



Northumberland  
County Council

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

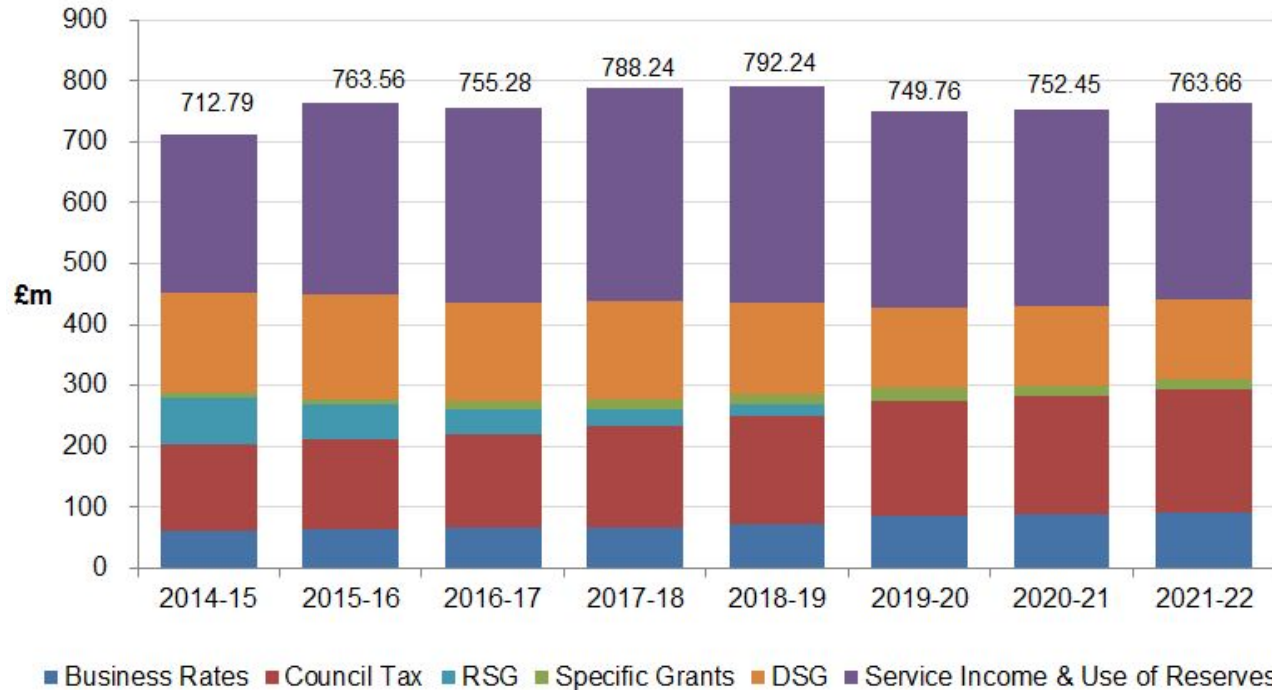
Local Area Councils - January 2019

[www.northumberland.gov.uk](http://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.

