



Executive Committee

Tuesday, 3 February 2015

MINUTES

Present:

Councillor Bill Hartnett (Chair), Councillor Greg Chance (Vice-Chair) and Councillors Juliet Brunner, Brandon Clayton, John Fisher, Phil Mould, Mark Shurmer and Debbie Taylor

Also Present:

Councillor Pat Witherspoon

Officers:

Clare Flanagan, Sue Hanley and Jayne Pickering

Committee Services Officer:

Sheena Jones

96. APOLOGIES

Apologies for absence were received from Councillor Yvonne Smith.

97. DECLARATIONS OF INTEREST

There were no declarations of interest.

98. LEADER'S ANNOUNCEMENTS

The Leader did not have any announcements for this meeting.

99. MINUTES

RESOLVED that

The minutes of the meeting of the Executive Committee held on 20th January 2015 be agreed as a correct record and signed by the Chair.

100. MEDIUM TERM FINANCIAL PLAN 2015-16 TO 2017-18

The Committee considered a report which set out the current financial position for the revenue budget 2015-16 – 2017-18.

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Chair

In presenting the report the Executive Director Finance and Resources highlighted the following points:

- The Council had not yet received confirmation of the reduction in government grant for 2015-16, although it was unlikely to change much from the indicative figure received just prior to Christmas. A 5% reduction in the level of grant had been built into the assumptions for the medium term;
- Risks for the medium term included the outcome of the Comprehensive Spending Review following the election in May and the potential for the New Homes Bonus scheme to change so that the authority would cease to receive proceeds from this;
- The planned use of capital receipts to reduce borrowing costs;
- A typographical error in paragraph 3.22 of the report which it was confirmed should read “The current projections do **not** include any use of balances over the 3 year plan period”;
- A proposed Council Tax increase of 1.9%. Government grant was available to meet the costs of keeping an increase in Council tax to 1% but this restricted the base for future years.

The following were the main points raised by members during consideration of the report:

- Whether the Council owned sufficient assets to enable the savings predicted from the asset review to be realised. It was noted that Redditch would be the first locality review undertaken under the proposed Joint Property Vehicle. This would seek to establish the most efficient use of the Council’s and other public authority assets in the Borough. Arising from this item, the Executive Director Finance and Corporate Resources undertook to let Councillor Brunner have a list of the Borough Council’s assets.
- Whether the level of savings projected resulting from the proposed review of how Leisure Services were delivered were achievable and how any shortfall would be made up. Officers responded that if Councillors agreed the proposed changes then significant savings could be achieved in the 2015-16 financial year. If during the year it became apparent that the full £150k would not be achieved, the management team would seek to meet the shortfall corporately.
- Details were provided of the revenue bids for the Essential Living Fund – which should be match funded by Worcestershire

County Council; small business support, to be delivered through the Economic Theme Group, and energy management “spend to save” proposals.

At the conclusion of the debate Councillors thanked the officers, especially in the finance team, for their hard work in delivering the information necessary for the Financial Plan to be considered at this meeting. Members also thanked officers for their continued efforts to deliver savings so that residents could continue to receive services from the Council.

Members requested that officers work immediately to identify where savings would be made to meet the shortfalls predicted for the second and third year of the Plan.

RECOMMENDED that

- 1) **The bids of £91k for 2015-16 as set out in the report relating to Essential Living Fund, Small Business Support and the spend to save funds for energy management be approved;**
- 2) **The unavoidable pressures as detailed at appendix 1 to these minutes be approved as follows:**

2015/16 £238k
2016/17 £230k
2017/18 £241k
- 3) **The savings as detailed at appendix 2 to these minutes be approved as follows:**

2015/16 £1.005m
2016/17 £1.476m
2017/18 £1.516m
- 4) **That the increase in Council tax of 1.9% for 2015-16 be approved.**

101. OVERVIEW AND SCRUTINY COMMITTEE

The Committee received the minutes of the meeting of the Overview and Scrutiny Committee held on 13th January 2015.

RESOLVED that

The minutes of the meeting of the Overview and Scrutiny Committee held on 13th January 2015 be received and noted.

**102. MINUTES/REFERRALS - OVERVIEW AND SCRUTINY
COMMITTEE, EXECUTIVE PANELS, ETC**

There were no outstanding referrals for the Committee to consider.

103. ADVISORY PANELS - UPDATE REPORT

RESOLVED that

The report be noted.

