

Notice of:

EXECUTIVE

Decision Number:

EX7/2023

Relevant Officer:

Steve Thompson, Director of Resources

Relevant Cabinet Member:

Councillor Lynn Williams, Leader of the Council

Date of Meeting:

6 February 2023

FINANCIAL PERFORMANCE MONITORING AS AT MONTH 9 2022/23 AND MEDIUM TERM FINANCIAL PLAN 2023/24 – 2026/27

1.0 Purpose of the report:

1.1 To report the level of spending and exposure against the Council's Revenue budgets and reserves and balances for the first 9 months to 31 December 2022. The report also includes an update on the Medium Term Financial Plan 2023/24 – 2026/27.

2.0 Recommendation(s):

2.1 To note the report.

2.2 To require the respective directors and Director of Resources to continue to closely monitor and manage service financial and operational performances, specifically Children's Services, Adult Services, Growth and Prosperity and Community and Environmental Services.

2.3 To prompt the Scrutiny Leadership Board to continue to independently review the financial and operational performances of the services listed in 2.2.

2.4 To continue to lobby central government (Department for Levelling Up, Housing and Communities, Department for Health and Social Care and Department for Education in particular) along with local authority peers and networks and the Local Government Association for the funding necessary to cope with the burdens and demands presenting as a result of exceptional inflationary pressures and demographic demands upon statutory services.

2.5 To continue to work towards target working balances of £6m by 31 March 2024 rising to £8m by 31 March 2025.

3.0 Reasons for recommendation(s):

- 3.1 To ensure financial performance against the Council's Revenue Budget and its reserves and balances is kept under timely review by members.

The Council's Revenue Budget for 2022/23 set a target level of General Fund working balances of around £6m. However, given the current economic climate it is recommended that this is increased to £8.0m from 2023/24 as part of the setting by the Council of the Revenue Budget for 2023/24 as this would represent of 5% of the net requirement.

- 3.2 Is the recommendation contrary to a plan or strategy adopted or approved by the Council? No

- 3.3 Is the recommendation in accordance with the Council's approved budget? Yes

- 4.0 Other alternative options to be considered:

None.

5.0 Council Priority:

- 5.1 The relevant Council Priority is: "The economy: Maximising growth and opportunity across Blackpool".

6.0 Background Information

- 6.1 The Monthly Financial monitoring including the Revenue Summary and individual service budget reports have been published and distributed to members as a supplement to the Executive agenda.

- 6.2 Does the information submitted include any exempt information? No

7.0 List of Appendices:

Report
Appendix 1 - Revenue Summary
Appendix 2a - Chief Executive
Appendix 2b - Governance and Partnership Services
Appendices 2b/c - Ward Budgets
Appendix 2d - Resources
Appendix 2e – Communications and Regeneration

Appendix 2f - Strategic Leisure Assets
Appendix 2g – Growth and Prosperity
Appendix 2h - Community and Environmental Services
Appendix 2i - Adult Services
Appendix 2j - Children’s Services
Appendix 2k - Public Health
Appendix 2l - Budgets Outside the Cash Limit
Appendix 2m – Wholly-owned companies
Appendix 3 – Budget Savings performance
Appendix 4 - Capital Monitoring
Appendix 5 - Cash Flow Summary
Appendix 6 - General Fund Balance Sheet Summary

All published and distributed to members as a supplement to the Executive agenda.

8.0 Financial considerations:

8.1 See reports and appendices published and distributed to members as a supplement to the Executive agenda.

9.0 Legal considerations:

9.1 None.

10.0 Risk management considerations:

10.1 Impact of financial performance against approved Revenue budgets and upon Council reserves and balances.

11.0 Equalities considerations:

11.1 An Equalities Impact Assessment was produced as a part of the budget-setting process and remains relevant.

12.0 Sustainability, climate change and environmental considerations:

12.1 None directly from this report.

13.0 Internal/ External Consultation undertaken:

13.1 None.

14.0 Background papers:

14.1 None.

15.0 Key decision information:

15.1 Is this a key decision? No

15.2 If so, Forward Plan reference number:

15.3 If a key decision, is the decision required in less than five days? N/A

15.4 If **yes**, please describe the reason for urgency:

16.0 Call-in information:

16.1 Are there any grounds for urgency, which would cause this decision to be exempt from the call-in process? No

16.2 If **yes**, please give reason:

TO BE COMPLETED BY THE HEAD OF DEMOCRATIC GOVERNANCE

17.0 Scrutiny Committee Chairman (where appropriate):

Date informed:

Date approved:

18.0 Declarations of interest (if applicable):

18.1 None

19.0 Summary of Discussion:

19.1 Mr Steve Thompson, Director of Resources, presented the report to the Executive and in doing so highlighted the continued moderate improvement since the month 6 Financial Performance Monitoring had been reported at the 5 December 2022 Executive meeting. . Mr Thompson emphasised the continuing challenges caused by cost pressures to the Revenue Budget including energy costs, and pay and non-pay inflation. Mr Thompson explained that the identification of the key budget pressures had now taken place and

would be addressed further as part of the Revenue Budget report to be considered elsewhere on the agenda.

20.0 Executive decision:

20.1 The Executive agreed the recommendations as outlined above namely:

1. To note the report.
2. To require the respective directors and Director of Resources to continue to closely monitor and manage service financial and operational performances, specifically Children's Services, Adult Services, Growth and Prosperity and Community and Environmental Services.
3. To prompt the Scrutiny Leadership Board to continue to independently review the financial and operational performances of the services listed in 2.2.
4. To continue to lobby central government (Department for Levelling Up, Housing and Communities, Department for Health and Social Care and Department for Education in particular) along with local authority peers and networks and the Local Government Association for the funding necessary to cope with the burdens and demands presenting as a result of exceptional inflationary pressures and demographic demands upon statutory services.
5. To continue to work towards target working balances of £6m by 31 March 2024 rising to £8m by 31 March 2025.

21.0 Date of Decision:

21.1 6 February 2023

22.0 Reason(s) for decision:

22.1 To ensure financial performance against the Council's Revenue Budget and its reserves and balances is kept under timely review by members.

The Council's Revenue Budget for 2022/23 set a target level of General Fund working balances of around £6m. However, given the current economic climate it is recommended that this is increased to £8.0m from 2023/24 as part of the setting by the Council of the Revenue Budget for 2023/24 as this would represent of 5% of the net requirement.

23.0 Date Decision published:

23.1 7 February 2023

24.0 Alternative Options Considered and Rejected:

24.1 There were no alternative options for consideration.

25.0 Executive Members present:

25.1 Councillor L Williams, in the Chair
Councillors Brookes, Campbell, Farrell, Hobson, Hugo, Smith and Taylor

26.0 Call-in:

26.1

27.0 Notes:

27.1 The following non-Executive members were in attendance: Councillors Hunter and Jackson.