

# COUNCIL MEETING

Wednesday, 20th July, 2022  
at 2.00 pm

Council Chamber - Civic Centre

## **This meeting is open to the public**

### **Members of the Council**

The Mayor – Chair

The Sheriff – Vice-chair

Leader of the Council

Members of the Council (See overleaf)

### **Contacts**

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| <b>WARD</b>          | <b>COUNCILLOR</b>                         | <b>WARD</b>       | <b>COUNCILLOR</b>                           |
|----------------------|---|-------------------|---|
| <b>Bargate</b>       | Bogle<br>Noon<br>Dr Paffey                | <b>Millbrook</b>  | Furnell<br>G Galton<br>Moulton              |
| <b>Bassett</b>       | Blackman<br>Hannides<br>L Harris          | <b>Peartree</b>   | Houghton<br>Keogh<br>J Payne                |
| <b>Bevois</b>        | Rayment<br>Denness<br>Kataria             | <b>Portswood</b>  | Cooper<br>Mitchell<br>Savage                |
| <b>Bitterne</b>      | Magee<br>Prior<br>Streets                 | <b>Redbridge</b>  | Guest<br>McEwing<br>Goodfellow (was Spicer) |
| <b>Bitterne Park</b> | Bunday<br>Fuller<br>White                 | <b>Shirley</b>    | Coombs<br>Kaur<br>Winning                   |
| <b>Coxford</b>       | D Galton<br>Professor Margetts<br>Renyard | <b>Sholing</b>    | J Baillie<br>Guthrie<br>Vaughan             |
| <b>Freemantle</b>    | Leggett<br>Shields<br>Windle              | <b>Swaythling</b> | Bunday<br>Fielker<br>Vassiliou              |
| <b>Harefield</b>     | P Baillie<br>Fitzhenry<br>Laurent         | <b>Woolston</b>   | Blatchford<br>W Payne<br>Stead              |

## **PUBLIC INFORMATION**

### **Role of the Council**

The Council comprises all 48 Councillors. The Council normally meets six times a year including the annual meeting, at which the Mayor and the Council Leader are elected and committees and sub-committees are appointed, and the budget meeting, at which the Council Tax is set for the following year.

The Council approves the policy framework, which is a series of plans and strategies recommended by the Executive, which set out the key policies and programmes for the main services provided by the Council. It receives a summary report of decisions made by the Executive, and reports on specific issues raised by the Overview and Scrutiny Management Committee. The Council also considers questions and motions submitted by Council Members on matters for which the Council has a responsibility or which affect the City.

## **PUBLIC INVOLVEMENT**

**Questions:-** People who live or work in the City may ask questions of the Mayor, Chairs of Committees and Members of the Executive. (See the Council's Constitution ref Part 4 Council Procedure Rules 10.8)

**Petitions:-** At a meeting of the Council any Member or member of the public may present a petition which is submitted in accordance with the Council's scheme for handling petitions. Petitions containing more than 1,500 signatures (qualifying) will be debated at a Council meeting. (See the Council's Constitution ref Part 4 Council Procedure Rules 10.1)

**Representations:-** At the discretion of the Mayor, members of the public may address the Council on any report included on the agenda in which they have a relevant interest. Any member of the public wishing to address the meeting should advise the Democratic Support Officer (DSO) whose contact details are on the front sheet of the agenda.

**Deputations:-** A deputation of up to three people can apply to address the Council. A deputation may include the presentation of a petition. (See the Council's Constitution ref Part 4 Council Procedure Rules 10.7)

## **MEETING INFORMATION**

**Use of Social Media:-** The Council supports the video or audio recording of meetings open to the public, for either live or subsequent broadcast. However, if, in the Chair's opinion, a person filming or recording a meeting or taking photographs is interrupting proceedings or causing a disturbance, under the Council's Standing Orders the person can be ordered to stop their activity, or to leave the meeting. By entering the meeting room you are consenting to being recorded and to the use of those images and recordings for broadcasting and or/training purposes. The meeting may be recorded by the press or members of the public.

Any person or organisation filming, recording or broadcasting any meeting of the Council is responsible for any claims or other liability resulting from them doing so.

Details of the Council's Guidance on the recording of meetings is available on the Council's website.

**Mobile Telephones** – Please switch your mobile telephones to silent whilst in the meeting.

Southampton: Corporate Plan 2020-2025 sets out the four key outcomes:

- Communities, culture & homes - Celebrating the diversity of cultures within Southampton; enhancing our cultural and historical offer and using these to help transform our communities.
- Green City - Providing a sustainable, clean, healthy and safe environment for everyone. Nurturing green spaces and embracing our waterfront.
- Place shaping - Delivering a city for future generations. Using data, insight and vision to meet the current and future needs of the city.
- Wellbeing - Start well, live well, age well, die well; working with other partners and other services to make sure that customers get the right help at the right time

**Access** – Access is available for disabled people. Please contact the Council Administrator who will help to make any necessary arrangements

**Smoking policy** – The Council operates a no-smoking policy in all civic buildings

**Fire Procedure** – In the event of a fire or other emergency, a continuous alarm will sound and you will be advised by Council officers what action to take.

| <b>Proposed dates of meetings</b> |                      |
|-----------------------------------|----------------------|
| <b>2022</b>                       | <b>2023</b>          |
| 20 July                           | 22 February (Budget) |
| 14 September                      | 15 March             |
| 16 November                       | 17 May (AGM)         |

### **CONDUCT OF MEETING**

#### **FUNCTIONS OF THE COUNCIL**

The functions of the Council are set out in Article 4 of Part 2 of the Constitution

#### **RULES OF PROCEDURE**

The meeting is governed by the Council Procedure Rules as set out in Part 4 of the Constitution.

#### **BUSINESS TO BE DISCUSSED**

Only those items listed on the attached agenda may be considered at this meeting.

#### **QUORUM**

The minimum number of appointed Members required to be in attendance to hold the meeting is 16.

### **DISCLOSURE OF INTERESTS**

Members are required to disclose, in accordance with the Members' Code of Conduct, **both** the existence **and** nature of any "Disclosable Pecuniary Interest" or "Other Interest" they may have in relation to matters for consideration on this Agenda.

#### **DISCLOSABLE PECUNIARY INTERESTS**

A Member must regard himself or herself as having a Disclosable Pecuniary Interest in any matter that they or their spouse, partner, a person they are living with as husband or wife, or a person with whom they are living as if they were a civil partner in relation to:

- (i) Any employment, office, trade, profession or vocation carried on for profit or gain.
- (ii) Sponsorship: Any payment or provision of any other financial benefit (other than from Southampton City Council) made or provided within the relevant period in respect of any expense incurred by you in carrying out duties as a member, or towards your election expenses. This includes any payment or financial benefit from a trade union within the meaning of the Trade Union and Labour Relations (Consolidation) Act 1992.
- (iii) Any contract which is made between you / your spouse etc (or a body in which the you / your spouse etc has a beneficial interest) and Southampton City Council under which goods or services are to be provided or works are to be executed, and which has not been fully discharged.
- (iv) Any beneficial interest in land which is within the area of Southampton.
- (v) Any license (held alone or jointly with others) to occupy land in the area of Southampton for a month or longer.
- (vi) Any tenancy where (to your knowledge) the landlord is Southampton City Council and the tenant is a body in which you / your spouse etc has a beneficial interests.
- (vii) Any beneficial interest in securities of a body where that body (to your knowledge) has a place of business or land in the area of Southampton, and either:
  - a) the total nominal value of the securities exceeds £25,000 or one hundredth of the total issued share capital of that body, or
  - b) if the share capital of that body is of more than one class, the total nominal value of the shares of any one class in which you / your spouse etc has a beneficial interest that exceeds one hundredth of the total issued share capital of that class.

