



North Tyneside Council

Finance Sub Committee

Monday, 5 September 2022

Tuesday, 13 September 2022 0.02 Chamber - Quadrant, The Silverlink North, Cobalt Business Park, North Tyneside, NE27 0BY **commencing at 6.00 pm.**

Agenda Item	Page
<p>1. Appointment of Substitute Members</p> <p>To be notified of the appointment of any Substitute Members.</p>	
<p>2. Declarations of Interest and Notification of any Dispensations Granted</p> <p>You are invited to declare any registerable and/or non-registerable interests in matters appearing on the agenda, and the nature of that interest.</p> <p>You are also invited to disclose any dispensation in relation to any registerable interests that have been granted to you in respect of any matters appearing on the agenda.</p> <p>You are also requested to complete the Declarations of Interests card available at the meeting and return it to the Democratic Services Officer before leaving the meeting.</p>	
<p>3. Minutes</p> <p>To confirm the minutes of the meeting held on 13 July 2022.</p>	5 - 8
<p>4. 2022/23 Financial Management Report to 31 May 2022</p> <p>To receive the Financial Management report for the current financial year that reflected the financial position as at 31 May 2022.</p>	9 - 62

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Agenda Item	Page
<p>5. Section 106 overview and update on spend and project delivery</p> <p>To provide an update on the latest s106 position.</p>	63 - 76
<p>6. Exclusion Resolution</p> <p>The Sub-Committee is requested to pass the following resolution:</p> <p>That under Section 100A(4) of the Local Government Act 1972 (as amended) and having applied a public interest test as defined in Part 2 of Schedule 12A of the Act, the press and public be excluded from the meeting for the following items of business on the grounds that they involve the likely disclosure of exempt information as defined in Paragraph 3 of Part 1 of Schedule 12A to the Act.</p>	
<p>7. Business and Technical Partnerships Risks</p> <p>To consider the attached report which details the risks rated as red contained within the Strategic and Operational Risk Registers of the Business and Technical Partnerships with Equans and Capita.</p>	77 - 86

Circulation overleaf ...

Members of the Finance Sub Committee

Councillor Debbie Cox (Chair)
Councillor Tricia Neira
Councillor Bruce Pickard
Councillor Judith Wallace

Councillor Naomi Craven (Deputy Chair)
Councillor Martin Murphy
Councillor Willie Samuel

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Public Document Pack Agenda Item 3

Finance Sub Committee

Wednesday, 13 July 2022

Present: Councillor D Cox (Chair)
Councillors T Neira, Martin James Murphy, J O'Shea,
B Pickard and J Wallace

Apologies: Councillors N Craven and W Samuel

F1/22 Appointment of Substitute Members

Pursuant to the Council's constitution the appointment of the following substitute Member was reported: - Councillor J O'Shea for Councillor W Samuel.

F2/22 Declarations of Interest and Notification of any Dispensations Granted

There were no Declarations of Interest reported.

F3/22 Minutes

Resolved that the minutes of the meeting 29 March 2022 be confirmed.

F4/22 Welfare Reform - Financial update

Discretionary Housing Payment Fund

The Committee was informed that the authority was managing a much smaller budget that it had available in previous years that would prove a challenge for many households in the current difficult financial environment.

The authority continued to work well with Citizens Advice and signpost households to their support and advice where appropriate.

The total committed funding was £192,804 with a further £107,150 unallocated.

Local Council Tax Support Scheme

The caseload as at the end May stood at 16,359 (7,266 pensionable age and 9,093 working age) which was a reduction of almost 500 claims against the number reported in March. The cost for the scheme was £16,591,215.

A member requested what support was being provided to help with the cost of school clothing. In response officers stated that information would be provided on accessing support and where further information could be found on the Council website.

Hardship Fund

The hardship payment of £150.00 continued to support working age claimants, with 56% of claimants having a nil liability for 2022/23.

Local Welfare Provision

For the period 1 April 22 to 17 June 2022, there had been 1,072 applications for Local Welfare Support.

All 1,072 applications were offered a full screening, with advice, information and signposting to partner organisations where appropriate.

There were 573 crisis applications eligible for further practical support that included receiving food, utility support, baby items or baby food, essential household items, travel costs or clothing.

Spend for the period in respect to immediate practical support amounted to £21,238.

This was in addition to the annual grant to the Food Bank of £29,934.14 which was paid in April 22.

Universal Credit

The number of Universal Credit claimants was high but reducing, with 18,451 claimants, a small reduction against the figure reported in March.

The committee was informed that the Cost of Living payments would be awarded to Universal Credit claimants in two payments one for £326 then another payment later in the year for £324. A member requested what criteria would be applied to claimants. Information to the required criteria would be forwarded to members for their information.

Housing Department Update

The Authority housing department had 5,256 tenants on Universal Credit (UC) as at 15 June 2022. 3,865 (73.53%) were in arrears. It was noted that 68.43% of those on UC were already in arrears when they made the current claim for UC.

The average increase per case since the claim for UC was £147.04. The average arrears for all tenants had decreased in the last quarter, those on UC was £767.28 compared to an average arrears of £575.39 for all tenants and £308.67 for those not on UC.

Other housing providers continue to advise of significant arrears with tenants, including those in receipt of UC.

Covid-19 had a large impact on housing tenants with 1438 of tenants reporting that they had been adversely impacted. 132 tenants (9.18%) reported an adverse impact on more than one occasion. This had contributed to the significant increase in the number of tenants claiming UC, with 822 tenants on UC, 80 tenants on legacy benefits and 536 self-paying tenants had been recorded as having been impacted by Covid-19.

The Authority housing department continued to make use of all available funding and services from internal and external providers to maximise tenants financial position and improve their ability to sustain their tenancy.

Agreed that (1) the Welfare Reform – Financial update be noted; and (2) information requested be provided to the matters discussed.

F5/22 2021/22 Provisional Finance Outturn Report

The Senior Business Partner – Finance presented the 2021/22 Provisional Finance Outturn report that had considered by Cabinet on 27 June 2021.

Officers provided information and offered further information to be circulated in response to a member question in relation to school finance and how funding was allocated and support provided to schools to minimise risk.

A member raised the effect for future years to the change in methodology in relation to the Authority's Minimum Revenue Provision, in response officer stated further information would be circulated to members.

Agreed that 2021/22 Provisional Finance Outturn Report be noted; and (2) information requested to be provided to matters discussed.

F6/22 Section 106 Update

The Committee received a report that provided an update to the position of Section 106 Agreements (s106).

It was stated that the Finance section, working alongside colleagues within Planning and Strategic Property & Investment had undertaken a line-by-line review of each scheme confirming balances and spend.

The report detailed examples of s106 projects approved by the Investment Programme Board (IPB) and delivered in the previous 12-month period.

The Committee was informed that the s106 Capital Programme Manager and s106 service area leads utilise the information to develop projects and define what monies were available for allocation.

There was an aim that s106 programme of works would supplement and support the wider Authority budget, to ensure a good spread of spend for all areas of the Borough and to provide flexibility and value for money. Information was appended to the report that detailed the current s106 financial information of all developer contributions that had been received by the Authority.

S106 allocated available monies related to money received by the Authority through planning gain, which totalled £11.820m as of 30 June 2022.

Members requested that a further update be provided at the next meeting of the committee

on the 13 September and asked that further detailed information be provided for projects where allocations of S106 had been committed.

Confirmation was requested and given that allocations in relation to ecology measures were considered on a whole borough view and were not necessarily to be allocated on a Ward basis.

Agreed that a further section 106 update be presented to the next meeting of Finance Sub Committee on the 13 September 2022.

F7/22 Exclusion Resolution

Resolved that under Section 100A(4) of the Local Government Act 1972 (as amended) and having applied a public interest test as defined in Part 2 of Schedule 12A of the Act, the press and public be excluded from the meeting for the following items of business on the grounds that they involve the likely disclosure of exempt information as defined in Paragraph 3 of Part 1 of Schedule 12A to the Act.

F8/22 Business and Technical Partnerships Risks

The Sub-committee considered a report that detailed the monitoring on the risks rated high (red) within the Strategic and Operational Risk Registers of the Business and Technical Partnerships with Equans and Capita.

Agreed that the Strategic and Operational Risk Registers of each partnership be noted.

Finance Sub-committee 13 September 2022

Cabinet Report 1 August 2022

2022/23 Financial Management Report to 31 May 2022

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North Tyneside Council

Report to Cabinet

1 August 2022

Title: 2022/23 Financial Management Report to 31 May 2022

Portfolios:	Elected Mayor	Cabinet Member:	Norma Redfearn
	Finance and Resources		Councillor Martin Rankin
Report from:	Finance		
Responsible Officer:	Janice Gillespie, Director of Resources	Tel:	643 5701
Wards affected:	All		

PART 1

1.1 Executive Summary:

This report is the first monitoring report to Cabinet on the 2022/23 financial position. The report brings together financial and performance information with the intention of explaining the current financial position in the context of the policy priorities in the Our North Tyneside Plan. It provides the first indication of the potential revenue and capital position of the Authority at 31 March 2023. The report explains where the Authority continues to manage financial pressures.

- 1.1.1 The 2021/22 financial year was highly complex for the Authority with the operational response to the pandemic requiring innovation, agility, professionalism, and partnership working. Like all local authorities, North Tyneside Council is continuing to feel the legacy impact of the Covid-19 pandemic and as such this report contains considerations to the potential financial impact the pandemic will have on the Authority in 2022/23. The Authority continues to see areas of pressure across Adults and Children's Social Care, but there are also significant impacts on income particularly across Sport and Leisure Services, and Catering Services.
- 1.1.2 In addition to pressures seen in previous financial years, a number of global issues have emerged in more recent months including the war in Ukraine, leading to more supply chain issues and adding to rising inflation. The impact of these factors is leading to what is being termed a 'cost of living crisis' and are all adding significant financial strain to the Authority's budgets. The potential impact of some of these pressures was foreseen, and a number of contingencies and reserves were set aside in the 2022-2026 Medium-Term Financial Plan to support the 2022/23 financial position. The initial review of the 2022/23 position is that these mitigations may not be

sufficient, and that the Authority will have to consider further actions to bring the General Fund budget in on target.

- 1.1.3 As said previously this report provides an early picture of the potential implications of these financial pressures and emerging risks and as such has been prepared, on a prudent basis. The current forecast sets out that prior to any further plans and mitigations, the Authority's approved net revenue budget of £163.512m is forecasting a pressure of £18.456m. Taking into account the planned use of reserves and contingencies the adjusted General Fund position, is a pressure of £9.605m. Further details on the General Fund position are included in section 1.5 of this report, as well as in the Annex to the report.
- 1.1.4 The Mayor and Cabinet will be aware of more recent increases in the Bank of England base rate, with an expectation that interest rates may continue to rise. In terms of the Authority's approach to Treasury Management the rates are still historically low and currently do not represent a longer-term risk to the Authority. As Cabinet would expect interest rates continue to be proactively monitored and cash flow management undertaken to secure the maximum return/minimum cost for the Authority in line with the Prudential Code
- In terms of the Housing Revenue Account, a small underspend of £0.070m is forecast, this will be sensitive to the impact of the "cost of living Crisis" on rent collection and will be closely monitored during the year.
- 1.1.5 The report includes details of any additional grants received by the Authority since the Budget was set. The report also advises Cabinet of the position so far on the 2022/23 Schools budgets and Schools funding.
- 1.1.6 In terms of the Investment Plan, early work has been undertaken to consider the impacts of supply chain issues and inflation pressures. The focus has been to manage within the current financial envelope across the plan which may lead to a delay in delivery of some planned activity. Any such implications will be considered at the Investment Programme Board and brought to the Mayor and Cabinet for consideration as part of the normal financial management process. There is currently a small variation of £0.365m as a result of the initial work undertaken to date.

1.2 Recommendations:

It is recommended that Cabinet:

- (a) notes the forecast budget monitoring position for the General Fund, Schools' Finance and Housing Revenue Account (HRA) and as at 31 May 2022 (Annex sections 1, 2 and 3);
- (b) approves the receipt of £0.832m new revenue grants (as outlined in section 1.5.3 of this report);
- (c) notes the Authority's Investment Plan spend of £5.287m to 31 May 2022 and the financing of the Plan to the end of the year (Annex Section 4); and
- (d) approves variations of £0.365m for 2022/23 within the 2022-2027 Investment Plan (Annex Section 4).

1.3 Forward Plan:

Twenty-eight days' notice of this report has been given and it first appeared on the Forward Plan that was published on 28 May 2022.

1.4 Authority Plan and Policy Framework:

The budget is a key strand of the Authority's Budget and Policy Framework.

1.5 Information:

1.5.1 Financial Position

This report is the first monitoring report presented to Members on the Authority's 2022/23 financial position. It provides an early indication of the expected revenue and capital financial position of the Authority as at 31 March 2023. This report is an initial view, it is expected this will change over the coming months as the recovery to a pre Covid-19 position continues the impact of market conditions becomes clearer and management actions start to take effect.

The report covers:

- The forecast outturn of the Authority's General Fund and HRA revenue budget including management mitigations where issues have been identified;
- The delivery of 2022/23 approved budget savings plans; and
- An update on the Capital Investment Plan, including details of variations and reprogramming, that is recommended for approval.

1.5.2 General Fund Revenue Account

The Budget for 2022/23 was approved by full Council at its meeting on the 17 February 2022. The net General Fund revenue budget was set at £163.512m. This included £7.257m of savings to be achieved, of which £3.113m relates to new business cases included in the 2022-2026 Medium-Term Financial Plan, £1.607m of full year effect of prior year business cases and £2.537m of savings previously achieved by one-off mitigations and non-permanent solutions.

Prior to any mitigation, the Authority's approved net revenue budget is forecast to outturn with a pressure of £18.456m. Table 1 below sets out the initial variation summary across the General Fund.

The Authority, as you would expect at this stage of the financial year, is taking a prudent approach to forecasting including in relation to the on-going impact of Covid-19 which currently is forecast to add pressures of £5.551m to the General Fund in 2022/23. These pressures are primarily where fees and charges income has yet to return to pre-pandemic levels, where additional fixed term staff are employed to cover increased demand or to enable front-line service provision to continue unimpacted by employees needing to self-isolate. In addition to Covid-19, global market pressures exist around the Authority's supply chain and current inflation levels, these combined add a further £5.293m to the overall pressure. The remaining £7.612m relates primarily to staffing and other income related pressures across the services.

As part of the 2022-2026 Medium-Term Financial Plan (MTFP) agreed by Council in February £2.200m was set aside from the Change Reserve to support additional

pressures in Home to School Transport (£1.800m), Special Educational Needs (£0.400m), additional children's social care provision (£1.200m) and for the development of the Customer Relationship Management programme (£0.200m).

In addition to the use of the Change Reserve, £2.000m was also set aside to create a Covid-19 Reserve as part of the 2022-2026 MTFP, this included (£0.650m) to support additional caseloads within Children's Services, (£0.350m) to support Home to School Transport and (£1.000m) to support reduced fees and charges income following the pandemic.

Within the 2022-2026 MTFP, £0.150m was identified as planned use of the Insurance Reserve to support additional Repairs and Maintenance costs within the Authority's Commissioning & Asset Management Service Area. The use of this funding has been included in Table 2.

Included within the position for Central Items is (£7.713m) of contingencies; of which (£3.116m) is being used to offset the pressures in Children's Social Care, (£1.301m) is supporting the under achievement of savings targets and (£2.335m) is being used to support the non-energy related inflationary pressures being faced by the Authority. Further to this balance, an additional (£3.050m) was set aside in the 2022-26 MTFP to support anticipated pressures in 2022/23. Of this (£1.300m) is being used to support energy related inflationary pressures, (£0.964m) supporting non-energy related inflationary pressures and (£0.786m) supporting pressures relation to Special Guardianship Orders (SGO) within Children's Services. With the allocation of this support, the Authority has been able to release a provision of (£0.300m) previously held on the balance sheet to support increased SGO costs.

The Authority was able to carry forward from 2021/22, £2.962m of Covid-19 related central Government grants. Of this (£1.811m) has been committed and is reflected in the £18.456m position reported in Table 1. The remaining balance of £1.151m is available to support on-going Covid-19 legacy pressures and is reflected in the revised position shown in Table 2.

With the inclusion of the planned support from the 2022-2026 MTFP, the adjusted General Fund position, as shown in Table 2, is a pressure of £9.605m. This reflects the continuing impact of Covid-19 being £2.400m over the support funding allocated. The main areas impacted are within Environment & Leisure where Sports and Leisure income from fees and charges continues to be lower than pre-pandemic levels. Initial projections suggest income will be higher than in 2021/22 but still only 80% of the income levels achieved pre-pandemic in 2019/20. Significant pressures also exist in Children's Services, where the response to the impact of Covid-19 has seen staffing levels increase to manage a significant increase caseloads and demand for services for Children. This is not unique to North Tyneside and is being seen across the region and nationally.

The Inflation Rate has recently reached 9.1% and this is much higher than when the allocations were made in the 2022-2026 MTFP. This is forecast to add a further £3.029m in respect of both energy and non-energy related inflationary pressures. The majority of the inflation issues being in Adults Services across the external care market and contractual costs within Commissioning & Asset Management for catering supplies and the cost of Home to School Transport.

The remaining balance of £4.176m is attributable to pressures considered to be 'Business as Usual'. Finance officers are continuing to work with Cabinet, the Senior Leadership Team and other senior officers across the Authority to review Business as Usual activity in a number of key areas:

- Children's Services – staffing & placements;
- Children's risks and the likelihood of crystallisation;
- SEND pressures;
- Adults Social Care – demand assumptions;
- Adults Social Care risks and the likelihood of crystallisation;
- Unachieved savings targets;
- Commissioning & Asset Management – Impact of SLA reductions;
- Law & Governance Structure – use of locums; and
- Revenues & Benefits position – overpayments.

The aim of this work will be to ensure actions are in place to bring It is anticipated that the outturn forecast for normal activities in on balance and it is anticipated the position will improve over the course of the financial year as planned remedial actions begin to impact on both expenditure and income.

Table: 1 2022/23 General Fund Revenue Forecast Outturn as at 31 May 2022

Services	Budget	Forecast May	Variance
	£m	£m	£m
Health, Education, Care and Safeguarding	76.822	95.698	18.876
Public Health	1.925	1.925	0.000
Commissioning & Asset Management	7.111	11.494	4.383
Environment & Leisure	37.034	37.635	0.601
Regeneration & Economic Development	10.221	10.550	0.329
Corporate Strategy	0.541	0.683	0.142
Chief Executive Office	(0.076)	(0.076)	0.000
Resources	2.538	3.470	0.932
Law & Governance	0.320	1.044	0.724
General Fund Housing	1.596	1.801	0.205
Central Items	5.299	(2.437)	(7.736)
Support Services	20.181	20.181	0.000
Total Authority	163.512	181.968	18.456

Table: 2 2022/23 Adjusted General Fund Revenue Forecast Outturn Position as at 31 May 2022

Service	Covid Pressures	Inflationary Pressures	Other BAU Pressures	Total
	£m	£m	£m	£m
Total Authority	5.551	5.293	7.612	18.456
Planned use of Change Reserve	0.000	0.000	(2.200)	(2.200)
Planned use of Covid-19 Reserve	(2.000)	0.000	0.000	(2.000)
Planned use of Insurance Reserve	0.000	0.000	(0.150)	(0.150)
Planned use of Contingencies	0.000	(2.264)	(0.786)	(3.050)
Planned release of Provision	0.000	0.000	(0.300)	(0.300)
Planned use of Covid-19 Grants	(1.151)	0.000	0.000	(1.151)
Totals	(3.151)	(2.264)	(3.436)	(8.851)
Revised Pressure	2.400	3.029	4.176	9.605

1.5.3 Delivery of Budget Savings Proposals

New savings of £4.720m were agreed as part of the Budget approved by Council in February 2022 so the total savings the Authority has had to find in the eleven years following the 2010 Comprehensive Spending Review (CSR) as planned to 2022/23 come to £134.268m.

