



North Tyneside Council

Finance Sub Committee

30 January 2023

Tuesday, 7 February 2023 in Room 0.01, Quadrant, The Silverlink North, Cobalt Business Park, North Tyneside, NE27 0BY **commencing at 6.00 pm.**

Agenda Item	Page
1. Apologies for Absence	
To receive any apologies for absence.	
2. Appointment of Substitute Members	
To be notified of the appointment of any Substitute Members.	
3. Declarations of Interest and Notification of any Dispensations Granted	
You are invited to declare any registerable and/or non-registerable interests in matters appearing on the agenda, and the nature of that interest.	
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.	
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.	
4. Minutes	5 - 8
To confirm the minutes of the meeting held on 12 December 2022.	

Members of the public are entitled to attend this meeting and receive information about it. North Tyneside Council wants to make it easier for you to get hold of the information you need. We are able to provide our documents in alternative formats including Braille, audiotape, large print and alternative languages.

Agenda Item	Page
<p>5. 2022/23 Financial Management Report to 30 November 2022</p> <p>To scrutinise the Authority’s financial management report to 30 November 2022 (reported to Cabinet on 23 January 2023) setting out the current financial position in the context of the policy priorities in the Our North Tyneside Plan, where the Authority continues to face financial pressures and its plans to address these.</p>	<p>9 - 70</p>
<p>6. Section 106 Funding - Overview and Update on Spend and Project Delivery</p> <p>To examine the receipt and spend of developer contributions received from Section 106 legal agreements as at 31 December 2022, incorporating an examination of the plans to use Section 106 funding for the improvement of parks.</p>	<p>71 - 84</p>
<p>7. 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>8. Business and Technical Partnerships - Risk Management</p> <p>To consider the risks rated as red contained within the Strategic and Operational Risk Registers of the Business and Technical Partnerships with Equans and Capita.</p>	<p>85 - 96</p>

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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Finance Sub Committee

Monday, 12 December 2022

Present: Councillor D Cox (Chair)
Councillors M Murphy, J O'Shea, B Pickard and
J Wallace

Apologies: Councillors T Neira and W Samuel

F16/22 Appointment of Substitute Members

Pursuant to the Council's Constitution the appointment of the following substitute member was reported:

Councillor John O'Shea for Councillor Tricia Neira

F17/22 Declarations of Interest and Notification of any Dispensations Granted

Councillor M Murphy declared a registerable personal interest in relation to the 2022/23 Financial Management Report because his wife was an employee in the education service of the Authority.

F18/22 Minutes

Resolved that the minutes of the previous meeting held on 4 October 2022 be confirmed and signed by the Chair.

F19/22 2022-23 Financial Management Report to 30 September 2022

The sub-committee was presented with a report which had been considered by Cabinet on 28 November 2022 relating to the financial position of the Authority as 30 September 2022 in the context of its policy priorities set out in Our North Tyneside Plan.

The Authority continued to see areas of pressure across Adults' and Children's Social Care and also significant impacts on income particularly across Sport and Leisure Services, and Catering Services. The 'cost of living crisis' was further increasing demand on the Authority's services and increasing costs, adding significant financial strain to the Authority's budgets. Consequently, it was reported that as of 30 September 2022 the Authority was facing a total pressure on its budget of £23.258m. The sub-committee examined details of various mitigations to be applied within the current financial year which together would reduce the in-year pressure to £8.800m.

The report also included details of a small forecast underspend of £0.090m in the Housing Revenue Account, details of the additional grants received by the Authority since the Budget was set, the position so far on the 2022/23 schools' budgets and schools' funding, delivery of the Authority's Investment Plan, the Collection Fund position for 2022/23 and information

on Prudential Indicators.

Members of the sub-committee asked a series of question of officers when the following issues were examined in more detail:

- a) the underlying causes of increased demand for adult social care and children's services and the Authority's medium term plans to invest in developing and remodelling services to continue to meet needs and reduce financial pressures;
- b) the extent to which the Authority's Investment Plan had been delivered on time and the likely impact of increased costs of materials on delivery of the plan. Officers confirmed that at the end of September 2022, 26% (£27m) of the plan had been delivered and this was in line with the typical annual delivery profile;
- c) the recent confirmation from the External Auditors that there were no issues with a revised approach to the Minimum Revenue Provision (MRP) calculations, how these would be factored into in-year budget monitoring and its impact on the in-year financial pressure; and
- d) the financial implications of the introduction of voter identification at future elections.

During its deliberations, the sub-committee asked for the following supplementary information to be provided to all its members:

- a) a breakdown of the financial pressures so that members may better understand the root causes of the total pressure on the budget of £23.258m;
- b) an indication of whether the Authority intends to re-instate car parking charges at Quadrant in line with its carbon net zero commitments and to reduce the £0.101m pressure on car parking income; and
- c) a more detailed explanation of the reasons why Democratic and Electoral Services were forecasting a pressure of £0.079m due to the cost of staffing the 2022 elections and canvas.

It was **agreed** that (1) the 2022/23 Financial Management Report to 30 September 2022 be noted; and

(2) all members of the sub-committee be provided with the supplementary information set out above.

F20/22 Welfare Reform - Financial Update

The sub-committee received the latest in a regular series of reports to monitor the provision of various welfare support schemes.

The Authority had received from the Department for Work and Pensions a final award of £306,562 for 2022/23 together with a top up grant of £50,000 to administer on its behalf the Discretionary Housing Payment. As at 1 October 2022, 361 claimants had received support and the committed spend had been £262,823m, leaving £93,739 unallocated.

At the end of September 2022 the Local Council Tax Support Scheme caseload stood at 16,190 people and the cost for the scheme was £16,614,109. Officers undertook to provide members of the sub-committee with supplementary information relating to the performance of the Council's partners Equans in administering the Local Council Tax Support Scheme.

There had been 2,331 applications for Local Welfare Support. All applicants had been offered screening with advice, information and signposting offered where appropriate. There

had been 1,147 crisis applications eligible for further practical support. Spend for the period in respect of immediate practical support amounted to £32,621. This was in addition to the annual grant to the Food Bank of £29,934 paid in April 2022.

In September there were 18,939 people claiming Universal Credit which was an increase against the number reported in July which had been 18,451. There were now 5,339 Council housing tenants on Universal Credit with 3,907 (73.18%) of these in rent arrears.

It was **agreed** that (1) the latest position regarding the provision of welfare support schemes be noted; and
(2) members of the sub-committee be provided with supplementary information relating to the performance of the Council's partners Equans in administering the Local Council Tax Support Scheme.

F21/22 Section 106 Legal Agreements - Overview and Update on Spend and Project Delivery

The sub-committee received the latest in a series of reports setting out details of the current balances, commitments and spend in relation to Section 106 agreements.

The Authority had the power under Section 106 of the Town and Country Planning Act 1990 to require developers to make financial contributions towards the delivery of a range of services including highways, affordable housing, sport and leisure facilities, health services and play sites where these contributions would make a development proposal acceptable in planning terms and mitigate the impact of the development on an area.

The sub-committee noted that at 30 September 2022 the Authority had received £18.822m in contributions of which £6.273m had been spent. A balance of £12.590m remained in the budget but £3.179m was committed.

The sub-committee paid particular attention to the appendix to the report which contained details of the financial contributions received from each development and provided an indication of how and when this funding would be used. Members were assured that when a scheme was not delivered before its "end date" the funding would not be lost.

Members also highlighted a number of examples of significant sums of money having been received but not yet committed or spent. It was suggested that the sub-committee invite those officers responsible for the delivery of projects to be funded from Section 106 contributions to attend future meetings to explain the reasons why these sums were not yet committed or spent. Members expressed a preference to commence this process by examining the Authority's plans to use Section 106 funding for the improvement of parks.

It was **agreed** that (1) that the current balances, commitments and spend in relation to Section 106 agreements be noted;
(2) as part of future reporting, the relevant officers responsible for the delivery of projects to be funded from Section 106 contributions be invited to attend meetings of the sub-committee to explain the reasons why financial contributions received from developers remain unspent or uncommitted;
(3) the relevant officers responsible for the delivery of projects to improve parks be invited to attend the next meeting for this purpose; and

(4) the sub-committee decide at each meeting the area of spend to be examined in more detail at its next meeting.

F22/22 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 item of business on the grounds that it involves the likely disclosure of exempt information as defined in Paragraph 3 of Part 1 of Schedule 12A to the Act.

F23/22 Business and Technical Partnerships Risks

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

It was **agreed** that (1) the Strategic and Operational Risk Registers of each partnership be noted; and
(2) officers provide members of the sub-committee with supplementary information requested during consideration of the report.

North Tyneside Council Report to Cabinet 23 January 2023

Title: 2022/23 Financial Management Report to 30 November 2022

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

PART 1

1.1 Executive Summary:

- 1.1.1 This report is the fourth monitoring report to Cabinet on the 2022/23 financial position. The intention of the report is to explain the current financial position in the context of the policy priorities in the Our North Tyneside Plan. It provides the fourth indication of the potential revenue and capital position of the Authority at 31 March 2023. The report explains where the Authority continues to face financial pressures and the plans to address these.
- 1.1.2 The 2021/22 financial year was highly complex for the Authority due to the operational response to the pandemic and, like all local authorities, North Tyneside Council is continuing to feel the legacy impact of the Covid-19 pandemic. As such, this report sets out 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, Home to School Transport and Catering Services.
- 1.1.3 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, especially in utility costs. The impact of these factors is leading to a 'cost of living crisis', further increasing demand on the Authority's services, which is adding significant financial strain to the Authority's budgets.

- 1.1.4 The Authority's finances are complex in any year given the range of services that are delivered; the picture this financial year is even more volatile given these national and global economic challenges. At a Service level, before the application of planned contingencies and central funding, the gross pressure would be £23.511m.
- 1.1.5 However, when the Authority set the balanced budget for the year at Council in February 2022, this included contingencies of £6.752m and other central funding of £1.006m (both shown within the Central Items figure in Table 1). As a result, the total forecast year-end pressure for the General Fund, shown in Table 1 reduces to £15.753m.
- 1.1.6 Table 1 includes mitigations from the revised approach to the Minimum Revenue Provision (MRP) calculations of £4.927m, which are included in Central Items. Cabinet will be aware that a change was made towards the end of the previous financial year, with the External Auditors having recently confirmed that there are no issues with this revised methodology, so these can now be factored into in-year budget monitoring.
- 1.1.7 When the Budget was set, the potential impact of some of these additional pressures were foreseen by Cabinet. A number of mitigations through the use of grants and reserves, totalling £6.700m, were set aside in the 2022-2026 Medium-Term Financial Plan to support the 2022/23 financial position. The latest forecast has been updated for a further release of provisions of £0.428m, taking the total amount of mitigations shown in Table 2 to £7.128m, which reduces the overall forecast in-year pressure to £8.625m. This is an improvement of £0.175m from the last report to Cabinet.
- 1.1.8 Finance officers are continuing to work with Cabinet, the Senior Leadership Team and other senior officers across the Authority to challenge the projected risks facing the Authority whilst continuing to deliver planned efficiencies. The potential savings from MRP, noted above, are available if required but it is expected that future actions to review activity and performance across the organisation, reducing non-essential spend and controlled vacancy management, should see the pressure reduce in the coming months.
- 1.1.9 The Mayor and Cabinet will be aware of recent increases in the Bank of England base rate, with an expectation that interest rates will continue to rise into 2023. The Authority drew down £10m of PWLB borrowing in August 2022 whilst rates were at the lower end of the interest rate curve and prior to the more recent financial markets volatility seen since September 2022. Whilst there is no immediate need to borrow, future borrowing costs may now be higher than originally forecast. This may lead to additional Capital and Treasury financing pressures in future years. 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.
- 1.1.10 In terms of the Housing Revenue Account, a small underspend of £0.090m is forecast. This position is likely to be impacted by the "cost of living crisis", especially on rent collection levels, and will be closely monitored during the year.

- 1.1.11 The report includes details of the 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.
- 1.1.12 In terms of the Investment Plan, initial 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.

1.2 Recommendations:

1.2.1 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 30 November 2022 (Annex sections 1, 2 and 3);
- (b) approves the receipt of (£1.134m) new revenue grants (as outlined in section 1.5.4 of this report);
- (c) notes the Authority's Investment Plan spend of £40.858m to 30 November 2022 and the financing of the Plan to the end of the year (Annex Section 4);
- (d) approves variations of £0.152m and reprogramming of (£10.942m) for 2022/23 within the 2022-2027 Investment Plan (Annex Section 4);
- (e) Notes the information on the Collection Fund (Annex section 6); and
- (f) Approves the write-offs of business rates identified in Table 29 of the Annex (Section 6 paragraph 6.5.1)

1.3 Forward Plan:

1.3.1 Twenty-eight days' notice of this report has been given and it first appeared on the Forward Plan that was published on 17 June 2022.

1.4 Authority Plan and Policy Framework:

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

1.5 Information:

1.5.1 Financial Position

1.5.1.1 This report is the fourth monitoring report presented to Members on the Authority's 2022/23 financial position. It provides an indication of the expected revenue and capital financial position of the Authority on 31 March 2023. The view in this report is expected to change over the coming months as the recovery to a pre-Covid-19 position continues, the impact of market conditions becomes clearer, further inflationary factors become apparent and management actions start to take effect.

1.5.1.2 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

1.5.2.1 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, which included £7.257m of savings to be achieved in year.

1.5.2.2 The Authority's finances are complex in any year given the range of services that are delivered; the picture this financial year is even more volatile given the national and global economic challenges. At a Service level, before the application of planned contingencies and central funding, the gross pressure would be £23.511m. However, the budget for the year included contingencies of £6.752m and other central funding of £1.006m (both shown within the Central Items figure in Table 1). As a result, the total forecast year-end pressure for the General Fund, shown in Table 1 reduces to £15.753m. Table 1 below sets out the initial variation summary across the General Fund, with a detailed commentary of variances included in Annex 1.

1.5.2.3 Included within the position for Central Items is £6.752m of contingencies. Whilst held in Central Items, its use is identified as: £3.116m to offset the pressures in Children's Social Care; £1.301m is supporting the under achievement of savings targets; and £2.325m to support the inflationary pressures being faced by the Authority. In September's report, a £0.316m saving was included reflecting the part year reversal of the national insurance increase along with a £4.927m of Minimum Revenue Provision (MRP) savings following the conclusion of External Audit work into the methodology change; these items remain in the forecasts. In 2021/22 these savings were set aside in a new MRP reserve, which remains on the balance sheet, but it is likely that the in-year saving will be required to support the bottom-line position in 2022/23, so is currently included in the forecast position. This gives a total underspend for Central Items of £13.002m.

1.5.2.4 Table 2 adds further detail to the information in Table 1. The top half of table 2 breaks down the forecast £15.753m pressure into the main factors of covid legacy, utility, other inflation and other pressures. The covid pressures of £8.021m arise primarily from fees and charges income not yet returning to pre-pandemic levels and additional fixed term staff employed to cover increased demand or to enable front-line service provision to continue.

1.5.2.5 The lower half of Table 2 includes details of funding set aside to support known pressures. As part of the 2022-2026 Medium-Term Financial Plan (MTFP) agreed by full Council in February, £2.200m was set aside from the Change Reserve to support additional pressures in Home to School Transport (£0.400m), 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). The £0.400m relating to Home to School Transport has now been allocated to Commissioning & Asset Management and is reflected in the services projected position, with the remaining £1.800m supporting the overall corporate pressure, in Table 2.

- 1.5.2.6 In addition £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. The £0.350m relating to Home to School Transport has now been allocated to Commissioning & Asset Management and is reflected in the services projected position, leaving £1.650m to support the overall corporate pressure in Table 2.
- 1.5.2.7 Within the 2022-2026 MTFP, £0.150m was identified as planned use of the Insurance Reserve to support additional Repairs and Maintenance costs. The use of this funding has been included in Table 2.
- 1.5.2.8 Table 2 includes a further £1.300m of contingencies that has not been applied to specific service areas/central items, so can support the overall corporate position.
- 1.5.2.9 Following the on-going review of provisions, the Authority has been able to release a provision of £0.300m relating to Special Guardianship Order costs, reported previously, along with a further £0.428m included in this report, giving an underspend of £0.728 in total.
- 1.5.2.10 £1.925m of funding previously reported in July has now been allocated to help cover the cost of the Pay Award, which is now approved at £1,925 for every full-time equivalent employee. Despite this additional allocation, the cost of the pay award is higher than the funding set aside and is reflected in the overall forecast for the year, which is reflected in individual service areas in the top part of Table 2.
- 1.5.2.11 The Authority carried forward £2.962m of Covid-19 related central Government grants from 2021/22. Of this £1.462m has been committed and is reflected in the £15.753m position reported in Table 1. The remaining balance of £1.500m is available to support on-going Covid-19 legacy pressures and is reflected in the revised position shown in Table 2.
- 1.5.2.12 Taking all of the above into account, the result is a forecast year-end pressure of £8.625m, which is an improvement of £0.175m since the previous Cabinet report.
- 1.5.2.13 The main service areas facing forecast overspends are those most exposed to the new, emerging pressures, which are impacting on top of the residual covid-impacts. Environment, which includes Sports and Leisure activities, is experiencing income shortfalls from fees and charges, which continue to be at lower than pre-pandemic levels. That Directorate is significantly affected by energy costs, given it includes streetlighting, leisure centres and customer first centres which are all energy intensive activities. In addition, higher inflation rates are significantly impacting on the waste management contract.
- 1.5.2.14 Children's and Adults' Services are forecasting significant pressures, as the impact of Covid-19 has seen the need to increase staffing levels to manage increases in both the complexity and volume of demand for services. This is also resulting in increased payments to external providers. This is not unique to North Tyneside and is being seen across the region and nationally.
- 1.5.2.15 Commissioning & Asset Management is forecasting overspends in catering supplies and the cost of Home to School Transport, with the cost of supplies and fuel rising rapidly in this period of high inflation.

- 1.5.2.16 The Resources Directorate is experiencing overspends in Legal Services, associated with the level of locum solicitors dealing with a combination of increased demand and job vacancies, as well as the impact of the recovery of benefit overpayments in the Revenues and Benefits Service.
- 1.5.2.17 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 as well as challenging and reviewing the current projected risks the authority is facing in a number of key areas:
- Children's Services – demand and cost assumptions;
 - High needs/SEND pressures;
 - Adults Social Care – demand and cost assumptions;
 - Unachieved savings targets;
 - Commissioning & Asset Management – Impact of schools' service level agreement reductions;
 - Law & Governance Structure – use of locums; and
 - Revenues & Benefits position – review of the level of benefits overpayments and subsequent recovery.
- 1.5.2.18 The aim of this work will be to ensure actions are in place to bring 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. Should any balance remain at year-end then this would need to be supported from the Strategic Reserve, significantly reducing the level of un-ringfenced reserves the Authority has available.