### **Other Interests**

A Member must regard himself or herself as having an, 'Other Interest' in any membership of, or occupation of a position of general control or management in:

Any body to which they have been appointed or nominated by Southampton City Council

Any public authority or body exercising functions of a public nature

Any body directed to charitable purposes

Any body whose principal purpose includes the influence of public opinion or policy

### **Principles of Decision Making**

All decisions of the Council will be made in accordance with the following principles:-

- proportionality (i.e. the action must be proportionate to the desired outcome);
- due consultation and the taking of professional advice from officers;
- respect for human rights;
- a presumption in favour of openness, accountability and transparency;
- setting out what options have been considered;
- setting out reasons for the decision; and
- clarity of aims and desired outcomes.

In exercising discretion, the decision maker must:

- understand the law that regulates the decision making power and gives effect to it. The decision-maker must direct itself properly in law;
- take into account all relevant matters (those matters which the law requires the authority as a matter of legal obligation to take into account);
- leave out of account irrelevant considerations;
- act for a proper purpose, exercising its powers for the public good;
- not reach a decision which no authority acting reasonably could reach, (also known as the "rationality" or "taking leave of your senses" principle);
- comply with the rule that local government finance is to be conducted on an annual basis. Save to the extent authorised by Parliament, 'live now, pay later' and forward funding are unlawful; and
- act with procedural propriety in accordance with the rules of fairness.

Richard Ivory  
Service Director, Legal and Business Operations  
Civic Centre, Southampton, SO14 7LY

Tuesday, 12 July 2022

**TO: ALL MEMBERS OF THE SOUTHAMPTON CITY COUNCIL**

You are hereby summoned to attend a meeting of the COUNCIL to be held on WEDNESDAY, 20TH JULY, 2022 in the COUNCIL CHAMBER CIVIC CENTRE at 2:00pm when the following business is proposed to be transacted:-

**1 APOLOGIES**

To receive any apologies.

**2 MINUTES (Pages 1 - 10)**

To authorise the signing of the minutes of the Annual General Council Meeting and Extraordinary Council Meeting held on 18<sup>th</sup> May 2022, attached.

**3 ANNOUNCEMENTS FROM THE MAYOR AND LEADER**

Matters especially brought forward by the Mayor and the Leader.

**4 DEPUTATIONS, PETITIONS AND PUBLIC QUESTIONS**

To receive any requests for Deputations, Presentation of Petitions or Public Questions.

**5 APPROVAL OF APPOINTMENT OF CHIEF EXECUTIVE, HEAD OF PAID SERVICE  
(Pages 11 - 12)**

Report of the Service Director HR and OD seeking approval for the Appointment of Chief Executive, Head of Paid Service.

**6 REVENUE AND CAPITAL OUTTURN 2021-22 (Pages 13 - 82)**

Report of the Cabinet Member for Finance and Change on the Revenue and Capital Outturn for 2021-22.

**7 USE OF URGENCY DELEGATED DECISION TO ACCEPT SUPPLEMENTAL  
SUBSTANCE MISUSE TREATMENT AND RECOVERY FUNDING 2022-2025  
(Pages 83 - 86)**

Report of the Cabinet Member for Health, Adults and Leisure detailing the Officer Delegated Decisions taken under the urgency procedure rules to accept funding of £3,797,091 over 3 years (subject to annual approval by HM Treasury) for Supplemental Substance Misuse Treatment and Recovery (SSMTR) funding via the Office of Health Improvement and Disparities (OHID).

## 8 **MOTIONS**

(a) Moved by Councillor Guthrie

Over the last decade, many residents have been concerned about the speed of vehicles on their roads and have been calling for the council to act so that the risk to their communities is reduced. Last year, the council allocated £1m to allow residents to have their say on introducing 20mph limits to these roads, with many taking the chance to make their neighbourhoods a safer place.

This council acknowledges that the public response to 20mph limits has been positive and recognises that these limits are something that residents across Southampton have been demanding for a long time. This council will continue the work of the previous administration and dedicate funding and resources for further rounds of consultation and assessment beyond what is already planned, so that the opportunity for residents to make their road safer for themselves and their families remains an option long into the future.

(b) Moved by Councillor Vaughan

It has been estimated that as much as 40% of public service spending in Children's Services is on interventions that could have been avoided by prioritising a preventive approach to early years development.

This Council:

- notes and commends the progress made in recent years to train council-employed staff in awareness of a Trauma Informed Approach and Adverse Childhood Experiences (ACEs).
- notes that this makes a huge difference in the process and outcome of a person's interaction with the council.
- acknowledges the contribution of The Wave Trust among others to piloting and promoting a preventative and integrated approach in Southampton.
- notes the support for Wave Trust's approach from Councillors from across this chamber as well as MPs here and in other cities.

This Council commits to:

- prioritise children in their Early Years and ask the Executive to look into exploring a feasibility study of this preventative and integrated approach to early years.
- extend this approach from Children's Services to train staff in Trauma Informed approaches in all front-facing departments such as housing, revenue and benefits, as well as linked services such as Job Centre Plus and others.
- make changes so that this approach is entwined within the frameworks and strategies of these same departments and services.
- work in partnership and draw on the experience and good practices of CAMHS, the Violence Reduction Unit, and Wave Trust in achieving these goals.

**9 EXECUTIVE BUSINESS** (Pages 87 - 90)

Report of the Leader of the Council, attached.

**10 QUESTIONS FROM MEMBERS TO THE CHAIRS OF COMMITTEES OR THE MAYOR**

To consider any question of which notice has been given under Council Procedure Rule 11.2.

**11 APPOINTMENTS TO COMMITTEES, SUB-COMMITTEES AND OTHER BODIES**

To deal with any appointments to Committees, Sub-Committees or other bodies as required.

NOTE: There will be prayers by Mayor's Chaplain Will Rosie in the Mayor's Reception Room at 1.45 pm for Members of the Council and Officers who wish to attend.



Richard Ivory  
Director of Legal and Business Services



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## SOUTHAMPTON CITY COUNCIL

MINUTES OF THE COUNCIL MEETING HELD ON  
18 MAY 2022

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### Present:

The Mayor, Councillor Rayment  
The Sheriff, Councillor Laurent  
Councillors Blackman, J Baillie, P Baillie, Mrs Blatchford, Bogle, A Bunday, M Bunday, Coombs, Cooper, Denness, Fielker, Fitzhenry, Fuller, Furnell, D Galton, G Galton, Guest, Guthrie, Hannides, L Harris, Houghton, Kataria, Kaur, Keogh, Magee, Professor Margetts, McEwing, Mitchell, Moulton, Noon, Dr Paffey, J Payne, W Payne, Prior, Renyard, Savage, Shields, Spicer, Stead, Streets, Vassiliou, Vaughan, White, Windle and Winning

Apologies were received from Councillor Leggett

### 1. FORMAL RECOGNITION OF HONORARY RECORDER

#### **THE MAYOR (COUNCILLOR HOUGHTON) IN THE CHAIR**

RESOLVED: that His Honour Judge Christopher Parker be officially appointed as Honorary Recorder of Southampton and presented with the scroll in recognition of his appointment.