The governance structure of the Efficiency Savings Programme includes a monthly review of progress by the Senior Leadership Team (SLT). In addition, in-year budget and performance progress meetings are held between officers and Cabinet Members to consider progress and actions being taken to deliver savings. The variations in relation to the savings are outlined in the sections below.

New savings were proposed for 2022/23 of £3.113m combined with £1.607m of savings targets that were agreed in prior years budget setting processes for delivery in 2022/23. Savings targets of £2.373m within Health, Education, Care and Safeguarding (HECS) and £0.164m within Commissioning & Asset Management (C&AM) were met in 2021/22 through Covid grants, alternative management actions or through one-year funding sources. These targets still require permanent achievement increasing the total savings brought forward from prior year business cases to £4.144m. The overall target to achieve in 2022/23 is therefore £7.257m.

Table 3 – Full Year Effect of Prior Year Business Cases

Service	2021/22 Targets £m	Projected Delivery £m	In Year Actions £m	Yet to be achieved £m
HECS – Adults	0.350	0.350	0.000	0.000
HECS – Children's	2.923	0.000	0.000	2.923
E&L	0.520	0.520	0.000	0.000
C&AM	0.346	0.260	0.000	0.086
Central	0.005	0.005	0.000	0.000
TOTAL	4.144	1.135	0.000	3.009

Table 4 – Business Cases Relating to 2022/23

Service	2022/23 Targets £m	Projected Delivery £m	In Year Actions £m	Yet to be achieved £m
HECS – Adults	0.600	0.000	0.000	0.600
HECS – Children's	0.300	0.000	0.000	0.300
C&AM	0.400	0.000	0.000	0.400
Central	0.250	0.250	0.000	0.000
Resources	1.563	1.563	0.000	0.000
TOTAL	3.113	1.813	0.000	1.300

Within HECS, Adults Services are projecting to achieve the full £0.350m relating to business cases brought forward from prior years. Within the CYPL pressure of £14.372m, £3.223m relates to the achievement of savings targets. In the previous financial year these savings have been significantly impacted by Covid-19 and as such, achievement has been supported by Central Government Covid-19 grants. With these grants not available in 2022/23 and on-going demand-led pressures already impacting

the service, current projections are for all CYPL savings to remain unachieved in 2022/23.

Finance Officers continue to attend meetings with senior managers and the Head of Service across adult and children's services and individual managers have assigned responsibilities to pursue deliverability of existing schemes and to identify alternative proposals during 2022/23.

The forecast assumes that LMB will approve the 15p increase in paid school meals commencing September 2022. School meals increases have been delayed for two years so previous income targets for 2020/21 & 2021/22 are also included in these figures. If not approved by LMB the undeliverable element will increase. The schools leaving the SLA are confirmed so £0.025m of the 2022/23 savings target for paid school meals and SLA income will not be delivered. £0.030m of the cleaning savings target is forecast to be met. Of the £0.486m yet to delivered £0.066m is undeliverable and £0.420m is yet to be identified.

All savings in these services are forecasted to be achieved.

1.5.4 New Revenue Grants

The following revenue grants have been received during April and May 2022:

Service	Grant Provider	Grant	Purpose	2022/23 value £m
Environment & Leisure	Football Foundation	Football Foundation Goal Post Replacement Programme	Football Foundation grant schemes to fund socketed fixed position aluminium football stadium goals, Junior and senior freestanding football goal posts, unique anti-vandal steel fixed position football goals and spectator crowd barriers.	0.006
Health, Education, Care and Safeguarding	Department for Education	Children's Social Care Innovation Programme Staying Close Provision	Establishing a 6 bedroom 'Staying Close' supported accommodation with a shared management team working between Sycamore House (existing residential children's home) and Elm House (Staying Close provision).	0.285
Commissioning and Asset Management	European Social Fund (via DWP)	Step to Employment	To support residents aged 29 and over along a journey into employment / self-employment.	0.023
Public Health	Department for Environment, Food & Rural Affairs	Port Health Transition Fund	Support with the financial implications of preparing for the new regime of sanitary checks on EU-GB imports of animal products.	0.031

Service	Grant Provider	Grant	Purpose	2022/23 value £m
Environment & Leisure	Trees for Cities	Trees for Cities	Working with local communities to cultivate lasting change in their neighbourhoods – whether it is revitalising forgotten spaces, creating healthier environments or getting people excited about growing, foraging and eating healthy food.	0.020
Environment & Leisure	Forestry Commission / Newcastle City Council	Local Authority Treescape Fund	Funding to plant trees within the borough	0.014
Regeneration and Economic Development	North of Tyne Combined Authorities	2022 Mouth of the Tyne Festival Collective	Funding provided to promote the economic growth and regeneration of the North of Tyne region, with businesses and organisations coming together to boost the visitor economy in an extended period around the Mouth of the Tyne Festival with special one-off shows in a range of venues	0.100
Regeneration and Economic Development	Department for Transport (DfT)	Local Authority Capability Fund (active travel)	To support the development of infrastructure projects to the new standards set out, including updating previous plans (such as LCWIPs) as necessary; <ul style="list-style-type: none"> • To promote increased levels of physical activity through walking and cycling for everyday journeys; • To support access to new and existing employment, education, and training. 	0.252

Service	Grant Provider	Grant	Purpose	2022/23 value £m
Resources	Department for work and pensions	HB Circulars S52021	The funding is intended to meet New Burdens incurred by LAs as a result of the following areas of Welfare Reform: Discretionary Housing Payment (DHP) administration, Benefit cap, Single Fraud Investigation Service (SFIS), Universal Credit (UC) New Burdens including: Housing Benefit (HB) maintenance on a UC case -Natural migration to UC	0.101
Total				0.832

1.5.5 School Funding

Schools are required to submit their rolling three-year budget plan by 31 May each year. The total planned deficit for 2022/23 is £5.532m. Cabinet will be aware that the Authority has been working with schools for a number of years with regard to the long-term strategic issue of surplus secondary places and the associated financial pressures, which continue to be compounded by rising employment costs.

Cabinet will recall that the High Needs Block ended 2021/22 with a pressure of £13.512m. The initial forecast of the Budget position for 2022/23 indicates an anticipated in-year pressure of £3.413m reflecting a further rise in demand for special school places, producing a cumulative deficit balance of £16.924m.

1.5.6 Housing Revenue Account (HRA)

The HRA is forecast to have year-end balances at 31 March 2023 of £3.139m. These balances are £0.070m higher than budget which was set at £3.069m.

Universal Credit was fully implemented across North Tyneside on 2 May 2018. As of early June 2022, 3,809 North Tyneside Homes tenants have moved on to Universal Credit and a team is working proactively with tenants to minimise arrears. This position will be closely monitored as the year progresses to identify any adverse impacts on the Budget position.

1.5.7 Investment Plan

The approved 2022-2027 Investment Plan totals £325.029m (£114.280m 2022/23) and is detailed in table 22 of the Annex. The Annex to this report also sets out in Section 6 delivery progress to date, planned delivery for 2022/23, reprogramming and other variations identified through the Investment Programme Governance process.

An officer led review of the Investment Plan has resulted in proposals for variations of £0.365m of which more details are set out in Section 6 of the Annex to this report. The

revised Investment Plan stands at £114.280m for 2022/23 and to the end of May 2022 spend of £5.287m had been incurred which represents 4.64% of the revised plan.

Significant inflationary pressures are being experienced across the UK, and senior officers within the Authority have undertaken a review of inflationary impact to the Investment Programme. Supply issues and rising costs are being reviewed and to date the Authority anticipates no impact to the cost of the capital. However, there may be an impact on the delivery of some planned activity. The corporate risk register includes risks for such inflationary pressures to the investment plan.

1.5.8 Performance against Council Plan

The 2021-2025 Our North Tyneside Plan (Council Plan) sets out the overall vision and policy context within which the Medium-Term Financial Plan and Budget are set. The Council Plan, “Building A Better North Tyneside”, has five key themes as set out below;

- A caring North Tyneside;
- A thriving North Tyneside;
- A secure North Tyneside;
- A family-friendly North Tyneside; and,
- A green North Tyneside.

For each theme there is a set of policy outcomes which the Authority is seeking to deliver; these are detailed in the Council Plan. The Authority has plans in place to deliver all elements of the Plan and performance against delivery is carefully monitored.

With regards to financial performance against the Plan, the area under most financial pressure is Health Education Care and Safeguarding. In common with most local authorities, and in line with the national picture, North Tyneside has seen costs within adult social care continue to rise. Along with the number of adults supported increasing over the last few financial years, the individual needs of those residents have increased due to people living longer with multiple complex conditions. Supporting those needs requires more intensive packages of care which are more expensive to provide. In addition to older people, younger adults with learning disabilities and physical disabilities are also living longer, often with multiple complex issues.

In Children’s Services, good progress continues to be made on engaging with children in the early years of life to ensure that they are ready for school. Safeguarding vulnerable children and maximising their educational attainment remain key priorities.

Over recent years, there has been an increase nationally in demand for children’s residential placements but with no corresponding increase in central government funding. As such, the levels of looked after children (LAC) and children who require supervision after leaving care continue to generate a significant financial pressure. Data for LAC levels suggest that, whilst fluctuating, there is a general trend of a steady increase in numbers (as per Section 3.2 in the Annex) but there are a wide range of levels of care provided, with more complex cases now being faced.

1.6 **Decision Options:**

The following decision options are available for consideration by Cabinet:

Option 1

Cabinet may approve the recommendations at paragraph 1.2 of this report.

Options 2

Cabinet may decide not to approve to recommendations at paragraph 1.2 of this report.

1.7 Reasons for Recommended Option:

Option 1 is recommended for the following reasons:

Cabinet is recommended to agree the proposals set out in section 1.2 of this report as it is important that Cabinet continues to monitor performance against the Budget, especially given the current level of financial pressures faced by the public sector.

1.8 Appendices:

Annex : Financial Management Report to 31 May 2022
Appendix 1: 2022 – 2027 Investment Plan

1.9 Contact Officers:

Janice Gillespie – Corporate Finance matters – Tel. (0191) 643 5701
Claire Emmerson – Corporate Finance and Schools matters – Tel. (0191) 643 8109
David Dunford – Corporate Finance and General Fund matters – Tel. (0191) 643 7027
Amar Hassan – Investment Plan matters - Tel. (0191) 643 5747
Darrell Campbell – Housing Revenue Account matters – Tel. (0191) 643 7052

1.10 Background Information:

The following background papers and research reports have been used in the compilation of this report and are available at the offices of the author:

- (a) Revenue budget 2022/23
https://my.northtyneside.gov.uk/sites/default/files/web-page-related-files/NTC%20Revenue%20Budget%202022_23.pdf
- (b) Investment Plan 2022-27
<https://democracy.northtyneside.gov.uk/documents/s7911/Appendix%20D%20i%20-%202022-2027%20Investment%20plan%20-%20FINAL.pdf> (Agenda reports pack 17th February 2022 - Appendix D(i))
- (c) Reserves and Balances Policy
<https://democracy.northtyneside.gov.uk/documents/s7919/Appendix%20G%20-%202022-23%20Reserves%20and%20Balances%20Policy.pdf> (Agenda reports pack 17th February 2022- Appendix G)
- (d) Overview, Scrutiny and Policy Development Performance Report
<https://democracy.northtyneside.gov.uk/documents/s7921/Appendix%20I%20-%202022-23%20Report%20of%20the%20Overview%20Scrutiny%20and%20Policy%20De>

PART 2 – COMPLIANCE WITH PRINCIPLES OF DECISION MAKING

2.1 Finance and Other Resources

As this is a financial report, implications are covered in the body of the report. This report will also be presented to the Authority's Finance Sub-Committee at its meeting on 14 September 2022.

2.2 Legal

The Authority has a duty to ensure it can deliver a balanced budget. The Local Government Act 2003 imposes a duty on an authority to monitor its budgets during the year and consider what action to take if a potential deterioration is identified.

2.3 Consultation/Community Engagement

2.3.1 Internal Consultation

Internal consultation has taken place with the Cabinet Member for Finance and Resources, the Elected Mayor, Cabinet Members, the Senior Leadership Team and Senior Finance Officers.

2.3.2 External Consultation / Engagement

The 2022/23 budget was completed after widespread consultation and community engagement in line with the Authority's approved Budget Engagement Strategy.

2.4 Human Rights

The proposals within this report do not have direct implications in respect of the Human Rights Act 1998.

2.5 Equalities and Diversity

There are no direct equalities and diversity implications arising from this report.

2.6 Risk Management

Potential future financial pressures against the Authority are covered in this report and registered through the Authority's risk management process.

2.7 Crime and Disorder

There are no direct crime and disorder implications arising from this report.

2.8 Environment and Sustainability

There are no direct environmental and sustainability implications arising from this report.

PART 3 - SIGN OFF

- Chief Executive ☐
- Director of Service ☐
- Mayor/Cabinet Member(s) ☐
- Chief Finance Officer ☐
- Monitoring Officer ☐
- Assistant Chief Executive ☐

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2022/23 Financial Management Report Annex

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SECTION 1 – SERVICE COMMENTARIES

1.1 Meetings have been held between finance officers and budget managers to review the outturn position for 2021/22, with forecasts being prepared for 2022/23 based on this analysis to give a first view of the overall challenges at this early stage in the financial year. This will be followed up by regular budget monitoring sessions from June onwards. In addition, challenge sessions are planned to review the quarterly financial position and service performance with the Elected Mayor, the Deputy Mayor, the Cabinet Member for Finance and Resources, and other relevant Cabinet Members. Service Directors and their senior teams also attend these challenge sessions to discuss plans in progress to mitigate any pressures.

1.2 Health, Education, Care & Safeguarding (HECS)

1.2.1 HECS is showing an initial forecast variance of £18.876m against its £76.822m net controllable expenditure budget. This forecast position excludes the application of contingency budgets set aside in Central Items for pressures in Children's Services.

1.2.2 The HECS service continues to have residual impact from the Covid-19 pandemic and has put in place a range of responses to support existing clients and other residents directly affected by the virus who have required new support packages to be put in place on discharge from hospital or to prevent an admission. Work is also ongoing to support social care providers to maintain their vital services. Within children's services there is a continuing high level of activity resulting from a combination of Covid related and household finance pressures impacting on family stability.

1.2.3 Table 1: Forecast Variation for HECS at May 2022

	Budget	Forecast	Variance
	£m	May	May
	£m	£m	£m
Corporate Parenting & Placements	15.273	26.597	11.324
RHELAC Service	0.010	0.010	0.000
Child Protection, Independent Assurance and Review	0.721	0.739	0.018
Early Help & Vulnerable Families	1.664	1.822	0.159
Employment & Skills	0.632	0.594	(0.038)
Integrated Disability & Additional Needs Service	2.211	4.481	2.269
School Improvement	0.360	1.000	0.640
Regional Adoption Agency	(0.168)	(0.168)	0.000

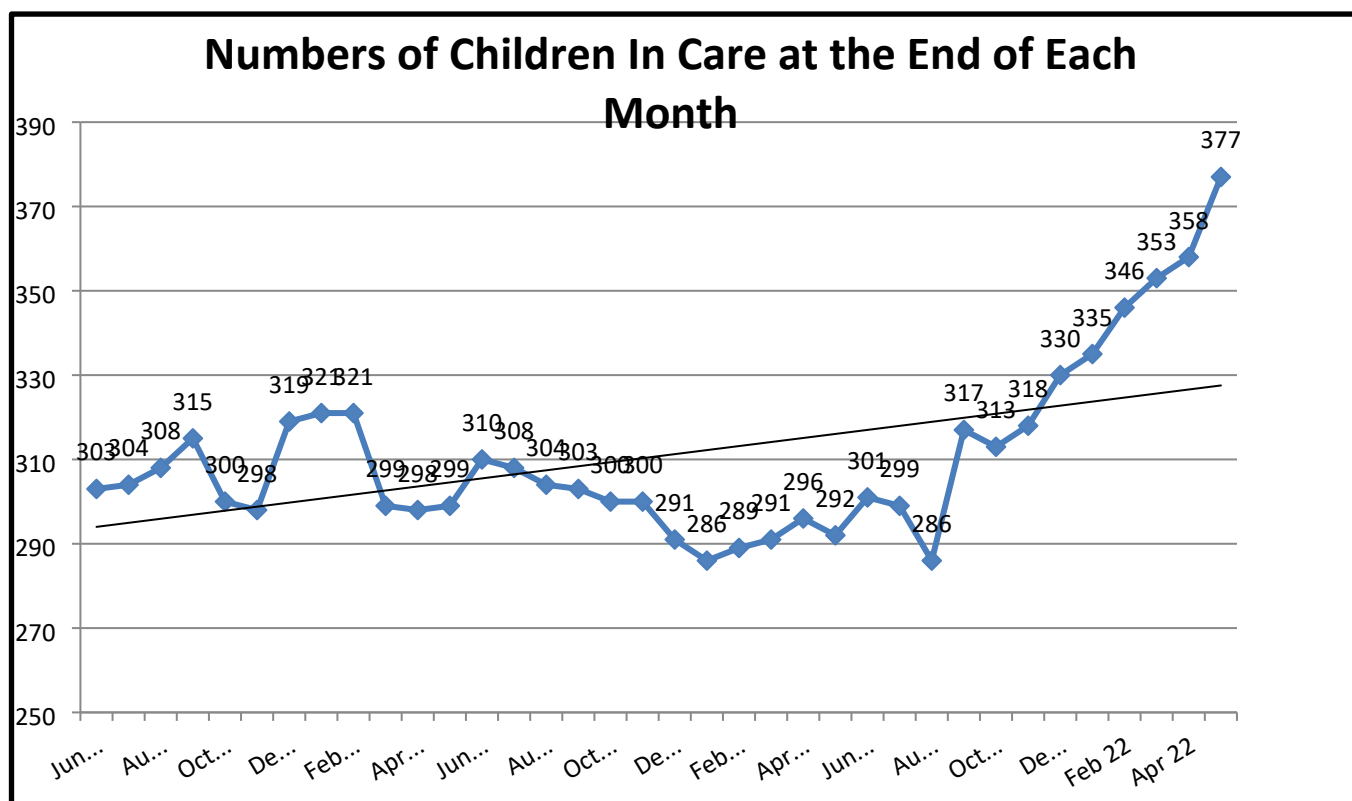
	Budget	Forecast May	Variance May
	£m	£m	£m
Subtotal – Childrens' Services	20.703	35.075	14.372
Central, Strategy and Transformation	0.580	0.577	(0.003)
Social Work and Associated Activity	7.360	7.725	0.365
Integrated Services	3.171	2.909	(0.262)
Business Assurance	0.304	0.300	(0.004)
Sub-total Operations	11.415	11.511	0.096
Commissioned Services – Wellbeing and Assessment	12.870	13.989	1.119
Commissioned Services – Learning Disability	26.887	28.390	1.503
Commissioned Services – Mental Health	3.607	5.022	1.415
Commissioned Services - Other	1.340	1.711	0.371
Sub-total – Commissioned Services	44.704	49.112	4.408
Adult Services Sub-total	56.119	60.623	4.504
Total HECS	76.822	95.698	18.876

Main budget pressures across HECS

- 1.2.4 HECS continues to manage a complex budget and is required to deal with a combination of funding arrangements, pressures and national policy changes. There are continuing upward pressures on care providers' fees partially resulting from the National Living Wage but also from the cost of living increases currently being experienced across the country. Dialogue continues with care home providers around appropriate fee rates and this will be informed by the national exercise being undertaken to establish a fair cost of care for older person's care homes and domiciliary care for all adults. Negotiations also continue around ensuring funding contributions from the NHS for clients with health needs.
- 1.2.5 The main factor behind the overall forecast position, however, is the significant pressure within Corporate Parenting and Placements in relation to care provision for children in care and care leavers. There is also a pressure relating to services for children with additional needs. In addition to care provision pressures, there are also on-going pressures in the workforce arising from staff retention costs and recruitment costs and a pressure resulting from savings targets not yet achieved.
- 1.2.6 The Children's services budget is established to meet the statutory needs of approximately 1400 children however, the service is currently dealing with in excess of 1700 children who reach that threshold. Referrals have increased by 25% compared to pre-Pandemic levels with the police and schools continuing to

be the main sources. This level of activity is leading to a requirement for additional staff and contributes to significant pressure on budgets providing care for the children in most need. In May 2022 the children in care numbers have increased to 377. Numbers were under 300 for the first half of 2021/22 rising to 353 at the end of the financial year. The increase in demand is largely due to the impact of additional stress on family relationships during Covid lockdown restrictions combined with financial stressors now exacerbated by the cost of living crisis. Current numbers include 18 unaccompanied asylum seeking children. This rise in demand is a national issue with North Tyneside seeing a rate of children in care per 10,000 of 88 which compares favourably both to the north east average of 108 and to the average within our statistical neighbours of 103.