1.5.2.19 Table: 1 2022/23 General Fund Revenue Forecast Outturn as at 30 November 2022

Services	Budget	Forecast Nov	Variance Nov	Variance Sept	Change since Sept
	£m	£m	£m	£m	£m
Adults Services	56.120	61.353	5.233	5.588	(0.355)
Children's Services	21.363	34.840	13.477	13.154	0.323
Public Health	2.198	2.198	0.000	0.000	0.000
Commissioning & Asset Management	6.666	12.467	5.801	5.100	0.701
Environment	37.197	38.751	1.554	1.667	(0.113)
Regeneration & Economic Development	10.791	11.073	0.282	0.378	(0.096)
Corporate Strategy	0.691	1.191	0.500	0.462	0.038
Chief Executive Office	(0.076)	(0.103)	(0.027)	0.000	(0.027)
Resources	3.365	4.950	1.585	1.785	(0.200)
General Fund Housing	1.360	1.710	0.350	0.350	0.000
Central Items	3.656	(9.346)	(13.002)	(12.984)	(0.018)
Support Services	20.181	20.181	0.000	0.000	0.000
Total Authority	163.512	179.265	15.753	15.500	0.253

1.5.2.20 Table: 2 2022/23 Adjusted General Fund Revenue Forecast Outturn Position as at 30 November 2022

	Covid Legacy £m	Utility Inflation Pressures £m	Other Inflation Pressures £m	Other Pressures £m	Total £m	Sept £m	Change £m
Adults Services	4.300	0.279	2.324	(1.670)	5.233	5.588	(0.355)
Children's Services	2.361	0.328	1.086	9.702	13.477	13.154	0.323
Public Health	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Commissioning and Asset Management	0.824	0.444	2.899	1.634	5.801	5.100	0.701
Environment	0.536	2.643	0.116	(1.741)	1.554	1.667	(0.113)
Regeneration and Economic Development	0.000	0.013	0.000	0.269	0.282	0.378	(0.096)
Corporate Strategy	0.000	0.000	0.011	0.489	0.500	0.462	0.038
Resources and Chief Executive	0.000	0.000	0.000	1.558	1.558	1.785	(0.227)
General Fund Housing	0.000	0.000	0.039	0.311	0.350	0.350	0.000
Central Items	0.000	(1.480)	(4.927)	(6.595)	(13.002)	(12.984)	(0.018)
Grand Total	8.021	2.227	1.548	3.957	15.753	15.500	0.253
Planned use of Change Reserve	0.000	(0.477)	(1.323)	0.000	(1.800)	(1.800)	0.000
Planned use of Covid-19 Reserve	(1.650)	0.000	0.000	0.000	(1.650)	(1.650)	0.000
Planned use of Insurance Reserve	0.000	(0.150)	0.000	0.000	(0.150)	(0.150)	0.000
Planned use of Contingencies	0.000	(1.300)	0.000	0.000	(1.300)	(1.300)	0.000
Planned release of Provision	0.000	(0.300)	(0.225)	(0.203)	(0.728)	(0.300)	(0.428)
Planned use of Covid-19 Grants	(1.500)	0.000	0.000	0.000	(1.500)	(1.500)	(0.000)
Total	(3.150)	(2.227)	(1.548)	(0.203)	(7.128)	(6.700)	(0.428)
Revised Pressure	4.871	0.000	0.000	3.754	8.625	8.800	(0.175)

1.5.3 Delivery of Budget Savings Proposals

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

1.5.3.2 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, with more detail included in the regular reports on this topic to Overview Scrutiny and Policy Development Committee.

1.5.3.3 The new savings of £4.720m are combined with £2.537m of brought forward targets that still required a permanent solution from previous years, meaning the overall target to achieve in 2022/23 is £7.257m. These savings are factored into Tables 1 and 2 above, but are shown separately in this section for transparency.

1.5.3.4 **Table 3 – Efficiency Savings Programme 2022/23**

Service	B/F Balances	2022/23 Business Cases	2022/23 Target	Projected Delivery	In Year Actions	Yet to be achieved
	£m	£m	£m	£m	£m	£m
Adults	0.000	0.950	0.950	0.950	0.000	0.000
Children's	2.373	0.850	3.223	0.025	0.398	2.800
Environment	0.000	0.520	0.520	0.520	0.000	0.000
C&AM	0.164	0.582	0.746	0.068	0.176	0.502
Resources	0.000	1.563	1.563	1.563	0.000	0.000
Central	0.000	0.255	0.255	0.255	0.000	0.000
TOTAL	2.537	4.720	7.257	3.381	0.574	3.302

1.5.3.5 Adults Services are projecting to achieve the full £0.950m target. Within the CYPL pressure of £13.477m reported earlier, £2.800m relates to the non-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 these CYPL savings to remain unachieved in 2022/23.

1.5.3.6 Within Commissioning & Asset Management, £0.400m of cross-cutting 2022/23 savings are held with £0.036m projected to be achieved and £0.026m of the Procurement saving projected to be achieved to date by in year actions, with work on-going across the Authority to achieve the balance by the year end. The unachieved savings are included in the forecast pressure in Table 1.

1.5.3.7 All savings in the other service areas are forecasted to be achieved.

1.5.4 New Revenue Grants

1.5.4.1 The following revenue grants have been received during October and November 2022.

1.5.4.2 Table 4 – Revenue Grants Received October and November 2022/23

Service	Grant Provider	Grant	Purpose	2022/23 value £m
Resources	Department for Work and Pensions	LA Data Sharing Programme: Payment for IT costs - NEC Las	To share more data across the public sector to improve opportunities for disadvantaged people, reduce crime and prevent fraud, reduce burdens on business and implement more effective and targeted policy.	0.003
Environment	Northumbria Police & Crime Commissioner	Wintertime Violence Reduction	To support local organisations in communities across Northumbria who provide locally-designed support for vulnerable people, diversionary activities or who seek to turn things around and improve their local neighbourhood through directly reducing and combatting the impact of crime and Anti Social Behaviour	0.02
Commissioning and Asset Management	European Social Fund (via DWP)	Building Steps for Young People to a Brighter Future	To support residents aged 18 - 29 and over along a journey into employment / self-employment.	0.075
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.	0.094
Children's	Ministry of Justice	Turnaround Programme Grant	This Grant is for the Turnaround Programme which is a voluntary youth early intervention programme led by the Authority. The Programme is a three-year programme which aims to improve outcomes and prevent offending for children who are on the cusp of the youth justice system and who do not meet the threshold for statutory support.	0.047
Children's	National Development Team for Inclusion	Supported Internships Grant	This grant is to support all Local Authorities to access, establish and/or develop SEND employment forums to improve the provision of Supported Internships across the country.	0.01

Service	Grant Provider	Grant	Purpose	2022/23 value £m
Adults'	Department for Health & Social Care	ASC Discharge Funding	The Fund can be used flexibly on the interventions that best enable the discharge of patients from hospital to the most appropriate location for their ongoing care. Funding can also be used to boost general adult social care workforce capacity, through staff recruitment and retention, where that will contribute to reducing delayed discharges.	0.859
Regeneration and Economic Development	North of Tyne Combined Authority	Northern Powerhouse Key Account Management	To deliver the Key Account Management Programme.	0.026
Total				1.134

1.5.5 School Funding

- 1.5.5.1 Schools are required to submit their rolling three-year budget plan by 31 May each year and as reported previously the total planned in-year deficit for 2022/23 is £5.533m. 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.
- 1.5.5.2 Finance officers are working with schools to produce an update on 2022/23 school finances position which will be presented to Cabinet in the next finance report.
- 1.5.5.3 Cabinet will recall that the High Needs Block ended 2021/22 with a pressure of £13.511m. The forecast of the Budget position for 2022/23 indicates an anticipated in-year pressure of £4.416m reflecting continued demand for special school places, producing a cumulative deficit balance of £17.927m.

1.5.6 Housing Revenue Account (HRA)

- 1.5.6.1 The HRA is forecast to have year-end balances at 31 March 2023 of £0.281m. These balances are £0.090m lower than budget which was set at £0.371m.
- 1.5.6.2 Universal Credit was fully implemented across North Tyneside on 2 May 2018. As of the end of November 2022, 4,049 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

- 1.5.7.1 The approved 2022-2027 Investment Plan totals £331.281m (£103.523m in 2022/23) and is detailed in table 20 of the Annex. The Annex to this report also sets out in Section 4 delivery progress to date, planned delivery for 2022/23, reprogramming and other variations identified through the Investment Programme Governance process.

1.5.7.2 An officer led review of the Investment Plan has resulted in proposals for variations of £0.152m and reprogramming of (£10.942m) of which more details are set out in Section 4 of the Annex to this report. The revised Investment Plan stands at £92.733m for 2022/23 and to the end of November 2022 spend of £40.858m had been incurred which represents 44.06% of the revised plan.

1.5.7.3 The Investment Plan continues to face significant inflationary pressure and Senior Officers within the Authority have undertaken a review of the expected financial impact on approved schemes with the relevant project managers. The review has confirmed that for the majority of schemes there has been an ability to re-profile planned works to future years given supply issues and rising costs. However, in some cases it is proposed to utilise the Authority's contingency allocation within the Investment Plan in order to maintain delivery plans. The use of the contingency is managed as part of the Investment Programme Board governance arrangements. The corporate risk register includes risks for such inflationary pressures to the investment plan and the position is monitored on an ongoing basis.

1.5.8 Performance against Council Plan

1.5.8.1 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.

1.5.8.2 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.

1.5.8.3 An update report on the progress of delivering the 2021-2025 Our North Tyneside Plan was taken to Cabinet in September 2022.

1.6 **Decision Options:**

1.6.1 The following decision options are available for consideration by Cabinet:

1.6.2 Option 1

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

1.6.3 Options 2

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

1.7 Reasons for Recommended Option:

1.7.1 Option 1 is recommended for the following reasons:

1.7.2 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 30 November 2022
Appendix 1: Investment Plan Summary

1.9 Contact Officers:

Jon Ritchie – 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
Jane Cross – Corporate Finance and General Fund matters
David Mason – Investment Plan matters - Tel. (0191) 643 5747
Darrell Campbell – Housing Revenue Account matters – Tel. (0191) 643 7052

1.10 Background Information:

1.10.1 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%20Development%20Committee%20Jan%202022.pdf> (Agenda reports pack 17th February 2022 – Appendix I)

PART 2 – COMPLIANCE WITH PRINCIPLES OF DECISION MAKING

2.1 Finance and Other Resources

- 2.1.1 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 7 February 2023.

2.2 Legal

- 2.2.1 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

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

2.5 Equalities and Diversity

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

2.6 Risk Management

- 2.6.1 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

- 2.7.1 There are no crime and disorder implications directly arising from this report.

2.8 Environment and Sustainability

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

PART 3 - SIGN OFF

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

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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 forecast position for 2022/23, with the forecast being prepared on a prudent basis to give sight of the overall challenges at this stage in the financial year. 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 Adults Services

1.2.1 Adults Services is showing a forecast variance of £5.233m against its £56.120m net controllable expenditure budget.

1.2.2 Table 1: Forecast Variation for Adults Services at November 2022

	Budget	Forecast Nov	Variance Nov	Variance Sept	Change since Sept
	£m	£m	£m	£m	£m
Central, Strategy and Transformation	1.180	1.116	(0.064)	(0.002)	(0.062)
Social Work and Associated Activity	7.384	7.243	(0.141)	0.121	(0.262)
Integrated Services	3.171	1.826	(1.346)	(1.251)	(0.095)
Business Assurance	0.304	0.319	0.015	0.016	(0.001)
Sub-total Operations	12.039	10.504	(1.535)	(1.116)	(0.419)
Commissioned Services – Wellbeing and Assessment	12.870	16.491	3.621	3.952	(0.331)
Commissioned Services – Learning Disability	26.864	28.355	1.491	1.198	0.293
Commissioned Services – Mental Health	3.607	5.817	2.210	2.108	0.102
Commissioned Services - Other	0.740	0.186	(0.554)	(0.554)	(0.000)
Sub-total – Commissioned Services	44.081	50.849	6.768	6.704	0.064
Total Adult Services	56.120	61.353	5.233	5.588	(0.355)

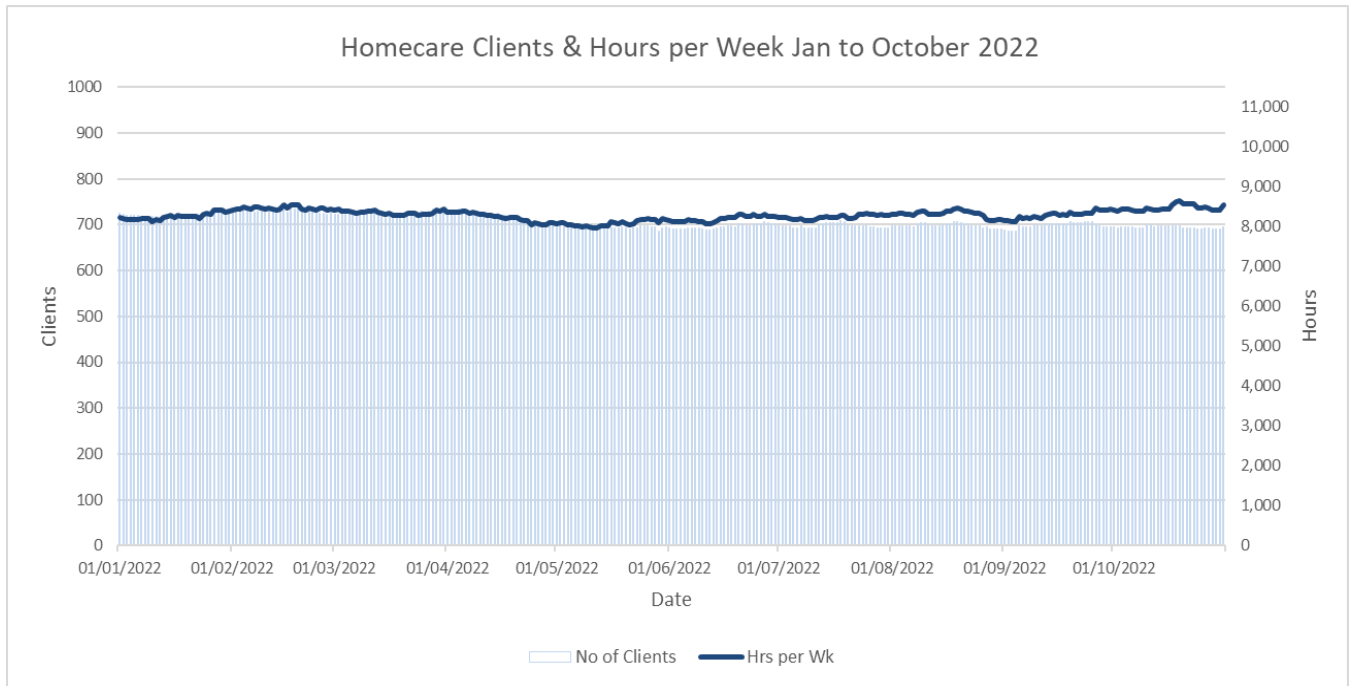
Main budget pressures across Adults Services

1.2.3 Adults Services 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. Support includes new packages required to be put in

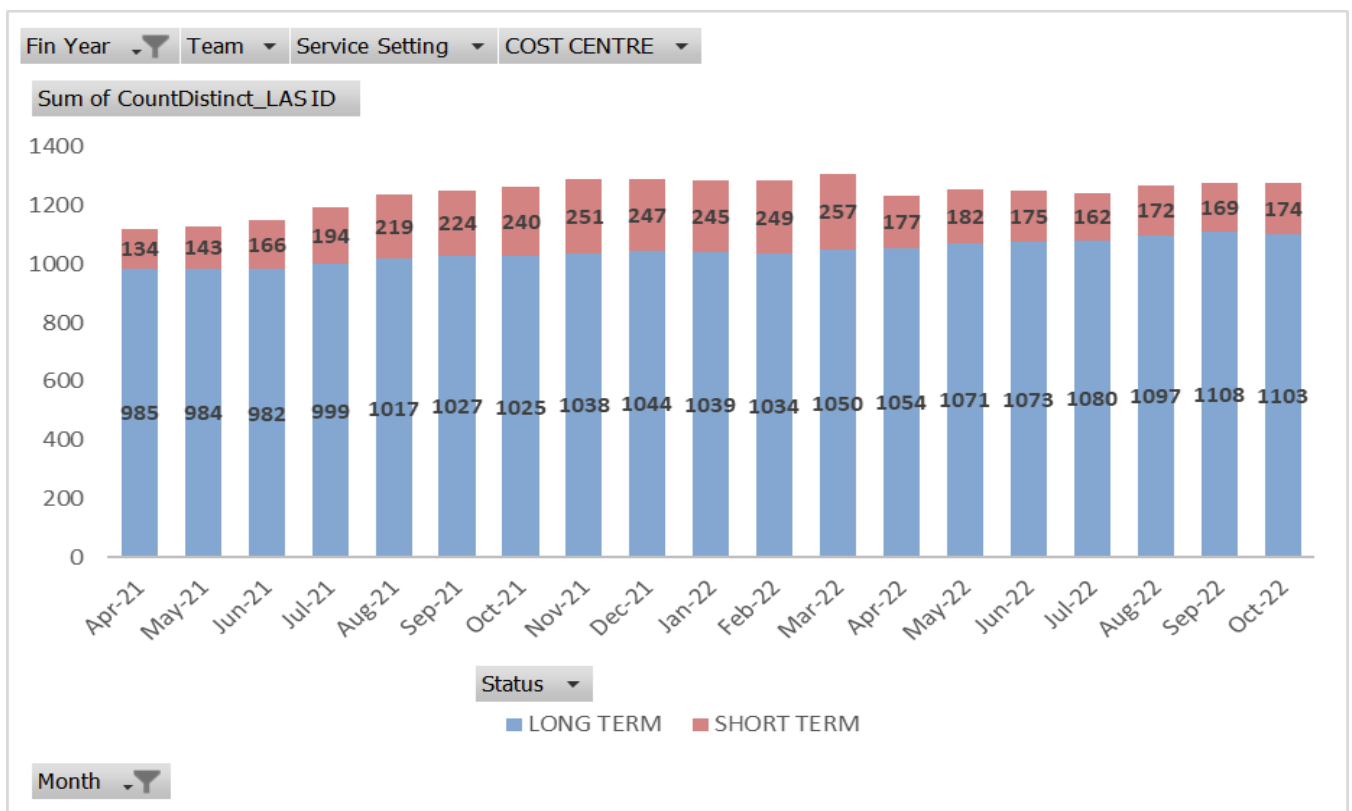
place on discharge from hospital as well as those to prevent hospital admission. Work is also ongoing to support social care providers to maintain their vital services.