104. ACTION MONITORING

It was noted that the Head of Customer Access and Financial Support had e-mailed the information requested regarding land at Easemore Road to members.

RESOLVED that

The position be noted.

The Meeting commenced at 7.00 pm
and closed at 7.57 pm

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Chair

STATEMENT SHOWS IMPACT
OF NEW PRESSURES EACH
FINANCIAL YEAR

UNAVOIDABLE PRESSURES	2015/16 £'000	2016/17 £'000	2017/18 £'000	Comments
ENABLING				
Customer Access & Financial Support	73	-8	-	<i>Increased cost of building/reduction in income/ impact of concessionary rent scheme</i>
Parish Council & Neighbourhood Referendum	3	-	-	<i>Additional cost to be incurred in respect of Parish Election & Neighbourhood Referendum</i>
Provision of Funding to ensure the Council can support the implementation of the Living Wage to staff	70	-	-	<i>To implement the Living Wage to staff for 2015/16</i>
Postage - additional postage costs	4	-	-	<i>Additional postage costs incurred to meet demand for information being sent across the Borough</i>
Land Charges	-	-	11	<i>Changes to Land Charges scheme will impact on income received</i>
PROVIDE GOOD THINGS FOR ME TO SEE, DO AND VISIT				
Increased building costs/loss of income - Leisure Services	24	-	-	<i>Increases in building costs together for Leisure facilities</i>
HELP ME RUN A SUCCESSFUL BUSINESS				
Car Parking Income - reduced income from enforcement	36	-	-	<i>There is a projected shortfall in income relating to enforcement as drivers are now parking in a more compliant way</i>
HELP ME LIVE MY LIFE INDEPENDENTLY				
Loss of Supporting People income/transitional from HRA	28	-	-	<i>Reduction in Supporting People income from WCC</i>
TOTAL PER SUMMARY ABOVE	238	-8	11	

**STATEMENT SHOWS IMPACT
OF NEW SAVINGS EACH
FINANCIAL YEAR**

STRATEGIC PURPOSE SAVINGS	2015/16 £'000	2016/17 £'000	2017/18 £'000	Comments
ENABLING				
Customer Access & Financial Support - Service Review Fraud / Customer Services / General savings	-143	28	-	<i>Savings delivered from structure reviews / reduced building costs/ locality working / fraud staffing changes due to Single Fraud initiative/</i>
Enabling Services; Legal & Democratic, Finance, Corporate Management , HR	-293	-138	-	<i>Savings delivered from structure reviews and general efficiencies within the services</i>
WRS Savings	-	-50	-	<i>Savings from further efficiencies in WRS</i>
JPV	-	-	-15	<i>Savings realised from the Joint Property Vehicle project</i>
Contract Savings / efficiencies	-50	-20	-	<i>Savings to be achieved from reviewing and renegotiating contracts</i>
Asset review	-30	-60	-	<i>Savings from reviewing assets across the organisation and to manage energy costs more efficiently</i>
Sub Total	-516	-240	-15	
KEEP MY PLACE SAFE AND LOOKING GOOD				
Parking Services	-30	-	-	<i>Reduction in costs associated with civil parking enforcement</i>
Place Review - Environmental/Community Services savings	-164	-26	-	<i>Reduction in costs following the review of services delivered across the locality</i>
Staffing Reviews across the Strategic Purpose	-	-25	-25	<i>Savings estimated as a result of a review across the Strategic Purpose within a locality</i>
Sub Total	-194	-51	-25	
HELP ME LIVE MY LIFE INDEPENDENTLY				
Shopmobility / Dial a Ride	-20	-30	-	<i>Savings estimated as a result of a review into the efficiency and operation of Dial A Ride and Shopmobility Services</i>
Staffing Review across the Strategic Purpose	-20	-	-	<i>Savings estimated as a result of a review into the resource supporting the strategic purpose</i>
Building Control	-60	-	-	<i>To revise the charging mechanism for Building Control Shared Service to allocate costs based on activity</i>
Sub Total	-100	-30	0	
PROVIDE GOOD THINGS FOR ME TO SEE, DO AND VISIT				
Leisure Services	-150	-150	0	<i>Potential savings that could be delivered from a review of how Leisure Services are delivered</i>

Community Centres	-45	0	0	<i>Review of the operation and management of the community centres has delivered savings</i>
Sub Total	-195	-150	0	
TOTAL TO INCLUDE NEW SAVINGS PROPOSED	-1,005	-471	-40	