1.2.7 Chart 1: Children in Care at the End of Each Month



Children's Services

- 1.2.8 In Children's Services the £14.372m forecast pressure relates mainly to demand pressures of £11.324m in Corporate Parenting and Placements and £2.269m in Integrated Disability and Additional Needs. There is also a forecast pressure of £0.640m in School Improvement. The pressures were foreseen by Cabinet and backed by £3.116m of centrally held contingencies which if transferred into Children's Services would reduce the forecast pressure to £11.256m. The ongoing impact of rising demand impacted by Covid and the cost of living crisis has led to additional challenges in delivering against savings targets and there are £3.2m of savings targets yet to be delivered.

Corporate Parenting and Placements

- 1.2.9 The pressures within Corporate Parenting and Placements can be broken down as follows:

Table 2: Analysis of Pressures in Corporate Parenting and Placements

Type of Service	Budget £m	Forecast May £m	Variance May £m
Care provision – children in care	9.003	15.655	6.652
Care provision – other children	3.171	4.535	1.364
Management & Legal Fees	(1.442)	0.366	1.808
Social Work	4.494	5.990	1.496
Safeguarding Operations	0.046	0.050	0.004
Total	15.273	26.597	11.324

- 1.2.10 The forecast has been developed based on the children in care as at the end of May 2022. The number in care at the end of May was 373 compared to an average of 315 during 2021/22 resulting in the forecast for the total number of care nights being significantly higher for 2022/23 at 130,242 nights compared to the total number of care nights delivered in 2021/22 which was 108,745.

1.2.11 Table 3: Forecast cost, forecast variance, average placement cost and placement mix

Placement Type	2022/23 May Variance	Average Annual Placement cost (£m)	2022/23 Forecast Bed Nights	2021/22 Outturn Bed Nights	Placement Mix	No. of children May 22	No. of children March 22
External Residential Care	2,378	0.264	7,817	8,163	8.49%	32	25
External Fostering	252	0.050	9,617	12,068	6.10%	23	29
In-House Fostering Service	1,061	0.022	87,026	68,812	63.93%	241	176
External Supported Accommodation	868	0.099	5,281	6,170	6.63%	25	15
Other*	2,092	various	20,501	13,532	14.85%	56	46
Total	6,651		130,242	108,745	100%	377	291

*Other includes Placed for Adoption, Placed with Parents/Parental Responsibility and NTC Children's Homes.

- 1.2.12 The number of children in care can be volatile and costs for individual children can be very high. There is a potential risk that the forecast could increase if numbers of care nights delivered on complex cases starts to rise above current levels.

There is a concern that there may be future spikes in numbers of children in care as the effects of the Covid-19 restrictions and the cost of living crisis impact on families.

Care Provision – Children in Care

- 1.2.13 Over recent years, there has been an increasing trend nationally in demand for children's residential placements but with no corresponding increase in government-funded provision. The trend in North Tyneside over the last few years is that the overall number of children in care has mirrored the increases being felt nationally. Unit costs for external residential care have also increased significantly with a further increase in rates expected to be confirmed in 2022/23 as a result of the rising cost of living. Children's services has developed a small number of in-house services for children with very complex needs as a way of mitigating against high costs for external provision.

Care Provision – Children not in care

- 1.2.14 The pressure of £0.858m relating to care provision for children not in the care system relates predominantly to children under a Special Guardianship Order (SGO). Cabinet will recall that the Authority's policy for supporting children in SGOs was amended in 2018 and that this brought about additional costs. The contingency budget of £3.116m established in Central Items was, in part, intended to mitigate against these costs. A further £0.786m is also included within contingencies to directly support the SGO position.

Management and Legal Fees

- 1.2.15 This area has a forecast pressure of £1.808m. The increase in pressure within this area is due to savings targets of £1.468m which are yet to be achieved. The service is continuing to work on the delivery of planned savings targets and continues to review all budget areas for any other mitigating savings.

Social Work

- 1.2.16 Within the overall pressure of £11.324m for Corporate Parenting and Placements, there are social work-related pressures of £1.496m. Of the £1.496m pressure, £1.360m relates to employee costs with £0.136m relating to non-pay costs. There is an additional team in place of 6 posts costing circa £0.265m and the '14 Plus Team' adds a further £0.243m to the pressure. Market supplements have been superseded by the Social Worker regrading exercise contributing £0.191m to the position. There are s17 assistance costs forecasted above budget level by £0.114m. Cabinet is aware of the particular challenges faced across the children's social care sector nationally. Caseloads per social worker have increased with increasing referrals (up 25% on pre-Pandemic levels) and are now at 28 compared to the national average of 16.3 (for 2020).

Integrated Disability and Additional Needs (IDANS)

- 1.2.17 IDANS is forecasting a pressure of £2.269m, net of an over achievement of £0.187m Children's Health Income. Pressures within IDANS should be seen within

the national and local context of increasing numbers of children with Education Health and Care Plans (EHCPs). Within North Tyneside, the number of children with an EHCP has risen from 1102 in January 2018 to 2138 in May 2022.

- 1.2.18 Within this service area the main pressures relate to operational staffing costs within in-house residential services of £0.581m. There are also forecast staffing pressures of £0.346m in Educational Psychology relating to an increase in non-chargeable statutory work associated with increased levels of EHCPs for children with additional needs. There are pressures of £1.048m on externally commissioned short breaks and staffing pressures of £0.337m across the Statutory Assessment and Review Team and the Disability Team.
- 1.2.19 The IDANS service is continuing to carefully review planned provision to identify any areas of spend which can be reduced without adverse impacts on the children and families receiving support.
- 1.2.20 The School Improvement Service is showing a forecast pressure of £0.640m driven by a number of factors:
- Staffing pressures of £0.137m;
 - Reduction to SLA income of £0.250m (partly due to the Catholic Schools that have moved to Multi Academy Trust);
 - Reduction in CSSB grant of £0.141m;
 - Building cost pressures of circa £0.035m; and
 - Reduction to room hire income of £0.078m due to expansion of Special Schools at Langdale.

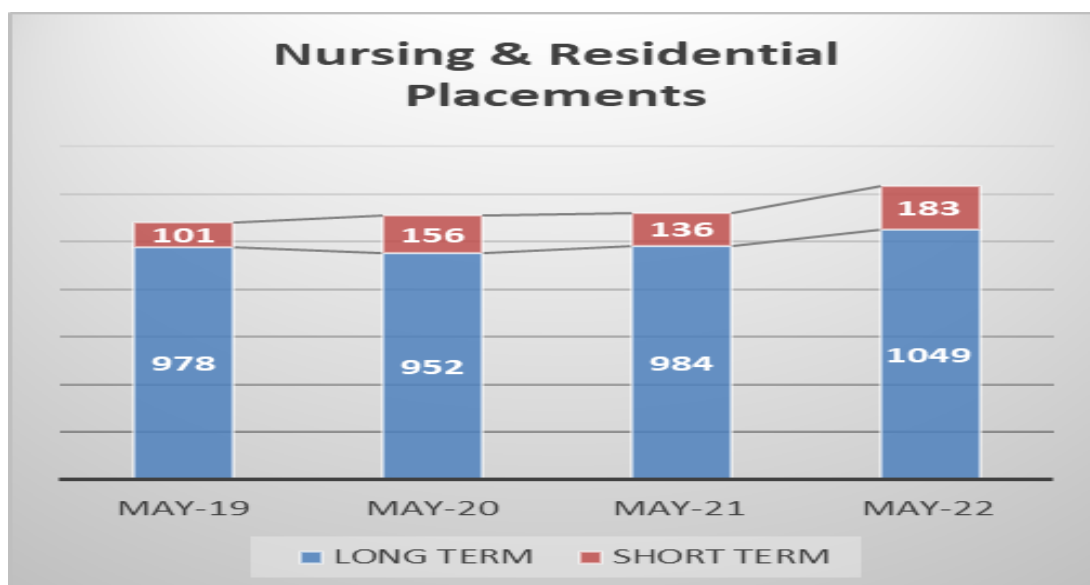
The service is working with HR and Finance officers to review the School Improvement structure and continues to explore other income streams that may be available to help mitigate the pressure in-year.

Adult Services

- 1.2.21 Adult Services are forecasted to show an overspend of £4.505m.
- 1.2.22 The analysis of sub service areas were changed during 2021/22 to show the split between the operational aspects of the service and the externally commissioned care costs.
- 1.2.23 Forecast costs associated with the operational management of the service are showing a pressure of £0.097m. This position represents a movement of £1.474m from the previously reported position due to an unsustainable level of vacancy experienced during last financial year. The forecast assumes that vacant posts will be filled for the majority of the year particularly within Integrated Services where services provided by inhouse teams will be critical in meeting demand in 2022/23 especially over the winter period as the external provider market is expected to continue to struggle to deliver sufficient capacity due to recruitment and retention issues. Recruitment remains challenging within the local authority, but a number of new staff have been successfully recruited in recent months.
- 1.2.24 Commissioned Services are reporting an initial pressure of £4.408m. Of this total, £1.645m of this relates to the high level of fee increases paid to providers linked to

national living wage and the impact of the cost of living crisis. A further £1.064m relates to an early estimate of increased demand during the financial year largely resulting from a continued high level of hospital discharges with an additional £1.795m being included for the potential discharge of clients from long stay hospital services and clients transitioning to Adult Services from Childrens Services. The actual impact of this will be dependent on the timing of clients' progress against their discharge plans and the availability of service provision. The additional costs described are in part offset by forecast increases of Health income of £0.940m.

1.2.25 Chart 2: Overall Numbers of Clients in Residential and Nursing Care



1.3 Commissioning and Asset Management

- 1.3.1 Commissioning and Asset Management (C&AM) is showing a pressure of £4.383m as set out in Table 4.
- 1.3.2 C&AM has also been heavily impacted by the Covid-19 Pandemic, particularly in relation to supporting schools and in relation to lost income with details shown in Section 2.

1.3.3 Table 4: Commissioning and Asset Management (C&AM) Forecast Variation

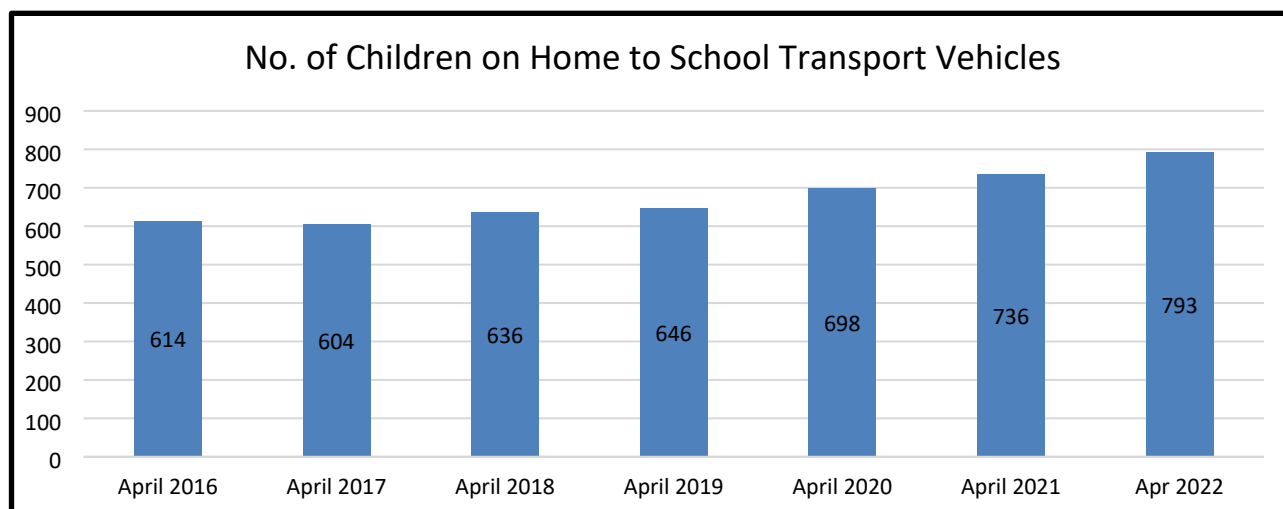
	Budget	Forecast May	Variance May
	£m	£m	£m
School Funding & Statutory Staff Costs	5.561	5.447	(0.114)
Commissioning Service	0.439	0.540	0.101
Facilities & Fair Access	0.266	4.279	4.013

	Budget	Forecast May	Variance May
	£m	£m	£m
Community & Voluntary Sector Liaison	0.435	0.435	0.000
Strategic Property & Investment	1.151	1.318	0.167
Property	(0.711)	(0.711)	0.000
Commissioning & Asset Management & Support	0.165	0.169	0.004
Procurement	(0.195)	0.017	0.212
GRAND TOTAL	7.111	11.494	4.383

1.3.4 The main 'business as usual' budget issues relate to Facilities and Fair Access which is showing forecast pressure of £4.013m. The pressure mainly relates to Home to School Transport (£1.839m). There is also a pressure on the catering service (£2.096m) due to paid school meal income not forecast to return to pre Covid-19 levels, £0.965m and existing inflationary pressures, £0.174m. Current and previous years paid school meals and SLA income target savings will not now be achievable due to the number of schools that have left the SLA £0.072m. The service is currently reviewing all costs associated with SLA provision to mitigate the loss of income. Central establishment element of the catering SLA cannot now be recovered from the schools that have left the SLA, £0.189m and additional inflationary pressures for 2022/23 of £0.696m. There is also a pressure of £0.101m on car parking income in relation to charges at Quadrant ending. The remaining main issues relate to savings targets allocated to the Commissioning & Asset Management budget that are actually corporate savings targets and as yet unidentified. These being procurement £0.200m and Sustainability £0.100m.

1.3.5 The Home to School Transport position, a pressure of £1.839m, relates to the sustained and increase in children with complex needs attending special schools. Demand pressures in High Needs is a known issue nationally and is also impacting on the High Needs budget within the Dedicated Schools Grant. As a result of the increase in demand for home to school transport for children with additional needs, the number of children in vehicles has risen from 614 in April 2016 to 793 in April 2022 as shown in Chart 3 below. This was identified as an area of focus within the efficiency programme for the 2022-2026 MTFP. Work is ongoing to identify the number of children expected to use transport for the start of the Autumn term in September. Work is also continuing on route rationalisation using the new QRoute system as well as looking at new options around transport delivery.

1.3.6 Chart 3: Increase in Numbers of Children Accessing Home to School Transport



1.4 Environment & Leisure (E&L)

1.4.1 E&L is a new service, formed from some of the service areas that were previously reported as Environment, Housing & Leisure. It is forecasting a pressure of £0.601m against the £37.034m budget, as set out in Table 5 below.

1.4.2 The main cause of the pressure is the slow return of leisure income back to pre-pandemic levels.

1.4.3 Table 5: Forecast Variation in Environment & Leisure

Service Areas	Budget £m	Forecast May £m	Variance May £m
Fleet Management	0.991	0.923	(0.068)
Head of Service Environment & Leisure	0.139	0.153	0.014
Local Environmental Services	8.018	8.433	0.415
Sport, Leisure & Community	8.297	8.853	0.556
Street Lighting PFI	5.123	5.123	0.000
Waste Management	14.466	14.150	(0.316)
GRAND TOTAL	37.034	37.635	0.601

1.4.4 The following paragraphs 1.4.5 to 1.4.10 outline the pressures in each service area with details of any variances greater than £0.050m.

Local Environmental Services

- 1.4.5 Local Environmental Services includes Security, Street Environment and Bereavement teams and is predicting a net forecast pressure of 0.475m. This mainly reflects a £0.327m pressure in Bereavement caused by lost income due to delays in cremator replacement. The cremator is expected to come back online in late July 2022 but is reflecting a loss of around £0.06m per week in activity.
- 1.4.6 Additional pressures caused by expected increased coastal patrols (£0.030m) and income shortfalls in security (£0.050m), along with other operational pressures of £0.068m make up the balance.

Waste Management including Recycling and Disposal

- 1.4.7 Last year's outturn reflected savings of around £0.319m in waste disposal costs and vacancy savings, which are not expected to continue at the same levels going forward.
- 1.4.8 There is a forecast saving of £0.050m in waste strategy costs due to vacant posts which are yet to be filled. Whilst the service is currently forecasting to fill these posts and carry out this work this will need to be carefully monitored and any financial impact identified as it manifests.

Sport, Leisure & Community

- 1.4.9 Sport, Leisure & Community is expected to have a pressure of around £0.824m against the £5.600m income target for sports and leisure centres. Whilst this is an improvement against last year's outturn, which required a £1.724m boost from Covid grants to offset the lost income pressure, it reflects that service income is forecast to improve to around 80% of income levels pre-pandemic. Similarly, libraries are forecasting a reduced income of around £0.075m.
- 1.4.10 The service will still continue to reflect vacancy and other operational cost savings as it is resourced to meet the new level of participation.

1.5 Regeneration and Economic Development

- 1.5.1 Regeneration and Economic Development (RED) has expanded with service areas previously managed under Environment, Housing & Leisure. RED is forecasting a pressure of £0.329m at May 2022, as shown in Table 6 below.

1.5.2 Table 6: Forecast Variation for Regeneration and Economic Development

Service Areas	Budget	Forecast May	Variance May
	£m	£m	£m
Arts Tourism & Heritage	1.635	1.606	(0.029)
Business & Enterprise	0.760	0.760	0.000
Regeneration	0.416	0.734	0.318
Resources & Performance	0.217	0.257	0.040
Technical Package - Building Control	(0.429)	(0.429)	0.000
Technical Package - Planning	0.257	0.257	0.000
Technical Package - Transport & Highways	7.365	7.365	0.000
GRAND TOTAL	10.221	10.550	0.329

- 1.5.3 The forecast pressure will be mainly due to an ongoing issue at the former Swans site in relation to costs and income shortfalls relating to the Centre for Innovation (CFI) building which are expected to continue in 2022/23. Despite the shortfall, the service is still actively marketing vacant units and looking to attract tenants. Two new tenants have joined recently.

1.6 Corporate Strategy

- 1.6.1 Corporate Strategy is forecasting a £0.142m pressure. The variance reflects a forecast underachievement in a cross-service income target of £0.157m.

1.6.2 Table 7: Forecast Variation Corporate Strategy

Service Areas	Budget	Forecast May	Variance May
	£m	£m	£m
Children's Participation & Advocacy	0.267	0.248	(0.019)
Corporate Strategy Management	(0.212)	0.087	0.299
Elected Mayor & Executive Support	0.022	0.033	0.011
Marketing	0.302	0.218	(0.084)
Policy Performance and Research	0.162	0.097	(0.065)
GRAND TOTAL	0.541	0.683	0.142

1.7 Resources and Chief Executive Office

- 1.7.1 Overall Resources and Chief Executive Office are currently forecasting a joint pressure of £0.932m.