- 1.2.4 Adults Services 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. The 2022/23 fee uplift (including an additional in-year temporary uplift) was agreed with providers, but dialogue will continue to be informed by the national cost of care exercise.
- 1.2.5 The analysis of sub service areas is reported to show the split between the operational aspects of the service and the externally commissioned care costs.
- 1.2.6 Forecast costs associated with the operational management of the service are showing an underspend of £1.535m. This position represents an improvement of £0.419m from the previously reported position and is due to a continued increase in vacant posts because of the difficulty in recruitment and retention of staff. There has also been a review of vacancy forecasting and other non-pay related staffing costs.
- 1.2.7 Commissioned Services are reporting a pressure of £6.768m, an increase of £0.064m on the previous reported pressure, mainly due to the ongoing legacy of Covid £4.300m, significant levels of inflationary pressures being experienced by external providers estimated at £2.324m and other pressures of £0.145m. There has however, been an increase in Adult Social Care Discharge Funding received to help offset some of these pressures.
- 1.2.8 £500m Adult Social Care Discharge Funding was announced by the Department of Health and Social Care (DHSC) as part of the Autumn Statement. 40% of this funding will be allocated directly to local authorities with North Tyneside receiving £0.859m. This will partly fund additional beds to support hospital discharges £0.235m with the balance allocated to support additional winter pressures over the coming months.
- 1.2.9 60% of the funding was allocated directly to the Integrated Care System (ICS) and Adult Services are working with ICS colleagues on the most efficient use of this funding to further support the care system over the coming months.
- 1.2.10 There continues to be pressure around funding from the NHS for clients with shared care and mental health resettlement needs; negotiations continue around ensuring funding contributions from the NHS for clients with these health needs and will continue on an equitable basis.
- 1.2.11 Whilst the pressure within Adult Services continues, there has been on-going work around maximising resources and reducing costs. 2022/23 savings targets were achieved with additional Extra Care placements being utilised and reablement flats helping with the transition from hospital, allowing more clients to receive community-based care.

1.2.12 Chart 1: Number of Clients and Total Hours purchased for Homecare



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



1.3 Children's Services

1.3.1 Children's Services is showing a forecast variance of £13.477m against its £21.363m net controllable expenditure budget after a transfer of £0.127m to Public Health. This forecast position excludes the application of contingency budgets £3.116m, set aside in Central Items for pressures in Children's Services. The Children's Services, Corporate Parenting & Placements budget has increased by £0.426m since the Sept position.

1.3.2 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.

1.3.3 **Table 2: Forecast Variation for Children's Services at November 2022**

	Budget	Forecast	Variance	Variance	Change
	£m	Nov	Nov	Sept	since
	£m	£m	£m	£m	Sept
					£m
Corporate Parenting & Placements	16.051	27.021	10.970	10.544	0.426
RHELAC Service	0.010	0.010	0.000	0.000	0.000
Child Protection, Independent Assurance and Review	0.594	0.596	0.002	0.018	(0.016)
Early Help & Vulnerable Families	1.664	1.566	(0.098)	(0.109)	0.011
Employment & Skills	0.632	0.586	(0.046)	(0.043)	(0.003)
Integrated Disability & Additional Needs Service	2.219	4.801	2.582	2.654	(0.073)
School Improvement	0.360	0.428	0.068	0.090	(0.022)
Regional Adoption Agency	(0.168)	(0.168)	0.000	0.000	0.000
Total Children's Services	21.363	34.840	13.477	13.154	0.323

Main budget pressures across Children's Services

1.3.4 Children's Services continues to manage a complex budget and is required to deal with a combination of funding arrangements, pressures, and national policy changes. The £13.477m forecast pressure relates mainly to demand pressures of £10.970m in Corporate Parenting and Placements and £2.582m in Integrated Disability and Additional Needs. There is also a forecast pressure of £0.068m in School Improvement.

- 1.3.5 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 £10.361m. The ongoing impact of rising demand impacted by Covid and the cost-of-living crisis has led to additional challenges in delivering savings targets and there are £2.800m of savings targets yet to be delivered.
- 1.3.0 The main factor behind the overall forecast position 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 and recruitment costs and a pressure resulting from savings targets not yet achieved.
- 1.3.1 The increased pressure of £0.323m since the Sept position is a result of 2 new and 1 extended external residential care placements, £0.373m and in-year fee increases £0.068m both offset by reductions due to other placements ending.

1.3.2 **Table 3: Forecast Variation for Children’s Services Split between Operational & Commissioned Care Costs**

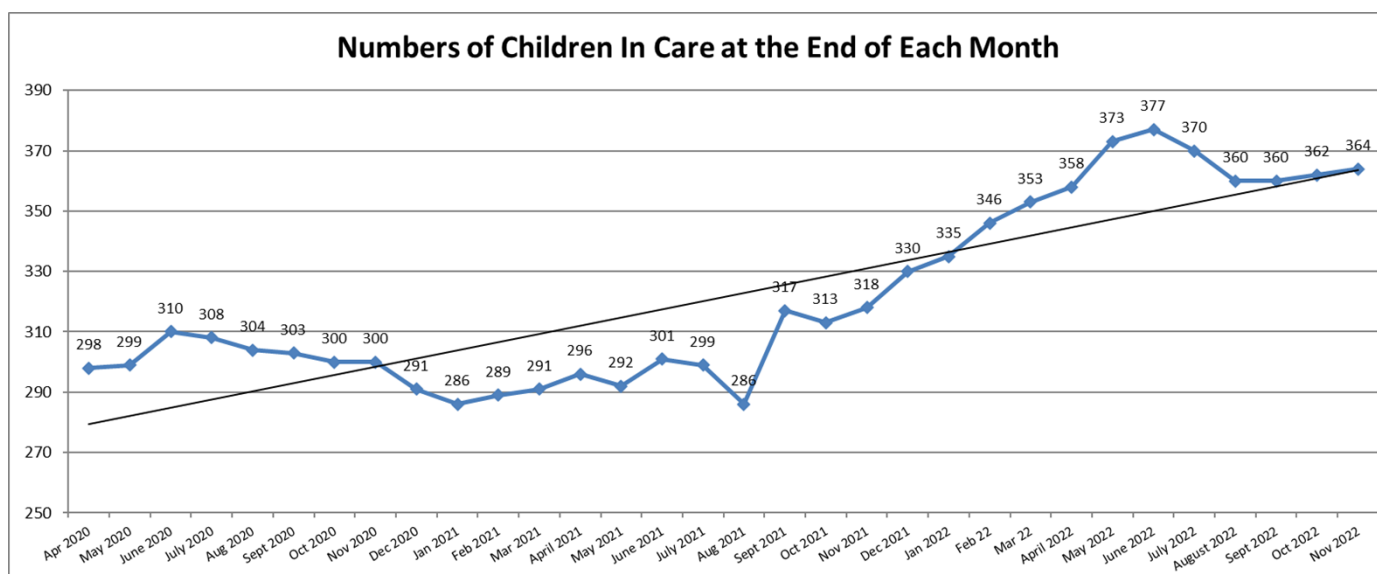
	Budget	Forecast Nov	Variance Nov	Variance Sept	Change since Sept
	£m	£m	£m	£m	£m
Externally Commissioned Services	3.480	9.159	5.679	5.585	0.094
In-house Service Provision	9.523	13.545	4.022	3.867	0.155
Staffing & Operations	8.528	12.304	3.776	3.702	0.074
Regional Adoption Agency	(0.168)	(0.168)	0.000	0.000	0.000
Total Children’s Services	21.363	34.84	13.477	13.154	0.323

- 1.3.3 The Children’s Services system is established to meet the statutory needs of approximately 1,400 children. However, the service is currently dealing with more than 1,700 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.
- 1.3.4 In November 2022, the children in care numbers have increased to 364, but below the high of 377 in May 2022. However, numbers are still significantly above the levels seen in previous financial years. The increase in demand is largely due to the impact of additional stress on family relationships during Covid lockdown restrictions leading to increase in parental mental health issues and domestic abuse but is exacerbated when combined with financial stressors caused by the cost-of-living crisis.

1.3.5 Current numbers include 25 UASC, an increase of 2 since the September position, which the Authority is mandated to take. The net cost to the Authority, after applying the UASC grant funding, is forecast to be a pressure of £0.226m.

1.3.6 The overall 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.

1.3.7 Chart 3: Children in Care at the End of Each Month



Corporate Parenting and Placements

1.3.8 Table 4: Analysis of Pressures in Corporate Parenting and Placements

Type of Service	Budget £m	Forecast Nov £m	Variance Nov £m	Variance Sept £m	Change since Sept £m
Care provision – children in care	8.995	16.150	7.155	6.958	0.197
Care provision – other children	3.957	4.658	0.701	0.654	0.047
Management & Legal Fees	(1.442)	0.338	1.780	1.476	0.304
Social Work	4.494	5.824	1.330	1.452	(0.122)
Safeguarding Operations	0.047	0.051	0.004	0.004	0.000
Total	16.051	27.021	10.970	10.544	0.426

1.3.9 The forecast has been developed based on the children in care as at the end of November 2022. As set out in paragraph 1.3.10, the number in care at the end of November was higher than the average of 315 during 2021/22 resulting in the forecast for the total number of care nights also being higher for 2022/23 at 111,030 nights compared to the total number of care nights delivered in 2021/22 which was 108,745.

1.3.10 **Table 5: Forecast cost, forecast variance, average placement cost and placement mix**

Placement Type	2022/23 Nov Variance £m	Average Annual Placement cost £m	2022/23 Forecast Bed Nights	2021/22 Outturn Bed Nights	Place-ment Mix	No. of children Nov 22	No. of children Sept 22
External Residential Care	2.792	0.254	9,375	8,163	10.2%	37	31
External Fostering	0.379	0.041	10,220	12,068	7.7%	28	26
In-House Fostering Service	0.897	0.024	79,248	68,812	57.1%	208	215
External Supported Accommodation	1.459	0.104	8,106	6,170	9.1%	33	32
In-House Residential Care	1.629	0.208	4,081	**	3.8%	14	17
Other*	0.000	**	**	13,532	12.1%	44	39
Total	7.155		111,030	108,745	100%	364	360

*Other includes Placed for Adoption, Placed with Parents/Parental Responsibility.

** The table has been updated to split out In-House residential Care – therefore no previous years comparison available.

1.3.11 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

1.3.12 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 starting to be agreed within 2022/23 because of the rising cost of living. Children’s Services have 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.

1.3.13 A block arrangement of 4 residential placements started from 1 August 2022 and to date 3 children have been successfully placed which has resulted in cost avoidance compared to other external residential placements of £0.084m. A fourth child has been identified and after the initial transition period will see full year effect cost avoidance of up to £0.300m.

Care Provision – Children not in care

- 1.3.14 The pressure of £0.701m 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.

Management and Legal Fees

- 1.3.15 This area has a forecast pressure of £1.780m. The pressure within this area is due to savings targets of £1.468m which are yet to be achieved, the increase seen in November is due to increased legal fees. 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

- 1.3.16 Within the overall pressure of £10.970m for Corporate Parenting and Placements, there are social work-related pressures of £1.330m. 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 forecast to be above budget level. Cabinet is aware of the 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).

Other Service Areas

- 1.3.17 Integrated Disability & Additional Needs Service is forecasting a pressure of £2.581m, net of an over achievement of £0.370m 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 1,102 in January 2018 to 2,133 in November 2022.
- 1.3.18 Within this service area the main pressures relate to operational staffing costs within in-house residential services and in Educational Psychology relating to an increase in non-chargeable statutory work associated with increased levels of EHCPs for children with additional needs.
- 1.3.19 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.
- 1.3.20 The School Improvement Service is showing a forecast pressure of £0.068m driven by staffing and energy inflation.

1.3.21 These have been partly mitigated by utilising (£0.350m) of grant funding brought forward from 21/22. 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.

1.4 Public Health

1.4.0 Public Health is forecasted to outturn on budget, which is the same as the last Cabinet report in September.

1.4.1 **Table 6: Public Health Forecast Variation**

	Budget	Forecast	Variance	Variance	Change
	£m	Nov	Nov	Sept	since
	£m	£m	£m	£m	Sept
					£m
Public Health Ring Fenced Grant	0.034	0.034	0.000	0.000	0.000
0-19 Children's Public Health Service*	0.273	0.273	0.000	0.000	0.000
Community Safety	0.349	0.349	0.000	0.000	0.000
Public Protection	1.542	1.542	0.000	0.000	0.000
GRAND TOTAL	2.198	2.198	0.000	0.000	0.000

* the 0-19 Children's Public Health Service forms part of the Public Health Ring Fenced Grant

1.4.2 The return of the Public Protection service to the Authority's management, will have no impact and for 2022/23 will be balanced, using central funding if required. This includes any pressures in Taxi Licensing, market supplement payments and any other miscellaneous costs incurred, as a result of bringing the service back in-house.

1.4.3 0-19 Children's Public Health Services and are funded by the Public Health Ring-Fenced Grant and any balances are carried forward and have no impact on the General Fund.

1.5 Commissioning and Asset Management

1.5.1 Commissioning and Asset Management (C&AM) is showing a pressure of £5.801m as set out in Table 7, an increase of £0.701m since the September Cabinet report.

1.5.2 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.

1.5.3 Table 7: Commissioning and Asset Management (C&AM) Forecast Variation

	Budget	Forecast	Variance	Variance	Change
	£m	Nov	Nov	Sept	since Sept
	£m	£m	£m	£m	£m
School Funding & Statutory Staff Costs	5.561	5.452	(0.109)	(0.100)	(0.009)
Commissioning Service	0.439	0.471	0.032	0.026	0.006
Facilities & Fair Access	0.410	5.554	5.144	4.278	0.866
Community & Voluntary Sector Liaison	0.368	0.368	0.000	0.000	0.000
Strategic Property & Investment	0.814	1.359	0.545	0.726	(0.181)
Property	(0.979)	(0.979)	0.000	0.000	0.000
Commissioning & Asset Management & Support	0.165	0.169	0.004	0.004	0.000
Procurement	(0.112)	0.073	0.185	0.166	0.019
GRAND TOTAL	6.666	12.467	5.801	5.100	0.701

1.5.4 The main 'business as usual' budget issues relate to Facilities and Fair Access which is showing a forecast pressure of £5.144m (September forecast pressure of £4.278m). The Home to School Transport position is showing a pressure of £2.075m due to an increase in the number of routes and other costs for the academic year 2022/23 for children with complex needs £0.652m, an unidentified savings target of £0.064m and inflationary pressures of £1.359m. 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 875 in September 2022 as shown in the performance data. Work is continuing on route rationalisation using the new QRout system as well as looking at new options about transport delivery.

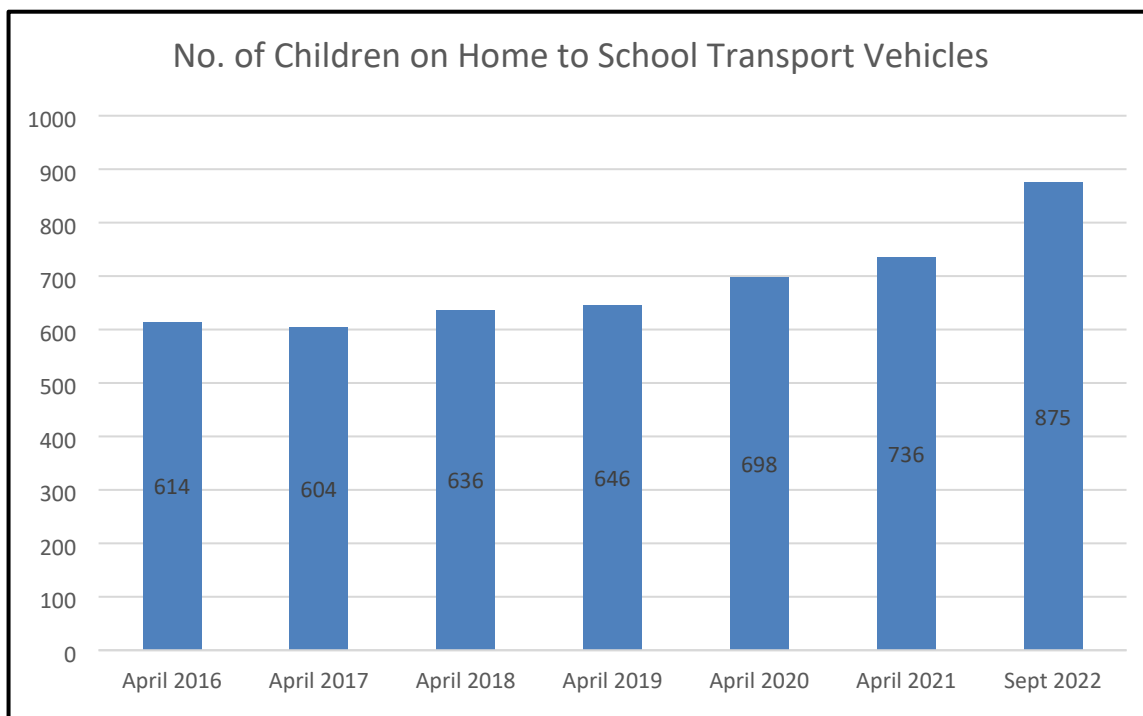
1.5.5 There is a pressure on the catering service of £2.992m due to paid school meals and other catering income not forecast to return to pre Covid levels £0.723m and inflationary pressures of £1.470m. There are pressures on wages of £0.316m and current and previous years paid school meals and SLA income target savings will not now be achievable in their original planned way, due to the number of schools that have left the SLA adding £0.164m to the pressure. The service is currently reviewing all costs associated with SLA provision to mitigate the loss of income. The management & central establishment element of the catering SLA cannot now be recovered from the schools that have left the SLA adding a further £0.319m to the position.

1.5.6 Cleaning has a pressure of £0.137m which results from inflationary pressures of £0.070m and sickness/maternity cover of £0.061m which are partially offset by

additional income (£0.006m). There are also salary savings on the Access Service of (£0.060m).

- 1.5.7 There is a pressure on Strategic Property and Investment of £0.545m and relate to energy charges £0.444m, of which £0.398m relates to the Killingworth site. The service has, and continues to, undertake several initiatives to minimise energy consumption and costs at the Killingworth site by the decommissioning of Block C and solar panel installations. There are pressures on the Procurement service of £0.185m due to a cross-cutting savings target of £0.174m and other operational pressures £0.061m, which is partially offset by additional income of (£0.050m) from a one off KPI failure in the Technical Partnership. There are commissioning and asset management pressures of £0.004m and commissioning service operational pressures of £0.032m. These are partially offset by savings on teachers early/ill health retirement costs of (£0.109m).
- 1.5.8 There are pressures on car parking income of £0.101m in relation to charges at Quadrant being removed and a corporate sustainability savings target of £0.100m. These are partially offset by other operational savings of (£0.100m).
- 1.5.9 The main movements from September 2022 are in Home to School Transport due to an increase in the number of routes and other costs for academic year 2022/23 for children with complex needs £0.552m and inflation of £0.293m which is partially offset by reductions in forecast home to school transport personal budget payments (£0.040m), partial identification of annual savings target (£0.036m) and a reduction in special provision costs (£0.038m). 80.9% of this movement relates to special schools. There is also an increase in the catering forecast pressure £0.092m due to the increasing effect of inflation £0.201m which is partially offset by an increase in forecast income (£0.030m) and reduction in the wages forecast (£0.079m). There is a reduction in the Strategic Property & Investment forecast due to a reduction in forecast energy costs due to revised forecasts from NEPO (£0.152m), a reduction in NNDR forecast cost at Killingworth Site due to a rebate (£0.018m) and salary savings (£0.011m).