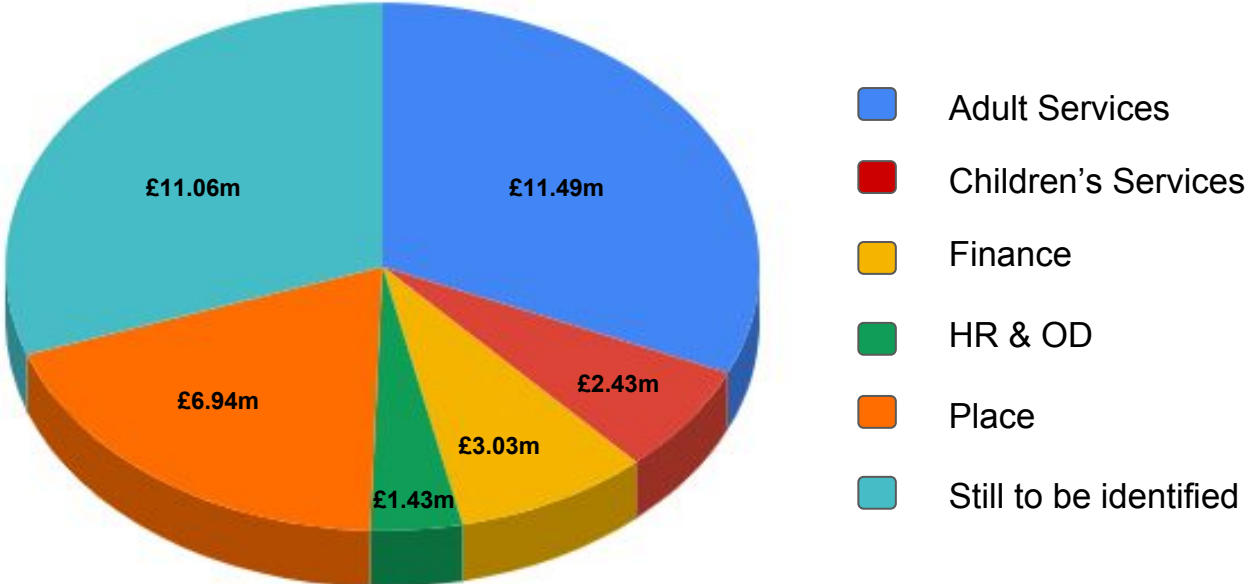
# Funding Analysis 2014-2022



# 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

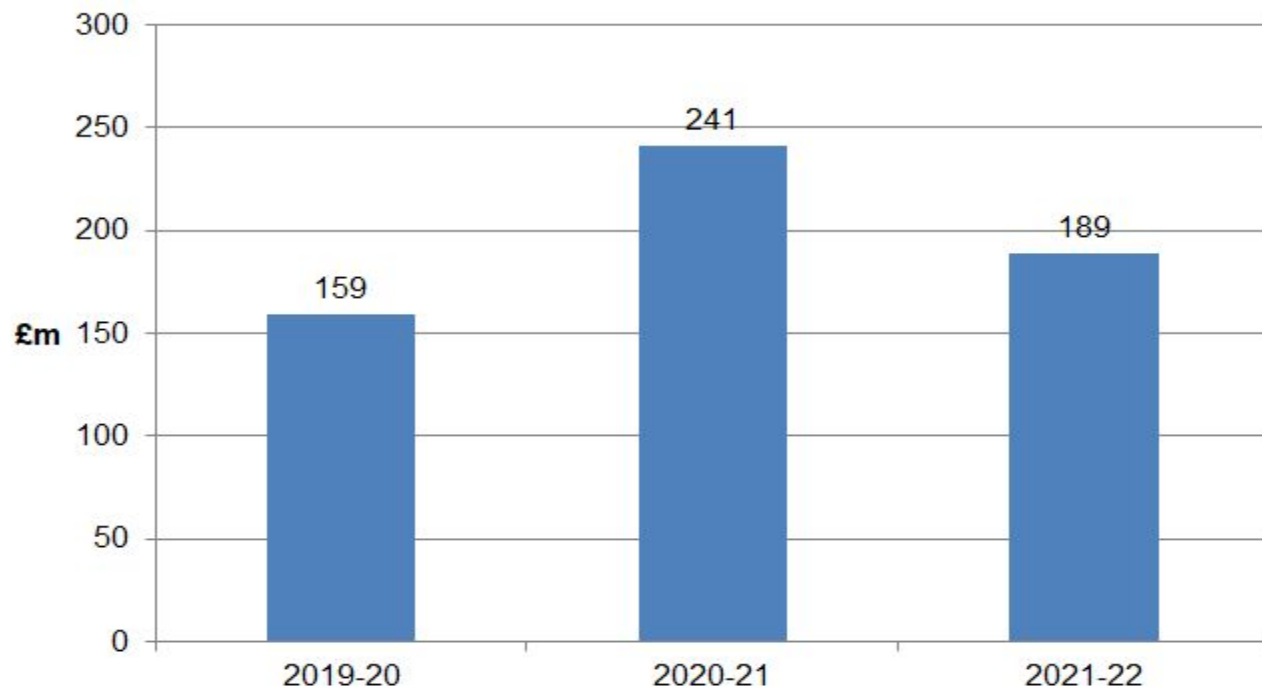
	2019-20	2020-21	2021-22	Total
<b>Total</b>	<b>£12.80m</b>	<b>£11.76m</b>	<b>£11.82m</b>	<b>£36.38m</b>

# 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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