1.7.2 Table 8: Forecast Variation Resources and Chief Executive

Service Areas	Budget	Forecast May	Variance May
	£m	£m	£m
Chief Executive	(0.076)	(0.076)	0.000
Finance	(0.563)	(0.563)	0.000
ICT	2.456	2.456	0.000
HR & Organisational Development	(0.016)	(0.016)	0.000
Internal Audit and Risk Management	0.032	0.032	0.000
Revenues and Benefits	0.629	1.561	0.932
GRAND TOTAL	2.462	3.394	0.932

1.7.3 The majority of this forecast pressure is due to the impact of reduced funding in the Revenues and Benefits service, which is showing the following expected variances:

- Enforcement income is currently forecasted to be below targets by around £0.500m, based on the outturn and known position at May. This reflects reduced court caseloads whilst the Authority supported vulnerable residents in difficult times by not adding to debt in the borough. The service will continue to work with our partners to review the impact of the service returning to normal protocols.
- Overpayment income recovery is expecting a pressure of £0.183m against targets due the reduction in Housing Benefit claimants caused by the move to Universal Credit (UC). The service is continuing to review and refresh the profile of change that is anticipated as the roll out of UC continues.
- The Benefits subsidy grant is expected to show a net pressure of £0.244m, mainly caused by a drop in administration funding.

These forecasts are all based on the outturn position and will be reviewed by the service management as more information relating to 2022/23 is made available. It is expected that these forecasts will be refined and closely managed as the year progresses.

1.7.4 The other areas are expected to come in on budget at this point in the year.

1.8 Law and Governance

1.8.1 Law and Governance is forecasting a £0.724m pressure. This variance reflects forecasted cost pressures in Legal Services of £0.516m relating to the employment Locums/staff costs and reduced income for legal fees. The Legal Service has had difficulty in attracting and retaining permanent staff to meet existing vacancies and additional pressures relating to increased demand for their services from other departments.

1.8.2 In addition, there is an expected £0.213m pressure to deliver North Tyneside Coroner services. Other areas are forecast to mitigate these pressures. There are

net savings forecast that can be attributed to an expected overachievement on Information Governance work carried out on behalf of schools under the SLA. In addition, vacant post savings result in a net £0.091m underspend. There is also an expected overachievement in land charges income resulting in a forecast improvement of £0.043m. Other miscellaneous operational pressures reduce the mitigation to £0.050m.

1.8.3 Table 9: Forecast Variation for Law and Governance

Service Areas	Budget	Forecast May	Variance May
	£m	£m	£m
Customer, Governance and Registration	(0.066)	(0.031)	0.035
Democratic and Electoral Services	(0.002)	0.015	0.017
Information Governance	0.176	0.016	(0.160)
Legal Services	(0.082)	0.537	0.619
North Tyneside Coroner	0.294	0.507	0.213
GRAND TOTAL	0.320	1.044	0.724

1.9 General Fund Housing

- 1.9.1 General Fund Housing is reporting a forecast £0.205m pressure. This variance reflects ongoing cost pressures in for Repairs and Maintenance of £0.355m, less 2022/23 grant funding of £0.150m. The repairs and maintenance pressure is a continuation of a pressure previously identified in 2021/22 increased due to the impact of higher costs of raw materials required to carry out repairs on the Authority's properties.

1.9.2 Table 10: Forecast Variation for General Fund Housing

Service Areas	Budget	Forecast May	Variance May
	£m	£m	£m
GF Housing	0.851	0.851	0.000
Repairs & Maintenance	0.745	0.950	0.205
GRAND TOTAL	1.596	1.801	0.205

1.10 Central Items

- 1.10.1 Central Items is forecasted to be in surplus by (£7.735m). The surplus figure of (£7.735m) includes the contingency budgets of (£7.713m), of which (£3.116m) relates to the pressure being experienced in Children's Services. (£3.639m) of the remaining contingencies budget was established in the 2022-2026 MTFP to support the likely impact of inflationary pressures in 2022/23.

1.10.2 Table 11: Forecast Variation Central Budgets and Contingencies

Service Areas	Budget	Forecast May	Variance May
	£m	£m	£m
Corporate & Democratic Core	10.223	10.223	0.000
Other Central Items	0.511	(7.224)	(7.735)
GRAND TOTAL	10.734	2.999	(7.735)

SECTION 2 - SCHOOLS FINANCE

Update on School Budgets 2022/23 to 2024/25

- 2.1 Schools are normally required to submit their rolling three-year budget plan to the Authority by 31 May each year. Due to delays in submitting year end accounts, schools were asked to provide draft budgets by this date then provide final budgets in June. Table 12 below shows the current movement in budget and actual from 2021/22 to 2022/23.

2.1.2 Table 12: Schools three-year budget plan summary by phase

Phase	Budget Plan 2021/22 £m	Outturn 2021/22 £m	Budget Plan 2022/23 £m	Budget Movement £m
Nursery	0.082	0.086	0.004	(0.078)
First	0.832	1.410	0.814	(0.018)
Primary	3.061	5.816	4.139	1.077
Middle	0.414	1.408	0.716	0.303
Secondary	(9.808)	(5.943)	(9.907)	(0.099)
Special / PRU	(0.574)	0.621	(1.299)	(0.725)
Total	(5.993)	3.398	(5.532)	0.461

- 2.2 The initial planned deficit for school balances is forecast to improve from a £5.993m deficit in 2021/22 to £5.532m in 2022/23. The schools finance team is continuing to work with schools to refine these budget positions and will also be supporting schools' applications for de-delegated funding held centrally to mitigate the impact where schools are experiencing falling rolls, where a potential application to schools in financial difficulty could be made, or where schools are experiencing growth in rolls where there is a lag in funding. These applications will be considered by a sub-group of Schools Forum and these allocations will be reported back to Cabinet as they are agreed.

School Deficits

- 2.3 Some schools continue to face significant financial challenges. There are currently nine schools that have submitted a deficit budget plan for 2022/23. Cabinet should note that there are four new schools requiring a licenced deficit agreement in 2022/23. The five schools that continue to require support from the Authority were in deficit at the end of the 2021/22 financial year. Of these five schools one had structural deficits in 2021/22 which continues into 2022/23. The Authority has agreed with the Education and Skills Funding Agency (ESFA) to allow their School Resources Management Advisors (SRMAs) to work with the four schools that are new to deficit, along with Beacon Hill Special School in order to produce a comprehensive review of their finances, leading to a budget deficit plan. This work will be carried out by the autumn term, with budget deficit challenge sessions commencing in October 2022.

Initial deficit review sessions for the remaining four schools are planned in July 2022. Before any adjustments identified during the upcoming challenge sessions and the allocation of falling rolls and headroom funding, the balances of these six deficit schools are expected to total £13.971m with individual school deficit values shown in Table 13 below.

2.3.1 Table 13: Schools in an expected deficit position 2021/22

Deficit School Positions 2021/22	Outturn 2021/22 £m	Budget Plan 2022/23 £m	Movement £m	Comments
Coquet Park	0.036	(0.020)	(0.056)	New Deficit
Holystone	0.015	(0.069)	(0.085)	New Deficit
Balliol Primary	0.012	(0.025)	(0.037)	New Deficit
Wallsend St Peter's	0.093	(0.107)	(0.200)	New Deficit
Monkseaton High	(5.328)	(5.799)	(0.471)	Structural Deficit
Ivy Road Primary	(0.139)	(0.162)	(0.023)	Existing Deficit
Longbenton High	(2.095)	(1.863)	0.231	Existing Deficit
Norham High	(3.684)	(4.130)	(0.446)	Existing Deficit
Beacon Hill	(0.521)	(1.794)	(1.274)	Existing Deficit
Total	(11.611)	(13.971)	(2.360)	

2.4 Further work continues with special schools to look at appropriate levels of funding for the needs of their current cohort of pupils.

2.5 As in previous years, the details of schools' balances, including commitments, will be reported to the Department for Education (DfE) through the Consistent Financial Reporting (CFR) return. This return is co-ordinated on behalf of all maintained schools by the Authority and will be submitted by the deadline of 15 July 2022.

Containment funding for Schools

2.6 The Council's Recovery Coordination Group (RCG) had previously set aside £0.900m funding from the Containment Grant to assist schools with pressures on their balances from October 2020 to July 2021 due to costs of containing the spread of Covid-19 that were not met by the Department for Education. Schools had previously bid for October 2020 to March 2021, with a total payout of £0.808m. Schools are currently bidding for the remaining £0.092m funding for the period April 2021 to July 2022, which will be approved by finance management and reported back to Cabinet.

High Needs Block

2.7 Cabinet will recall that the High Needs block ended 2021/22 with a pressure of £13.511m. Cabinet should note that the High Needs block forms part of the Dedicated Schools Grant (DSG) which is ring-fenced and does not form part of the General Fund. This overall pressure in the High Needs block is broadly in

line with the national and regional picture and remains an area of concern nationally.

- 2.8 The forecast for the High Needs Block in 2022/23 is an anticipated in-year pressure of £3.413m reflecting a further rise in demand for special school places within the Authority. These additional places create pressures in relation to place funding of £10,000 per place and the associated top-up funding reflecting each child's level of need. A breakdown of the in-year pressure is shown in Table 14:

2.8.1 Table 14: Breakdown of High Needs Pressures at May 2022

Provision	Budget £m	Provisional May Variance £m	Comment
Special Schools and PRU	16.703	2.250	Includes £1m additional 39 places Beacon Hill from Sept and PRU Places / EHCP increases
ARPS /Mainstream Top-ups	4.706	0.634	Reflects shortfall on mainstream top-up budget allocation at initial budget setting
Out of Borough	3.316	0.484	Reflects shortfall of available budget versus new expected forecast costs
Commissioned Services	3.974	0.045	Dyslexia Service funding reconciliation included
Additional High Needs Funding	1.073	-	Assumed allocated against new spend
In-Year Balance	29.772	3.413	
2021/22 Balance		13.511	
Cumulative Balance	29.772	16.924	

High Needs Recovery Plan

- 2.9 North Tyneside is an outlier in terms of the number of Education Health and Care Plans currently in use. The most recent figures suggest that the Authority are around 1% above the national average in terms of whole population. This has a significant impact on all the services that work with our children and young people with additional needs.
- 2.10 An informal discussion with the Education Skills and Funding Agency (ESFA) took place on 16 June 2021 where the Authority outlined its progress in relation to a recovery plan for high needs expenditure. These proposals have been

shared with stakeholders including Schools Forum on 7 July. A draft DSG Management Plan was submitted to the ESFA by 13 August and the plan sought to address the High Needs deficit by 2025/26. The themes of the recovery plan link clearly to our SEND Inclusion Strategy and our Ambition for Education:

- Improved Graduated Approach to support more young people to have success in their local school;
- Review of Commissioned Services with a focus on maintaining young people in their local school;
- Annual reviews are focussed, timely and include 'value for money';
- The banding and mechanisms the Authority uses to fund schools are brought in line with our graduation aspirations;
- Use of capital funding to address issue around capacity;
- More effective place planning and projection is used to ensure that there are sufficient resources in place; and
- Ensuring that the Authority are working with our partners and stakeholders.

Early Years Block

- 2.11 The Early Years block outturn for 2021/22 was a surplus of £0.233m. An adjustment to funding normally takes place by June each year when the DfE reviews funding estimates based on the January pupil census prior to the new financial year. The Authority would normally expect a clawback of funding as a result of this review. Initial indications for 2022/23 show that services can be delivered within the budget available.

SECTION 3 - HOUSING REVENUE ACCOUNT

Forecast Outturn

- 3.1 The forecast set out in Table 15 below is based on the results to May 2022. Currently the HRA is forecasting an underspend of £0.070m, which includes. Throughout the year, costs will be monitored closely across all areas with additional focus on Rent Arrears and the effect this has on the bad debt provision. In addition, changes to prudent assumptions around rental income, Council Tax voids, Contingency and staffing vacancies will be monitored which could lead to improvements in the forecast position.

3.1.1 Table 15: Forecast Variance Housing Revenue Account

Row Labels	Budget £m	Current Forecast £m	Variance £m
Management – Central	2.791	2.717	(0.074)
Management – Operations	4.767	4.971	0.203
Management – Strategy & Support	3.692	3.685	(0.007)
Capital Charges – Net Effect	12.484	12.484	0.000
Contingencies, Bad Debt & Transitional Protection	0.990	0.960	(0.030)
Contribution to Major Repairs Reserve – Depreciation	13.741	13.741	0.000
Interest on Balances	(0.050)	(0.075)	(0.025)
PFI Contracts – Net Effect	2.094	2.094	0.000
Rental Income - Dwellings, Direct Access Units, Garages	(62.891)	(62.968)	(0.077)
Rental Income – HRA Shops and Offices	(0.356)	(0.380)	(0.024)
Revenue Support to Capital Programme	10.311	10.301	(0.010)
Repairs	12.800	12.774	(0.026)
Total	0.372	0.302	(0.070)

Rental Income

- 3.2 Rental income is currently forecast to be performing slightly better than budget (£0.077m) helped by the level of Empty Homes continuing to trend at well below 1% which increases the level of rent that is collectable, however a note of caution is that Right to Buy (RTB) level in the first few months are still trending at higher than anticipated levels which could erode this forecast position. Therefore, the current rental forecasts could change as the year progresses if the level of RTB sales continues. The impact of Universal Credit on Arrears and the bad debt provision also continues to be closely monitored.

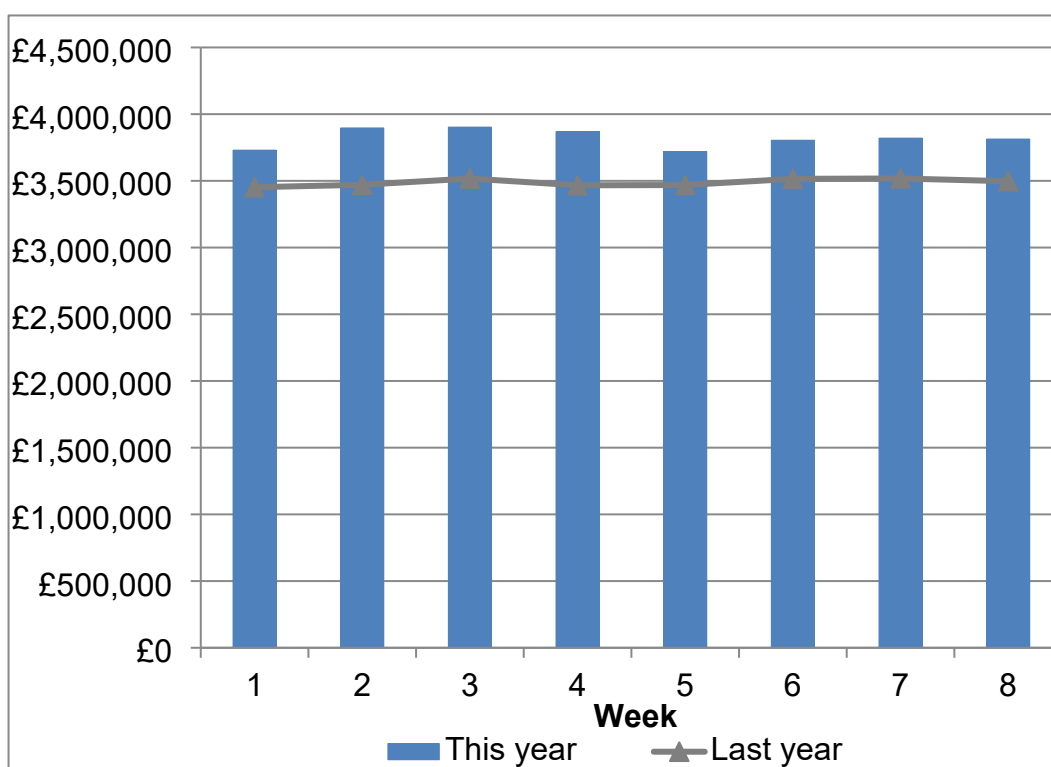
Management Costs

- 3.3 Early indications are that Management Costs are facing some pressures overall (£0.123m) which is impacted significantly by increasing energy costs. This position will be impacted further depending on pay award negotiations for 2022-23, if any award is above the 2% provision made in the budget. There may be improvements in this position depending on levels of staff turnover, and recruitment attached to the Unified Systems project including backfilling internally seconded staff.

Rent Arrears

- 3.4 Current rent arrears have continued to rise gradually in the first two months of 2022/23 as compared to 2021/22, with an increase of £0.083m being seen in this period since the start of April 2022. Chart 4 below shows the value of current rent arrears in 2022/23 compared to the same period in 2021/22. A team is working proactively with tenants to minimise arrears, and this is being closely monitored as the year progresses to identify any adverse impacts on the budget position. Last year saw a significant under-spend against the bad debt provision for the second year in a row, which has led to a reduction in the budgeted provision made for 2022/23, so the position will need to be monitored closely to maintain confidence that the overall forecast increase in arrears can be contained within the budgeted provision made. This will also be impacted potentially by the amount of debt being written off, which we will seek to identify as quickly as possible, which will not only help inform the in-year monitoring position but will also be pivotal in helping to refreshing the HRA Business Plan as part of the next budget round. Of course, as always, the impact of Universal Credit continues to be monitored, as significant increases in numbers on UC could adversely affect the rate at which arrears grow.

3.4.1 Chart 4: Rent Arrears in Weeks 1-9 (April-May) 2022/23 compared to 2021/22

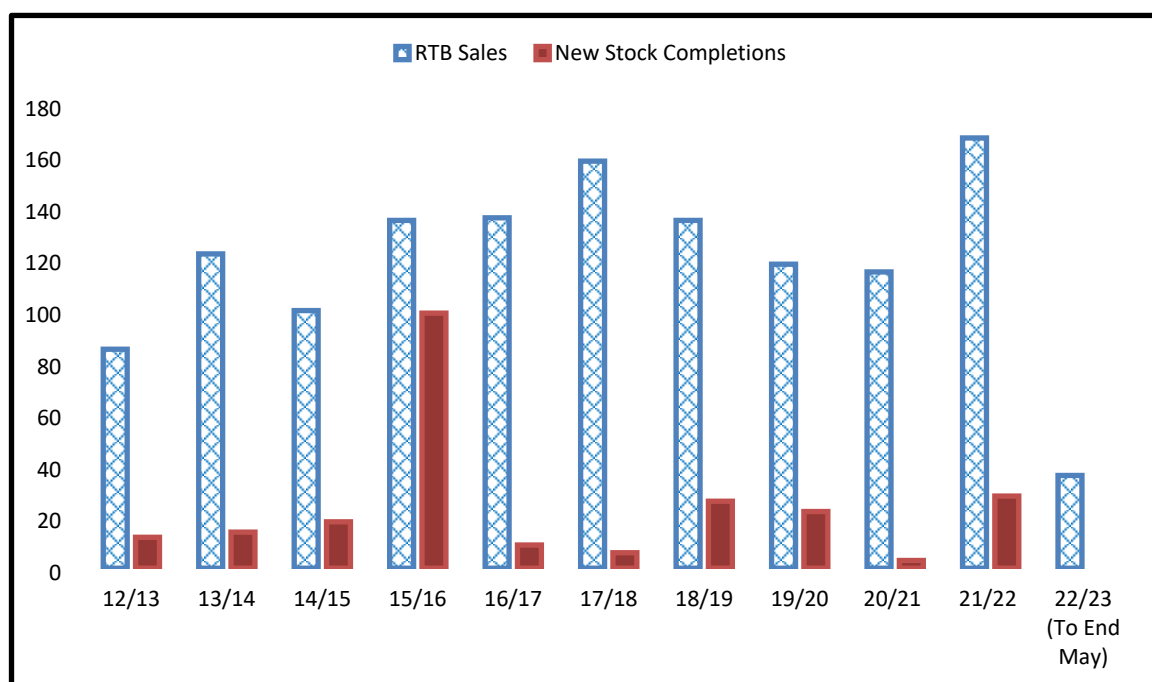


3.5 Universal Credit (UC) was fully implemented across North Tyneside on 2 May 2018. The Authority continues to work with residents to provide ICT support to help them make applications and to provide personal budget support to help residents manage their household finances. At 31 March 2022 there were 3,712 tenants of North Tyneside Homes on Universal Credit with arrears totalling £2.934m. By early June 2022 there were 3,809 tenants on Universal Credit (increase of 97 tenants) with related arrears of £3.043m (increase of £0.109m). For wider comparison as at beginning of 2021/22 there were 3,297 tenants on UC with arrears of £2.680m which during the course of the year increased to the 3,712 referenced above, an increase of 415 tenants with an increase in arrears of £0.254m.