### 2. PRESENTATION OF RETIRING HONORARY RECORDER

RESOLVED: that thanks be placed on record to His Honour Judge Derwin Hope, retiring Honorary Recorder for his many years of service to the City of Southampton.

### 3. ELECTION OF CHILDREN'S MAYOR

RESOLVED: that Amaanah Hayat be elected as the first Children's Mayor of Southampton.

### 4. CITY OF SOUTHAMPTON AWARD

RESOLVED: upon the motion of the Mayor (Councillor Houghton) and seconded by the Sherriff (Councillor Rayment), that the City of Southampton Award be presented to: -

Debra Carter  
David and Anna Wright  
David Rose, John Symms and Lesley Jarvis

### 5. ELECTION OF A MAYOR FOR THE ENSUING YEAR

RESOLVED: upon the motion of Councillor Denness and seconded by Councillor Vaughan, that Councillor Rayment be elected to the Office of 800th Mayor of Southampton and Chair of the Council for the ensuing year.

The Mayor (Councillor Rayment) then made and subscribed to the Declaration of Acceptance of Office.

6. MAYOR'S CHARITIES

**THE MAYOR (COUNCILLOR RAYMENT IN THE CHAIR)**

The Mayor announced that she would be supporting as her charities, Street Pastors, Southampton Hospitals Charity and City Reach.

7. ELECTION OF A SHERIFF FOR THE ENSUING YEAR

RESOLVED: upon the motion of Councillor Fitzhenry and seconded by Councillor Fielker that Councillor Laurent be appointed the 585<sup>th</sup> Sheriff of the City of Southampton and Vice-Chair of the Council for the ensuing year.

The Sheriff (Councillor Laurent) then made and subscribed to the Declaration of Acceptance of Office.

8. VOTE OF THANKS TO RETIRING MAYOR

RESOLVED: upon the motion of Councillor Fuller and seconded by Cllr Paffey that the Council places on record its appreciation for the distinguished manner in which Councillor Houghton had discharged the duties of the Mayor of the City during the period of his term of office.

9. SOUTHAMPTON BUSINESS SUCCESS AWARDS 2022

RESOLVED: that the Southampton Business Success Award be presented to Fawley Waterside and Other Skies.

10. FORMER COUNCILLORS

RESOLVED: that former Councillors Beryl Harris, Mark Chaloner, Tom Bell, Christopher Hammond, Rob Harwood and Steve Galton be thanked for their service to the City during their period in office.

**AT THE RECONVENED MEETING OF THE SOUTHAMPTON CITY COUNCIL HELD  
IN THE COUNCIL CHAMBER, CIVIC CENTRE ON 18th MAY, 2022**

11. MINUTES

RESOLVED: that the minutes of the Council meeting held on 23<sup>rd</sup> March 2022 be approved and signed as a correct record.

12. ANNOUNCEMENTS FROM THE MAYOR AND LEADER

- (i) Welcome to New Members

The Mayor thanked all Members for their support in electing her as the City's 800th Mayor and welcomed everyone back to the Council Chamber after a long, but necessary, absence due to the Covid pandemic. The Mayor also welcomed to the meeting all those Councillors who were attending their first meeting together with those who had successfully defended their seats.

(ii) Christine Tebano

The Mayor announced with sadness that Christine Tebano who was a former member of staff and went on to be Chief Executive and Founder of Parent Support Link had passed away and that our thoughts were with her family.

(iii) Filming

The Mayor announced that the meeting was open to being filmed and those filming were reminded that the right to film was limited to the duration of the meeting and recording must cease when the meeting was closed. Filming or recording was not permitted if the effect would be to interrupt or disturb the proceedings or if it was intrusive of a specific individual or individuals. If in the Mayor's opinion this was occurring, it would not be permitted, and she would ask you to stop. Similarly, some members of the public attending the meeting may object to being filmed, photographed or recorded. The Mayor would make those attending aware and would ask those filming, to respect their wishes, and would expect that these were complied with. As was the case when Council met in the Guildhall the meeting was being live streamed.

(iv) Meeting Protocol

The Mayor referred to the need for meetings to run efficiently and effectively and asked Members to keep in mind through the year the basic courtesies that needed to be adhered to both in timeliness in arriving at the meeting and listening carefully to the speeches and arguments. The Mayor further requested that Members remembered the courtesies they would like from members when speaking and for the benefit of the public Members remain in the seat allocated, or if they wished to move, they give notice of their intention prior to the next meeting so that copies displayed in the public areas could be amended.

(v) Mobile phones and electronic devices

The Mayor reminded Members, wi-fi was available in the Council Chamber. The use of mobile electronic devices can therefore be used in the Chamber and in Committee Meetings. The Mayor urged Members to use their good sense and behave with courtesy, particularly in not tweeting messages which would otherwise be in breach of our rules or the law. For example, tweeting material discussed in confidential session would be a very serious breach. The Mayor also informed Members that as in previous years, there was a £25 fine for mobile phones ringing and this will go to the Mayor's charity.

(vi) Development and Refresher Sessions for Members

The Mayor reminded Members of number of development and refresher sessions that have been arranged and encourage both new and existing Members to attend.

13. ELECTION OF THE LEADER

The nomination of Councillor Kaur was moved and seconded.

UPON BEING PUT TO THE VOTE IT WAS:

RESOLVED: that Councillor Kaur be elected as Leader of the Council for the ensuing year.

Following her election as Leader, Councillor Kaur informed the Council of her Cabinet and their Portfolio responsibilities.

Deputy Leader and Cabinet Member for Children and Learning - Cllr Paffey  
Cabinet Member for Finance and Change - Cllr Leggett  
Cabinet Member for Health, Adults and Leisure - Cllr Fielker  
Cabinet Member for Housing and the Green Environment - Cllr Mitchell  
Cabinet Member for Transport and District Regeneration - Cllr Keogh  
Cabinet Member for Economic Development - Cllr Bogle  
Cabinet Member for Safer City - Cllr Renyard  
Cabinet Member for Communities and Customer Engagement - Cllr Kataria

The Leader informed Members that the content of each of the Portfolios would be shared following the meeting.

14. ANNUAL REVIEW OF THE CONSTITUTION

Councillor Kaur moved the report of the Director Legal and Business Services detailing the annual review of the Council's Constitution and Councillor Shields seconded.

Council noted an amendment to Paragraph 16 of the report regarding the proposed new membership for the Health and Wellbeing Board. There was a technical problem regarding the wording chosen for the additional local paediatrician, which was "A local community paediatrician". Health colleagues have advised that that this terminology may exclude any paediatricians who are not employed by Solent NHS Trust, as "community paediatrician" was a particular type of role/contract, and locally Solent were their sole employer. Therefore, it was agreed to broaden the wording to "local paediatrician with knowledge of the community" to enable more paediatricians to be eligible.