1.5.10 **Chart 4: Increase in Numbers of Children Accessing Home to School Transport**



1.6 Environment

1.6.1 Environment is forecasting a pressure of £1.554m against the £37.197m budget, as set out in Table 8 below, a decrease of £0.113m since the September report.

1.6.2 The main cause of the pressure is increased energy costs, though Sports & Leisure income is still to recover back to pre-pandemic levels.

1.6.3 Table 8: Forecast Variation in Environment

Service Areas	Budget £m	Forecast Nov £m	Variance Nov £m	Variance Sept £m	Change since Sept £m
Fleet Management	0.991	0.941	(0.050)	0.000	(0.050)
Head of Service Environment & Leisure	0.139	0.103	(0.036)	(0.033)	(0.003)
Local Environmental Services	7.744	8.175	0.431	0.552	(0.121)
Sport, Leisure & Community	8.634	10.549	1.915	1.747	0.168
Street Lighting PFI	5.123	5.123	0.000	0.000	0.000
Waste Management	14.566	13.860	(0.706)	(0.599)	(0.107)
GRAND TOTAL	37.197	38.751	1.554	1.667	(0.113)

1.6.4 The following paragraphs 1.6.5 to 1.6.12 outline the pressures in each service area with details of any variances greater than £0.050m.

Local Environmental Services

- 1.6.5 Local Environmental Services includes Security, Street Environment and Bereavement teams and is predicting a net forecast pressure of £0.381m. This is due to energy and business rates costs within Bereavement of £0.062m, as well as Security income shortfalls (including the £0.050m loss of the annual Nexus contract income and the one-off impact of a £0.075m credit note covering the cancellation of 2021/22 and 2022/23 income) together with employee and operational cost pressures amounting to a £0.206m pressure.
- 1.6.6 There are additional pressures linked to employee and third party elements across Community Protection of £0.060m. There are employee and operational expenditure cost pressures across Environmental Protection and Street Cleansing, which includes delivering improved litter management at the coast, amounting to £0.061m. The combined improved £0.171m variance change from the previously reported position can be attributed to a higher income generation forecast within Bereavement Services, plus a reduction in the combined cross service employee, premises and operational expenditure as well as improved income across Street Environment, together with improved trading account income and operational variances around Fleet / Transport Management.

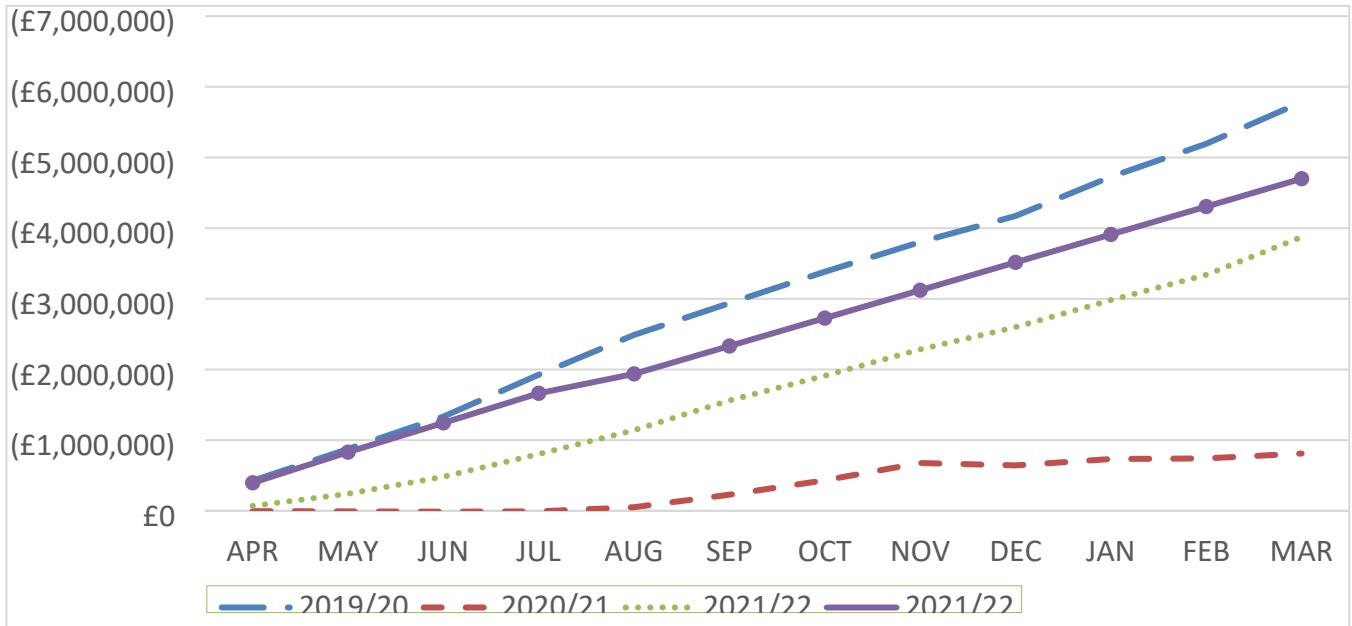
Waste Management including Recycling and Disposal

- 1.6.7 A combined improving underspend of (£0.706m) is now forecast which reflects employee savings as vacant posts are being held within Waste & Recycling Contracts. There are significant expenditure underspends compared to the July report (savings of £0.545m) which is linked to Home Recycling Disposal which are now forecast to reflect the lower global market rate on the cost per tonne. Additionally, a combined improving overachievement on income (of £0.179m) across Commercial Waste & Special Collections is forecast within Refuse & Waste Management. The aforementioned income overachievement fully mitigates forecast cost pressures of £0.130m associated with the Waste Disposal Contract.

Sport, Leisure & Community

- 1.6.8 Sports and Leisure is forecasting a pressure of £1.536m. Included within this variance is a legacy pressure of £0.400m (£0.300m in the September report) against the £5.600m income target for sports and leisure centres. This pressure reflects that service income is still recovering and improving whilst looking to attain to income generation levels pre-pandemic.
- 1.6.9 Libraries & Community Centres is forecasting a £0.379m pressure, mainly linked to forecast premises costs being higher than the budget as well as reduced and unachievable income generation available around Wallsend and North Shields Customer First Centres. A combined change of £0.168m in the reported variance since the previously reported position across this service area reflects the adverse forecast movement in income generation around Sports and Leisure (Contours Gyms), as well as a reduction in employee forecast costs with the extended use of casual staff covering vacant posts / staff turnover within Libraries & Community Centres.

1.6.10 Chart 5: Income levels in Sports & Leisure for the last 4 Years



Street-Lighting PFI

1.6.11 The Street-Lighting PFI is expected to have energy inflation pressures of £1.433m. It is assumed, as in previous years, that the impact of energy pressures for this PFI would be taken to the PFI reserve. Officers are continuing to review the position across all PFI contracts and further updates will be included in future financial management reports.

1.6.12 The service continues to reflect vacancy and other operational cost savings as it is resourced to meet the new level of participation.

1.7 Regeneration and Economic Development

1.7.1 Regeneration and Economic Development (R&ED) has expanded with service areas previously managed under Environment, Housing & Leisure. R&ED is forecasting a pressure of £0.281m, as shown in Table 9 below, which is an improvement of (£0.097m) since the September Cabinet report.

1.7.2 Table 9: Forecast Variation for Regeneration and Economic Development

Service Areas	Budget £m	Forecast Nov £m	Variance Nov £m	Variance Sept £m	Change since Sept £m
Culture	1.572	1.728	0.156	0.164	(0.008)
Business & Enterprise	0.760	0.736	(0.024)	(0.018)	(0.006)
Regeneration	0.415	0.658	0.243	0.325	(0.082)
Resources & Performance	0.300	0.301	0.001	0.001	0.000
Technical Package - Planning	0.296	0.257	(0.039)	(0.039)	0.000
Technical Package - Transport & Highways	7.448	7.393	(0.055)	(0.055)	0.000
GRAND TOTAL	10.791	11.073	0.281	0.378	(0.096)

1.7.3 Culture is forecasting a pressure of £0.156m which is an improvement of (£0.008m) since the September Cabinet report. The improvement in month reflects an improvement in the position around Tourism. The remaining pressure is mainly due to events in the Borough (Queens Baton Relay, Platinum Jubilee Activities, National Festival of Archaeology £0.040m) combined with a pressure in Whitley Bay Playhouse of £0.035m due to increased fees to the external operating contractor. Culture service staffing costs and reduced forecast income across the service makes up the remaining pressure of £0.063m.

1.7.4 Transport and Highways is forecasting an underspend of £0.055m which is as a result of client team recharges for work on Section 38 and 278 schemes.

1.7.5 The forecast pressure with Regeneration is 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.

1.8 Corporate Strategy

1.8.1 Corporate Strategy is forecasting a £0.500m pressure, an increase of £0.038m since the September Cabinet report. The variance reflects a forecast underachievement in a cross-service income target of £0.157m within Corporate Strategy Management, as well higher forecast employee resource costs as workload and service demand activities are leading to a requirement for additional staffing capacity within Children's Participation and Advocacy.

1.8.2 Table 10: Forecast Variation Corporate Strategy

Service Areas	Budget £m	Forecast Nov £m	Variance Nov £m	Variance Sept £m	Change since Sept £m
Children's Participation & Advocacy	0.334	0.493	0.159	0.149	0.010
Corporate Strategy Management	(0.129)	0.074	0.203	0.192	0.011
Elected Mayor & Executive Support	0.022	0.037	0.015	0.016	(0.001)
Marketing	0.302	0.370	0.068	0.044	0.024
Policy Performance and Research	0.162	0.217	0.055	0.061	(0.006)
GRAND TOTAL	0.691	1.191	0.500	0.462	0.038

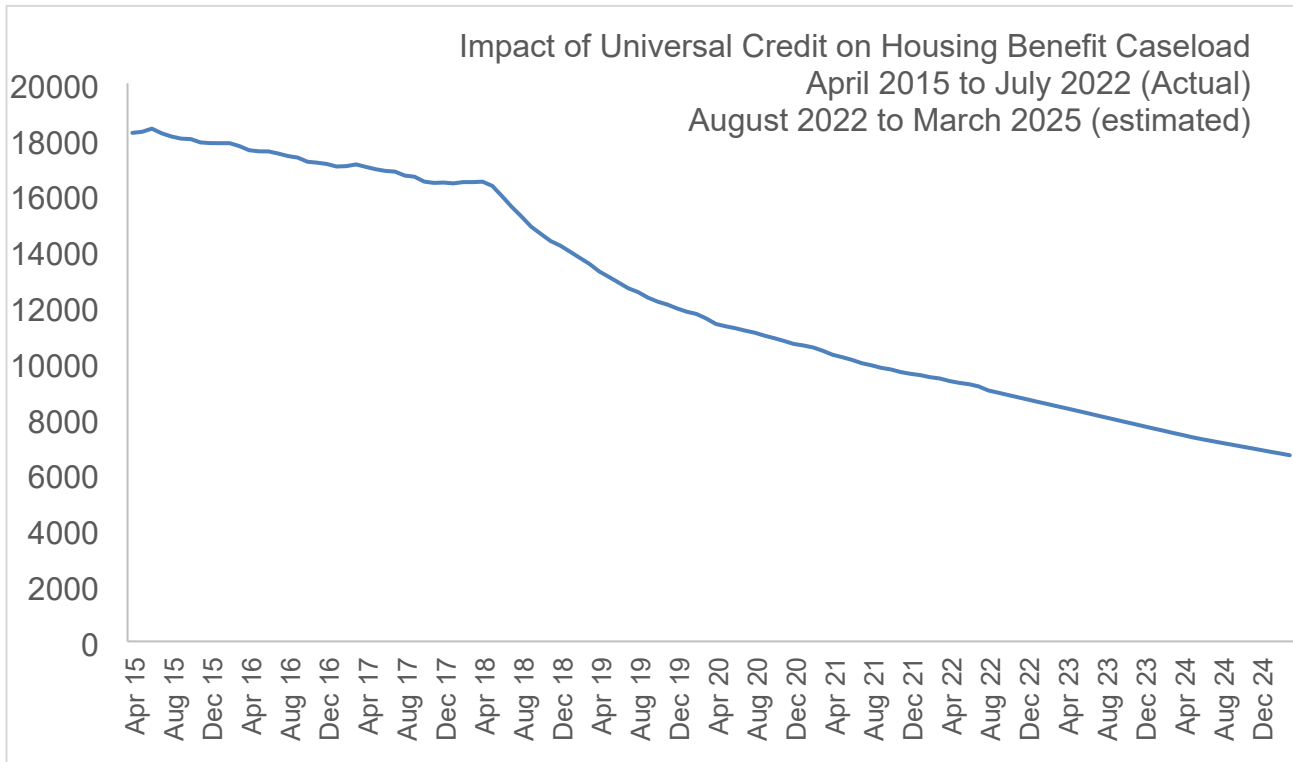
1.9 Resources and Chief Executive Office

1.9.1 This report shows the forecast position for the full Resources directorate and the Chief Executive Office, which is showing a pressure of £1.558m, which is a decrease of £0.227m since the last Cabinet report in September.

1.9.2 Table 11: Forecast Variation Resources and Chief Executive

Service Areas	Budget £m	Forecast Nov £m	Variance Nov £m	Variance Sept £m	Change since Sept £m
Chief Executive	(0.076)	(0.103)	(0.027)	0.000	(0.027)
Finance	(0.563)	(0.724)	(0.161)	(0.161)	0.000
ICT	2.456	2.457	0.001	0.000	0.001
HR & Organisational Development	0.259	0.301	0.042	0.000	0.042
Internal Audit and Risk Management	0.032	0.039	0.007	0.000	0.007
Revenues and Benefits	0.629	1.246	0.817	0.889	(0.072)
Director of Resources	0.000	0.000	0.000	0.000	0.000
Customer, Governance and Registration	(0.066)	(0.031)	0.035	0.040	(0.005)
Democratic and Electoral Services	(0.002)	0.099	0.101	0.079	0.022
Information Governance	0.176	(0.051)	(0.227)	(0.113)	(0.113)
Legal Services	0.152	1.045	0.893	0.836	0.057
North Tyneside Coroner	0.294	0.571	0.277	0.215	0.062
GRAND TOTAL	3.291	4.849	1.558	1.785	(0.227)

1.9.3 Chart 6: Impact of Universal Credit on Housing Benefit Claims



1.9.4 Benefits processing has seen a reduction of 50% in caseloads since universal credit (UC) was introduced. By 2024/25 this is expected to drop to a third of original cases. This has a large impact on subsidy grants from the department for Work and Pensions (DWP) in four key areas:

- Benefits subsidy grants for claims paid out has dropped in line with the value of the claims. This has nil impact on the Authority’s finances.
- The number and value of overpayment income recovery cases has dropped with caseload, reducing both the grant on eligible overpayment and the amount of overpayments that can be recovered via enforcement activities. This drop in income recovery has a detrimental impact on the forecast position.
- In opposition to this, the drop in overpayment cases reduces the Authority’s bad debt liability in relation to housing benefits overpayments. However, any reviews of overpayments requested by the DWP now have a larger proportional impact on the value of bad debts.
- There is a knock-on impact connected to enforcement of bad debt collection. Whilst bad debt enforcement targets have remained static, the drop in caseload and relaxed recovery on specific case types to chase bad debt reduce the ability to hit these targets.

1.9.5 The impact on the current forecast position is expected to manifest as follows:

- Enforcement income is currently forecast to be below target by around £0.500m, based on the outturn and known position at November, which is no change from the Sept position. 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 £0.477m against targets due the reduction in Housing Benefit claimants caused by the move to Universal Credit (UC), which is down from £0.691m in the previous Cabinet report. The service is continuing to review and refresh the profile of change that is anticipated as the roll out of UC continues.
- The overpayment income pressure is partially offset (£0.261m, which is an improvement on the reported £0.210m at the last Cabinet report) by an in-year reduction in the Bad Debt Provision requirement, due to the reduction of overpayment income debt.
- The Benefits subsidy grant is expected to show a net saving of £0.027m, which is a slight worsening of the position (£0.076m) since the last report. However, the good performance overall for subsidy is masking a situation regarding lost subsidy for Housing Benefit on Bed and Breakfast accommodation for homeless persons. This area is forecast to have a pressure of £0.147m for the year due to increased demand and also due to the increased cost of Bed and Breakfast accommodation, which is above the limit subsidy can be claimed on and so therefore the Local Authority has to fund the balance. Discussions are ongoing with Housing regarding more sustainable solutions in the future, such as increased General Needs stock being available where possible.

1.9.6 Finance is showing an underspend of (£0.161m) compared to £0.161m at the last report. This is due to the allocation of new burdens funding relating to the administration of Covid 19 business grants.

1.9.7 HR & Organisation Development and Internal Audit are forecast to have slight overspends of £0.049m as a result of pressures on staffing, which are partially offset by staffing savings with the Chief Executives office of (£0.026m).

Law and Governance

1.9.8 Within the former Law and Governance service the main budget issue in this area relates to Legal Services, with the variance reflecting forecasted cost pressures in Legal Services of £0.893m relating to the employment of locums and staff costs in response to staffing pressures and reduced income for legal fees. This has slightly worsened since the last Cabinet report due to an additional member of staff moving into the service £0.102m, which has been partially offset by increased staff recharges (£0.014m). 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, which senior management in the service are actively looking to resolve.

1.9.9 Democratic and Electoral Services are forecasting a pressure of £0.101m due to the cost of the staffing of the 2022 Local Elections and By-Elections and also the projected cost of the canvas in the Autumn.

1.9.10 In addition, there is an expected £0.277m pressure to deliver North Tyneside Coroner Services, an increase of £0.062m, due to increased forecast costs from all areas of the service (NHS, Partner Local Authority, Funeral Directors, Doctors) arising from increased activity levels. Other areas within Law and Governance 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, which are now forecast to remain until 2023/24, are forecast to result in a net £0.226m underspend.

1.10 General Fund Housing

1.10.1 General Fund Housing is reporting a forecast £0.350m pressure which is no change since the last Cabinet report in September. The forecast pressure reflects the ongoing increased cost pressures of materials and subcontractors of £0.500m, less 2022/23 grant funding of (£0.150m). The Repairs and Maintenance pressure is a continuation of the pressure previously identified in 2021/22 due to the impact of higher costs of raw materials required to carry out repairs on the Authority's properties. There has also been a number of one-off high costs repairs which have completed in the period.

1.10.2 **Table 12: Forecast Variation for General Fund Housing**

Service Areas	Budget	Forecast Nov	Variance Nov	Variance Sept	Change since Sept
	£m	£m	£m	£m	£m
GF Housing	1.789	2.139	0.350	0.350	0.000
Building Control	(0.429)	(0.429)	0.000	0.000	0.000
GRAND TOTAL	1.360	1.710	0.350	0.350	0.000

1.11 Central Items

1.11.1 Central Items is forecasted to be in surplus by (£13.002m) which is an improvement of (£0.018m) since the September Cabinet report. The surplus figure of (£13.002m) includes the contingency budgets of (£8.677m), of which (£3.116m) relates to the pressure being experienced in Children's Services. Of the remaining contingencies budget (£5.561m) was established in the 2022-2026 MTFP to support the likely impact of inflationary pressures in 2022/23.