Right to Buy (RTB) Trends

3.6 The impact of RTB is critical to long-term planning for the HRA. Prior to the introduction of self-financing in 2012, average RTB sales had dropped to around 25 per annum, mainly due to the capped discount (£0.022m) which had remained static as property values had increased, making RTB less attractive financially to tenants. Shortly after self-financing began, Central Government announced a change to RTB significantly increasing the maximum discount, initially to £0.075m and then subsequently annual inflation was added to the maximum. Chart 5 below shows the trend in RTB sales since that time. The first two months of 2022-23 saw 36 completed RTB sales, which continues the increased trend in 2021-22 where we saw the highest number of RTB sales at 167 since the changes were introduced in 2012. These trends will need again to be closely monitored as they may impact not only on in-year forecasts, but significantly on future refreshes of the HRA 30-year Business Plan.

3.6.1 Chart 5: Yearly RTB Sales v New Stock Additions



SECTION 4 - INVESTMENT PLAN

Review of Investment Plan - Position Statement

- 4.1 The Authority's Investment Plan represents the capital investment in projects across all Service areas. Officers will continue to plan the delivery of those key projects included within the 2022/23 Investment Plan and regularly review the impact of Covid-19. Some of the key highlights of the Investment Plan due to be delivered during 2022/23 are summarised below:
- 4.2 There is worldwide inflationary cost pressures being seen across all industries and sectors. Although contingencies are set aside, the likely full investment plan impact is currently unknown. The Authority's view is to manage project expenditure within existing budgets and where possible, reprofiling spend or descope where impact is minimal or can be managed. Any ask on contingencies will be reviewed on a case-by-case basis.

Affordable Homes New Build and Conversion Works

- 4.3 There are currently 2 affordable home projects that will progress during 2022/23 these include:
- The conversion of a former garage site in Falmouth Road into new 9 new affordable homes using the HUSK Modern Method of Construction (MMC)
 - The conversion of some garage blocks across Battlehill into 9 new affordable homes using the HUSK Modern Method of Construction (MMC)
 - Look to convert a number of our recreation rooms (currently 6 units) into affordable homes across the borough following consultation with Members in relation to their change of use
 - We will also continue to develop a range of other opportunities to develop a derelict shop/building in Seymour Street, North Shields, plans for homes on Murton Gap where we are a land owner, along with the potential refurbishment of 2 properties in Wellfield, Whitley Bay that is progressing through a Compulsory Purchase route currently.

Housing Investment Work

- 4.4 The Housing Capital delivery programme will see the following works delivered across the borough during 2022/23:
- Kitchens and bathrooms to 686 homes
 - Heating upgrades to 600 homes
 - Boundary improvements to 971 homes
 - External decoration to 2,114 homes
 - Internal decoration to 29 communal blocks
 - Roof replacements to 215 homes
 - External Brickwork Repairs to 130 homes
 - DPC restoration works to 96 homes
 - Footpath repairs throughout the borough
 - Cavity Wall Insulation Renewals to 130 homes

- Solar PV Installations to 215 homes

Education Investment Works

- 4.5 Delivery of the priority condition related projects across the school estate as part of the Schools Condition Investment Programme

Asset Investment works

- 4.6 Delivery of the priority condition related projects across the asset property estate as part of the Asset Condition Investment Programme.

Highways and Infrastructure Works

- 4.7 The main Highways & Infrastructure works include:
- Transforming cities tranche 2 - The North East Joint Transport Committee (JTC) approved the release of funding for the Transforming Cities Fund (TCF) transport schemes relating to North Shields (interchange and town centre links) and Four Lane Ends area public transport improvements.
 - Active travel fund tranche 2 - Work is proceeding to construct the cycling and walking improvements on A191 New York Bypass-Rake Lane, with external funding secured from Active Travel Fund (ATF) tranche 2
 - Weetslade & Westmoor Roundabouts Highways Improvements - Works are ongoing to deliver roundabout improvements works required as part of the Bellway Whitehouse Farm residential development.

Regeneration Works

- 4.8 Regeneration Works for 2022/23 include:
- Ambition for North Tyneside – Production and approval of the final masterplan for North Shields, including obtaining funding for new public realm in Howard Street and Northumberland Square and ongoing delivery of the Heritage Action Zone and transport hub projects
 - Saville Street / Bedford Street Public Realm
 - Fish Quay Area plans

Variations to the 2022-2027 Investment Plan

- 4.9 Variations of £0.365m to the Investment Plan have been identified and are included in tables 16 and 17 below. Further details are provided in paragraph 4.10.

4.9.1 Table 16: 2022 - 2027 Investment Plan changes identified

	2022/23 £m	2023/24 £m	2024/25 £m	2025/26 £m	2026/27 £m	Total £m
Approved Investment Plan – Council 17 February 2022	64.431	51.594	49.829	47.561	51.358	264.773
Previously Approved Reprogramming/Variations						
2021/22 Monitoring	9.855	0.000	0.000	0.000	0.000	9.855
2021/22 Outturn	39.629	8.832	1.071	0.252	0.252	50.036
Approved Investment Plan	113.915	60.426	50.900	47.813	51.610	324.664
May 22 Monitoring						
Variations	0.365	0.000	0.000	0.000	0.000	0.365
Reprogramming	0.000	0.000	0.000	0.000	0.000	0.000
Total Variations	0.365	0.000	0.000	0.000	0.000	0.365
Revised Investment Plan	114.280	60.426	50.900	47.813	51.610	325.029

4.10 Details of the variations are shown below:

- (a) **BS026 Asset Planned Maintenance: Tynemouth Pool / Storm Arwen Costs £0.325m** – Across our Public Buildings estate significant structural damage occurred to the roof at Tynemouth Pool. As these costs were not provided for in the capital budgets for the Asset Planned Maintenance Programme, IPB approved a Gateway 3 in February 2022 to therefore provide £0.320m from the insurance reserves to fund the cost of the required works. Following the update at IPB in February, the project team have now finalised the scheme to complete the roofing works on site at Tynemouth Pool and have now received costs from the supply chain. This has resulted in receiving a tender price of £0.625m which is £0.325m above the original estimated cost in relation to Tynemouth Pool.
- (b) **ED132 Backworth Park Primary Shell Classroom fit out £0.040m** - Use of S106 funding to refurbish one of three classroom spaces constructed in 2018 as part of the new build solution at Backworth Park Primary school but left in-complete to allow for the future expansion of the school. The works include full Mechanical and electrical installations, ceiling grids, wall and floor finishes (not replacement of existing – it is currently concrete slabs and breezeblocks) and fixed furniture.

4.11 The impact of the changes detailed above on capital financing is shown in table 17 below.

4.11.1 Table 17: Impact of variations on Capital financing

	2022/23 £m	2023/24 £m	2024/25 £m	2025-27 £m	Total £m
Approved Investment Plan	113.915	60.426	50.900	99.423	324.664
Grants and Contributions	0.365	0.000	0.000	0.000	0.365
HRA Capital Receipts	0.000	0.000	0.000	0.000	0.000
HRA Grants	0.000	0.000	0.000	0.000	0.000
Total Financing Variations	0.365	0.000	0.000	0.000	0.000
Revised Investment Plan	114.280	60.426	50.900	99.423	325.029

Capital Receipts – General Fund

- 4.12 General Fund Capital Receipts brought forward at 1 April 2022 were £3.017m. The capital receipts requirement for 2022/23, approved by Council in February 2022, was £0.317m (2022-27 £0.317m). To date £nil capital receipts have been received in 2022/23. The receipts position is shown in table 18 below.

4.12.1 Table 18: Capital Receipt Requirement – General Fund

	2022/23 £m	2023/24 £m	2025/25 £m	2025-27 £m	2022-27 Total £m
Requirement reported to 17 February 2022 Council	0.317	0.000	0.000	0.000	0.317
Reprogramming 2021/22 Outturn	0.000	0.000	0.000	0.000	0.000
Revised Requirement	0.317	0.000	0.000	0.000	0.317
Receipts Brought Forward	(3.017)	(0.000)	(0.000)	(0.000)	(3.017)
Total Receipts received 2022/23	0.000	0.000	0.000	0.000	0.000
Receipts used to repay capital loans	0.000	0.000	0.000	0.000	0.000
Net Useable Receipts	0.000	0.000	0.000	0.000	0.000
Surplus Receipts	(2.700)	(0.000)	(0.000)	(0.000)	(2.700)

Capital receipts – Housing Revenue Account

- 4.13 Housing Capital Receipts brought forward at 1 April 2022 were £10.094m. The housing receipts are committed against projects included in the 2022-2027 Investment Plan. The approved Capital Receipt requirement for 2022/23 was £2.104m. To date, receipts of £1.058m have been received in 2022/23 of which £nil has been pooled as part of the quarterly returns to Central Government. In total, subject to future pooling, this leaves a surplus balance of £9.316m to be carried forward to fund future years.

4.13.1 Table 19: Capital Receipt Requirement - Housing Revenue Account 3

	2022/23 £m	2023/24 £m	2024/25 £m	2025-27 £m	2022-27 £m
Requirement reported to February 2022 Council	2.104	1.584	1.700	1.851	1.956
Reprogramming 2021/22 Outturn	0.000	0.000	0.000	0.000	0.000
Variations to be reported to August 22 Cabinet	0.000	0.000	0.000	0.000	0.000
Revised Requirement	2.104	1.584	1.700	1.851	1.956
Receipts Brought Forward	(10.094)	(9.316)	(7.732)	(6.032)	(4.181)
Receipts Received 2022/23	(1.326)	0.000	0.000	0.000	0.000
Receipts Pooled Central Government	0.000	0.000	0.000	0.000	0.000
(Surplus)/ Balance To be generated to fund future years (subject to further pooling)	(9.316)	(7.732)	(6.032)	(4.181)	(2.225)

The final figure for useable receipts and pooled receipts in year will depend on the final number of Right to Buy properties sold during 2022/23.

Investment Plan Monitoring Position to 31 May 2022

- 4.14 Actual expenditure for 2022/23 in the General Ledger was £5.287m; 4.63% of the total revised Investment Plan at 31 May 2022. This is after adjusting for £0.162m accruals relating to 2021/22 expenditure.

4.14.1 Table 20: Total Investment Plan Budget & Expenditure to 31 May 2022

	2022/23 Revised Investment Plan £m	Actual Spend to 31 May 2022 £m	Spend as % of revised Investment Plan %
General Fund	82.567	3.544	4.31%
Housing	31.713	1.743	5.49%
TOTAL	114.280	5.287	4.64%

SECTION 5 – TREASURY MANAGEMENT & CASH POSITION

Current Cash Position

- 5.1 The Authority's current available cash balance as at the end of May 2022 is £28.740m, with £26.800m invested externally with other UK Local Authorities or institutions. All investments are made in line with the approved Treasury Management Strategy.

5.1.1 Table 21: Investment Position as at 31/05/2022

Counterparty	Type	Amount (£m)	Maturity
DMO	Term	22.600	1 June 2022
Barclays	Call	1.140	n/a
Lloyds Bank	Call	5.000	n/a
Inter – LA	Fixed	20.000	16 December 2022*
Fixed Deposits	Fixed	6.800	October 2022

**This is the last maturity of this tranche.*

- 5.2 Following recent Bank of England Monetary Policy Committee (MPC) meetings there have been steady increases in bank base rates. Bank base rates by the end May 2022 increased by 0.75% to 1.00%.
- 5.3 The impact of raising base rate had an immediate impact to the cost of borrowing. Table 28 below demonstrates the increase in rates both in the temporary space and longer-term PWLB rates.
- 5.4 The Authority is currently monitoring interest rates, and whether the Authority should look to lock in rates. As it stands the Authority has no immediate requirement to borrow.
- 5.5 Investment rates have also seen an increase in line with the increases in base rate, delivering better returns on investments.

5.5.1 Table 22: Summary of Borrowing Levels

Temporary Market		PWLB	
Tenor	Level	Tenor	Level
1 week	1.00%	2 years	2.50%
1 month	1.07%	5 years	2.66%
3 months	1.15%	10 years	3.01%
6 months	1.20%	20 years	3.34%
9 months	1.50%	30 years	3.27%
12 months	1.70%	50 years	3.08%

**Please note these levels are from 01/06/2022*

PWLB rates do not include certainty rate reductions,

- 5.6 Any shortfalls in cashflow are covered by in year temporary borrowing, which is a quick and cost-effective method of cash management in the current situation.

Borrowing Position

- 5.7 Table 23 shows the Authority's current debt position, with total borrowing maturing in 2022/23 of £5.000m.

5.7.1 Table 23: Current Debt Position

	PWLB (£m)	LOBO (£m)	Temp (£m)	Total (£m)
Total Outstanding Borrowing Debt	377.443	20.000	0.000	397.443
Debt Maturing 2022/23	5.000	0.000	0.000	5.000

Covid-19 Impact on Cash

- 5.8 The Bank of England's MPC hiked Bank Rate for an historic fourth consecutive meeting in May, taking it to a 13yr high of 1%. The Committee voted 6-3 for the change in the policy rate with the three MPC Members voting for a 50bps hike. Further, the accompanying statement stated that "some degree" of further tightening in policy may be appropriate, compared to "modest tightening".
- 5.9 Based on market expectations (Bank Rate hitting 2.5%), it forecast that inflation would be below its 2% target in 2-3yrs time. Meanwhile, if rates were to remain at 1%, then CPI would be above that 2% target in the medium term. This would suggest that the Bank sees further increases will be required but perhaps not to the extent that markets currently expect. Pricing now shows a combined 1% increase in Bank Rate through the next 3 meetings (June, August and September), suggesting one 50bps hike. Through the final two meetings of the year, November and December, expectations are edging closer to a 2.75% Bank Rate, which suggests one more 50bps hike alongside a 25bps move. In the first half of 2023, market expectations now encompass a shift to 3%, possibly by March.
- 5.10 The increase in interest rates is translating to increased rates available on investment, however this also translates to increased borrowing costs.
- 5.11 The Authority is under-borrowed to the value of £102.011m as at 31 March 2022, and whilst the Authority cannot borrow to fund this revenue pressure however, it can look to utilise reserves, unwind its under-borrowed position and externalise borrowing.
- 5.12 Table 24 below shows the latest interest rate forecasts as provided by the Authority's treasury advisors Link. Rates are forecast to continue to rise over the next 2 years, appearing to peak at 3.80% for 50 year borrowing in Sept 2023 before tracking back to lower levels.

5.12.1 Table 24: Link Interest Rate Forecasts

Bank Rate	Interest Rate Forecasts							
	Jun-22	Sep-22	Dec-22	Mar-23	Jun-23	Sep-23	Dec-23	Mar-24
Link	1.25%	1.50%	1.75%	2.00%	2.00%	2.00%	2.00%	2.00%
Cap Econ	1.25%	1.75%	2.25%	2.50%	2.75%	3.00%	3.00%	3.00%
5Y PWLB RATE								
Link	2.50%	2.50%	2.60%	2.60%	2.60%	2.60%	2.60%	2.60%
Cap Econ	2.70%	3.10%	3.50%	3.60%	3.80%	3.60%	3.50%	3.30%
10Y PWLB RATE								
Link	2.80%	2.80%	2.90%	2.90%	2.90%	2.90%	2.90%	2.90%
Cap Econ	2.90%	3.20%	3.60%	3.70%	3.80%	3.70%	3.60%	3.50%
25Y PWLB RATE								
Link	3.00%	3.10%	3.10%	3.20%	3.20%	3.20%	3.10%	3.10%
Cap Econ	3.00%	3.30%	3.70%	3.80%	3.90%	3.80%	3.70%	3.60%
50Y PWLB RATE								
Link	2.70%	2.80%	2.80%	2.90%	2.90%	2.90%	2.80%	2.80%
Cap Econ	2.80%	3.10%	3.60%	3.70%	3.80%	3.80%	3.70%	3.60%

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			2022/23 £000	2023/24 £000	2024/25 £000	2025/26 £000	2026/27 £000	Total £000
General Fund								
BS026 Asset Planned Maintenance								
Council Contribution			2,012	1,900	2,000	2,000	2,000	9,912
Section 106			9	0	0	0	0	9
Contribution from Reserves (Insurance)			772	0	0	0	0	772
BS026 Asset Planned Maintenance Total			2,793	1,900	2,000	2,000	2,000	10,693
BS029 Wallsend Customer First Centre								
Council Contribution			19	0	0	0	0	19
North of Tyne Combined Authority			250	0	0	0	0	250
BS029 Wallsend Customer First Centre Total			269	0	0	0	0	269
BS030 Public Sector Decarbonisation Scheme								
Council Contribution			317	0	0	0	0	317
Low Carbon Skills Grant			444	0	0	0	0	444
BS030 Public Sector Decarbonisation Scheme Total			761	0	0	0	0	761
BS031 Childrens Home Capital Programme								
Dept for Education - Childrens Home Capital Fund			201	0	0	0	0	201
BS031 Childrens Home Capital Programme Total			201	0	0	0	0	201
BS032 Spirit of NT Commemoration Project								
Council Contribution			175	0	0	0	0	175
Section 106			25	0	0	0	0	25
BS032 Spirit of NT Commemoration Project Total			200	0	0	0	0	200
BS033 Changing Places Facilities								
Changing Places Grant MHCLG			100	0	0	0	0	100
BS033 Changing Places Facilities Total			100	0	0	0	0	100
CO079 Playsites								
Section 106			47	0	0	0	0	47
CO079 Playsites Total			47	0	0	0	0	47
CO080 Burradon Recreation Ground								
Section 106			6	0	0	0	0	6
CO080 Burradon Recreation Ground Total			6	0	0	0	0	6
CO081 Gosforth Nature Reserve Grey Squirrel Control and Enhancements								
Section 106			2	0	0	0	0	2
CO081 Gosforth Nature Reserve Grey Squirrel Control and Enhancements			2	0	0	0	0	2
CO082 Sport and Leisure Facility Improvements								
Contribution from Reserves (Leisure)			18	0	0	0	0	18
CO082 Sport and Leisure Facility Improvements Total			18	0	0	0	0	18
CO083 Whitley Bay Crematoria								
Council Contribution			613	0	0	0	0	613
CO083 Whitley Bay Crematoria Total			613	0	0	0	0	613
CO085 Northumberland Park Labyrinth								
Section 106			5	0	0	0	0	5
CO085 Northumberland Park Labyrinth Total			5	0	0	0	0	5
CO086 North West Library Improvements								
Section 106			129	0	0	0	0	129
CO086 North West Library Improvements Total			129	0	0	0	0	129
CO087 Contours Gym Improvements								
Section 106			84	0	0	0	0	84
Contribution from Reserves (Leisure)			93	0	0	0	0	93
CO087 Contours Gym Improvements Total			177	0	0	0	0	177
CO088 Gateways to the Boroughs								
Council Contribution			100	0	0	0	0	100
CO088 Gateways to the Boroughs Total			100	0	0	0	0	100
CO089 S106 Raleigh Drive Allotment Extension								
Section 106			30	0	0	0	0	30
CO089 S106 Raleigh Drive Allotment Extension Total			30	0	0	0	0	30
CO090 Wallsend Park Machinery								