RESOLVED:

- (i) To agree the minor changes to the Constitution and associated arrangements as set out in this report;
- (ii) To authorise the Service Director: Legal & Business Operations to finalise the arrangements as approved by Full Council and make any further consequential or minor changes arising from the decision; and

(iii) To approve the City Council's Constitution, as amended, including the Officer Scheme of Delegation, for the Municipal Year 2022-23.

15. APPOINTMENTS TO COMMITTEES, SUB COMMITTEES AND OTHER BODIES

**RESOLVED:** that subject to certain decisions that may from time to time be made by the Council, the following Committees, Sub-Committees and other bodies be appointed with the allocation of seats to political groups shown therein and they be delegated authority to act within their Terms of Reference:

| Political Group | Seats on Council | %      |
|-----------------|------------------|--------|
| Labour          | 26               | 55.21% |
| Conservative    | 21               | 44.79% |

| Committees                                 | Labour  | Conservative   | Number of Seats to Groups |
|--|---|--|---------------------------|
| Overview and Scrutiny Management (9)       | Cllr Cooper<br>Cllr Furnell<br>Cllr Winning<br>Cllr Shields<br><br>4  | <b>Cllr Fuller - Chair</b><br>Cllr Stead<br>Cllr Houghton<br>Cllr Guthrie<br>Cllr P Baillie<br><br>5 | 9                         |
| Planning and Rights of Way (7)             | <b>Cllr Coombs - Chair</b><br>Cllr Windle<br>Cllr Savage<br>Cllr Blatchford<br><br>4                                | Cllr Prior<br>Cllr Magee<br>Cllr J Payne<br><br>3  | 7                         |
| Chief Officer Employment Panel (3)         | TBC<br><br>2  | Cllr Guthrie<br><br>1  | 3                         |
| Licensing Committee (10) (Min 10 – max 13) | <b>Cllr M Bunday - Chair</b><br>Cllr Blatchford<br>Cllr Cooper<br>Cllr Furnell<br>Cllr Noon<br>Cllr Spicer<br><br>6 | Cllr G Galton<br>Cllr Vaughan<br>Cllr Vassiliou<br>Cllr Streets<br><br>4                             | 10                        |
| Governance Committee (5)                   | Cllr Denness<br>Cllr Furnell<br><b>Cllr Shields - Chair</b><br><br>3  | Cllr White<br>Cllr D Galton<br><br>2   | 5                         |

| <b>Sub-Committees</b>   | <b>Labour</b>   | <b>Conservative</b>                            | <b>Number of Seats to Groups</b> |
|---|---|--|----------------------------------|
| Health Overview and Scrutiny Panel<br>(7)   | Cllr A Bunday<br><b>Cllr Margetts - Chair</b><br>Cllr Noon<br>Cllr W Payne<br>4 | Cllr Houghton<br>Cllr White<br>Cllr Guest<br>3 | 7                                |
| Scrutiny Panel<br>(5)   | TBC<br>3  | TBC<br>2                                       | 5                                |
| Children's and Families Scrutiny Panel<br>(5)   | Cllr A Bunday<br>Cllr Windle<br><b>Cllr Winning - Chair</b><br>3                | Cllr J Baillie<br>Cllr Vaughan<br>2            | 5                                |
| Licensing General Sub-Committee (5)<br>(Membership must come from membership of Licensing Committee)                        | TBC<br>3  | TBC<br>2                                       | 5                                |
| Standards Sub-Committee (3)   | TBC<br>2  | TBC<br>1                                       | 3                                |
| Standards Appeal Sub-Committee (3)  | TBC<br>2  | TBC<br>1                                       | 3                                |
| <b>TOTAL</b>  | <b>36</b>   | <b>26</b>                                      | <b>62</b>                        |
| <b>Committee/Sub-Committee</b>  | <b>Labour</b>   | <b>Conservative</b>                            | <b>Number of Seats to Groups</b> |
| Licensing and Gambling Sub-Committee (3)<br>(Any 3 Members drawn from the Licensing Committee membership on rotation basis) |   |  | 3                                |

| Other bodies   | Labour  | Conservative      | Number of Seats to Groups |
|--|---|-------------------|---------------------------|
| Hampshire Fire and Rescue Authority (1)  | Cllr A Bunday<br>1  |                   | 1                         |
| Local Democracy and Accountability Network for Councillors (2)   | TBC<br>2  | 0                 | 2                         |
| Partnership for South Hampshire – Overview and Scrutiny Committee (1)  | 0   | Cllr Guthrie<br>1 | 1                         |
| Hampshire Police and Crime Panel (1)<br><i>(Overall proportionality is calculated across the County. This may require a change in appointment)</i> | Cllr Renyard<br>1   | 0                 | 1                         |
| Health and Well-Being Board  | <p>Council determines the number of places allocated to Elected Members on the Board.</p> <p>The decision as to who to appoint is an Executive Function.</p> <p>Council is requested to determine the membership of the Board as follows:</p> <ul style="list-style-type: none"> <li>• 5 Elected Members of Southampton City Council</li> <li>• Statutory Director for Public Health</li> <li>• Statutory Director for Adult Social Services</li> <li>• Statutory Director Children’s Services (Service Director, Children’s and Families Services)</li> <li>• Representative of the Clinical Commissioning Group</li> <li>• Representative of Healthwatch</li> <li>• Representative of NHS Commissioning Board’s Wessex Area Team</li> </ul> |                   |                           |
| Chipperfield Trust   | All 48 Members to be appointed to Chipperfield Trust  |                   |                           |

16. CALENDAR OF MEETINGS

The Council approved the following dates for meetings of the Council in the 2022/23 Municipal Year:

20th July 2022  
14th September 2022  
16th November 2022  
22nd February 2023 (Budget)  
15th March 2023  
17th May 2023 (AGM)

17. DEPUTATIONS, PETITIONS AND PUBLIC QUESTIONS

It was noted that no requests for deputations, petitions or public questions had been received.

18. EXECUTIVE BUSINESS REPORT

Council noted the Executive Business Report of the outgoing Conservative Administration.

The following questions were submitted in accordance with Council Procedure Rule 11.1:-

1. Roads and Pavement Programme

Question from Councillor Moulton to Councillor Kaur

Will the Cabinet Member commit in full to delivering the published 22/23 and 23/24 roads and pavements programme?

Answer

Verbal Response provided at the meeting

“When we were in control just a year ago we recognised the importance of improving our roads and pavements. In our budget we set aside money for Roads and Pavements. Having been Leader of SCC for just a short time I can assure you this was in our Manifesto; this was in our budget we will be delivering a full programme, but we will be reviewing what’s is being proposed fair distribution based on evidence and the Roads Survey”.

2. Bitterne Bus Lane

Question from Councillor Moulton to Councillor Kaur

Will the new Administration be reinstating the Bitterne Bus Lane?



Answer

Verbal Response provided at the meeting

“No”

3. 1000 Spaces

Question from Councillor Moulton to Councillor Kaur

Will the Cabinet Member commit to delivering the published 1,000 spaces Estate Parking Programme and to maintain in full the budget allocation committed to this programme?

Answer

Verbal Response provided at the meeting

“Whilst in principle we agree there is some merit in the 1000 parking space programme we would want to review, to ensure a fair distribution across the city in areas of need, not just political gain... Ensuring proper consultation with residents not just taking away green space”.

19. MOTIONS

It was noted that no motions had been received.