1.11.2 Included in this months position is a pressure of £0.400m relating to a projected increase in the bad debt provision and a £0.329m pressure relating to a projected shortfall on Trading Company income. These pressures have been mitigated in month by (£0.750m) of savings on external interest as the Authority continues to benefit from its robust Treasury Management strategy.

1.11.3 **Table 13: Forecast Variation Central Budgets and Contingencies**

Service Areas	Budget	Forecast Nov	Variance Nov	Variance Sept	Change since Sept
	£m	£m	£m	£m	£m
Corporate & Democratic Core	2.925	2.906	(0.019)	(0.019)	0.000
Other Central Items	0.731	(12.252)	(12.983)	(12.965)	(0.018)
GRAND TOTAL	3.656	(9.328)	(13.002)	(12.984)	(0.018)

SECTION 2 - SCHOOLS FINANCE

2.1 Update on School Budgets

- 2.1.1 Cabinet will recall that the overall level of school balances at the end of March 2022 was £2.360m compared to £3.721m as at March 2021. This represented a decrease in balances of £1.361m.
- 2.1.2 The first set of monitoring for the 2022/23 year is complete, with schools overall showing a £1.145m improvement against budget plans pre unfunded staffing impact. The position after the unfunded staffing impact is a deficit of £7.453m this represents a decrease in balances £1.920m.
- 2.1.3 A number of schools had difficulty completing their monitoring statements due to issues with the new financial budget planning and monitoring system SBS, nil returns were submitted for these few schools allowing for unfunded staffing pressures. We hope to resolve issues for budget monitoring 2.
- 2.1.4 Table 14 below shows the current movement from budget in 2022/23, also illustrating unfunded staffing pressures. In 2022/23 there has also been £0.585m received for Homes for Ukraine Education & Childcare Grant, which is currently being allocated to relevant schools and is not yet reflected against school projections.
- 2.1.5 **Table 14: Schools 22/23 budget plan/monitoring summary**

Phase	Budget Plan 22/23 £m	BUDGETTED 3% PAY AWARD		NEW PAY AWARD/NI		Impact of Changes in Pay Award/NI £m
		Mon. 1 Projected Balance £m	Mon. 1 Projected Variance £m	Mon. 1 Projected Balance £m	Mon. 1 Projected Variance £m	
Nursery	0.004	-0.044	-0.048	-0.060	-0.064	-0.016
First	0.814	0.883	0.069	0.628	-0.186	-0.255
Primary	4.139	3.956	-0.183	2.814	-1.325	-1.142
Middle	0.716	0.851	0.135	0.685	-0.031	-0.166
Secondary/High	-9.907	-9.189	0.718	-10.041	-0.134	-0.852
Special/PRU	-1.299	-0.845	0.454	-1.479	-0.180	-0.634
Total	-5.533	-4.388	1.145	-7.453	-1.920	-3.065

2.2 National Funding Formula Consultation for 2023/24

- 2.2.1 The method for allocating funding to schools is still set by a Local Funding Formula (LFF), though DfE are considering making their National Funding Formula (NFF) mandatory in the future. For 2022/23, North Tyneside have agreed with Schools Forum to adopt the NFF factors in their LFF.
- 2.2.2 For 2023/24 the Authority asked Schools Forum to consider modelling a potential option to transfer the maximum funding from Schools Block to High Needs. Guidance states that a local authority can transfer up to 0.5% with agreement from the local Schools Forum. This equated to approximately £0.730m on indicative grant values.

The Schools Forum did not agree to the transfer, this will now be considered by the DFE in-line with the Safety Valve programme.

2.3 School Deficits

2.3.1 Cabinet will recall from the previous finance updates that some individual schools expected to face significant financial challenges. During the year, the Authority and Cabinet paid particular attention to those schools with approved deficits.

2.3.2 There are now 17 schools identified with planned deficits in 2022/23 following budget monitoring 1 submissions, with a total deficit value of £14.454m. The progress of individual schools is outlined in Table 15 below:

2.3.4 Table 15: Schools in an expected deficit position 2022/23

School	Budget Plan 22/23 £m	BUDGETTED 3% PAY AWARD		NEW PAY AWARD/NI		Impact of Changes in Pay Award/NI £m	22/23 Deficit Comments
		Mon. 1 Projected Balance £m	Mon. 1 Projected Variance £m	Mon. 1 Projected Balance £m	Mon. 1 Projected Variance £m		
Denbigh Primary	0.166	0.026	-0.139	-0.016	-0.181	-0.042	Emerging
Forest Hall Primary	-0.002	0.009	0.011	-0.007	-0.006	-0.016	Emerging
Rockcliffe First	0.000	0.007	0.007	-0.018	-0.018	-0.025	Emerging
Silverdale	0.008	-0.028	-0.036	-0.119	-0.127	-0.091	Emerging
Sir James Knott Nursery	0.004	-0.044	-0.049	-0.060	-0.065	-0.016	Emerging
Southlands	0.100	0.092	-0.008	-0.019	-0.120	-0.111	Emerging
Wallsend Jubilee Primary	0.009	0.015	0.005	-0.018	-0.027	-0.033	Emerging
Whitehouse Primary	0.111	-0.028	-0.140	-0.074	-0.185	-0.046	Emerging
Balliol Primary	-0.025	-0.037	-0.012	-0.046	-0.020	-0.008	New 22/23
Coquet Park First	-0.020	-0.027	-0.008	-0.041	-0.021	-0.013	New 22/23
Holystone Primary	-0.069	-0.057	0.011	-0.107	-0.038	-0.049	New 22/23
Wallsend St Peters Primary	-0.107	-0.126	-0.019	-0.146	-0.039	-0.020	New 22/23
Beacon Hill	-1.794	-1.537	0.257	-1.705	0.089	-0.168	Existing
Ivy Road Primary	-0.162	-0.161	0.001	-0.185	-0.023	-0.023	Existing
Longbenton High	-1.863	-1.824	0.039	-1.909	-0.046	-0.085	Existing
Norham High	-4.130	-4.079	0.051	-4.149	-0.018	-0.070	Existing
Monkseaton High	-5.799	-5.783	0.016	-5.835	-0.036	-0.053	Structural
Total	-13.573	-13.583	-0.010	-14.454	-0.881	-0.871	

2.3.5 Eight further schools within year (those categorised as 'Emerging' in the table above) are expected to request deficit approval in 2022/23.

2.3.6 The Education and Skills Funding Agency (ESFA) offered support to schools in the form of School Resource Management Advisors (SRMAs). For the four schools new to deficit, along with Beaconhill and Monkseaton High School, the SRMAs are working

through the schools' finances and management structure to then provide a report to these schools and the Authority after the autumn term.

2.4 Schools in Financial Difficulty (Headroom Funding)

2.4.1 The opening balance for de-delegated funds for Schools in Financial Difficulty (Headroom funding) in 2022/23 was £0.335m. Following Schools Forum approval of Falling Rolls applications, £0.107m was transferred from Falling Rolls to Schools in Financial Difficulty (Headroom), giving a balance of £0.442m. This balance will be available to fund Headroom applications still to be submitted by schools for consideration by Schools Forum Sub-Group.

2.5 Growth Policy 2022/23

2.5.1 The DfE established a separate fund in the School Block of the DSG for growth in 2019/20. In North Tyneside this fund was not used for growth and was instead added into the remaining balances to be redistributed to all schools. When setting the 2022/23 School Block allocation, Schools Forum agreed to set aside £0.250m of the identified growth funding, with a further £0.071m carried forward from 2021/22. Total Growth Funding available in 2022/23 is therefore £0.321m.

2.5.2 Officers from the Authority have reviewed all schools' projected pupil numbers for September 2022 using the latest information available from the Admissions Team, then applied the criteria in the Growth Funding Policy to identify eligible schools. Five schools, with a total funding allocation of £0.311m were eligible and approved by Schools Forum Sub-Group, subject to each school providing a response to our request for evidence. If all funding payments are approved the 2022/23 closing balance will be £0.010m surplus which will be held and carried forward into 2023/24.

2.5.3 Table 17: Growth Funding Eligibility 2022/23

Growth Funding	Value £m	Eligibility
Wellfield	0.057	Evidence approved payment processed
Norham	0.058	Evidence approved payment processed
Burnside	0.072	No response to request for evidence
North Gosforth	0.064	No response to request for evidence
Backworth	0.060	Growing School Criteria payment processed
Total	0.311	

2.6 High Needs Block

- 2.6.1 Cabinet will recall from the previous finance report that the High Needs block of the Dedicated Schools Grant (DSG) was anticipating an in-year pressure of £5.111m in September, which would have raised the cumulative pressure on the block to £18.623m.
- 2.6.2 The forecast for the High Needs Block as at November 2022 is now an anticipated in-year pressure of £4.416m reflecting continued demand for special school places within the Authority. A breakdown of the in-year pressure is shown in Table 18.

2.6.3 Table 18: Breakdown of High Needs Pressures at November 2022

Provision	Budget £m	Forecast Variance November £m	Comment
Special schools and PRU	17.788	2.217	Pressure on places for children with profound, Multiple Learning Difficulties, Social Emotional and Mental Health problems and Autism Spectrum Disorder. Includes High Needs additional funding.
Additional Resource Provision/Top ups	4.705	0.859	Pressures in mainstream pre 16 top-ups
Out of Borough	3.316	1.285	Increased number of children placed outside North Tyneside Schools
Commissioned services	3.974	0.055	
Subtotal	29.783	4.416	
2021/22 Balance	0.000	13.511	
Total	29.783	17.927	

2.7 Dedicated School Grant (DSG) Management Plan

- 2.7.1 In July 2022, the Authority was formally invited by the Department for Education (DfE) to take part in the 'safety valve' intervention programme, with the aim of agreeing a package of reform to the Authority's high needs system that will bring the Dedicated School Grant (DSG) overspend under control. The Authority is required to demonstrate this package of reform within a DSG Management Plan which shows that we can create lasting sustainability, effective for children and young people, which includes reaching an in-year balance within five years. Where the Authority does this, the DfE will enter into an agreement with the Authority, subject to Ministerial approval. Where there is evidence of progress in reaching that in year balance, the DfE will provide additional funding over time, with a view to removing a large proportion of the Authority's DSG deficit.
- 2.7.2 The Authority is undertaking engagement with partners across SEND to co-create the Dedicated School Grant Management Plan. An initial draft has been submitted to

the DfE and together, with them, we will continue to refine before a final submission is made on 3 February 2023. The Secretary of State for Education will inform the Authority in March 2023 if we have been successful to enter onto the programme.

2.8 DSG Illustrative funding 2023/24: Schools Block

- 2.8.1 In 2023/24, as in the last 3 financial years, the Authority will receive its DSG funding based on the revised DfE National Funding Formula. In July 2022 the DfE published indicative allocations under the National Funding Formula (NFF) at a school level using October 2021 census data. This shows the funding level for each mainstream school based on the NFF using the 2023/24 Primary Unit of Funding (PUF) and Secondary Unit of Funding (SUF) with October 2021 pupil numbers. This information is for planning purposes only as local formulae used by each local authority can still vary from the NFF within the guidance issued by the DfE. It is anticipated that the initial DSG allocation to the Authority for 2023/24 will be published in December 2022 using the October 2022 census results. However, this may be delayed depending on the Governments settlement being slightly later than in previous years.

2.8.2 Table 19: 2023/24 Illustrative allocation compared with prior year actuals

	2017/18 Baseline £m	2018/19 £m	2019/20 £m	2020/21 £m	2021/22* £m	2022/23* £m	2023/24* Indicative £m	2022/23 to 2023/24 £m
Schools	115.395	116.594	120.926	126.794	137.231	140.373	146.813**	6.440
Central School Services	2.500	2.314	2.343	2.051	1.877	1.724	1.620	(0.104)
High Needs	18.680	19.291	19.818	22.319	26.709	30.092	31.987	1.895
Early Years Block	12.064	12.553	12.514	12.771	13.946	14.673	14.673 [†]	0.000
TOTAL	148.639	150.752	155.601	163.935	179.763	186.862	195.093	8.237
Move from 17/18 Baseline £m	-	2.113	6.962	15.296	31.124	38.223	46.460	
Move from 17/18 Baseline %	-	1.42%	4.68%	10.29%	20.94%	25.72%	31.26%	
Change per Year £m	-	2.113	4.849	8.334	15.828	7.099	8.237	
Change per Year %	-	1.42%	3.22%	5.36%	9.66%	3.95%	4.41%	
PUF	-	£3,770	£3,860	£4,083	£4,425	£4,539	£4,771	
SUF	-	£5,273	£5,305	£5,427	£5,841	£5,988	£6,277	
MPPF: Primary	-	£3,300	£4,600	£3,750	£4,180	£4,265	£4,405	
MPPF: Secondary	-	£4,600	£5,100	£5,000	£5,415	£5,525	£5,715	

* Includes pay award grants previously separate to DSG

** Includes Schools Supplementary Grant (SSG) previously separate to DSG

[†] No information from DSG, so based on last year.

2.8.3 Within North Tyneside, modelling work is continuing based on the information currently available. At this stage, we are proposing to implement the revised minimum per pupil funding rates published by the DfE for 2023/24.

2.8.4 The link to the school level NFF allocations using October 2021 census data information is shown below: -

<https://www.gov.uk/government/publications/national-funding-formula-tables-for-schools-and-high-needs-2023-to-2024>

- 2.8.5 The DfE initially proposed a two-year transition period (2018/19 and 2019/20) where local authorities will continue to set a local formula to distribute funding to individual schools. However, in July 2018, as a result of the significant movement witnessed towards the NFF, the Government confirmed that these transitional arrangements would continue into at least 2020/21. In 2020, the DfE again confirmed that the transitional arrangements will continue into 2022/23. This has continued into 2023/24, with the earliest expected move to “hard” NFF being likely in 2025/26.
- 2.8.6 The Schools NFF for 2023/24 will continue to have the same factors as at present. The Government announced its intention to implement the formula to address historic underfunding and move to a system where funding is based on need. The key aspects of the formula for 2023/24 are:
- The minimum per pupil funding levels will be set at Primary £4,405, Key Stage 3 £5,503 and Key Stage 4 £6,033; and
 - The funding floor will be set at 0.5% per pupil. This minimum increase in 2023/24 allocations will be based on the individual school’s LFF allocation in 2022/23.
 - Rolling the 2022 to 2023 schools supplementary grant into the NFF.
 - Increasing NFF factor values (on top of amounts added for the Schools Supplementary Grant) by:
 - 4.3% to free school meals at any time in the last 6 years (FSM6) and income deprivation affecting children index (IDACI)
 - 2.4% to the basic entitlement, low prior attainment (LPA), FSM, English as an additional language (EAL), mobility, and sparsity factors, and the lump sum.
 - 0.5% to the floor and the minimum per pupil levels (MPPL)
 - 0% on the premises factors, except for Private Finance Initiative (PFI) which has increased by Retail Prices Index excluding mortgage interest payments (RPIX) which is 11.2% for the year to April 2022
- 2.8.7 In addition, two important restrictions will continue:
- Local authorities will continue to set a Minimum Funding Guarantee in the local formula, which in 2023/24 must be between +0.0% and +0.5%. This allows them to mirror the real terms protection in the NFF, which is the Government’s expectation; and
 - Local authorities can only transfer up to 0.5% of their Schools block to other blocks of the DSG, with their schools’ forum approval. To transfer more than this, or any amount without their schools’ forum approval, they will have to make a disapplication request to the Department for Education, even if the same amount was agreed in the past two years.
- 2.8.8 The North Tyneside illustrative allocation for the Schools block, Central Schools Services block and High Needs block in 2023/24 (using census 2021 i.e. static pupil numbers) is shown below with the 2017/18 to 2023/24 figures for comparison.
- 2.8.9 The Early Years Block value for 2023/24 is based on 2022/23 rates and uses prior year pupil numbers, as the DfE have not published this information at time of writing.
- 2.8.10 Key changes to Early Years Funding:
- updating the data sets underpinning the formulae, alongside some changes to the actual formulae, which aim to ‘better target resources’;

- the introduction of protections for 2023/24, which support local authorities whose funding is impacted by the formulae changes. Local authorities will receive a minimum 1% funding increase in 2023/24. A cap on maximum increases will also be introduced;
- rolling the early years element of the teachers' pay and pensions grants into the early years funding formula for 3 & 4 year olds; and
- reform of maintained nursery schools' (MNS) funding, including the introduction of a minimum hourly funding rate and a cap on the maximum funding a LA can receive.
- Roll in of Teachers Pay and Pension Grant into Early Years Formula.

2.8.11 There are also local implications:

- North Tyneside's relative level of deprivation has declined under the new formulae and the borough does not score highly on the 'cost of provision' elements;
- North Tyneside's funding for the 2 and 3&4 year old funding entitlements will be limited to the minimum protected increase of 1%; and
- Introduction of a Maintained Nursery School base rate will address the shortfall in funding identified by the school, which is based on historic funding decisions. Under the proposals Sir James Knott nursery would receive £0.128m funding in 2023/24 compared to the £0.011m allocation for 2022/23.

SECTION 3 - HOUSING REVENUE ACCOUNT

Forecast Outturn

3.1 The forecast set out in Table 20 below is based on the results to November 2022. Currently the Housing Revenue Account (HRA) is forecasting an underspend of £0.090m. 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. The main area of pressure is in the Repairs budget where the impact of inflationary increases, higher than anticipated pay awards, increasing difficulty in recruiting certain trades and an increased reliance on sub-contractors allied to supply chain issues in accessing key materials are driving the pressure.

3.1.1 Table 20: Forecast Variance Housing Revenue Account

Row Labels	Budget £m	Current Forecast £m	Variance £m
Management – Central	2.535	2.535	0.000
Management – Operations	4.958	4.962	0.004
Management – Strategy & Support	3.756	3.744	(0.012)
Capital Charges – Net Effect	12.484	12.484	0.000
Contingencies, Bad Debt & Transitional Protection	0.990	0.844	(0.146)
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)	(63.079)	(0.188)
Rental Income – HRA Shops and Offices	(0.356)	(0.430)	(0.074)
Revenue Support to Capital Programme	10.311	10.301	(0.010)
Repairs	12.799	13.160	0.361
Total	0.371	0.281	(0.090)

Rental Income

3.2 Rental Income overall across all areas including general dwelling rent, service charges, garage rents and income from shops and other premises is currently forecast to be performing slightly better than budget (£0.198m). This is 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 the Right to Buy (RTB) levels 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 Management Costs are currently forecast to come in marginally over budget (£0.001m). However, some pressures being faced are contained within existing budgets, notably in relation to costs of energy and the pay award for 2022/23 which with a flat rate increase currently waiting to be confirmed will cost considerably more than the 2% that was budgeted for. There may still be some improvement in this position depending on levels of staff turnover, and recruitment attached to the Unified Systems project including backfilling internally seconded staff.