	2022/23 £000	2023/24 £000	2024/25 £000	2025/26 £000	2026/27 £000	Total £000
Gei CO05 Contribution From Reserves (HLF acc 128)	95	0	0	0	0	95
CO090 Wallsend Park Machinery Total	95	0	0	0	0	95
DV064 Council Property Investment						
Council Contribution	859	0	0	0	0	859
North of Tyne Combined Authority - Brownfield Housing Fund	338	0	0	0	0	338
DV064 Council Property Investment Total	1,197	0	0	0	0	1,197
DV066 Investment in North Tyneside Trading Co						
Council Contribution	1,959	0	0	0	0	1,959
Section 106	1,980	0	0	0	0	1,980
DV066 Investment in North Tyneside Trading Co Total	3,939	0	0	0	0	3,939
DV067 Northern Promenade						
Council Contribution	124	0	0	0	0	124
Dept for Transport Active Travel Fund Tranche 3	269	0	0	0	0	269
DV067 Northern Promenade Total	393	0	0	0	0	393
DV071 Section 106 Contributions to Set Up Health Facilities						
Section 106	249	0	0	0	0	249
DV071 Section 106 Contributions to Set Up Health Facilities Total	249	0	0	0	0	249
DV073 Ambition for North Tyneside						
Council Contribution	254	1,225	2,000	0	0	3,479
Capital Receipts	317	0	0	0	0	317
Historic England - Heritage Action Zone	0	0	0	0	0	0
Revenue Contribution (08252)	576	444	0	0	0	1,020
DV073 Ambition for North Tyneside Total	1,147	1,669	2,000	0	0	4,816
DV074 North Shields Heritage Action Zone (Ambition)						
Council Contribution	423	87	0	0	0	510
Historic England - Heritage Action Zone	0	86	0	0	0	86
DV074 North Shields Heritage Action Zone (Ambition) Total	423	173	0	0	0	596
DV076 Getting Building Fund (North Shields Public Realm)						
NELEP - Getting Building Fund	882	0	0	0	0	882
DV076 Getting Building Fund (North Shields Public Realm) Total	882	0	0	0	0	882
DV077 Tyne Brand Development Site						
North of Tyne Combined Authority - Brownfield Housing Fund	1,399	2,650	190	0	0	4,239
DV077 Tyne Brand Development Site Total	1,399	2,650	190	0	0	4,239
DV078 Bedford Street / Saville Street						
Council Contribution	73	0	0	0	0	73
DV078 Bedford Street / Saville Street Total	73	0	0	0	0	73
DV079 Howard Street The Exchange						
Council Contribution	139	0	0	0	0	139
Historic England - Heritage Action Zone	187	0	0	0	0	187
Notca Cultural & Creative Zone Funding	231	0	0	0	0	231
DV079 Howard Street The Exchange Total	557	0	0	0	0	557
DV080 Segedunum Roman Museum MEND						
Council Contribution	50	100	0	0	0	150
Revenue Contribution (08252)	50	56	0	0	0	106
Arts Council Grant (MEND)	200	299	0	0	0	499
DV080 Segedunum Roman Museum MEND Total	300	455	0	0	0	755
DV081 North Shields Cultural Quarter						
Revenue Contribution (08252)	120	0	0	0	0	120
Notca Cultural & Creative Zone Funding	119	450	0	0	0	569
DV081 North Shields Cultural Quarter Total	239	450	0	0	0	689
ED075 Devolved Formula Capital						
Education Funding Agency (Devolved)	1,373	610	610	610	610	3,813
ED075 Devolved Formula Capital Total	1,373	610	610	610	610	3,813
ED120 Basic Need						
Education Funding Agency (Basic Need)	2,237	0	0	0	0	2,237
ED120 Basic Need Total	2,237	0	0	0	0	2,237
ED132 School Capital Allocation						
Section 106	40	0	0	0	0	40
Education Funding Agency (SCA)	5,148	3,868	3,868	3,868	3,868	20,620
ED132 School Capital Allocation Total	5,188	3,868	3,868	3,868	3,868	20,660

	2022/23 £000	2023/24 £000	2024/25 £000	2025/26 £000	2026/27 £000	Total £000
Gen ED190 High Needs Provision Capital Allocation						
Education Funding Agency (High Needs)	2,360	2,060	0	0	0	4,420
ED190 High Needs Provision Capital Allocation Total	2,360	2,060	0	0	0	4,420
EV034 Local Transport Plan						
Dept for Transport LTP ITA	983	958	958	958	958	4,815
Dept for Transport LTP Maint	1,532	1,566	1,566	2,000	2,000	8,664
Section 106	204	0	0	0	0	204
Public Transport Funding	28	28	28	28	28	140
Department for Transport Traffic Signal Income	150	0	0	0	0	150
EV034 Local Transport Plan Total	2,897	2,552	2,552	2,986	2,986	13,973
EV055 Surface Water Improvements						
Environment Agency Grant	723	0	0	0	0	723
EV055 Surface Water Improvements Total	723	0	0	0	0	723
EV056 Additional Highways Maintenance						
Council Contribution	2,195	2,000	2,000	2,000	2,000	10,195
DFT National Productivity Fund	58	0	0	0	0	58
Dft Pothole Funding	1,688	1,253	1,253	0	0	4,194
EV056 Additional Highways Maintenance Total	3,941	3,253	3,253	2,000	2,000	14,447
EV069 Vehicle Replacement						
Council Contribution	779	1,248	1,676	1,123	3,000	7,826
EV069 Vehicle Replacement Total	779	1,248	1,676	1,123	3,000	7,826
EV076 Operational Depot Accommodation Review						
Council Contribution	1,214	0	0	0	0	1,214
ERDF	1,265	0	0	0	0	1,265
EV076 Operational Depot Accommodation Review Total	2,479	0	0	0	0	2,479
EV083 Street Lighting LED						
Council Contribution	2,969	1,386	0	0	0	4,355
EV083 Street Lighting LED Total	2,969	1,386	0	0	0	4,355
EV084 A189 Improvements Haddricks Mill to West Moor						
DFT National Productivity Fund	0	0	0	0	0	0
EV084 A189 Improvements Haddricks Mill to West Moor Total	0	0	0	0	0	0
EV091 Other Initiatives Climate Change						
Council Contribution	274	1,000	1,000	1,000	1,000	4,274
EV091 Other Initiatives Climate Change Total	274	1,000	1,000	1,000	1,000	4,274
EV094 Transforming Cities Fund - NT02 North Shields Transport Hub						
Council Contribution	376	1,000	0	0	0	1,376
Transforming Cities Fund	17,810	0	0	0	0	17,810
EV094 Transforming Cities Fund - NT02 North Shields Transport Hub Total	18,186	1,000	0	0	0	19,186
EV095 Active Travel Fund 1 & 2 Rake Lane						
Dept for Transport Active Travel Fund Tranche2	962	0	0	0	0	962
EV095 Active Travel Fund 1 & 2 Rake Lane Total	962	0	0	0	0	962
EV096 Highway Maintenance Challenge Fund - Tanners Bank						
Dept for Transport LTP Maint	103	0	0	0	0	103
Dept for Transport - Highway Maintenance Challenge Fund	822	0	0	0	0	822
EV096 Highway Maintenance Challenge Fund - Tanners Bank Total	925	0	0	0	0	925
EV097 Weetslade & Westmoor Roundabouts, Great Lime Road (S106 Bellway Homes)						
Section 106	3,250	0	0	0	0	3,250
EV097 Weetslade & Westmoor Roundabouts, Great Lime Road (S106 Bellway Homes) Total	3,250	0	0	0	0	3,250
EV098 Transforming Cities Fund - NT08 Four Lane Ends Bus Priority						
Transforming Cities Fund	0	3,083	0	0	0	3,083
EV098 Transforming Cities Fund - NT08 Four Lane Ends Bus Priority Total	0	3,083	0	0	0	3,083
EV099 Transforming Cities Fund - NT10 Links to Metro						
Dept for Transport LTP ITA	130	0	0	0	0	130
EV099 Transforming Cities Fund - NT10 Links to Metro Total	130	0	0	0	0	130
EV100 Active Travel 3 - Permanent Seafront Scheme						
Dept for Transport Active Travel Fund Tranche 3	3,231	0	0	0	0	3,231
EV100 Active Travel 3 - Permanent Seafront Scheme Total	3,231	0	0	0	0	3,231
GEN03 Contingencies						
Council Contribution	3,555	2,000	2,000	1,000	1,000	9,555
GEN03 Contingencies Total	3,555	2,000	2,000	1,000	1,000	9,555

	2022/23 £000	2023/24 £000	2024/25 £000	2025/26 £000	2026/27 £000	Total £000
General Fund						
GEN12 Local Infrastructure Council Contribution	127	100	100	100	100	527
GEN12 Local Infrastructure Total	127	100	100	100	100	527
HS004 Disabled Facilities Grant Better Care Fund	2,578	1,869	0	0	0	4,447
HS004 Disabled Facilities Grant Total	2,578	1,869	0	0	0	4,447
HS051 Private Sector Empty Homes Council Contribution	775	0	0	0	0	775
Homes & Communities Grant	111	0	0	0	0	111
HS051 Private Sector Empty Homes Total	886	0	0	0	0	886
HS053 Green Homes Local Authority Delivery Green Homes Grant (LAD1b) - Dept for BEIS	950	0	0	0	0	950
Green Homes Grant (LAD2) - Dept for BEIS	776	0	0	0	0	776
Green Homes Grant (LAD3) - Dept for BEIS	3,700	0	0	0	0	3,700
HS053 Green Homes Local Authority Delivery Total	5,426	0	0	0	0	5,426
IT020 ICT Strategy Council Contribution	1,747	1,000	1,000	1,000	1,000	5,747
IT020 ICT Strategy Total	1,747	1,000	1,000	1,000	1,000	5,747
General Fund Total	82,567	32,326	20,249	15,687	17,564	168,393
HRA						
HS015 Refurbishment / Decent Homes Improvements See HRA Financing	24,621	21,948	22,447	23,579	24,857	117,452
HS015 Refurbishment / Decent Homes Improvements Total	24,621	21,948	22,447	23,579	24,857	117,452
HS017 Disabled Adaptations See HRA Financing	1,220	1,083	1,094	1,105	1,116	5,618
HS017 Disabled Adaptations Total	1,220	1,083	1,094	1,105	1,116	5,618
HS039 ICT Infrastructure Works See HRA Financing	746	1,109	360	112	113	2,440
HS039 ICT Infrastructure Works Total	746	1,109	360	112	113	2,440
HS044 HRA New Build See HRA Financing	5,126	3,960	6,750	7,330	7,960	31,126
HS044 HRA New Build Total	5,126	3,960	6,750	7,330	7,960	31,126
HRA Total	31,713	28,100	30,651	32,126	34,046	156,636
Total £000	114,280	60,426	50,900	47,813	51,610	325,029

	2022/23 £000	2023/24 £000	2024/25 £000	2025/26 £000	2026/27 £000	Total £000
General Fund						
Council Contribution	21,128	13,046	11,776	8,223	10,100	64,273
Council Contribution - Capital Receipts	317	0	0	0	0	317
Grants & Contributions	59,398	18,780	8,473	7,464	7,464	101,579
Revenue Contribution	746	500	0	0	0	1,246
Contribution from Reserves	978	0	0	0	0	978
General Fund Total	82,567	32,326	20,249	15,687	17,564	168,393
HRA Financing						
HRA Capital Receipts	2,104	1,584	1,700	1,851	1,956	9,195
HRA Revenue Contribution	10,281	10,185	12,632	13,160	16,092	62,350
HRA MRR	18,039	15,916	16,189	17,035	15,868	83,047
HRA Grants & Contributions	919	0	0	0	0	919
HRA Contribution from Reserves	370	415	130	80	130	1,125
HRA Financing Total	31,713	28,100	30,651	32,126	34,046	156,636
Total£000	114,280	60,426	50,900	47,813	51,610	325,029

Meeting: Finance Sub-Committee

Date: 13 Sept 2022

Title: Section 106 overview and update on spend and project delivery

Author: Dan Wise / Amar Hassan
Service: Strategic Investment & Property
/ Strategic Finance

Tel: 0191 643 6427 / 0191 643 5747

Wards affected: All

1. Purpose of Report

To provide an update on the latest s106 position. S106 update was provided to the July Finance sub-committee, and it was requested additional detail was provided as part of the September Finance sub-committee.

2. Recommendations

The Finance Sub Committee are asked to note the information contained within this briefing note and the associated appendices.

3. Details

Planning obligations under Section 106 (s106) of the Town and Country Planning Act 1990, are commonly known as s106 agreements. They are a mechanism which make a development proposal acceptable in planning terms, that would not otherwise be acceptable, and are focussed on mitigating the impact of the development on an area. S106 agreements are often called 'developer contributions' or 'planning gain' and include a range of identified categories, historically including highways, affordable housing, sport and leisure, health and play sites, amongst others.

Contributions are also awarded to address ecology impacts of a development. As part of securing a contribution the service area must demonstrate that a scheme is going to impact a nature conservation site close to the development (normally within 2km) and on that basis they can request S106 monies to this locality.

As part of a s106 agreement there are often specific conditions which must be met, particularly around the timescale for spending the funds, which need to be taken into account when developing suitable schemes. S106 allocations are not based upon specific ward boundaries but proximity to the development which levered in the contributions from the relevant Developer.

Service areas are routinely reviewing this information and developing projects, which are then presented to the IPB subgroup for consideration prior to securing full IPB approval as part of

the gateway process and to ensure the proposed scheme is aligned with the Authority's priorities and key strategies. If approved the projects are then delivered as part of the Investment Plan.

Finance, working alongside colleagues within Planning and Strategic Property & Investment, have prepared the attached Appendix 2 which sets out the current position of s106 monies, including the balances, commitments and current spend on each project.

Examples of s106 projects approved and delivered in the last 12 months:

Many s106 projects have been approved by Investment Programme Board (IPB) and delivered over the last 12 months, from a range of service areas, including play sites, parks, sport and leisure, health and highways. In the 2021/22 financial year a total of £725k of capital investment was financed using s106 contributions. Some recent examples include:

Gosforth Nature Reserve improvements - £65k
New fencing and management of the site including grey squirrel control.
Project due to complete November 2022.

Northwest Library improvements - £129k
Various library facility improvements to the Authority's Northwest premises, including new flooring, shelving and IT.
Project due to complete November 2022.

New build Wallsend town centre medical practice – £264k
Enabling costs for new combined health centre.
Project due to complete November 2022.

4. Background Information

Appendix 1 – s106 Monitoring Statement (previously reported to Finance Sub-committee)
Appendix 2 – Detailed s106 Spend and Commitments Schedule

Appendix 1 - S106 Contributions as at 31 July 2022

Development	Third Party Works (S1012)	Travel Provisions (S1013) Colin MacDonald	Environment al Works (S1007) Sam Dand	Highway Works (S1009) Colin MacDonald	Open Spaces (S1014) Sam Dand	Allotments (S1002) Sam Dand	Cultural Facilities/ Works (S1004) Steve Bishop	Parks (S1010) Sam Dand	Healthcare/ Facilities (S1008) CCG (James Martin)	Employment Initiatives (S1006) Mark Barrett	Playsites (S1016) Sam Dand	Sports Facilities (S1011) Paul Youlden	Education (S1005) Rachael Coyne	Affordable Housing (S1001) Roy Marsden	Coastal Mitigation (S1017) Sam Dand	Ecology (S1018) Sam Dand	Air Quality Monitoring	Public Rights of Way	Grand Total
00/02134/S106 - Collingwood Ward (S0056) - Plot 6, Cobalt Business Park, Silver Fox Way, Wallsend - Highbridge - 00/01360/FUL			£ -													-£ 21,410			-£ 21,410
02/03264/S106 - Chirton Ward (S0008) - Land Parcels West of First Avenue and North of Second Avenue Off Narvik Way Tyne Tunnel Trading Estate North Shields - UK Land Estates (Partnership) Ltd - 02/00566/FUL		-£ 7,500																	-£ 7,500
06/01520/S106 - Tynemouth Ward (S0027) - Former Irvin Buildings, Union Quay, North Shields - Leftbank Developments (Hanover Square) Ltd - 05/03255/FUL			£ -													-£ 6,000			-£ 6,000
09/01790/S106 - Killingworth Ward (S0053) - Unit 12 Wesley Way Benton Square Industrial Estate Benton - Harrison Properties Ltd - 09/00480/FUL																			-£ 20,858
10/00793/S106 - Battle Hill Ward (S0030) - Former Battle Hill Library, Community Centre And Customer Service Centre And, 1-22 The Parade, Wallsend - Keepmoat Homes - 09/03195/FUL						-£ 2,700	-£ 5,000												-£ 7,700
10/02253/S106 - Chirton Ward (S0032) - Land At Former Meadowell Primary School Wantage Avenue North Shields - Ben Bailey Homes - 10/01274/FUL			£ -					-£ 9,160								-£ 3,900			-£ 13,060
11/00170/S106 - Riverside Ward (S0034) - John Lilley And Gillie Clive Street North Shields - AWC Property Ltd - 10/01326/FUL							£ -		-£ 5,808										-£ 5,808
11/00939/S106 - Weetslade Ward (S0036) - Land East of Great Wide Road, Wideopen - Bellway Homes - 13/00551/FUL		-£ 48,426				£ -	-£ 5,000		-£ 23,599										-£ 77,025
11/01188/S106 - Tynemouth Ward (S0038) - Land To The Rear Of Linskill Park Preston Avenue North Shields - Gentoo - 11/00748/FUL									-£ 6,776										-£ 6,776
11/01755/S106 - Killingworth Ward (S0039) - Land To The North Of Amberley Community Primary School East Bailey Killingworth (now Greenacres) - Persimmon - 10/02655/FUL																-£ 19,886			-£ 19,886
11/01867/S106 & 11/0786/S106 - Wallsend Ward (S0041) - SPORTS GROUND KINGS ROAD SOUTH WALLSEND - NTC & BELLWAY HOMES-ISOS - 11/01345/FUL																		-£ 20,000	-£ 105,000
11/01967/S106 - Riverside Ward (S0043) - Site of Unit 1, Howdon Green Industrial Estate, Norman Terrace - Bellway Homes - 11/01346/FUL			£ -						-£ 6,776							-£ 1,365			-£ 8,141
12/01166/S106 - Collingwood Ward (S0066) - North Tyneside General Hospital - - 11/00765/OUT		-£ 49,296		-£ 283,133															-£ 332,429
12/01234/S106 - St Mary's Ward (S0046) - Glebe School Site - Charles Church Ltd - 12/00896/FUL									-£ 6,776		-£ 2,306								-£ 9,082
12/01392/S106 - Collingwood Ward (S0074) - Lynn Club Cragside Avenue And Land Adjacent To 24/26 Netherton Avenue North Shields - - 12/00699/FUL											-£ 11,822								-£ 11,822
13/00947/S106 - Weetslade Ward (S0064) - Land at East Wideopen Farm - - 13/00198/FUL			£ -			£ -										-£ 11,016			-£ 11,016
13/01064/S106 - Valley Ward (S0050) - St Edmunds Building Station Road Backworth - Bett Homes - 13/00622/FUL											-£ 1,082								-£ 1,082
13/01282/S106 & 15/01941/S106 - Killingworth Ward (S0063) - Scaffold Hill - Bellway & Taylor Wimpey - 11/01600/FUL		-£ 54,264	£ -										-£ 1,480,893				-£ 11,507		-£ 1,546,664