20. QUESTIONS FROM MEMBERS TO THE CHAIRS OF COMMITTEES OR THE MAYOR

It was noted that there were no questions from Members to the Chairs of Committees or the Mayor.

21. SOUTHAMPTON CITY COUNCIL ELECTIONS 2022

The report of the Returning Officer detailing the results of the Southampton City Council Elections on 5 May 2022 was noted.

22. OVERVIEW AND SCRUTINY: ANNUAL REPORT 2021/22

The report of the Chair of the Overview and Scrutiny Management Committee detailing the Overview and Scrutiny Management Committee Annual Report 2021/22 in accordance with the Council’s Constitution was noted.

23. OVERVIEW AND SCRUTINY: SUMMARY OF CALL-IN ACTIVITY

The report of the Director of Legal and Business Services providing an update to Council on the use of Call-In by the Overview and Scrutiny Management Committee over the previous 6 months was noted.

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SOUTHAMPTON CITY COUNCIL

MINUTES OF THE COUNCIL MEETING HELD ON  
18 MAY 2022

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Present:

The Mayor, Councillor Rayment  
The Sheriff, Councillor Laurent  
Councillors Blackman, J Baillie, P Baillie, Mrs Blatchford, Bogle, A Bunday,  
M Bunday, Coombs, Cooper, Denness, Fielker, Fitzhenry, Fuller, Furnell, D  
Galton, G Galton, Guest, Guthrie, Hannides, L Harris, Houghton, Kataria,  
Kaur, Keogh, Magee, Professor Margetts, McEwing, Mitchell, Moulton,  
Noon, Dr Paffey, J Payne, W Payne, Prior, Renyard, Savage, Shields,  
Spicer, Stead, Streets, Vassiliou, Vaughan, White, Windle and Winning

Apologies were received from Councillor Leggett

24. HONORARY ALDERMAN

RESOLVED: unanimously:

That in pursuance of the provisions of Section 249(1) of the Local Government Act 1972, the office of Honorary Aldermen be conferred on former Councillor Terry Matthews in recognition of his eminent service to the City and his name be recorded in the Roll of Honorary Aldermen

# Agenda Item 5

|   |  |  |                           |
|---|--|--|---------------------------|
| <b>DECISION-MAKER:</b>  | COUNCIL  |  |                           |
| <b>SUBJECT:</b>   | APPOINTMENT OF CHIEF EXECUTIVE AND HEAD OF PAID SERVICE  |  |                           |
| <b>DATE OF DECISION:</b>  | 20 JULY 2022   |  |                           |
| <b>REPORT OF:</b>   | SERVICE DIRECTOR HR AND OD   |  |                           |
| <b><u>CONTACT DETAILS</u></b>   |  |  |                           |
| <b>AUTHOR:</b>  | <b>Name:</b>   | <b>Janet King, Service Director HR OD</b>  | <b>Tel:</b> 023 8083 2378 |
|   | <b>E-mail:</b>   | <b>Janet.king@southampton.gov.uk</b>   |                           |
| <b>STATEMENT OF CONFIDENTIALITY</b>   |  |  |                           |
| None  |  |  |                           |
| <b>BRIEF SUMMARY</b>  |  |  |                           |
| <p>Following the May 2022 Council elections, the new Leader of the Council confirmed her wish to secure a permanent appointment to the role of Chief Executive and Head of Paid Service to ensure the organisation has the stability required at the senior leadership level.</p> <p>The constitutional requirements which must be observed when appointing a statutory officer has the process fall to the Chief Officer Employment Panel to recommend appointment to the position of Chief Executive, Head of Paid Service to full Council. Suitable candidates were interviewed for the position on June 7<sup>th</sup>, 2022.</p> <p>The Chief Executive postholder will fulfil the statutory role of Head of Paid Service.</p> |  |  |                           |
| <b>RECOMMENDATIONS:</b>   |  |  |                           |
|   | (i)  | That Council appoints Mike Harris to the position of permanent Chief Executive and Head of Paid Service with immediate effect. |                           |
| <b>REASONS FOR REPORT RECOMMENDATIONS</b>   |  |  |                           |
| 1.  | The permanent position will replace the interim nature of the role following the planned departure of the previous, permanent postholder and will both lead and be part of the Executive Management Board. The Head of Paid Service is a statutory role and is offered on a permanent basis to provide focused and stable leadership for the organisation.   |  |                           |
| 2.  | The appointment will ensure the required leadership, stability and statutory requirements going forward and afford continuity of role.   |  |                           |
| <b>ALTERNATIVE OPTIONS CONSIDERED AND REJECTED</b>  |  |  |                           |
| 3.  | The option to advertise the permanent position was rejected at this time. External recruitment is a time consuming and costly exercise and there are experienced and suitably qualified serving executives in the organisation who were afforded proper consideration for the role. All serving Executive Directors have been appointed following competitive processes and interviews by the Chief Officer Employment Panel. Appointing internally ensures continuity and stability of leadership at a critical time. |  |                           |
| <b>DETAIL (Including consultation carried out)</b>  |  |  |                           |

|   |   |   |
|---|---|---|
| 4.  | Chief Officer Employment Panel was held on June 7 <sup>th</sup> , 2022, following a review of internal expressions of interest in the role. |   |
| <b>RESOURCE IMPLICATIONS</b>  |   |   |
| <b><u>Capital/Revenue</u></b>   |   |   |
| 5.  | Costs will be met within existing budgets.  |   |
| <b><u>Property/Other</u></b>  |   |   |
| 6.  | N/A   |   |
| <b>LEGAL IMPLICATIONS</b>   |   |   |
| <b><u>Statutory power to undertake proposals in the report:</u></b>   |   |   |
| 7.  | Local Government Act 2000 and the Local Government (Standing Orders) (England) Regulations 2001 as amended.                                 |   |
| <b><u>Other Legal Implications:</u></b>   |   |   |
| 8.  | None  |   |
| <b>RISK MANAGEMENT IMPLICATIONS</b>   |   |   |
| 9.  | None  |   |
| <b>POLICY FRAMEWORK IMPLICATIONS</b>  |   |   |
| 10.   | None  |   |
| <b>KEY DECISION?</b>  |   | <b>No</b>   |
| <b>WARDS/COMMUNITIES AFFECTED:</b>  |   | N/A   |
| <b><u>SUPPORTING DOCUMENTATION</u></b>  |   |   |
| <b>Appendices</b>   |   |   |
| 1.  | None  |   |
| <b>Documents In Members' Rooms</b>  |   |   |
| 1.  | None  |   |
| <b>Equality Impact Assessment</b>   |   |   |
| <b>Do the implications/subject of the report require an Equality and Safety Impact Assessment (ESIA) to be carried out.</b> |   | <b>No</b>   |
| <b>Data Protection Impact Assessment</b>  |   |   |
| <b>Do the implications/subject of the report require a Data Protection Impact Assessment (DPIA) to be carried out.</b>      |   | <b>No</b>   |
| <b>Other Background Documents</b>   |   |   |
| <b>Other Background documents available for inspection at:</b>  |   |   |
| <b>Title of Background Paper(s)</b>   |   | <b>Relevant Paragraph of the Access to Information Procedure Rules / Schedule 12A allowing document to be Exempt/Confidential (if applicable)</b> |
| 1.  | None  |   |