Bad Debt Provision and Contingency

- 3.4 Current trends in rate of increase in arrears suggest that this will be contained within the Bad Debt Provision budget for the year, and a small underspend is now being forecast (£0.071m). In addition, Contingency is also being forecast to underspend (£0.070m), plus a small, improved position in the transitional protection forecast (£0.005m), albeit this is helping to absorb the pressures elsewhere in the budget caused by the likes of the pay award for 2022/23.

Repairs

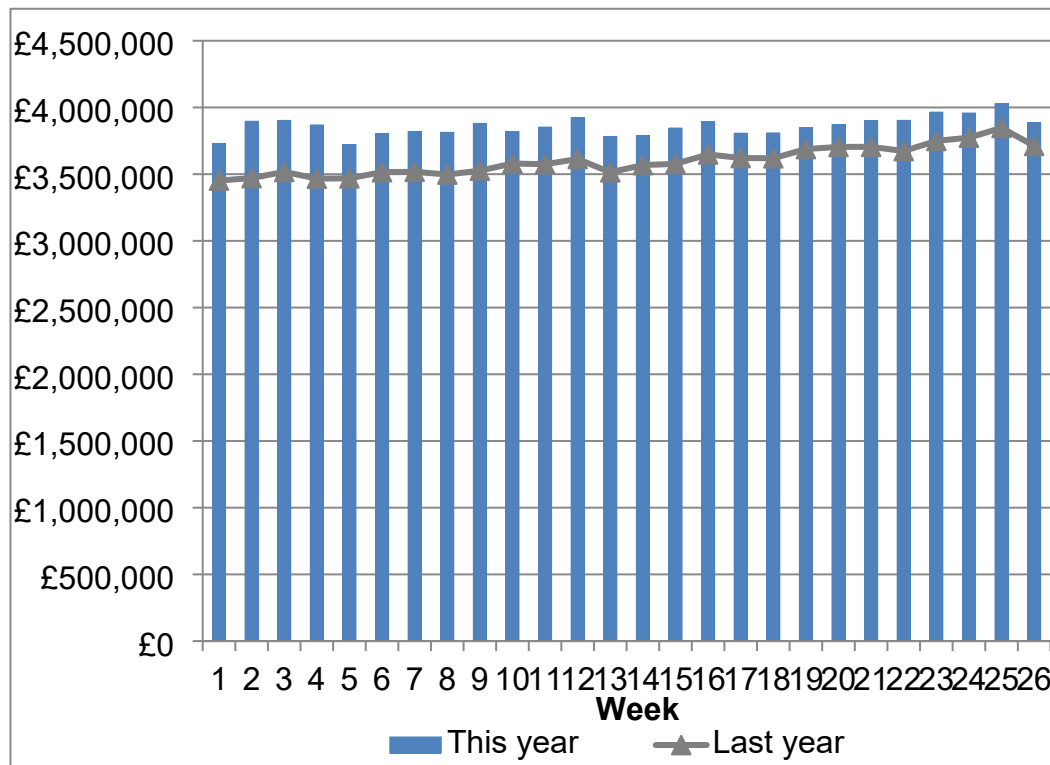
- 3.5 The Housing Repairs budget is starting to feel the pressure from a number of sources, mainly caused by the current economic turbulence being experienced across the world. The current rates of inflation in material and sub-contractor prices, plus difficulty even accessing certain materials and services within the supply chain are providing several challenges. There are difficulties recruiting to certain trades which then places more reliance on sub-contractors and agency staff. In addition to this the Authority is dealing with the implications of the Housing White Paper which arose from the Grenfell Disaster, which is placing a whole range of additional responsibilities on Landlords e.g., the need for carbon monoxide detectors to be placed in all properties, and more frequent periodic electrical testing. The Authority also now knows that the pay award for 2022/23 will have an impact of more than the 2% budgeted. All of which effectively means most of the in-year contingencies are already committed to known spend. This results in a pressure on this budget for 2022/23 (£0.361m), which is an increase of £0.063m on the September position reported to Cabinet, and this position will be closely monitored to assess if they can be contained as we head into the winter period or will increase before year-end.

Rent Arrears

- 3.6 Current Rent Arrears have risen albeit gradually in the first eight months of 2022/23 as compared to 2021/22, with an increase of £0.192m being seen in this period since the start of April 2022. Chart 7 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 the Authority will

seek to identify as quickly as possible. This 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 (UC) continues to be monitored, as significant increases in numbers on UC could adversely affect the rate at which arrears grow.

3.6.1 Chart 7: Rent Arrears in Weeks 1-26 (April-Sept) 2022/23 compared to 2021/22



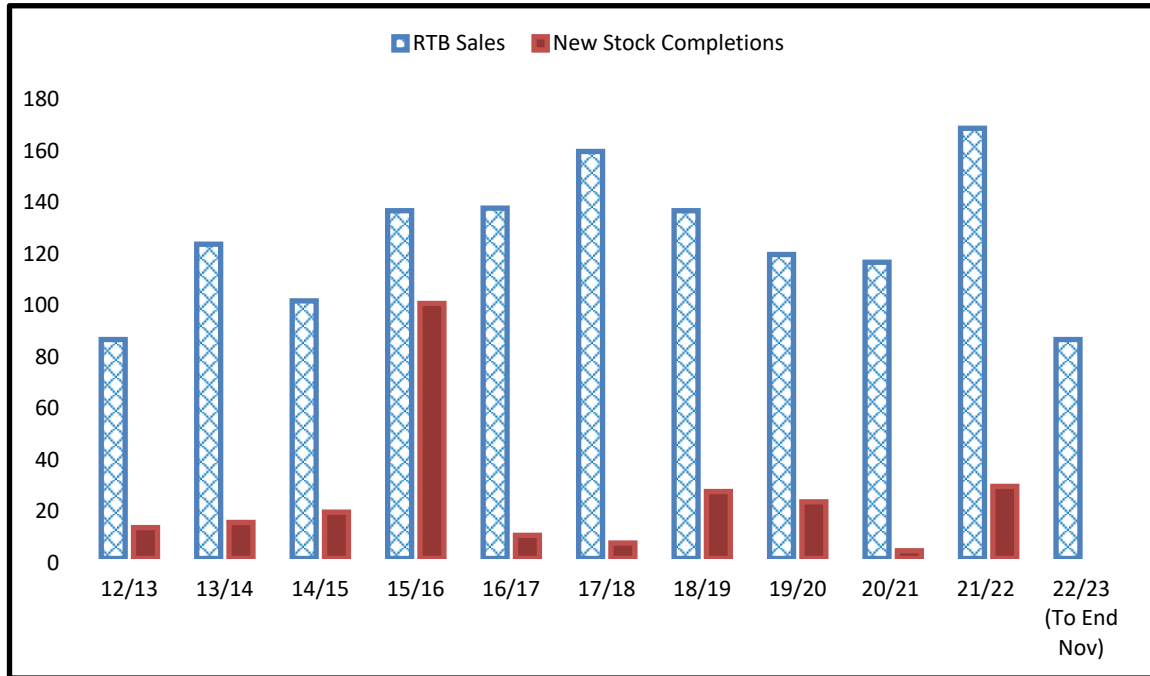
3.7 UC was fully implemented across North Tyneside on 2 May 2018. The Authority continues to work with residents to provide ICT support to help them make applications and to provide personal budget support to help residents manage their household finances. As of the end of March 2022, there were 3,712 tenants of North Tyneside Homes on UC, with arrears totalling £2.934m. At the end of November 2022 there were 4,049 tenants on UC (an increase of 337 tenants) with related arrears of £3.185m (an increase of £0.249m). For wider comparison, as at the beginning of 2021/22, there were 3,297 tenants on UC with arrears of £2.680m, which increased during the 2021/22 financial year to 3,712, an increase of 415 tenants with an increase in arrears of £0.254m.

Right to Buy (RTB) Trends

3.8 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 8 below shows the trend in RTB sales since that time. The first eight months of 2022/23 saw 85

completed RTB sales, which continues the increased trend in 2021/22 where the Authority 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.

3.8.1 Chart 8: Yearly RTB Sales v New Stock Additions



SECTION 4 - INVESTMENT PLAN

Review of Investment Plan

- 4.1 The Authority's Investment Plan represents the capital investment in projects across all Service areas. Officers will continue to review the delivery of those key projects included within the 2022/23 Investment Plan, with significant challenges due to inflationary cost pressures and supply chain issues.
- 4.2 There remains worldwide inflationary cost pressures across all industries and sectors which continues to impact the Investment Plan. The Authority continues to manage project expenditure within existing budgets where possible; reprofiling spend, undertaking value engineering or reducing scheme scoping where the impact is minimal or can be managed. Any request to utilise contingencies to meet unavoidable additional costs will be reviewed on a case-by-case basis.

Variations to the 2022-2027 Investment Plan

- 4.3 Variations of £1.104m to the 2022-2027 Investment Plan have been identified and are included in tables 20 and 21 below. Further details are provided in paragraph 4.4 and 4.5.

4.3.1 Table 20: 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	64.632	51.594	49.829	47.561	51.358	264.974
Previously Approved Reprogramming/Variations						
2021/22 Monitoring	9.654	0.000	0.000	0.000	0.000	9.654
2021/22 Outturn	39.629	8.832	1.071	0.252	0.252	50.036
2022/23 Monitoring	(10.392)	15.582	1.121	0.306	0.000	6.617
Approved Investment Plan	103.523	76.008	52.021	48.119	51.610	331.281
November 22 Monitoring Variations						
Variations	0.152	0.580	(0.186)	(0.202)	0.760	1.104
Reprogramming	(10.942)	10.942	0.000	0.000	0.000	0.000
Total Variations	(10.790)	11.522	(0.186)	(0.202)	0.760	1.104
Revised Investment Plan	92.733	87.530	51.835	47.917	52.370	332.385

- 4.4 The proposed significant variations to the Investment Plan in 2022/23 are shown below:
- EV034 Local Transport Plan £0.306m** – Transfer of £0.306m from EV056 Additional Highways Maintenance, aligning the budget allocations with the delivery programmes relating to planned highway works.
 - BS026 Asset Planned Maintenance £0.220m** – Additional resources have been allocated from the GEN03 Contingency allocation to address urgent works to

- replace boilers at North Tyneside Business Centre and undertake roof replacement on industrial units at Lawson Street following a recent inspection.
- (c) **Lawn Tennis Association £0.094m** – Additional resources have been included within the plan following confirmation of LTA grant funding towards works to improve Tennis courts managed by the Authority.
 - (d) **GEN13 Project Management £0.075m** – An allocation has been transferred from the GEN03 Contingency allocation to fund dedicated project management resource to assist with the delivery of the Authority’s major regeneration projects.
 - (e) **CO092 Wallsend Park Bothy Toilet £0.060m** – Resources have been added to the plan relating to the proposed use of Heritage Lottery Funding to refurbish the accessible toilet facilities.
 - (f) **DV078 Bedford Street/Saville Street (£0.155m)** – The allocation has been reduced following the decision to withdraw from the purchase of a potential property acquisition.

4.5 The proposed reprogramming of the Investment Plan from 22/23 includes the following:

- (g) **Transforming Cities Fund Schemes EV099 NT10 Links to Metro (£3.418m) and EV098 NT08 Four Lane Ends Bus Priority (£1.190m)** – Resources have been re-profiled to the 23/24 financial year reflecting the revised delivery timescales as a result of supply chain issues and delays associated with the traffic order implementation. These changes are reflective of the position on other similar schemes in the region and have been agreed by the Funder.
- (h) **HS044 HRA New Build (£3.130m)** – The proposed investment has been re-profiled to future years following a review of funding and delivery requirements within the HRA as well as the decision to develop land at Murton West by other developers.
- (i) **GEN03 Contingencies (£1.910m)** – Resources have been re-profiled to future years following a detailed review of the current pressures and challenges facing the plan. Elements of the contingency have been released to existing schemes and a balance remains within the current financial year to address any emerging issues during the final quarter.
- (j) **HS015 Refurbishment/Decent Homes Improvements (£0.467m)** – Supply chain issues have resulted in the need to re-profile 55 properties from the kitchen and bathroom replacement programme to the 23/24 financial year.
- (k) **HS039 ICT Infrastructure Works (£0.302m)** – Resources have been re-profiled to the 23/24 financial year following negotiations over the contract award and finalising the terms and conditions which has extended the delivery timescales.
- (l) **EV096 Highway Maintenance Challenge Fund (£0.300m)** – Proposed works have been re-profiled to the 23/24 financial year to co-ordinate delivery with the Embankment Walkway project.
- (m) **DV080 Segedunum Roman Museum MEND (£0.225m)** – Planned works have been re-profiled to align with the delivery timescales for the proposed Heritage Lottery Funded scheme, to maximise delivery efficiencies across the schemes.

4.6 The impact of the changes detailed above on capital financing is shown in table 21 below.

4.6.1 Table 21: Impact of variations on Capital financing

	2022/23 £m	2023/24 £m	2024/25 £m	2025/26 £m	2026/27 £m	Total £m
Approved Investment Plan	103.523	76.008	52.021	48.119	51.610	331.281
Council Contribution	(1.960)	1.960	0.000	0.000	0.000	0.000
Grants and Contributions	(4.931)	5.366	0.000	0.000	0.000	0.435
HRA Capital Receipts	(1.000)	1.696	0.470	0.802	(0.896)	1.072
HRA Grants & Contributions	0.000	0.286	(0.185)	(0.201)	0.758	0.659
HRA Major Repairs Reserve	(2.899)	2.213	(0.471)	(0.803)	0.898	(1.062)
Total Financing Variations	(10.790)	11.522	(0.186)	(0.202)	0.760	1.104
Revised Investment Plan	92.733	87.530	51.835	47.917	52.370	332.385

Capital Receipts – General Fund

4.7 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 £0.020m of capital receipts have been received in 2022/23. The receipts position is shown in table 22 below.

4.7.1 Table 22: Capital Receipt Requirement – General Fund

	2022/23 £m	2023/24 £m	2024/25 £m	2025/26 £m	2026/27 £m
Requirement reported to 17 February 2022 Council	0.317	0.000	0.000	0.000	0.000
Receipts Brought Forward	(3.017)	(0.000)	(0.000)	(0.000)	(0.000)
Total Receipts received 2022/23	0.020	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	(2.720)	(2.720)	(2.720)	(2.720)	(2.720)

Capital receipts – Housing Revenue Account

4.8 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 £4.729m have been received in 2022/23 of which £nil has been pooled as part of the quarterly returns to Central Government as these are now payable on an annual basis. In total, subject to future pooling, this leaves a surplus balance of £13.719m to be carried forward to fund future years.

4.8.1 Table 23: Capital Receipt Requirement - Housing Revenue Account

	2022/23 £m	2023/24 £m	2024/25 £m	2025/26 £m	2026/27 £m
Requirement reported to February 2022 Council	2.104	1.584	1.700	1.851	1.956
Variations to be reported to November 22 Cabinet	(1.000)	1.696	0.470	0.802	(0.896)
Revised Requirement	1.104	3.280	2.170	2.653	1.060
Receipts Brought Forward	(10.094)	(13.719)	(10.439)	(8.269)	(5.616)
Receipts Received 2022/23	(4.729)	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)	(13.719)	(10.439)	(8.269)	(5.616)	(4.556)

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 30 November 2022

4.9 Actual expenditure for 2022/23 in the General Ledger was £40.858m; 44.06% of the total revised Investment Plan at 30 November 2022.

4.9.1 Table 24: Total Investment Plan Budget & Expenditure to 30 November 2022

	2022/23 Revised Investment Plan £m	Actual Spend to 30 Nov 2022 £m	Spend as % of revised Investment Plan %
General Fund	66.119	26.719	36.60
Housing	26.614	14.139	46.34
TOTAL	92.733	40.858	39.47

SECTION 5 – TREASURY MANAGEMENT & CASH POSITION

Current Cash Position

5.1 The Authority's current available cash balance as at the end of November 2022 is £36.594m, with £15.000m 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 25: Investment Position as at 30 November 2022

Counterparty	Type	Amount (£m)	Maturity
DMO	Term	25.000	1 November 2022
Barclays	Call	2.294	n/a
Lloyds Bank	Call	5.000	n/a
Fixed Deposits	Fixed	4.300	January 2023

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

5.2 The Bank of England Monetary Policy Committee (MPC) increased the Bank Rate for an 8th consecutive meeting in November. An increase of a further 0.75 bps, to 3.00%, taking it to the highest since 2008. The MPC have said further increase of the bank rate may be required for a sustainable return of inflation to target. The rate is forecast to reach 4.00% by February 2023.

5.3 The impact of raising base rate had an immediate impact to the cost of borrowing. Table 26 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 part of managing risk. This process considers the Authority's underlying need to borrow, Investment Plan priorities and commitments as well as the profile of existing loan arrangements.

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 26: Summary of Borrowing Levels

Temporary Market*		PWLB**	
Tenor	Level	Tenor	Level
1 week	2.80%	2 years	4.30%
1 month	3.02%	5 years	4.22%
3 months	3.30%	10 years	4.22%
6 months	3.50%	20 years	4.55%
9 months	3.70%	30 years	4.41%
12 months	3.85%	50 years	4.01%

**Please note these levels are from 06/12/2022*

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

5.7.1 Table 27: Current Debt Position

	PWLB (£m)	LOBO (£m)	Temp (£m)	Total (£m)
Total Outstanding Borrowing Debt	387.443	20.000	0.000	407.443
Debt Maturing 2022/23	(5.000)	0.000	0.000	(5.000)

- 5.8 The Authority was under-borrowed to the value of £102.011m as at 31 March 2022. Whilst the Authority cannot borrow to fund this revenue pressure, it can look to utilise reserves, unwind its under-borrowed position, and externalise borrowing.
- 5.9 In August 2022 the Authority took £10m of long-term PWLB loans, this was for a combination of refinancing existing debt (as per table 27), de-risk the Authority's under-borrowed position, as well as take advantage of relatively low long-term rates.
- 5.10 Table 28 below shows the latest interest rate forecasts as provided by the Authority's treasury advisors Link. Rates remain uncertain over the next 2 years, forecasting to peak at 4.40% for 50 year borrowing in March 2023 before tracking back to lower levels by September 24.

