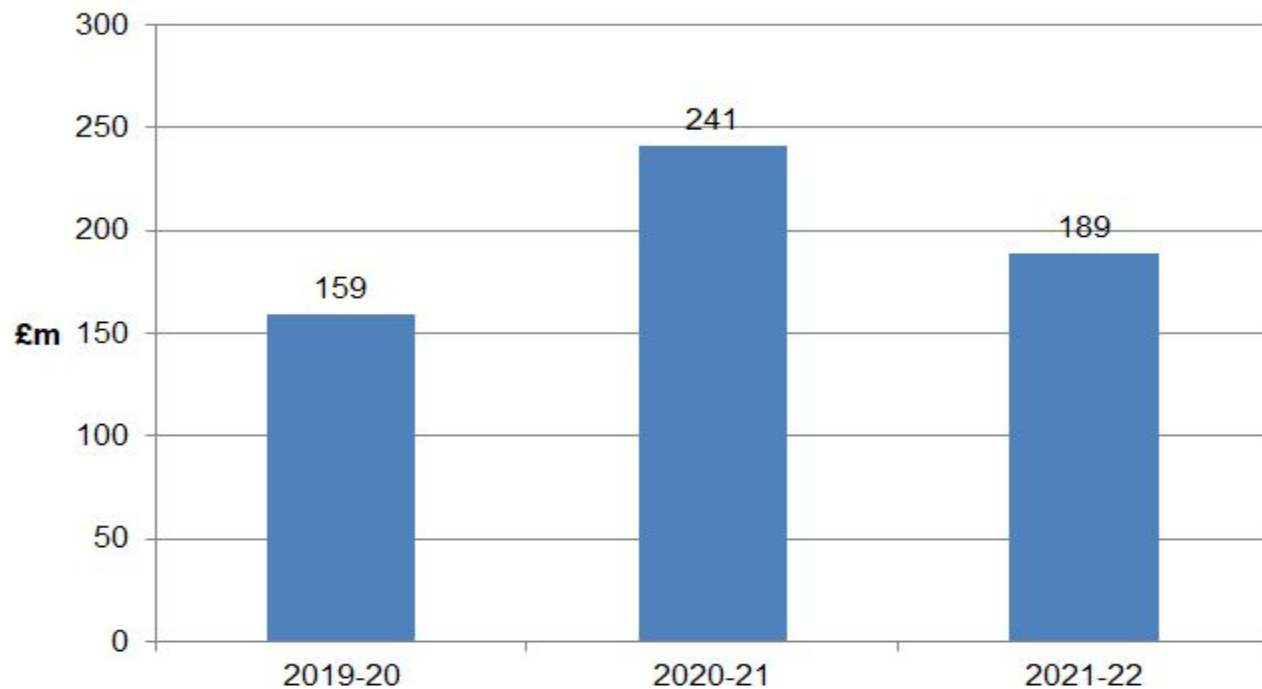
	2019-20	2020-21	2021-22	Total
Total	£12.80m	£11.76m	£11.82m	£36.38m

Movement in Debt

Total Borrowing (£m) from March 2013 to December 2018



Capital Programme 2019-2022



Living



Residents feel safe, valued and part of their community.

Total investment - £104.32 million

Enjoying



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

Total investment - £66.07 million

Connecting



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

Total investment - £215.61m



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.

Total investment - £184.94m

Thriving



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

Total investment - £202.18m

Summary

- Our budget position, whilst challenging, is under control - £36 million savings to find.
- Through managing debt better, revising assumptions around social care and local government reform, we've reduced the savings gap.
- The organisation is in much better shape to do more, with less.
- Financial prospects remain extremely challenging.
- Increased costs and growing pressures in demand remain, particularly in adult and children's services.
- Tough decisions still to be made but remain committed to protecting the most vulnerable where possible.
- Ambitious for our future with targeted £580 million capital investment programme.
- Investment from North of Tyne Devolution Deal to really make a difference to people's lives.
- Borderlands Growth Deal could act as a catalyst for further investment.
- Determined to shine a light on all that is great about Northumberland as a place to work, live, visit and do business.

Next steps

- Invite views from the Overview and Scrutiny Committees and Local Area Councils.
- Final version to be considered by Full Council in February 2019 alongside the Medium Term Financial Plan 2019-22.



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Any questions?

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