# Agenda Item 6

|                               |  |  |                           |
|-------------------------------|--|--|---------------------------|
| <b>DECISION-MAKER:</b>        | CABINET<br>COUNCIL                               |  |                           |
| <b>SUBJECT:</b>               | REVENUE AND CAPITAL OUTTURN 2021/22              |  |                           |
| <b>DATE OF DECISION:</b>      | CABINET (19 JULY 2022)<br>COUNCIL (20 JULY 2022) |  |                           |
| <b>REPORT OF:</b>             | CABINET MEMBER FOR FINANCE & CHANGE              |  |                           |
| <b><u>CONTACT DETAILS</u></b> |  |  |                           |
| <b>Executive Director</b>     | <b>Title:</b>                                    | Executive Director for Finance, Commercialisation & S151 Officer                         |                           |
|                               | <b>Name:</b>                                     | John Harrison  | <b>Tel:</b> 023 8083 4897 |
|                               | <b>E-mail:</b>                                   | <a href="mailto:John.Harrison@southampton.gov.uk">John.Harrison@southampton.gov.uk</a>   |                           |
| <b>Author</b>                 | <b>Title:</b>                                    | Head of Financial Planning and Management  |                           |
|                               | <b>Name:</b>                                     | Steve Harrison   | <b>Tel:</b> 023 8083 4153 |
|                               | <b>E-mail:</b>                                   | <a href="mailto:Steve.Harrison@southampton.gov.uk">Steve.Harrison@southampton.gov.uk</a> |                           |

|   |
|---|
| <b>STATEMENT OF CONFIDENTIALITY</b>   |
| N/A   |
| <b>BRIEF SUMMARY</b>  |
| <p>This report is a combined outturn report for revenue and capital.</p> <p>The purpose of this report is to summarise the overall General Fund and Housing Revenue Account (HRA) revenue and capital programme outturn position for 2021/22 and that of the Collection Fund. This report also sets out the revised capital programme estimates for 2022/23 which take account of slippage and re-phasing.</p> <p>The statement of accounts is still under external audit scrutiny, which means this report is provisional, although no material changes are anticipated.</p> |

## RECOMMENDATIONS:

|  |                                      |  |
|--|--------------------------------------|--|
|  | <b><u>General Fund - Revenue</u></b> |  |
|  | It is recommended that Cabinet:      |  |
|  | i)                                   | Notes the General Fund revenue outturn for 2021/22 is a balanced position after transfer of £10.93M surplus to reserves, as outlined in paragraph 4 and in paragraph 2 of Appendix 1.  |
|  | ii)                                  | Notes the performance of individual Portfolios in managing their budgets as set out in paragraphs 3 to 6 of Appendix 1 and Annex 1.1.  |
|  | iii)                                 | Recommends Council to approve the budget carry-forward requests totalling £4.12M as outlined in paragraph 8 of Appendix 1 and detailed in Annex 1.3 and recommends Council to delegate responsibility to the Executive Director for Finance, Commercialisation & S151 Officer, after consultation with the Cabinet Member for Finance & Change, to approve business cases for the release of the carry forwards. |
|  | iv)                                  | Recommends Council to note the performance of the Property Investment  |

|       |   |
|-------|---|
|       | Fund (PIF) as detailed in paragraphs 9 to 11 of Appendix 1 and Annex 1.4.   |
| v)    | Notes that the level of General Fund balances at 31 March 2022 was £10.07M and the level of earmarked reserves was £101.89M as detailed in paragraph 18 and 19 of Appendix 1 and Annex 1.5.   |
| vi)   | Notes the accounts for the Collection Fund in 2021/22 detailed in paragraphs 24 to 30 of Appendix 1 and Annex 1.7.  |
|       | <b><u>Housing Revenue Account</u></b><br>It is recommended that Cabinet:  |
| vii)  | Notes the HRA revenue outturn for 2021/22 as outlined in paragraph 6 and paragraphs 21 to 23 of Appendix 1 and Annex 1.6.   |
|       | <b><u>Capital Programme</u></b><br>It is recommended that Cabinet:  |
| viii) | Notes the actual capital spending in 2021/22 for the General Fund was £69.31M and for the HRA was £33.07M, as outlined in paragraphs 10 and 11 below and detailed in paragraphs 2 to 5 of Appendix 2.                               |
| ix)   | Notes the capital financing in 2021/22 as shown in table 3 of Appendix 2.   |
| x)    | Notes the revised capital programme for 2021/22 to 2026/27 and its financing as summarised in paragraph 10 of Appendix 2 and detailed in Annex 2.2.   |
| xi)   | Notes the latest prudential indicators for the revised capital programme as detailed in Annex 2.3.  |
|       | <b><u>General Fund – Revenue</u></b><br>It is recommended that Council:   |
| i)    | Notes the General Fund revenue outturn for 2021/22 is a balanced position after transfer of £10.93M surplus to reserves, as outlined in paragraph 4 and in paragraph 2 of Appendix 1.   |
| ii)   | Notes the performance of individual Portfolios in managing their budgets as set out in paragraphs 3 to 6 of Appendix 1 and Annex 1.1.   |
| iii)  | Agrees the budget carry-forward requests totalling £4.12M as outlined in paragraph 8 of Appendix 1 and detailed in Annex 1.3.   |
| iv)   | Delegates responsibility to the Executive Director for Finance, Commercialisation & S151 Officer, after consultation with the Cabinet Member for Finance & Change, to approve business cases for the release of the carry forwards. |
| v)    | Notes the performance of the Property Investment Fund (PIF) as detailed in paragraphs 9 to 11 of Appendix 1 and Annex 1.4.  |
|       | <b><u>Housing Revenue Account</u></b><br>It is recommended that Council:  |
| vi)   | Notes the HRA revenue outturn for 2021/22 as outlined in paragraph 6 and paragraphs 21 to 23 of Appendix 1 and Annex 1.6.   |
|       | <b><u>Capital Programme</u></b><br>It is recommended that Council:  |
| vii)  | Notes the actual capital spending in 2021/22 for the General Fund was £69.31M   |

|       |  |
|-------|--|
|       | and for the HRA was £33.07M, as outlined in paragraphs 10 and 11 below and detailed in paragraphs 2 to 5 of Appendix 2.                                |
| viii) | Notes the capital financing in 2021/22 as shown in table 3 of Appendix 2.  |
| ix)   | Approves the revised capital programme for 2021/22 to 2026/27 and its financing as summarised in paragraph 10 of Appendix 2 and detailed in Annex 2.2. |
| x)    | Approves the latest prudential indicators for the revised capital programme as detailed in Annex 2.3.  |

## REASONS FOR REPORT RECOMMENDATIONS

|    |  |
|----|--|
| 1. | To ensure that Cabinet fulfils its responsibilities for the overall financial management of the Council's resources. |
|----|--|

## ALTERNATIVE OPTIONS CONSIDERED AND REJECTED

|    |   |
|----|---|
| 2. | None, as the outturn position for 2021/22 has been prepared in accordance with statutory accounting requirements. |
|----|---|