5.9.1 Table 28: Link Interest Rate Forecasts

Interest Rate Forecasts								
Bank Rate	Dec-22	Mar-23	Jun-23	Sep-23	Dec-23	Mar-24	Jun-24	Sep-24
Link	3.50%	4.25%	4.50%	4.50%	4.50%	4.00%	3.75%	3.50%
Cap Econ	3.50%	4.50%	4.50%	4.50%	4.50%	4.25%	4.00%	3.50%
5Y PWLB RATE								
Link	4.30%	4.30%	4.20%	4.10%	4.00%	3.90%	3.80%	3.60%
Cap Econ	3.90%	3.80%	3.70%	3.60%	3.50%	3.50%	3.40%	3.30%
10Y PWLB RATE								
Link	4.50%	4.50%	4.40%	4.30%	4.20%	4.00%	3.90%	3.70%
Cap Econ	3.80%	3.80%	3.70%	3.60%	3.60%	3.50%	3.40%	3.40%
25Y PWLB RATE								
Link	4.70%	4.70%	4.60%	4.50%	4.40%	4.30%	4.10%	4.00%
Cap Econ	4.10%	4.00%	4.00%	3.90%	3.80%	3.80%	3.70%	3.60%
50Y PWLB RATE								
Link	4.30%	4.40%	4.30%	4.20%	4.10%	4.00%	3.80%	3.70%
Cap Econ	3.70%	3.70%	3.70%	3.80%	3.80%	3.80%	3.70%	3.60%

SECTION 6 – COLLECTION FUND: COUNCIL TAX AND BUSINESS RATES RECOVERY

Council Tax and Business Rates Collection

- 6.1 The budgeted Council Tax debit for 2022/2023 is £124.729m, of which the retained share for the Authority is £109.720m. For Business Rates (NNDR) the opening net debit for 2022/2023 is £46.559m, following adjustment for the previous year's deficit position on NNDR, the budget retained share for the Authority for 2022/23 is £22.814m. Business Rates income is supplemented by a top up grant from Government of £20.505m, providing an anticipated combined budgeted income from Business Rates to the Authority of £43.319m. Tables below set out the in-year collection performance against the Council Tax and Business Rates net debit.
- 6.2 As at 30 November 2022, the actual current year Council Tax net liability has increased to £126.629m. The Authority has collected 70.45% (£89.322m) compared to 70.32% (£84.991m) at the same point in 2021/22. This relates to 100,956 dwellings administered.
- 6.3 Collection is slightly ahead of 2021/22 but behind against the percentage collected pre-pandemic in 2019/20 at the same point. All working age Council Tax Support claimants received additional support of up to £150.00 again this year to help pay their Council Tax and this meant around 57% had no liability for 2022/23 to pay. This reduced the liability to collect by around £1.462m. Long-term rate of collection is expected to be maintained at the budgeted level of 98.5%.
- 6.4 In relation to Business rates, as at 30 November 2022, the Authority had collected 73.06% (£43.639m) of the current net liability compared to 65.24% (£34.492m) at the same point in 2021/22. A total number of 6,260 properties have been administered.
- 6.5 A table of business rate write offs has been prepared for approval.

6.5.1 Table 29: Schedule of Business Rate Write Off applications for approval by Cabinet

Case Number	Account Reference	Name	Period of charge	Reason for Write off	Amount (£)
1	Various x 8	My Easi Claim Ltd	Various	Company is dissolved	£153,044.10
2	Various x 4	Placebook Ltd	Various	Company is dissolved	£210,420.46
3	Various x 5	Induct Ltd	Various	Company is dissolved	£276,338.34
4	Various x 29	The Place 2 Ltd	Various	Company is dissolved	£241,907.82
5	1188536, 1188534	Online Storage Ltd	Various	Company entered voluntary liquidation	£145,118.72
6	1187954, 1186029	Hobart Rose	Various	Company is dissolved	£97,701.99
7	Various x 3	55 Leisure Ltd	Various	Company Liquidated	£61,902.03
8	1174105	Offshore Group Newcastle Ltd, T/A OGN Group	2016-17	Company entered Administration	£109,369.13
9	Various x 6	Bay Leisure Restaurants	Various	Company is dissolved	£167,411.02
				TOTAL	£1,463,213.61

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Fu nd	Proj ect	Financing Type	Year					Total £000
			2022/23 £000	2023/24 £000	2024/25 £000	2025/26 £000	2026/27 £000	
General Fund								
		BS026 Asset Planned Maintenance						
		Council Contribution	2,232	1,900	2,000	2,000	2,000	10,132
		Section 106	9	0	0	0	0	9
		Contribution from Reserves (Insurance)	772	0	0	0	0	772
		BS026 Asset Planned Maintenance Total	3,013	1,900	2,000	2,000	2,000	10,913
		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
		BS034 Parks Sports Centre - Security Measures						
		Council Contribution	350	0	0	0	0	350
		BS034 Parks Sports Centre - Security Measures Total	350	0	0	0	0	350
		CO079 Playsites						
		Section 106	50	91	0	0	0	141
		CO079 Playsites Total	50	91	0	0	0	141
		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 Enhancement	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						
		Contribution From Reserves (HLF acc 128)	95	0	0	0	0	95
		CO090 Wallsend Park Machinery Total	95	0	0	0	0	95
		CO091 Neighbourhood Parks						
		Section 106	65	75	90	100	0	330
		CO091 Neighbourhood Parks Total	65	75	90	100	0	330

Fu nd	Proj ect	Financing Type	2022/23 £000	2023/24 £000	2024/25 £000	2025/26 £000	2026/27 £000	Total £000
General Fund								
		CO092 Wallsend Park Bothy Toilet						
		Revenue Contribution (HLF Reserve 9841 128)	60	0	0	0	0	60
		CO092 Wallsend Park Bothy Toilet Total	60	0	0	0	0	60
		CO093 Rising Sun Country Park S106 Ecology						
		Section 106	0	13	0	0	0	13
		CO093 Rising Sun Country Park S106 Ecology Total	0	13	0	0	0	13
		DV064 Council Property Investment						
		Council Contribution	559	300	0	0	0	859
		North of Tyne Combined Authority - Brownfield Housing Fund	338	0	0	0	0	338
		DV064 Council Property Investment Total	897	300	0	0	0	1,197
		DV066 Investment in North Tyneside Trading Co						
		Council Contribution	500	1,459	0	0	0	1,959
		Section 106	1,980	0	0	0	0	1,980
		DV066 Investment in North Tyneside Trading Co Total	2,480	1,459	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	13	0	0	0	262
		DV071 Section 106 Contributions to Set Up Health Facilities Total	249	13	0	0	0	262
		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	0	150	0	0	0	150
		Revenue Contribution (08252)	0	106	0	0	0	106
		Arts Council Grant (MEND)	75	424	0	0	0	499
		DV080 Segedunum Roman Museum MEND Total	75	680	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
		DV082 Wallsend Town & High Street Programme						
		Wallsend Town & High Street Fund (Notca)	130	1,360	0	0	0	1,490
		DV082 Wallsend Town & High Street Programme Total	130	1,360	0	0	0	1,490
		ED075 Devolved Formula Capital						
		Education Funding Agency (Devolved)	873	1,110	610	610	610	3,813
		ED075 Devolved Formula Capital Total	873	1,110	610	610	610	3,813
		ED120 Basic Need						
		Education Funding Agency (Basic Need)	237	2,000	0	0	0	2,237
		ED120 Basic Need Total	237	2,000	0	0	0	2,237
		ED132 School Capital Allocation						
		Section 106	83	166	0	0	0	249
		Education Funding Agency (SCA)	5,148	3,868	3,868	3,868	3,868	20,620
		ED132 School Capital Allocation Total	5,231	4,034	3,868	3,868	3,868	20,869

		2022/23 £000	2023/24 £000	2024/25 £000	2025/26 £000	2026/27 £000	Total £000
Fu	Proj						
nd	ect						
	Financing Type						
Ge	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	719	958	958	958	958	4,551
	Dept for Transport LTP Maint	1,532	1,566	1,566	2,000	2,000	8,664
	Section 106	487	0	0	0	0	487
	Public Transport Funding	28	28	28	28	28	140
	Department for Transport Traffic Signal Income	150	0	0	0	0	150
	Dft Pothole Funding	306	0	0	0	0	306
	EV034 Local Transport Plan Total	3,222	2,552	2,552	2,986	2,986	14,298
	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	1,382	1,253	1,253	0	0	3,888
	EV056 Additional Highways Maintenance Total	3,635	3,253	3,253	2,000	2,000	14,141
	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	1,040	225	0	0	0	1,265
	EV076 Operational Depot Accommodation Review Total	2,254	225	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	0	550	826	0	0	1,376
	Transforming Cities Fund	9,250	8,560	0	0	0	17,810
	EV094 Transforming Cities Fund - NT02 North Shields Transport Hub Total	9,250	9,110	826	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	522	300	0	0	0	822
	EV096 Highway Maintenance Challenge Fund - Tanners Bank Total	625	300	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 Bel	3,250	0	0	0	0	3,250
	EV098 Transforming Cities Fund - NT08 Four Lane Ends Bus Priority						
	Transforming Cities Fund	1,893	1,190	0	0	0	3,083
	EV098 Transforming Cities Fund - NT08 Four Lane Ends Bus Priority Total	1,893	1,190	0	0	0	3,083
	EV099 Transforming Cities Fund - NT10 Links to Metro						
	Dept for Transport LTP ITA	234	157	0	0	0	391
	Transforming Cities Fund	514	3,261	0	0	0	3,775
	EV099 Transforming Cities Fund - NT10 Links to Metro Total	748	3,418	0	0	0	4,166
	EV100 Active Travel 3 - Permanant Seafront Scheme						
	Dept for Transport Active Travel Fund Tranche 3	0	3,231	0	0	0	3,231
	EV100 Active Travel 3 - Permanant Seafront Scheme Total	0	3,231	0	0	0	3,231
	EV101 Transforming Cities Fund – Intelligent Transport Systems						
	Transforming Cities Fund	179	0	0	0	0	179
	EV101 Transforming Cities Fund – Intelligent Transport Systems Total	179	0	0	0	0	179
	GEN03 Contingencies						
	Council Contribution	1,000	3,810	1,900	900	900	8,510
	GEN03 Contingencies Total	1,000	3,810	1,900	900	900	8,510
	GEN12 Local Infrastructure						
	Council Contribution	127	100	100	100	100	527
	GEN12 Local Infrastructure Total	127	100	100	100	100	527

		2022/23 £000	2023/24 £000	2024/25 £000	2025/26 £000	2026/27 £000	Total £000
Fund	Project Financing Type						
General Fund							
GEN13 Project Management							
	Council Contribution	75	100	100	100	100	475
GEN13 Project Management Total							
		75	100	100	100	100	475
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	159	205	205	206	0	775
	Homes & Communities Grant	111	0	0	0	0	111
HS051 Private Sector Empty Homes Total							
		270	205	205	206	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
	Revenue Contribution (Security Grant Reserve 9841 107)	150	0	0	0	0	150
IT020 ICT Strategy Total							
		1,897	1,000	1,000	1,000	1,000	5,897
NEW LTA Tennis							
	LTA Grant Funding	94	0	0	0	0	94
NEW LTA Tennis Total							
		94	0	0	0	0	94
General Fund Total							
		66,119	54,034	21,370	15,993	17,564	175,080
HRA							
HS015 Refurbishment / Decent Homes Improvements							
	See HRA Financing	22,954	25,365	24,123	25,404	26,485	124,331
HS015 Refurbishment / Decent Homes Improvements Total							
		22,954	25,365	24,123	25,404	26,485	124,331
HS017 Disabled Adaptations							
	See HRA Financing	1,220	1,583	1,599	1,315	1,328	7,045
HS017 Disabled Adaptations Total							
		1,220	1,583	1,599	1,315	1,328	7,045
HS039 ICT Infrastructure Works							
	See HRA Financing	444	761	210	112	113	1,640
HS039 ICT Infrastructure Works Total							
		444	761	210	112	113	1,640
HS044 HRA New Build							
	See HRA Financing	1,996	5,787	4,533	5,093	5,080	22,489
HS044 HRA New Build Total							
		1,996	5,787	4,533	5,093	5,080	22,489
HS054 HRA Vehicle Replacement Programme							
	See HRA Financing	0	0	0	0	1,800	1,800
HS054 HRA Vehicle Replacement Programme Total							
		0	0	0	0	1,800	1,800
HRA Total							
		26,614	33,496	30,465	31,924	34,806	157,305
Total £000							
		92,733	87,530	51,835	47,917	52,370	332,385

Fund	Category	Year					Total £000
		2022/23 £000	2023/24 £000	2024/25 £000	2025/26 £000	2026/27 £000	
General Fund							
	Council Contribution	16,417	16,520	12,807	8,429	10,100	64,273
	Council Contribution - Capital Receipts	317	0	0	0	0	317
	Grants & Contributions	47,501	36,964	8,563	7,564	7,464	108,056
	Revenue Contribution	696	550	0	0	0	1,246
	Contribution from Reserves	1,188	0	0	0	0	1,188
General Fund Total							
		66,119	54,034	21,370	15,993	17,564	175,080
HRA Financing							
	HRA Capital Receipts	1,104	3,280	2,170	2,653	1,060	10,267
	HRA Revenue Contribution	10,281	10,472	12,447	12,959	15,050	61,209
	HRA MRR	13,940	19,329	15,718	16,232	16,766	81,985
	HRA Grants & Contributions	919	0	0	0	0	919
	HRA Contribution from Reserves	370	415	130	80	1,930	2,925
HRA Financing Total							
		26,614	33,496	30,465	31,924	34,806	157,305
Total£000							
		92,733	87,530	51,835	47,917	52,370	332,385

Meeting: Finance Sub-Committee

Date: 07 February 2023

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

Author: Dan Wise / Amar Hassan

Tel: 0191 643 6427 / 0191 643 5747

Service: Strategic Investment & Property / Strategic Finance

Wards affected: All

1. Purpose of Report

To provide an update on the s106 position as at 31 December 2022.

2. Recommendations

The Finance Sub Committee are asked to:

- a) note the information contained within this briefing note and the associated appendices;
- b) pay particular attention to the Authority's plans to use Section 106 funding for the improvement of parks; and
- c) identify any other areas of Section 106 funding where these sums are not yet committed or spent and invite the relevant officers responsible for the delivery of the projects to attend a future meeting to examine the Authority's plans to use the funding.

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.

The s106 Capital Programme Manager and s106 service area leads utilise the information collated within the Authority's s106 governance and monitoring process to define what monies are available for what and where this can be allocated, and develop projects based on this information.

The s106 programme of works aims to 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.

A new s106 governance flow chart has been developed by Planning in conjunction with service areas, and was approved at 28th November 2022 Cabinet.

Developer contributions is the term used to refer to the Community Infrastructure Levy (CIL) and planning obligations “(commonly referred to as ‘Section 106’ or S106 contributions after Section 106 of the Planning Act). These are planning tools used to secure financial or non-financial contributions towards the provision of infrastructure to support and enable development and to mitigate the impact of development. CIL contributions now include secondary education, health and community facilities and other infrastructure developer contributions.

CIL continues to develop within the Authority and updates will be incorporated within this report over time as necessary. £396k of CIL monies have been received by the Authority, with no projects allocated or monies spent to date.

S106 monies:

The s106 Capital Programme Manager and s106 service area leads utilise the information collated within the Authority’s s106 governance and monitoring process to define what monies are available and where this can be allocated, and develop projects based on this information.

The s106 programme of works aims to mitigate the impacts of developments within the Borough, supplementing and supporting the wider strategic North Tyneside Plan.

Service areas are routinely reviewing this information and developing projects, which are then presented to IPB for consideration prior to securing full IPB approval. If approved the projects are then delivered.

The latest s106 finance spreadsheet which includes the financial information of all developer contributions, which have been received by the Authority can be found within the appendix.

Spend Update:

	31 July 2022	30 September 2022	31 December 2022
Received	£18.021m	£18.822m	£20.266m
Spend	£6.271m	£6.273m	£6.609m
Balance	£11.750m	£12.590m	£13.656m
Committed (from available balance)	£3.157m	£3.179m	£3.910m

S106 allocated available monies relates to money received by the Authority through planning gain, this totals £13.656m as of 31 December 2022. In order to deliver projects within this budget, service areas are developing and completing projects based on the legal parameters set within the wording of the planning obligations, all overseen by the Investment Programme Board (IPB) group. Significant work is happening with relevant officers in developing key projects and allocating the spend within all service areas.

As at 30 December 2022, £20.266m had been received by the Authority, of which £6.609m has been expended in line with agreements. £13.656m remains as at 30 December 2022, of which £3.910m is committed.

Parks

At its previous meeting the sub-committee highlighted a number of examples of significant sums of money having been received but not yet committed or spent. It was agreed that officers responsible for the delivery of projects to be funded from Section 106 contributions be invited to attend future meetings to provide an update on the sums not yet committed or spent and that this process commence by examining the Authority's plans to use Section 106 funding for the improvement of parks.

Accordingly Kimberley Pye, the Head of Environment & Safer Neighbourhoods, and Neil Hodgson, the Operations Manager Horticulture & Parks, have accepted an invitation to attend this evening's meeting to present an update on plans to use Section 106 funding for the improvement of parks.