06/01520/S106 - Tynemouth Ward (S0027) - Former Irvin Buildings, Union Quay, North Shields - Leftbank Developments (Hanover Square) Ltd - 05/03255/FUL			£ -													-£ 6,000			-£ 6,000
13/01433/S106 - Wallsend Ward (S0062) - Land East of the Covers, Wallsend - Bellway - 13/00987/FUL			-£ 11,310			-£ 2,700		-£ 13,012				-£ 19,961	-£ 180,214	-£ 20,790					-£ 247,987
13/01571/S106 & 14/00473/S106 - Camperdown Ward (S0059) - Former Norgas House Site, Northumbrian Way - Barratts - 13/00691/FUL			£ -													-£ 20,815			-£ 20,815
13/01614/S106 - Killingworth Ward (S0058) - The Limes Development, Palmersville - Taylor Wimpey -					-£ 153,000				-£ 31,918					-£ 68,082					-£ 253,000
13/01736/S106 & 15/00513/S106 & 17/01036/S106 - Valley Ward (S0069) - Shiremoor West - Hotspur Land Ltd - 14/01931/FUL		-£ 26,723						-£ 100,000	-£ 401,027					-£ 65,000		-£ 213,787			-£ 806,537
13/01737/S106 - Killingworth Ward (S0061) - Land North of Forest Gate, Palmersville - Avant Homes - 13/01412/FUL											-£ 43,981			-£ 7,000					-£ 50,981
13/01901/S106 - camperdown Ward (S0055) - Land at White House Farm, Station Road, Killingworth - Bellway Homes - 11/02337/FUL	-£ 3,000	-£ 145,871	-£ 6,500			-£ 37,144		-£ 296,279	-£ 311,277		-£ 222,954	-£ 181,823	-£ 308,674			-£ 29,646			-£ 1,543,168
13/02005/S106 - Whitley Bay Ward (S0072) - Site Of Former, 35 Esplanade - John Spencer Harvey - 13/01526/FUL						-£ 2,755		-£ 8,414								-£ 2,147			-£ 13,316
14/00242/S106 - Battle Hill Ward (S0060) - Hadrian Education Centre - Gladedale - 12/02047/FUL			£ -	-£ 5,500		-£ 2,700		-£ 9,301			£ -	-£ 96,924				-£ 13,348			-£ 127,773
14/01721/S106 - Northumberland Ward (S0089) - Former Parkside Special School, Wallsend - Bellway Homes - 14/00897/FUL			-£ 6,502		£ -	-£ 5,400		-£ 801			-£ 23,425			-£ 32,400					-£ 68,528
14/01744/S106 - Howdon Ward (S0093) - St Marks Church, Wallsend - Marine Buildings Ltd - 13/01655/FUL			£ -					-£ 3,251								-£ 1,384			-£ 4,635
14/01904/S106 - Longbenton Ward (S0095) - Former St Stephen's School, Longbenton - Diocese of Hexham - 14/01490/FUL											-£ 5,000								-£ 5,000
14/01941/S106 - Northumberland Ward (S0094) - Station Road East, Wallsend - Persimmon Homes - 12/02025/FUL					-£ 538,957		-£ 61,954		-£ 602,863	-£ 134,019		-£ 218,532	-£ 238,918	-£ 433,782					-£ 2,229,025
15/00469/S106 - Killingworth Ward (S0096) - Former REME Depot, Killingworth - Diocese of Hexham - 14/00730/FUL							-£ 9,014		-£ 58,166	-£ 50,182				-£ 760,470					-£ 877,832
15/00469/S106 & 17/01040/S106 - Valley Ward (S0091) - Land South of 81 Killingworth Avenue - Duke of Northumberland 72 Settlement - 14/01687/OUT		-£ 545,349											-£ 302,461	-£ 756,764		-£ 71,009			-£ 1,675,583
15/00496/S106 - Collingwood Ward (S0090) - Travelodge Hotel, Wallsend - Crown Estates - 14/01698/FUL							-£ 3,000												-£ 3,000
15/01088/S106 - Benton Ward (S0097) - Former St Bartholomews Primary School, Benton - - 15/00406/FUL								£ -			-£ 20,971								-£ 20,971
16/00188/S106 - Weetslade Ward (S0101) - Dudley People's Centre - Tantallon Homes - 15/00949/FUL											-£ 8,498								-£ 8,498
16/00274/S106 - Camperdown Ward (S0098) - Land at Former Chan Buildings, Stephenson Industrial Estate - - 15/01708/FUL								-£ 15,000		-£ 11,111									-£ 26,111
16/00467/S106 - Benton Ward (S0100) - Darsley Park, Benton - Taylor Wimpey - 15/01144/FUL					-£ 174,397		-£ 5,573				-£ 55,636	-£ 49,771				-£ 7,571			-£ 292,948
16/01571/S106 - Cullercoats Ward (S0102) - 16 John Street, Cullercoats - - 16/00193/FUL								-£ 540											-£ 540
16/01598/S106 - Weetslade Ward (S0103) - Land at Former East Wideopen Farmhouse - Bellway - 16/00848/FUL												-£ 2,748							-£ 2,748
16/02016/S106 - Longbenton Ward (S0105) - Land North of 1 Whitecroft Road, West Moor - Bellway - 16/01316/FUL																-£ 2,588			-£ 2,588
17/00557/S106 - Riverside Ward (S0107) - Land at Ballast Hill Road - Cussins (North East) Ltd - 16/01692/FUL					-£ 3,636									-£ 73,339	-£ 107,560				-£ 184,535
17/01202/S106 - Chirton Ward (S0108) - Land Adjacent to Vroom Car Retail Park, Orion Way - Northumberland Estates Ltd - 17/00531/FUL			£ -													-£ 2,857			-£ 2,857
19/00058/S106 (S0122) - 26-32 South Parade, Whitley bay - - 17/01777/FUL																-£ 7,200			-£ 7,200
14/01905/S106 (S0123) - Wallsend Community Centre 196A and 196 Vine Street - - 14/01348/FUL								-£ 3,363			-£ 4,987		-£ 26,231			-£ 1,432			-£ 36,013
20/01427/S106 (S0128) - West Chirton Industrial Estate South - Miller Homes - 14/01018/OUT					-£ 373,020														-£ 373,020
21/00082/S106 (S0129) - Field North of 45 Sunholme Drive, Wallsend - Persimmon Homes - 20/01047/FUL						-£ 3,751		-£ 19,433		-£ 55,751				-£ 55,326		-£ 5,462	-£ 7,054		-£ 146,777

06/01520/S106 - Tynemouth Ward (S0027) - Former Irvin Buildings, Union Quay, North Shields - Leftbank Developments (Hanover Square) Ltd - 05/03255/FUL			£ -													-£ 6,000			-£ 6,000
21/00449/S106 (S0130) - Tanners Banks - Ovington Boats - 20/01044/FUL										-£ 2,584									-£ 2,584
20/00033/S106 (S0127) - Land East Of, Salters Lane, Longbenton - Avant Homes - 16/01889/FUL				£ -				£ -			£ -					£ -			£ -
16/01375/S106 & 17/0162/S106 - Camperdown Ward (S0086) - Stephenson House, Killingworth - Bellway - 16/00232/FUL					-£ 18,737			-£ 21,958			-£ 32,554								-£ 73,249
19/00262/S106 (S0124) - - -		-£ 202,663		-£ 46,438				-£ 32,721			-£ 44,652					-£ 41,668			-£ 368,142
19/00652/S106 (S0132) - 30 - 37 Clive Street, North Shields, Tyne And Wear - UKQ Clive Street LLP - 19/00436/FUL															-£ 10,000				-£ 10,000
Grand Total	-£ 3,000	-£ 1,080,092	-£ 24,312	-£ 1,683,939	-£ 18,737	-£ 133,691	-£ 28,000	-£ 1,179,262	-£ 978,158	-£ 69,446	-£ 716,361	-£ 1,052,859	-£ 4,141,876	-£ 107,560	-£ 22,662	-£ 478,883	-£ 11,507	-£ 20,000	-£ 11,750,345

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Appendix 2 - Section 106 Spend & Commitments (31st July 2022)

Sports Facilities (S1011) Paul Youlden					
Development	Received	Spent / Draw	Balance	Committed	End Date
13/01433/S106 - Wallsend Ward (S0062) - Land East of the Covers, Wallsend - Bellway - 13/00987/FUL	-198,705.00	18,491.46	-180,213.54	Yes	18.10.2021
13/01901/S106 - camperdown Ward (S0055) - Land at White House Farm, Station Road, Killingworth - Bellway Homes - 11/02337/FUL	-585,361.00	403,538.00	-181,823.00	No	10.12.2025
14/00242/S106 - Battle Hill Ward (S0060) - Hadrian Education Centre - Gladedale - 12/02047/FUL	-96,924.00	0.00	-96,924.00	Yes	08.12.2022
14/01941/S106 - Northumberland Ward (S0094) - Station Road East, Wallsend - Persimmon Homes - 12/02025/FUL	-429,216.00	190,298.00	-238,918.00	Yes	01.07.2024
15/00113/S106 & 17/01040/S106 - Valley Ward (S0091) - Land South of 81 Killingworth Avenue - Duke of Northumberland 72 Settlement - 14/01687/OUT	-610,643.00	308,182.00	-302,461.00	Partially	29.07.2024
16/00467/S106 - Benton Ward (S0100) - Darsley Park, Benton - Taylor Wimpey - 15/01144/FUL	-74,217.00	24,446.00	-49,771.00	Yes	07.01.2024
16/01598/S106 - Weetslade Ward (S0103) - Land at Former East Wideopen Farmhouse - Bellway - 16/00848/FUL	-2,748.00	0.00	-2,748.00	TBC	N/A
Total	-1,997,814.00	944,955.46	-1,052,858.54		

Third Party Works (S1012)					
Development	Received	Spent / Draw	Balance	Committed	End Date
13/01901/S106 - camperdown Ward (S0055) - Land at White House Farm, Station Road, Killingworth - Bellway Homes - 11/02337/FUL	-3,000.00	0.00	-3,000.00	No	N/A
Total	-3,000.00	0.00	-3,000.00		

Travel Provisions (S1013) Colin MacDonald					
Development	Received	Spent / Draw	Balance	Committed	End Date
02/03264/S106 - Chirton Ward (S0008) - Land Parcels West of First Avenue and North of Second Avenue Off Narvik Way Tyne Tunnel Trading Estate North Shield	-7,500.00	0.00	-7,500.00	No	N/A
11/00939/S106 - Weetslade Ward (S0036) - Land East of Great Lime Road, Wideopen - Bellway Homes - 13/00551/FUL	-197,400.00	148,973.70	-48,426.30	TBC	
12/01166/S106 - Collingwood Ward (S0066) - North Tyneside General Hospital - - 11/00765/OUT	-6,766.00	-42,529.54	-49,295.54	No	N/A
13/01282/S106 & 15/01941/S106 - Killingworth Ward (S0063) - Scaffold Hill - Bellway & Taylor Wimpey - 11/01600/FUL	-414,264.00	360,000.00	-54,264.00	TBC	
13/01736/S106 & 15/00513/S106 & 17/01036/S106 - Valley Ward (S0069) - Shiremoor West - Hotspur Land Ltd - 14/01931/FUL	-26,723.00	0.00	-26,723.00	No	30.10.2023
13/01901/S106 - camperdown Ward (S0055) - Land at White House Farm, Station Road, Killingworth - Bellway Homes - 11/02337/FUL	-145,871.00	0.00	-145,871.00	No	24.07.2024
15/00113/S106 & 17/01040/S106 - Valley Ward (S0091) - Land South of 81 Killingworth Avenue - Duke of Northumberland 72 Settlement - 14/01687/OUT	-545,349.00	0.00	-545,349.00	No	N/A
19/00262/S106 (S0124) - - -	-202,663.00	0.00	-202,663.00	TBC	
Total	-1,546,536.00	466,444.16	-1,080,091.84		

Environmental Works (S1007) Sam Dand					
Development	Received	Spent / Draw	Balance	Committed	End Date
13/01433/S106 - Wallsend Ward (S0062) - Land East of the Covers, Wallsend - Bellway - 13/00987/FUL	-11,310.00	0.00	-11,310.00	No	16.07.2020
13/01901/S106 - camperdown Ward (S0055) - Land at White House Farm, Station Road, Killingworth - Bellway Homes - 11/02337/FUL	-71,500.00	65,000.00	-6,500.00	TBC	
14/01721/S106 - Northumberland Ward (S0089) - Former Parkside Special School, Wallsend - Bellway Homes - 14/00897/FUL	-206,728.00	200,225.71	-6,502.29	TBC	
Total	-289,538.00	265,225.71	-24,312.29		

Highway Works (S1009) Colin MacDonald					
Development	Received	Spent / Draw	Balance	Committed	End Date
09/01790/S106 - Killingworth Ward (S0053) - Unit 12 Wesley Way Benton Square Industrial Estate Benton - Harrison Properties Ltd - 09/00480/FUL	-20,858.00	0.00	-20,858.00	Yes	N/A
11/01867/S106 & 11/0786/S106 - Wallsend Ward (S0041) - SPORTS GROUND KINGS ROAD SOUTH WALLSEND - NTC & BELLWAY HOMES-ISOS - 11/01345/FUL	-85,000.00	0.00	-85,000.00	Yes	N/A
12/01166/S106 - Collingwood Ward (S0066) - North Tyneside General Hospital - - 11/00765/OUT	-283,132.72	0.00	-283,132.72	Yes	TBC
13/01614/S106 - Killingworth Ward (S0058) - The Limes Development, Palmersville - Taylor Wimpey -	-153,000.00	0.00	-153,000.00	TBC	
14/00242/S106 - Battle Hill Ward (S0060) - Hadrian Education Centre - Gladedale - 12/02047/FUL	-5,500.00	0.00	-5,500.00	No	15.02.2024
14/01941/S106 - Northumberland Ward (S0094) - Station Road East, Wallsend - Persimmon Homes - 12/02025/FUL	-538,957.33	0.00	-538,957.33	No	17.05.2026
16/00467/S106 - Benton Ward (S0100) - Darsley Park, Benton - Taylor Wimpey - 15/01144/FUL	-174,397.00	0.00	-174,397.00	No	07.01.2026
17/00557/S106 - Riverside Ward (S0107) - Land at Ballast Hill Road - Cussins (North East) Ltd - 16/01692/FUL	-3,636.00	0.00	-3,636.00	TBC	
20/01427/S106 (S0128) - West Chirton Industrial Estate South - Miller Homes - 14/01018/OUT	-373,019.60	0.00	-373,019.60	No	7yrs from occupation of last dwelling
19/00262/S106 (S0124) - - -	-46,438.00	0.00	-46,438.00	No	06.09.2026
Total	-1,683,938.65	0.00	-1,683,938.65		

Open Spaces (S1014) Sam Dand					
Development	Received	Spent / Draw	Balance	Committed	End Date
16/01375/S106 & 17/0162/S106 - Camperdown Ward (S0086) - Stephenson House, Killingworth - Bellway - 16/00232/FUL	-18,737.00	0.00	-18,737.00	No	N/A
Total	-18,737.00	0.00	-18,737.00		

Allotments (S1002) Sam Dand					
Development	Received	Spent / Draw	Balance	Committed	End Date
10/00793/S106 - Battle Hill Ward (S0030) - Former Battle Hill Library, Community Centre And Customer Service Centre And, 1-22 The Parade, Wallsend - Keepmoat Homes - 09/031	-2,700.00	0.00	-2,700.00	No	N/A
11/00939/S106 - Weetslade Ward (S0036) - Land East of Great Lime Road, Wideopen - Bellway Homes - 13/00551/FUL	-43,726.00	43,726.00	0.00	N/A	
13/00947/S106 - Weetslade Ward (S0064) - Land at East Wideopen Farm - - 13/00198/FUL	-8,100.00	8,100.00	0.00	Yes	20.06.2022
13/01433/S106 - Wallsend Ward (S0062) - Land East of the Covers, Wallsend - Bellway - 13/00987/FUL	-2,700.00	0.00	-2,700.00	No	18.09.2024
13/01901/S106 - camperdown Ward (S0055) - Land at White House Farm, Station Road, Killingworth - Bellway Homes - 11/02337/FUL	-37,144.00	0.00	-37,144.00	No	07.12.2025
13/02005/S106 - Whitley Bay Ward (S0072) - Site Of Former, 35 Esplanade - John Spencer Harvey - 13/01526/FUL	-2,755.00	0.00	-2,755.00	TBC	
14/00242/S106 - Battle Hill Ward (S0060) - Hadrian Education Centre - Gladedale - 12/02047/FUL	-2,699.50	0.00	-2,699.50	No	08.12.2022
14/01721/S106 - Northumberland Ward (S0089) - Former Parkside Special School, Wallsend - Bellway Homes - 14/00897/FUL	-5,400.00	0.00	-5,400.00	Yes	IPB approved
14/01941/S106 - Northumberland Ward (S0094) - Station Road East, Wallsend - Persimmon Homes - 12/02025/FUL	-61,954.00	0.00	-61,954.00	No	16.11.2023
15/00100/S106 - Killingworth Ward (S0096) - Former REME Depot, Killingworth - Diocese of Hexham - 14/00730/FUL	-9,014.00	0.00	-9,014.00	No	22.06.2022
16/00467/S106 - Benton Ward (S0100) - Darsley Park, Benton - Taylor Wimpey - 15/01144/FUL	-5,572.80	0.00	-5,572.80	No	22.06.2023
21/00082/S106 (S0129) - Field North of 45 Sunholme Drive, Wallsend - Persimmon Homes - 20/01047/FUL	-3,750.83	0.00	-3,750.83	No	16.12.2028
Total	-185,516.13	51,826.00	-133,690.13		

Cultural Facilities/Works (S1004) Paul Yolden					
Development	Received	Spent / Draw	Balance	Committed	End Date
10/00793/S106 - Battle Hill Ward (S0030) - Former Battle Hill Library, Community Centre And Customer Service Centre And, 1-22 The Parade, Wallsend - Keepmoat Homes - 09/031	-5,000.00	0.00	-5,000.00	No	N/A
11/00939/S106 - Weetslade Ward (S0036) - Land East of Great Lime Road, Wideopen - Bellway Homes - 13/00551/FUL	-5,000.00	0.00	-5,000.00	TBC	
15/00496/S106 - Collingwood Ward (S0090) - Travelodge Hotel, Wallsend - Crown Estates - 14/01698/FUL	-3,000.00	0.00	-3,000.00	No	19.09.2021
16/00274/S106 - Camperdown Ward (S0098) - Land at Former Chan Buildings, Stephenson Industrial Estate - - 15/01708/FUL	-15,000.00	0.00	-15,000.00	No	22.06.2023
Total	-28,000.00	0.00	-28,000.00		

Parks (S1010) Sam Dand					
Development	Received	Spent / Draw	Balance	Committed	End Date
10/02253/S106 - Chirton Ward (S0032) - Land At Former Meadowell Primary SchoolWantage AvenueNorth Shields - Ben Bailey Homes - 10/01274/FUL	-9,160.00	0.00	-9,160.00	Yes	N/A
13/01433/S106 - Wallsend Ward (S0062) - Land East of the Covers, Wallsend - Bellway - 13/00987/FUL	-13,012.00	0.00	-13,012.00	No	16.07.2020
13/01736/S106 & 15/00513/S106 & 17/01036/S106 - Valley Ward (S0069) - Shiremoor West - Hotspur Land Ltd - 14/01931/FUL	-100,000.00	0.00	-100,000.00	TBC	
13/01901/S106 - camperdown Ward (S0055) - Land at White House Farm, Station Road, Killingworth - Bellway Homes - 11/02337/FUL	-296,279.00	0.00	-296,279.00	No	07.12.2025
13/02005/S106 - Whitley Bay Ward (S0072) - Site Of Former, 35 Esplanade - John Spencer Harvey - 13/01526/FUL	-8,414.00	0.00	-8,414.00	No	18.09.2024
14/00242/S106 - Battle Hill Ward (S0060) - Hadrian Education Centre - Gladedale - 12/02047/FUL	-31,637.50	22,337.00	-9,300.50	No	08.12.2022
14/01721/S106 - Northumberland Ward (S0089) - Former Parkside Special School, Wallsend - Bellway Homes - 14/00897/FUL	-801.00	0.00	-801.00	TBC	
14/01744/S106 - Howdon Ward (S0093) - St Marks Church, Wallsend - Marine Buildings Ltd - 13/01655/FUL	-3,251.00	0.00	-3,251.00	No	21.07.2022
14/01941/S106 - Northumberland Ward (S0094) - Station Road East, Wallsend - Persimmon Homes - 12/02025/FUL	-617,782.22	14,919.25	-602,862.97	Yes	17.05.2026
15/00100/S106 - Killingworth Ward (S0096) - Former REME Depot, Killingworth - Diocese of Hexham - 14/00730/FUL	-58,166.00	0.00	-58,166.00	TBC	
16/01571/S106 - Cullercoats Ward (S0102) - 16 John Street, Cullercoats - - 16/00193/FUL	-2,830.00	2,290.00	-540.00	No	06.12.2021
14/01905/S106 (S0123) - Wallsend Community Centre 196A and 196 Vine Street - - 14/01348/FUL	-3,363.00	0.00	-3,363.00	No	22.06.2023
21/00082/S106 (S0129) - Field North of 45 Sunholme Drive, Wallsend - Persimmon Homes - 20/01047/FUL	-19,433.00	0.00	-19,433.00	TBC	
16/01375/S106 & 17/0162/S106 - Camperdown Ward (S0086) - Stephenson House, Killingworth - Bellway - 16/00232/FUL	-21,958.00	0.00	-21,958.00	No	N/A
19/00262/S106 (S0124) - - -	-32,721.00	0.00	-32,721.00	No	06.09.2026
Total	-1,218,807.72	39,546.25	-1,179,261.47		