## DETAIL (including consultation carried out)

|    | <u>Revenue</u>   |
|----|--|
| 3. | The outturn positions for the General Fund Revenue Account, Housing Revenue Account (HRA) and Collection Fund for the Council are summarised in Appendix 1.  |
| 4. | The overall outturn on the General Fund was a year end surplus of £10.93M which was transferred to reserves to give a final balanced position. This surplus comprised a favourable variance of £9.88M on General Fund business as usual activities and £1.05M favourable variance on COVID-19 budgets, both of which were forecast to be balanced to nil through use of corporate resources in the quarter 3 forecast. Details of the significant movements since the last quarter are provided in Annex 1.1.  |
| 5. | The level of General Fund balance at 31 March 2022 remained at £10.07M, which is in line with the Medium Term Financial Strategy as agreed at the 22 February 2022 Council meeting. Earmarked reserves totalled £101.89M at the end of 2021/22, of which £5.70M relates to schools' balances. Included within reserves is the carry forward of £14.08M of COVID-19 grant funding, of which £11.60M relates to compensation for additional business rates reliefs given by the government during the pandemic. The funding is being carried forward via reserves to meet the Council's share of the deficit on the Collection Fund arising from these reliefs, which will be charged to the General Fund in 2022/23. Earmarked reserves do not include the £11.09M cumulative deficit on the Dedicated Schools Grant (DSG), which is being held in an unusable reserve so that it does not impact on the revenue account in accordance with regulations. Reserves (excluding schools' balances) are £18.64M higher than the estimated position at quarter 3. More detail is provided in paragraph 18 to 20 of Appendix 1. |
| 6. | The outturn position for the HRA was a favourable variance of £0.92M. This is in line with the Medium Term Financial Strategy as agreed at the 22 February 2022 Council meeting. The £0.92M favourable variance all relates to HRA business as usual activities and there is no change from the quarter 3 forecast. Details of the significant movements on individual budget lines since the last quarter are provided in Annex 1.6.  |
| 7. | The Council collects business rates and council tax not only for itself, but also for the Hampshire and Isle of Wight Fire and Rescue Authority and Hampshire Police and   |

|                                      |   |
|--------------------------------------|---|
|                                      | <p>Crime Commissioner and accounts for this via the Collection Fund. At the year end the Collection Fund had an overall deficit of £14.35M, comprising a £17.11M business rates deficit offset by a £2.76M council tax surplus. The Council's share of the overall deficit is £6.05M (£8.39M business rates deficit offset by £2.34M council tax surplus). The £17.11M total business rates deficit is largely due to £23.30M of additional reliefs to support businesses during the pandemic, offset by £6.19M reductions in other reliefs and expenditure. £11.60M of government grant funding to compensate for rates reliefs has been carried forward via reserves to offset the deficit that will be charged to the General Fund in 2022/23.</p> |
|                                      | <b><u>Capital</u></b>   |
| 8.                                   | The General Fund and HRA capital expenditure and its financing for 2021/22 and the revised Capital Programme are summarised in Appendix 2.  |
| 9.                                   | The total General Fund capital expenditure in 2021/22 was £69.31M compared to the agreed programme of £89.80M, giving a variance of £20.49M (£21.49M net slippage and £1.00M of overspend).   |
| 10.                                  | The total HRA capital expenditure in 2021/22 was £33.07M compared to the agreed programme of £37.94M, giving a variance of £4.88M (£3.31M net slippage and £1.57M of underspend).   |
|                                      | <b><u>Statement of Accounts 2021/22</u></b>   |
| 11.                                  | The draft statement of accounts will be presented to Governance Committee on 25 July 2022.  |
| 12.                                  | The annual audit, carried out by our auditors Ernst & Young LLP, commenced on 22 June 2022. The audit is expected to be completed in September 2022. Changes to the statement of accounts (if any) arising from the annual audit are expected to be reported to the 26 September 2022 Governance Committee.   |
| <b>RESOURCE IMPLICATIONS</b>         |   |
|                                      | <b><u>Capital/Revenue</u></b>   |
| 13.                                  | The revenue and capital implications are contained in the report.   |
|                                      | <b><u>Property/Other</u></b>  |
| 14.                                  | There are no specific property implications arising from this report other than the schemes already referred to within Appendix 2 of the report.  |
| <b>LEGAL IMPLICATIONS</b>            |   |
|                                      | <b><u>Statutory power to undertake proposals in the report:</u></b>   |
| 15.                                  | Financial reporting is consistent with the Section 151 Officer's duty to ensure good financial administration within the Council.   |
|                                      | <b><u>Other Legal Implications:</u></b>   |
| 16.                                  | None.   |
| <b>RISK MANAGEMENT IMPLICATIONS</b>  |   |
| 17.                                  | None.   |
| <b>POLICY FRAMEWORK IMPLICATIONS</b> |   |
| 18.                                  | The proposals contained in the report are in accordance with the Council's Policy Framework Plan.   |



KEY DECISION? No

|                             |     |
|-----------------------------|-----|
| WARDS/COMMUNITIES AFFECTED: | All |
|-----------------------------|-----|

### SUPPORTING DOCUMENTATION

#### Appendices

|    |                         |
|----|-------------------------|
| 1. | Revenue Outturn 2021/22 |
| 2. | Capital Outturn 2021/22 |

#### Documents In Members' Rooms

|    |      |
|----|------|
| 1. | None |
| 2. |      |

#### Equality Impact Assessment

|  |    |
|--|----|
| Do the implications/subject of the report require an Equality Impact Assessment (EIA) to be carried out? | No |
|--|----|

#### Privacy Impact Assessment

|  |    |
|--|----|
| Do the implications/subject of the report require a Privacy Impact Assessment (PIA) to be carried out? | No |
|--|----|

#### Other Background Documents

**Equality Impact Assessment and Other Background documents available for inspection at:**

|                              |  |
|------------------------------|--|
| Title of Background Paper(s) | Relevant Paragraph of the Access to Information Procedure Rules / Schedule 12A allowing document to be Exempt/Confidential (if applicable) |
|------------------------------|--|

|    |  |  |
|----|--|--|
| 1. | The Revenue Budget 2021/22, Medium Term Financial Forecast 2021/22 to 2024/25 and Capital Programme 2020/21 to 2025/26 (Approved by Council February 2022) |  |
| 2. |  |  |

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**REVENUE OUTTURN 2021/22**

The focus for this report is on indicating the changes since the financial monitoring position reported to Cabinet at its meeting on 21 February 2022 (at quarter 3).

**GENERAL FUND REVENUE ACCOUNT - SUMMARY**

1. Each portfolio within the General Fund is responsible for monitoring net controllable spend against the budget throughout the financial year. For 2021/22, variances against budget provided for COVID-19 pandemic related issues have been monitored and reported on separately to variances on 'business as usual' (BAU) activities. Table 1 below provides a summary of the overall outturn for the year, with an analysis of BAU variances and COVID-19 variances and movements against the quarter 3 position shown in Tables 2 and 3.
2. The overall outturn for the General Fund Revenue Account was a surplus of £10.93M. This surplus has been transferred to reserves, improving the sums potentially available in the future, to provide an overall balanced position for the year on the General Fund.