4. Background Information

Appendix 1 – s106 Spend & Commitments Summary
Appendix 1 - s106 Spend & Commitments Detail

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Appendix 1 - Section 106 Spend & Commitments Summary (31st December 2022)

	Received	Spent / Draw	Balance	Committed
Sports Facilities (S1011) Paul Youlden	-1,850,356	639,521	-1,210,835	-565,827
Travel Provisions (S1013) Colin MacDonald	-1,547,476	466,444	-1,081,032	-451,902
Highway Works (S1009) Colin MacDonald	-1,703,939	283,133	-1,420,806	-541,991
Allotments (S1002) Sam Dand	-216,307	51,826	-164,481	-14,414
Cultural Facilities/Works (S1004) Paul Yolden	-28,000	0	-28,000	0
Parks (S1010) Kim Pye	-1,453,987	366,455	-1,087,532	-304,335
Healthcare/ Facilities (S1008) CCG (Jamie Mitchell)	-1,561,850	438,038	-1,123,812	-12,584
Employment Initiatives (S1006) Mark Barrett	-68,627	3,689	-64,939	-49,920
Playsites (S1016) Paul Youlden	-1,171,911	117,688	-1,054,223	-90,755
Education (S1005) Rachael Coyne	-8,377,683	3,962,210	-4,415,473	-1,797,975
Affordable Housing (S1001) Roy Marsden	-1,264,673	0	-1,264,673	0
Coastal Mitigation (S1017) Jackie Hunter & Paul Nelson	-59,627	0	-59,627	0
Ecology (S1018) Jackie Hunter & Paul Nelson	-836,826	280,009	-556,817	-80,307
Air Quality Monitoring	-11,507	0	-11,507	0
Public Rights of Way	-48,979	0	-48,979	0
Community Facilities (S1003) Steve Bishop	-63,865	0	-63,865	0
Total	-20,265,615	6,609,013	-13,656,602	-3,910,010

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

Key:	
IPB approved / comitted spend	GREEN
End dates due 2023	AMBER
Past end date	RED
Over 1 year to commit spend	CLEAR

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	-180,213.54	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	0	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	-96,924.00	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	-238,918.00	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	-50,026.00	0.00	-50,026.00	0	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	-49,771.00	07.01.2024
16/01598/S106 - Weetslade Ward (S0103) - Land at Former East Wideopen Farmhouse - Bellway - 16/00848/FUL	-2,748.00	2,748.00	0.00	0	
18/00087/S106 - Northumberland Ward (S0121) - Land West of Station Road, Wallsend - - 16/01885/FUL	-136,193.24	0.00	-136,193.24	0	01.08.2027
20/01140/S106 (S0125) - Moorhouses Covered Reservoir - Bellway Homes - 19/01280/FUL	-111,965.92	0.00	-111,965.92	0	04.10.2027
21/00801/S106 (S0126) - Land North Of Castle Square, Backworth - Bernicia Group - 19/01674/FUL - Valley Ward	-165,000.00	0.00	-165,000.00	0	01.12.2027
Total	-1,850,356.16	639,521.46	-1,210,834.70	-565,826.54	

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	-7,500.00	0.00	-7,500.00	0	
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	-48,426.30	
12/01166/S106 - Collingwood Ward (S0066) - North Tyneside General Hospital - - 11/00765/OUT	-6,766.00	-42,529.54	-49,295.54	0	
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	-54,264.00	
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	0	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	-145,871.00	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	0	
19/00262/S106 (S0124) - Land East of Salters Lane, Longbenton - Avant Homes - 16/01889/FUL	-203,341.18	0.00	-203,341.18	-203,341.18	06.09.2026
22/00498/S106 (S0133) - Former Motor Hog, Wallsend Road, North Shields - Mandale Investments - 21/02355/FUL	-262.18	0.00	-262.18	0	
Total	-1,547,476.36	466,444.16	-1,081,032.20	-451,902.48	

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	-20,858.00	
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	-85,000.00	
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	
12/01166/S106 - Collingwood Ward (S0066) - North Tyneside General Hospital - - 11/00765/OUT	-283,132.72	283,133.00	0.00	-283,133.00	
13/01614/S106 - Killingworth Ward (S0058) - The Limes Development, Palmersville - Taylor Wimpey -	-153,000.00	0.00	-153,000.00	-153,000.00	
14/00242/S106 - Battle Hill Ward (S0060) - Hadrian Education Centre - Gladedale - 12/02047/FUL	-5,500.00	0.00	-5,500.00	0	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	0	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	0	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	0	
20/01427/S106 (S0128) - West Chirton Industrial Estate South - Miller Homes - 14/01018/OUT	-373,019.60	0.00	-373,019.60	0	7yrs from occupation of last dwelling
19/00262/S106 (S0124) - Land East of Salters Lane, Longbenton - Avant Homes - 16/01889/FUL	-46,438.00	0.00	-46,438.00	0	06.09.2026
Total	-1,703,938.65	283,133.00	-1,420,805.93	-541,991.00	

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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 - 0	-2,700.00	0.00	-2,700.00	-2,700.00	
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	0	
13/00947/S106 - Weetslade Ward (S0064) - Land at East Wideopen Farm - - 13/00198/FUL	-8,100.00	8,100.00	0.00	8,100.00	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	-2,700.00	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	0	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	0	18.09.2024
14/00242/S106 - Battle Hill Ward (S0060) - Hadrian Education Centre - Gladedale - 12/02047/FUL	-2,699.50	0.00	-2,699.50	-2,699.50	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	-5,400.00	
14/01941/S106 - Northumberland Ward (S0094) - Station Road East, Wallsend - Persimmon Homes - 12/02025/FUL	-61,954.00	0.00	-61,954.00	0	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	-9,014.00	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	0	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	0	16.12.2028
18/00087/S106 - Northumberland Ward (S0121) - Land West of Station Road, Wallsend - - 16/01885/FUL	-17,243.56	0.00	-17,243.56	0	01.08.2027
20/01140/S106 (S0125) - Moorhouses Covered Reservoir - Bellway Homes - 19/01280/FUL	-5,792.74	0.00	-5,792.74	0	04.10.2027
21/00801/S106 (S0126) - Land North Of Castle Square, Backworth - Bernicia Group - 19/01674/FUL - Valley Ward	-2,700.00	0.00	-2,700.00		01.12.2027
16/02016/S106 - Longbenton Ward (S0105) - Land North of 1 Whitcroft Road, West Moor - Bellway - 16/01316/FUL	-5,054.82	0.00	-5,054.82	0	04.10.2027
Total	-216,307.25	51,826.00	-164,481.25	-14,413.50	

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 - 0	-5,000.00	0.00	-5,000.00	0	
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	0	
15/00496/S106 - Collingwood Ward (S0090) - Travelodge Hotel, Wallsend - Crown Estates - 14/01698/FUL	-3,000.00	0.00	-3,000.00	0	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	0	22.06.2023
Total	-28,000.00	0.00	-28,000.00	0.00	

Parks (S1010) Kim Pye					
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	-9,160.00	
13/01433/S106 - Wallsend Ward (S0062) - Land East of the Covers, Wallsend - Bellway - 13/00987/FUL	-13,012.00	0.00	-13,012.00	-13,012.00	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	0	30.10.2023
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	0	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	0	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	-9,300.50	08.12.2022
14/01721/S106 - Northumberland Ward (S0089) - Former Parkside Special School, Wallsend - Bellway Homes - 14/00897/FUL	0.00	-801.00	-801.00	0	12.02.2023
14/01744/S106 - Howdon Ward (S0093) - St Marks Church, Wallsend - Marine Buildings Ltd - 13/01655/FUL	-3,251.00	0.00	-3,251.00	0	21.07.2022
14/01941/S106 - Northumberland Ward (S0094) - Station Road East, Wallsend - Persimmon Homes - 12/02025/FUL	-617,782.22	344,919.25	-272,862.97	-272,862.97	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	0	22.06.2022
15/01088/S106 - Benton Ward (S0097) - Former St Bartholomews Primary School, Benton - - 15/00406/FUL	-8,960.00	0.00	-8,960.00	0	
16/01571/S106 - Cullercoats Ward (S0102) - 16 John Street, Cullercoats - - 16/00193/FUL	-540.00	0.00	-540.00	0	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	0	22.06.2023
16/01375/S106 & 17/0162/S106 - Camperdown Ward (S0086) - Stephenson House, Killingworth - Bellway - 16/00232/FUL	-21,958.00	0.00	-21,958.00	0	N/A
20/01140/S106 (S0125) - Moorhouses Covered Reservoir - Bellway Homes - 19/01280/FUL	-44,048.32	0.00	-44,048.32	0	14.10.2027
19/00262/S106 (S0124) - Land East of Salters Lane, Longbenton - Avant Homes - 16/01889/FUL	-67,232.24	0.00	-67,232.24	0	06.09.2026
18/00087/S106 - Northumberland Ward (S0121) - Land West of Station Road, Wallsend - - 16/01885/FUL	-131,500.08	0.00	-131,500.08		01.08.2027
16/02016/S106 - Longbenton Ward (S0105) - Land North of 1 Whitcroft Road, West Moor - Bellway - 16/01316/FUL	-38,684.00	0.00	-38,684.00		04.10.2027
Total	-1,453,987.36	366,455.25	-1,087,532.11	-304,335.47	

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	5,808.00	0.00	-5,808.00	
11/00939/S106 - Weetslade Ward (S0036) - Land East of Great Lime Road, Wideopen - Bellway Homes - 13/00551/FUL	-166,438.00	142,838.75	-23,599.00	0	
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	0.00	17.01.2018
11/01967/S106 - Riverside Ward (S0043) - Site of Unit 1, Howdon Green Industrial Estate, Norman Terrace - Bellway Homes - 11/01346/FUL	-6,776.00	6,776.00	0.00	-6,776.00	
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	0	
13/01614/S106 - Killingworth Ward (S0058) - The Limes Development, Palmersville - Taylor Wimpey -	-31,918.00	0.00	-31,918.00	0	
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	0	
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	0	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		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	0	22.06.2022
16/02016/S106 - Longbenton Ward (S0105) - Land North of 1 Whitcroft Road, West Moor - Bellway - 16/01316/FUL	-56,404.25	0.00	-56,404.25		
18/00087/S106 - Northumberland Ward (S0121) - Land West of Station Road, Wallsend - - 16/01885/FUL	-101,833.49	0.00	-101,833.49		01.08.2027
Total	-1,561,849.89	438,038.11	-1,123,811.53	-12,584.00	

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	-11,111.34	22.06.2023
16/02016/S106 - Longbenton Ward (S0105) - Land North of 1 Whitecroft Road, West Moor - Bellway - 16/01316/FUL	-17,608.25	0.00	-17,608.25	-17,608.25	16.01.2029
21/00082/S106 (S0129) - Field North of 45 Sunholme Drive, Wallsend - Persimmon Homes - 20/01047/FUL	-3,617.00	0.00	-3,617.00	-3,617.00	15.12.2026
21/00449/S106 (S0130) - Tanners Banks - Ovington Boats - 20/01044/FUL	-2,583.84	0.00	-2,583.84	-2,583.84	
22/00498/S106 (S0133) - Former Motor Hog, Wallsend Road, North Shields - Mandale Investments - 21/02355/FUL	-15,000.00	0.00	-15,000.00	-15,000.00	
20/01140/S106 (S0125) - Moorhouses Covered Reservoir - Bellway Homes - 19/01280/FUL	-15,018.18	0.00	-15,018.18	0	04.10.2027
	0.00	0.00	0.00		
Total	-68,627.27	3,688.66	-64,938.61	-49,920.43	

Playsites (S1016) Paul Youlden					
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	2,306.00	0.00	-2,306.00	
13/01064/S106 - Valley Ward (S0050) - St Edmunds Building Station Road Backworth - Bett Homes - 13/00622/FUL	-1,082.42	1,082.00	-0.42	-1,082.00	
13/01433/S106 - Wallsend Ward (S0062) - Land East of the Covers, Wallsend - Bellway - 13/00987/FUL	-19,961.00	19,961.00	0.00	-19,961.00	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	-43,981.00	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	0	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	-23,425.00	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	0	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	0	16.11.2023
15/00113/S106 & 17/01040/S106 - Valley Ward (S0091) - Land South of 81 Killingworth Avenue - Duke of Northumberland 72 Settlement - 14/01687/OUT	-252,435.00	0.00	-252,435.00		
15/01088/S106 - Benton Ward (S0097) - Former St Bartholomews Primary School, Benton - - 15/00406/FUL	-8,287.00	0.00	-8,287.00	0	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	0	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	0	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	0	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	0	06.07.2023
12/00415/S106 - Preston Ward (S0073) - Cleveland Adult Training Centre - - 11/02423/FUL	-7,469.00	0.00	-7,469.00		
19/00262/S106 (S0124) - Land East of Salters Lane, Longbenton - Avant Homes - 16/01889/FUL	-91,746.79	0.00	-91,746.79	0	06.09.2026
20/01140/S106 (S0125) - Moorhouses Covered Reservoir - Bellway Homes - 19/01280/FUL	-56,318.19	0.00	-56,318.19	0	04.10.2027
21/00801/S106 (S0126) - Land North Of Castle Square, Backworth - Bernicia Group - 19/01674/FUL - Valley Ward	-22,400.00	0.00	-22,400.00		01.12.2027
Total	-1,171,911.40	117,688.00	-1,054,223.40	-90,755.00	

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	-1,480,892.88	
13/01433/S106 - Wallsend Ward (S0062) - Land East of the Covers, Wallsend - Bellway - 13/00987/FUL	-20,790.00	0.00	-20,790.00	0	16.07.2020
13/01614/S106 - Killingworth Ward (S0058) - The Limes Development, Palmersville - Taylor Wimpey -	-68,082.00	0.00	-68,082.00	-68,082.00	
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	0	
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	0	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	0	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	0	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	0	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	0	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	83,000.00	-713,764.34	-249,000	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	0	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	0	
21/00082/S106 (S0129) - Field North of 45 Sunholme Drive, Wallsend - Persimmon Homes - 20/01047/FUL	-126,894.00	0.00	-126,894.00	0	16.12.2028
20/01140/S106 (S0125) - Moorhouses Covered Reservoir - Bellway Homes - 19/01280/FUL	-166,297.35	0.00	-166,297.35	0	17.12.2027
16/02016/S106 - Longbenton Ward (S0105) - Land North of 1 Whitcroft Road, West Moor - Bellway - 16/01316/FUL	-44,356.43	0.00	-44,356.43		
21/00801/S106 (S0126) - Land North Of Castle Square, Backworth - Bernicia Group - 19/01674/FUL - Valley Ward	-87,500.00	0.00	-87,500.00		01.12.2027
Total	-8,377,682.84	3,962,209.84	-4,415,473.00	-1,797,974.88	

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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	0	26.10.2025
16/02016/S106 - Longbenton Ward (S0105) - Land North of 1 Whitcroft Road, West Moor - Bellway - 16/01316/FUL	-1,157,113.40	0.00	-1,157,113.40		
Total	-1,264,673.40	0.00	-1,264,673.40	0.00	

Coastal Mitigation (S1017) Jackie Hunter & Paul Nelson					
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		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	0	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	0	
20/01140/S106 (S0125) - Moorhouses Covered Reservoir - Bellway Homes - 19/01280/FUL	-27,113.18	0.00	-27,113.18		04.10.2027
21/00811/S106 (S0139) - - -	-1,812.00	0.00	-1,812.00		
21/00811/S106 (S0134) - - -	-2,359.00	0.00	-2,359.00		
21/00801/S106 (S0126) - Land North Of Castle Square, Backworth - Bernicia Group - 19/01674/FUL - Valley Ward	-5,681.00	0.00	-5,681.00		01.12.2027
Total	-59,627.42	0.00	-59,627.42	0.00	

Ecology (S1018) Jackie Hunter & Paul Nelson					
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	-21,410.00	
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	-6,000.00	
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	0	
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	-19,886.00	
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	0	
13/00947/S106 - Weetslade Ward (S0064) - Land at East Wideopen Farm - - 13/00198/FUL	-11,016.00	0.00	-11,016.00	-11,016.00	
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	0	
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	0	2023
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	0	06.12.2023
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	0	
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	-2,147.00	18.09.2024
13/01433/S106 - Wallsend Ward (S0062) - Land East of the Covers, Wallsend - Bellway - 13/00987/FUL	-11,310.00	0.00	-11,310.00	0	16.07.2020
13/01736/S106 & 15/00513/S106 & 17/01036/S106 - Valley Ward (S0069) - Shiremoor West - Hotspur Land Ltd - 14/01931/FUL	0.00	0.00	0.00	0	
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	-6,500.00	
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	0	
14/00242/S106 - Battle Hill Ward (S0060) - Hadrian Education Centre - Gladedale - 12/02047/FUL	-13,348.00	13,348.00	0.00	-13,348.00	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	0	
15/00113/S106 & 17/01040/S106 - Valley Ward (S0091) - Land South of 81 Kilingworth Avenue - Duke of Northumberland 72 Settlement - 14/01687/OUT	-71,009.00	0.00	-71,009.00	0	
15/01088/S106 - Benton Ward (S0097) - Former St Bartholomews Primary School, Benton - - 15/00406/FUL	-3,724.00	0.00	-3,724.00		
16/00467/S106 - Benton Ward (S0100) - Darsley Park, Benton - Taylor Wimpey - 15/01144/FUL	-7,571.00	0.00	-7,571.00	0	07.01.2026
16/01375/S106 & 17/0162/S106 - Camperdown Ward (S0086) - Stephenson House, Killingworth - Bellway - 16/00232/FUL	-18,737.00	0.00	-18,737.00	0	
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	0	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	0	
14/01905/S106 (S0123) - Wallsend Community Centre 196A and 196 Vine Street - - 14/01348/FUL	-1,432.00	0.00	-1,432.00	0	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	0	16.12.2028
20/00033/S106 (S0127) - Land East Of, Salters Lane, Longbenton - Avant Homes - 16/01889/FUL	0.25	0.00	0.25	0	
19/00262/S106 (S0124) - Land East of Salters Lane, Longbenton - Avant Homes - 16/01889/FUL	-41,668.00	0.00	-41,668.00	0	06.09.2026
	-6,000.00	0.00	-6,000.00		
20/01140/S106 (S0125) - Moorhouses Covered Reservoir - Bellway Homes - 19/01280/FUL	-15,688.64	0.00	-15,688.64		04.10.2027
	-19,820.63	0.00	-19,820.63		
Total	-836,825.91	280,008.71	-556,817.20	-80,307.00	

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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	0	
Total	-11,507.00	0.00	-11,507.00	0.00	

Public Rights of Way					
Development	Received	Spent / Draw	Balance	Committed	End Date
19/00262/S106 (S0124) - Land East of Salters Lane, Longbenton - Avant Homes - 16/01889/FUL	-48,978.99	0.00	-48,978.99		06.09.2026
Total	-48,978.99	0.00	-48,978.99	0.00	

Community Facilities (S1003) Steve Bishop					
Development	Received	Spent / Draw	Balance	Committed	End Date
18/00087/S106 - Northumberland Ward (S0121) - Land West of Station Road, Wallsend - - 16/01885/FUL	-63,865.03	0.00	-63,865.03	0	01.08.2027
Total	-63,865.03	0.00	-63,865.03	0.00	

Section 106 Totals	-20,265,614.93	6,609,013.19	-13,656,601.77	-3,910,010.30	
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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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Risk Scorecard

IMPACTS				
	4	3	2	1
	Minor	Moderate	Significant	Major
Financial Impact	£100K - £500K	£500k - £1M	£1M - £10M	>£10M
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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

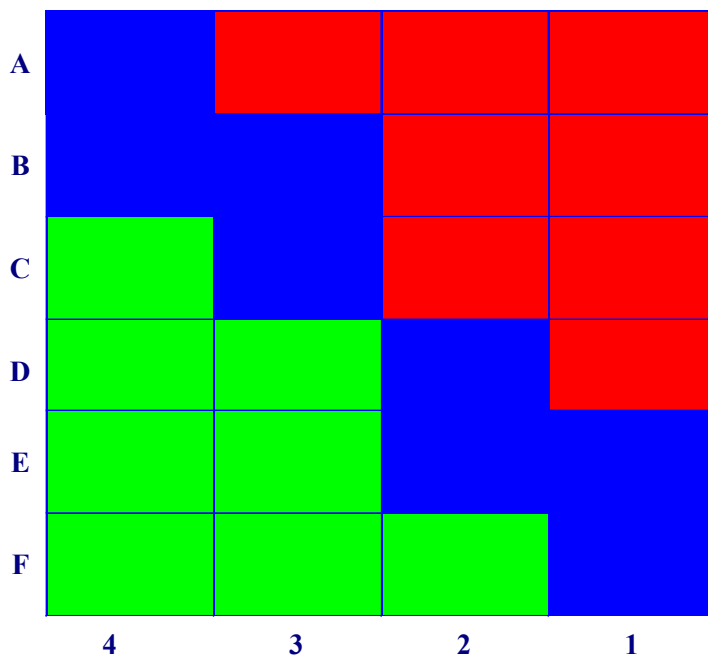
	LIKELIHOOD – 3 to 5 year period	PROBABILITY
A	Very High / Certain	85% to 100%
B	Highly Likely	60% to 85%
C	Medium / Likely	30% to 60%
D	Low / Possible	15% to 30%
E	Very Low / Rare	5% to 15%
F	Negligible / Almost Impossible	0% to 5%

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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 – reviewed every 3 months

Blue risks are to be managed down in the medium term and monitored – reviewed every 6 months

Green risks considered low priority but are also monitored – reviewed every 12 months

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