

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

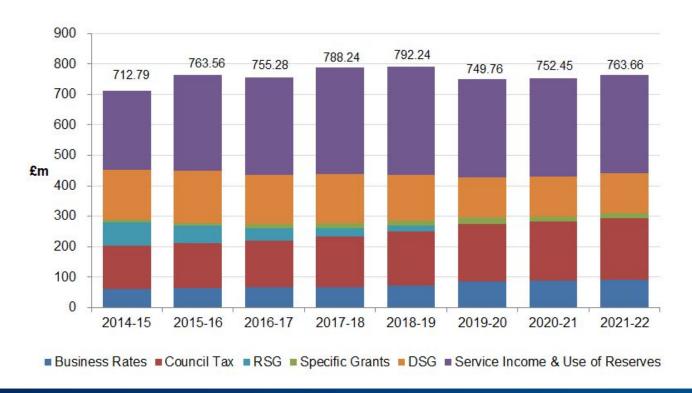
Local Area Councils - January 2019

www.northumberland.gov.uk

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



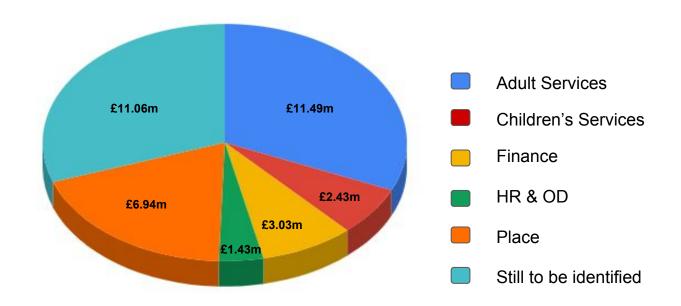


Provisional Local Government Finance Settlement

- 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)

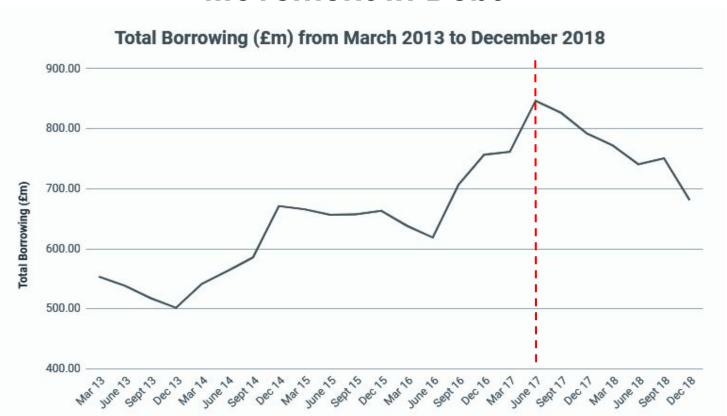




Summary of savings by year

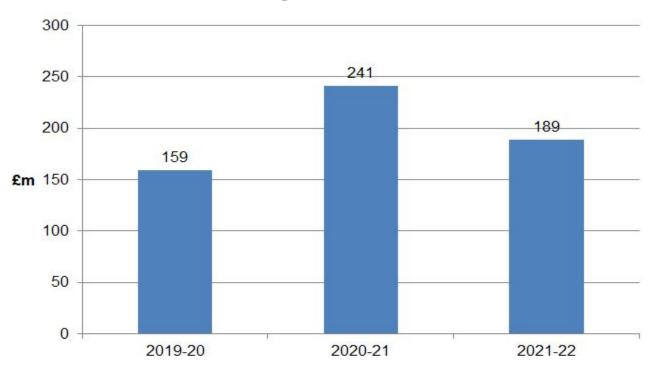
	2019-20	2020-21	2021-22	Total
Total	£12.80m	£11.76m	£11.82m	£36.38m

Movement in Debt





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.



Any questions?

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