Healthcare/ Facilities (S1008) CCG (Jamie Mitchell)					
Development	Received	Spent / Draw	Balance	Committed	End Date
11/00170/S106 - Riverside Ward (S0034) - John Lilley And GillieClive StreetNorth Shields - AWC Property Ltd - 10/01326/FUL	-5,808.00	0.00	-5,808.00	Yes	N/A
11/00939/S106 - Weetslade Ward (S0036) - Land East of Great Lime Road, Wideopen - Bellway Homes - 13/00551/FUL	-224,984.69	201,385.69	-23,599.00	TBC	
11/01188/S106 - Tynemouth Ward (S0038) - Land To The Rear OfLinskill ParkPreston AvenueNorth Shields - Gentoo - 11/00748/FUL	-6,776.00	0.00	-6,776.00	Yes	N/A
11/01967/S106 - Riverside Ward (S0043) - Site of Unit 1, Howdon Green Industrial Estate, Norman Terrace - Bellway Homes - 11/01346/FUL	-6,776.00	0.00	-6,776.00	Partially	N/A
12/01234/S106 - St Mary's Ward (S0046) - Glebe School Site - Charles Church Ltd - 12/00896/FUL	-6,776.00	0.00	-6,776.00	No	TBC
13/01614/S106 - Killingworth Ward (S0058) - The Limes Development, Palmersville - Taylor Wimpey -	-31,918.00	0.00	-31,918.00	TBC	
13/01736/S106 & 15/00513/S106 & 17/01036/S106 - Valley Ward (S0069) - Shiremoor West - Hotspur Land Ltd - 14/01931/FUL	-401,027.00	0.00	-401,027.00	TBC	
13/01901/S106 - camperdown Ward (S0055) - Land at White House Farm, Station Road, Killingworth - Bellway Homes - 11/02337/FUL	-311,277.00	0.00	-311,277.00	No	07.12.2025
14/01941/S106 - Northumberland Ward (S0094) - Station Road East, Wallsend - Persimmon Homes - 12/02025/FUL	-398,412.15	264,393.36	-134,018.79	No	01.07.2024
15/00100/S106 - Killingworth Ward (S0096) - Former REME Depot, Killingworth - Diocese of Hexham - 14/00730/FUL	-68,404.00	18,222.00	-50,182.00	No	22.06.2022
Total	-1,462,158.84	484,001.05	-978,157.79		

Employment Initiatives (S1006) Mark Barrett					
Development	Received	Spent / Draw	Balance	Committed	End Date
16/00274/S106 - Camperdown Ward (S0098) - Land at Former Chan Buildings, Stephenson Industrial Estate - - 15/01708/FUL	-14,800.00	3,688.66	-11,111.34	No	22.06.2023
21/00082/S106 (S0129) - Field North of 45 Sunholme Drive, Wallsend - Persimmon Homes - 20/01047/FUL	-55,751.53	0.00	-55,751.53	No	16.01.2029
21/00449/S106 (S0130) - Tanners Banks - Ovington Boats - 20/01044/FUL	-2,583.84	0.00	-2,583.84	No	15.12.2026
Total	-73,135.37	3,688.66	-69,446.71		

Playsites (S1016) Sam Dand					
Development	Received	Spent / Draw	Balance	Committed	End Date
12/01234/S106 - St Mary's Ward (S0046) - Glebe School Site - Charles Church Ltd - 12/00896/FUL	-2,306.00	0.00	-2,306.00	TBC	TBC
12/01392/S106 - Collingwood Ward (S0074) - Lynn Club Cragside Avenue And Land Adjacent To 24/26 Netherton Avenue North Shields - - 12/00699/FUL	-11,822.00	0.00	-11,822.00	TBC	14.10.2020
13/01064/S106 - Valley Ward (S0050) - St Edmunds BuildingStation RoadBackworth - Bett Homes - 13/00622/FUL	-1,082.42	0.00	-1,082.42	TBC	
13/01433/S106 - Wallsend Ward (S0062) - Land East of the Covers, Wallsend - Bellway - 13/00987/FUL	-19,961.00	0.00	-19,961.00	TBC	16.07.2020
13/01737/S106 - Killingworth Ward (S0061) - Land North of Forest Gate, Palmersville - Avant Homes - 13/01412/FUL	-43,981.00	0.00	-43,981.00	No	01.01.2023
13/01901/S106 - camperdown Ward (S0055) - Land at White House Farm, Station Road, Killingworth - Bellway Homes - 11/02337/FUL	-294,454.00	71,500.00	-222,954.00	No	08.11.2023
14/01721/S106 - Northumberland Ward (S0089) - Former Parkside Special School, Wallsend - Bellway Homes - 14/00897/FUL	-23,425.00	0.00	-23,425.00	Yes	03.03.2022
14/01904/S106 - Longbenton Ward (S0095) - Former St Stephen's School, Longbenton - Diocese of Hexham - 14/01490/FUL	-27,839.00	22,839.00	-5,000.00	No	25.10.2023
14/01941/S106 - Northumberland Ward (S0094) - Station Road East, Wallsend - Persimmon Homes - 12/02025/FUL	-218,532.00	0.00	-218,532.00	No	16.11.2023
15/01088/S106 - Benton Ward (S0097) - Former St Bartholomews Primary School, Benton - - 15/00406/FUL	-20,971.00	0.00	-20,971.00	No	22.06.2023
16/00188/S106 - Weetslade Ward (S0101) - Dudley People's Centre - Tantallon Homes - 15/00949/FUL	-8,498.00	0.00	-8,498.00	No	22.06.2023
16/00467/S106 - Benton Ward (S0100) - Darsley Park, Benton - Taylor Wimpey - 15/01144/FUL	-55,636.00	0.00	-55,636.00	No	07.01.2026
14/01905/S106 (S0123) - Wallsend Community Centre 196A and 196 Vine Street - - 14/01348/FUL	-4,987.00	0.00	-4,987.00	No	22.06.2023
16/01375/S106 & 17/0162/S106 - Camperdown Ward (S0086) - Stephenson House, Killingworth - Bellway - 16/00232/FUL	-32,554.00	0.00	-32,554.00	No	N/A
19/00262/S106 (S0124) - - -	-44,652.00	0.00	-44,652.00	No	06.09.2026
Total	-810,700.42	94,339.00	-716,361.42		

Education (S1005) Rachael Coyne					
Development	Received	Spent / Draw	Balance	Committed	End Date
13/01282/S106 & 15/01941/S106 - Killingworth Ward (S0063) - Scaffold Hill - Bellway & Taylor Wimpey - 11/01600/FUL	-3,187,124.72	1,706,231.84	-1,480,892.88	Yes	N/A
13/01433/S106 - Wallsend Ward (S0062) - Land East of the Covers, Wallsend - Bellway - 13/00987/FUL	-20,790.00	0.00	-20,790.00	No	16.07.2020
13/01614/S106 - Killingworth Ward (S0058) - The Limes Development, Palmersville - Taylor Wimpey -	-68,082.00	0.00	-68,082.00	Yes	TBC
13/01736/S106 & 15/00513/S106 & 17/01036/S106 - Valley Ward (S0069) - Shiremoor West - Hotspur Land Ltd - 14/01931/FUL	-2,187,978.00	2,122,978.00	-65,000.00	TBC	
13/01737/S106 - Killingworth Ward (S0061) - Land North of Forest Gate, Palmersville - Avant Homes - 13/01412/FUL	-57,000.00	50,000.00	-7,000.00	Partially	01.01.2023
13/01901/S106 - camperdown Ward (S0055) - Land at White House Farm, Station Road, Killingworth - Bellway Homes - 11/02337/FUL	-308,674.00	0.00	-308,674.00	No	26.06.2024
14/01721/S106 - Northumberland Ward (S0089) - Former Parkside Special School, Wallsend - Bellway Homes - 14/00897/FUL	-32,400.00	0.00	-32,400.00	No	03.03.2022
14/01941/S106 - Northumberland Ward (S0094) - Station Road East, Wallsend - Persimmon Homes - 12/02025/FUL	-433,782.00	0.00	-433,782.00	No	03.12.2023
15/00100/S106 - Killingworth Ward (S0096) - Former REME Depot, Killingworth - Diocese of Hexham - 14/00730/FUL	-760,470.00	0.00	-760,470.00	No	04.07.2022
15/00113/S106 & 17/01040/S106 - Valley Ward (S0091) - Land South of 81 Killingworth Avenue - Duke of Northumberland 72 Settlement - 14/01687/OUT	-796,764.34	40,000.00	-756,764.34	No	26.01.2026
17/00557/S106 - Riverside Ward (S0107) - Land at Ballast Hill Road - Cussins (North East) Ltd - 16/01692/FUL	-73,339.00	0.00	-73,339.00	No	26.10.2025
14/01905/S106 (S0123) - Wallsend Community Centre 196A and 196 Vine Street - - 14/01348/FUL	-26,231.00	0.00	-26,231.00	TBC	
21/00082/S106 (S0129) - Field North of 45 Sunholme Drive, Wallsend - Persimmon Homes - 20/01047/FUL	-55,326.21	0.00	-55,326.21	No	16.12.2028
20/01140/S106 (S0125) - Moorhouses Covered Reservoir - Bellway Homes - 19/01280/FUL	-53,125.00	0.00	-53,125.00	No	17.12.2027
Total	-8,061,086.27	3,919,209.84	-4,141,876.43		

Affordable Housing (S1001) Roy Marsden					
Development	Received	Spent / Draw	Balance	Committed	End Date
17/00557/S106 - Riverside Ward (S0107) - Land at Ballast Hill Road - Cussins (North East) Ltd - 16/01692/FUL	-107,560.00	0.00	-107,560.00	No	26.10.2025
Total	-107,560.00	0.00	-107,560.00		

Coastal Mitigation (S1017) Sam Dand					
Development	Received	Spent / Draw	Balance	Committed	End Date
19/00058/S106 (S0122) - 26-32 South Parade, Whitley bay - - 17/01777/FUL	-7,200.00	0.00	-7,200.00	No	10 yrs from receipt
21/00082/S106 (S0129) - Field North of 45 Sunholme Drive, Wallsend - Persimmon Homes - 20/01047/FUL	-5,462.24	0.00	-5,462.24	No	05.01.2029
19/00652/S106 (S0132) - 30 - 37 Clive Street, North Shields, Tyne And Wear - UKQ Clive Street LLP - 19/00436/FUL	-10,000.00	0.00	-10,000.00	TBC	
Total	-22,662.24	0.00	-22,662.24		

Ecology (S1018) Sam Dand					
Development	Received	Spent / Draw	Balance	Committed	End Date
00/02134/S106 - Collingwood Ward (S0056) - Plot 6, Cobalt Business Park, Silver Fox Way, Wallsend - Highbridge - 00/01360/FUL	-21,410.00	0.00	-21,410.00	TBC	
06/01520/S106 - Tynemouth Ward (S0027) - Former Irvin Buildings, Union Quay, North Shields - Leftbank Developments (Hanover Square) Ltd - 05/03255/FUL	-6,000.00	0.00	-6,000.00	TBC	
10/02253/S106 - Chirton Ward (S0032) - Land At Former Meadowell Primary SchoolWantage AvenueNorth Shields - Ben Bailey Homes - 10/01274/FUL	-3,900.00	0.00	-3,900.00	TBC	
11/01755/S106 - Killingworth Ward (S0039) - Land To The North OfAmberley Community Primary SchoolEast BaileyKillingworth (now Greenacres) - Persimmon - 10/02655/FUL	-19,886.00	0.00	-19,886.00	No	N/A
11/01967/S106 - Riverside Ward (S0043) - Site of Unit 1, Howdon Green Industrial Estate, Norman Terrace - Bellway Homes - 11/01346/FUL	-1,365.00	0.00	-1,365.00	TBC	
13/00947/S106 - Weetslade Ward (S0064) - Land at East Wideopen Farm - - 13/00198/FUL	-11,016.00	0.00	-11,016.00	TBC	
13/01571/S106 & 14/00473/S106 - Camperdown Ward (S0059) - Former Norgas House Site, Northumbrian Way - Barratts - 13/00691/FUL	-20,815.00	0.00	-20,815.00	TBC	
13/01736/S106 & 15/00513/S106 & 17/01036/S106 - Valley Ward (S0069) - Shiremoor West - Hotspur Land Ltd - 14/01931/FUL	-213,787.00	0.00	-213,787.00	TBC	
13/01901/S106 - camperdown Ward (S0055) - Land at White House Farm, Station Road, Killingworth - Bellway Homes - 11/02337/FUL	-29,646.00	0.00	-29,646.00	Partially	06.12.2023
13/02005/S106 - Whitley Bay Ward (S0072) - Site Of Former, 35 Esplanade - John Spencer Harvey - 13/01526/FUL	-3,582.00	1,435.00	-2,147.00	No	18.09.2024
14/00242/S106 - Battle Hill Ward (S0060) - Hadrian Education Centre - Gladedale - 12/02047/FUL	-13,348.00	0.00	-13,348.00	No	08.12.2022
14/01744/S106 - Howdon Ward (S0093) - St Marks Church, Wallsend - Marine Buildings Ltd - 13/01655/FUL	-1,384.00	0.00	-1,384.00	TBC	
15/00113/S106 & 17/01040/S106 - Valley Ward (S0091) - Land South of 81 Kilington Avenue - Duke of Northumberland 72 Settlement - 14/01687/OUT	-71,009.00	0.00	-71,009.00	TBC	
16/00467/S106 - Benton Ward (S0100) - Darsley Park, Benton - Taylor Wimpey - 15/01144/FUL	-7,571.00	0.00	-7,571.00	No	07.01.2026
16/02016/S106 - Longbenton Ward (S0105) - Land North of 1 Whitecroft Road, West Moor - Bellway - 16/01316/FUL	-2,588.00	0.00	-2,588.00	No	25.10.2023
17/01202/S106 - Chirton Ward (S0108) - Land Adjacent to Vroom Car Retail Park, Orion Way - Northumberland Estates Ltd - 17/00531/FUL	-2,857.00	0.00	-2,857.00	TBC	
14/01905/S106 (S0123) - Wallsend Community Centre 196A and 196 Vine Street - - 14/01348/FUL	-1,432.00	0.00	-1,432.00	No	22.06.2023
21/00082/S106 (S0129) - Field North of 45 Sunholme Drive, Wallsend - Persimmon Homes - 20/01047/FUL	-7,053.89	0.00	-7,053.89	No	16.12.2028
19/00262/S106 (S0124) - - -	-41,668.00	0.00	-41,668.00	No	06.09.2026
Total	-480,317.64	1,435.00	-478,882.64		

Air Quality Monitoring					
Development	Received	Spent / Draw	Balance	Committed	End Date
13/01282/S106 & 15/01941/S106 - Killingworth Ward (S0063) - Scaffold Hill - Bellway & Taylor Wimpey - 11/01600/FUL	-11,507.00	0.00	-11,507.00	TBC	
Total	-11,507.00	0.00	-11,507.00		

Public Rights of Way					
Development	Received	Spent / Draw	Balance	Committed	End Date
11/01867/S106 & 11/0786/S106 - Wallsend Ward (S0041) - SPORTS GROUND KINGS ROAD SOUTH WALLSEND - NTC & BELLWAY HOMES-ISOS - 11/01345/FUL	-20,000.00	0.00	-20,000.00	TBC	
Total	-20,000.00	0.00	-20,000.00		

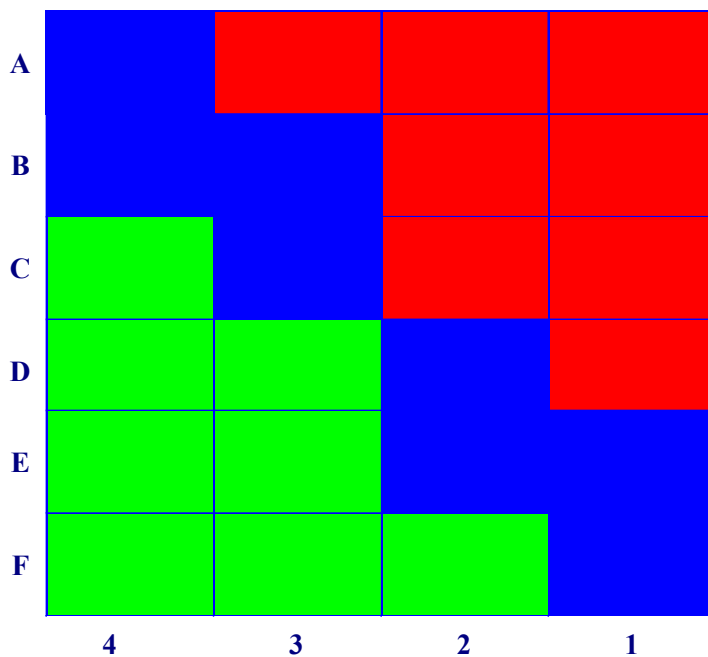
Section 106 Totals	-18,021,015.28	6,270,671.13	-11,750,344.15		
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North Tyneside Council

North Tyneside Risk Matrix



Likelihood:

- A Very high / Certain
- B Highly Likely
- C Medium / Likely
- D Low / Possible
- E Very low / Rare
- F Negligible / Almost impossible

Impact:

- 1 Major
- 2 Significant
- 3 Moderate
- 4 Minor

Red risks are to be managed down as a matter of urgency

Blue risks are to be managed down in the medium term

Green risks considered low priority but are also monitored

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Risk Scorecard

IMPACTS				
	4	3	2	1
	Minor	Moderate	Significant	Major
Financial Impact	£100K - £500K	£500k - £1M	£1M - £10M	>£10M
Service Provision	Minor service delay	Short term service delay	Service Suspended / Medium term delay	Service Suspended Long Term Statutory duties not delivered
Project	Minor delay - days	A few milestones missed	A major milestone missed	Project does not achieve objectives and misses majority of milestones
Health & Safety	Sticking Plaster / first aider	Broken bones/Illness	Loss of Life/Major illness	Major loss of life/Large scale major illness
KPI	Minor impact on KPI's	Specific Performance Issues of a few KPI's	Widespread Performance Issues on KPI's	Complete Breakdown of KPI's
Morale	Mild impact on morale	Some hostile relationship and minor non cooperation	Industrial action / Contractual Dispute	Mass staff leaving / Unable to perform contract
Reputation	No media attention / minor letters	Adverse Local media	Adverse National publicity	Remembered for years!!
Customer Satisfaction	Little or no impact	Slight Reduction	Serious Reduction	Widespread Reduction

	LIKELIHOOD – 3 to 5 year period	PROBABILITY
A	Very High / Certain	85% to 100%
B	Highly Likely	60% to 85%
C	Medium / Likely	30% to 60%
D	Low / Possible	15% to 30%
E	Very Low / Rare	5% to 15%
F	Negligible / Almost Impossible	0% to 5%

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