**Table 1 – General Fund Revenue Account 2021/22**

|   | <b>Final<br/>Budget<br/>£M</b> | <b>Outturn<br/>£M</b> | <b>Outturn<br/>Variance<br/>£M</b> |
|---|--------------------------------|-----------------------|------------------------------------|
| Portfolios Net Expenditure  | 216.65                         | 223.42                | 6.77 A                             |
| Non-Portfolio Net Expenditure   | (46.00)                        | (61.38)               | 15.38 F                            |
| <b>Net Revenue Expenditure</b>  | <b>170.66</b>                  | <b>162.04</b>         | <b>8.61 F</b>                      |
| Financing   | (170.66)                       | (172.97)              | 2.31 F                             |
| <b>(Surplus) / Deficit for the year<br/>before transfer to reserves</b> | <b>0.00</b>                    | <b>(10.93)</b>        | <b>10.93 F</b>                     |
| Transfer to Reserves – Year<br>End Surplus                              |                                | 10.93                 | 10.93 A                            |
| <b>(Surplus) / Deficit for the year</b>                                 | <b>0.00</b>                    | <b>0.00</b>           | <b>0.00</b>                        |

Numbers are rounded

3. The outturn position for the General Fund on business as usual (BAU) activities for the year (before the final transfer to reserves) is a favourable variance of £9.64M, a favourable movement of £9.64M from the position forecast at quarter 3. The forecast position at quarter 3 was to break even, after the use of corporate resources. Details of the significant movements since quarter 3 (in excess of £0.2M) are provided in Annex 1.1.

**Table 2 – General Fund Business as Usual Outturn 2021/22**

| <b>General Fund</b>   | <b>BAU<br/>Outturn<br/>Variance<br/>£M</b> | <b>BAU<br/>Forecast<br/>Variance<br/>Qtr 3<br/>£M</b> | <b>BAU<br/>Movement<br/>from Qtr 3<br/>£M</b> |
|---|--|---|---|
| Portfolios Net Expenditure  | 6.15 A                                     | 7.75 A  | 1.60 F  |
| Non-Portfolio Net Expenditure   | 15.38 F                                    | 7.48 F  | 7.90 F  |
| <b>Net Revenue Expenditure</b>  | <b>9.23 F</b>                              | <b>0.27 A</b>   | <b>9.50 F</b>                                 |
| Financing   | 0.41 F                                     | 0.27 F  | 0.14 F  |
| <b>(Surplus) / Deficit for the year<br/>before transfer to reserves</b> | <b>9.64 F</b>                              | <b>0.00</b>   | <b>9.64 F</b>                                 |

Numbers are rounded

4. £7.31M of the portfolios business as usual adverse net outturn variance relates to Children's Social Care. The main element of the adverse variance (£4.56M) continues to be for Children Looked After, due to the higher number of children in residential care and independent fostering agencies than budgeted.
5. The £15.38M favourable outturn variance on non-portfolio net expenditure is primarily from a £7.83M contribution from the Social Care Demand Reserve (which stand at £0 from 1 April 2022) and a release of £5.59M from centrally held budgets.
6. The outturn position for the General Fund on COVID-19 budgets for the year (before the final transfer to reserves) is a favourable variance of £1.29M, a favourable movement of £1.29M from the position forecast at quarter 3. The forecast position at quarter 3 was to break even, after the use of corporate resources. Details of the significant movements since quarter 3 (in excess of £0.2M) are provided in Annex 1.1.

**Table 3 – General Fund COVID-19 Outturn 2021/22**

| <b>General Fund</b>   | <b>COVID<br/>Outturn<br/>Variance<br/>£M</b> | <b>COVID<br/>Forecast<br/>Variance<br/>Qtr 3<br/>£M</b> | <b>COVID<br/>Variance<br/>Movement<br/>from Qtr 3<br/>£M</b> |
|---|--|---|--|
| Portfolios Net Expenditure  | 0.61 A                                       | 2.24 A  | 1.63 F   |
| Non-Portfolio Net Expenditure   | 0.00   | 0.72 F  | 0.72 A   |
| <b>Net Revenue Expenditure</b>  | <b>0.61 A</b>                                | <b>1.51 A</b>   | <b>0.90 F</b>  |
| Financing   | 1.90 F                                       | 1.51 F  | 0.39 F   |
| <b>(Surplus) / Deficit for the year<br/>before transfer to reserves</b> | <b>1.29 F</b>                                | <b>0.00</b>   | <b>1.29 F</b>  |

Numbers are rounded

|     |  |
|-----|--|
| 7.  | A summary of COVID-19 government grants for 2021/22 is provided at Annex 1.2. Application of these grants (including funding carried forward from 2020/21) to COVID-19 related costs incurred by the Council has been maximised, to reduce the financial impact of the pandemic.   |
|     | <b><u>Budget Carry Forwards</u></b>  |
| 8.  | <p>A number of service areas have requested the carry forward of budgets from 2021/22. These are summarised in Annex 1.3 and total £4.12M. Council is recommended to approve the carry forward of this sum. However, given the significant inflationary cost pressures faced in the current year and the major budget shortfall forecast for 2023/24 (circa £23,4M) highlighted in the February 2022 Medium Term Financial Strategy to be addressed, Council is recommended to agree that release of the carry forwards is subject to a business case to be approved by the Executive Director for Finance, Commercialisation &amp; S151 Officer, after consultation with the Cabinet Member for Finance &amp; Change.</p> <p>There is also £18.11M of unspent revenue grant funding being carried forward, most of which is COVID-19 related. Of this, £11.60M is compensation for business rates reliefs (see paragraphs 19 and 27 below) which is required to be carried forward to offset the Collection Fund deficit being recouped in 2022/23.</p> |
|     | <b><u>Property Investment Fund</u></b>   |
| 9.  | As part of the scheme of delegation it was agreed the performance of the Property Investment Fund would be reported at outturn stage to Full Council. Annex 1.4 gives the details of this fund and Cabinet is asked to recommend Council note the performance.   |
| 10. | There have been no additional purchases during the year. The rate of return on investment in 2021/22 before borrowing costs and other on-costs was 6.03%. Borrowing costs of 3.90% were incurred giving a net rate of return of 2.13%. All of the properties remain fully let and the tenants are meeting their financial obligations under the leases (although one tenant has vacated the premises but continues to honour the lease).   |
| 11. | Investment properties are required to be revalued every year. The current valuation for those within the Property Investment Fund is £25.68M, an increase in value compared with last year of £1.42M (a reduction in value of £1.23M was reported in 2020/21). Under current accounting rules changes in the value of investment properties do not impact on the General Fund.   |
|     | <b><u>Treasury Management</u></b>  |
| 12. | The Treasury Management outturn for 2021/22 will be reported to Governance Committee on 25 July 2022.  |
|     | <b><u>Dedicated Schools Grant (DSG) and Schools</u></b>  |
| 13. | The Dedicated Schools Grant is a ring-fenced grant and balances are carried forward each year. The position at year end is a cumulative deficit of £11.09M, as shown in Table 4 below. This is further detailed in Annex 1.1.  |

**Table 4 – DSG Outturn**

|                                      | £M           |
|--------------------------------------|--------------|
| Deficit carried forward from 2020/21 | 8.93         |
| Net deficit in year                  | 2.16         |
| <b>Balance to carry forward</b>      | <b>11.09</b> |

Numbers are rounded

14. The DSG deficit is being driven by significant year on year increases in the number and complexity of Education and Health Care Plans (EHCPs) and the increasing numbers of pupils with Special Education Needs and Disability (SEND) being placed in highly expensive out of city placements in independent school settings. There is also pressure on Early Years funding from a reduction in children placed in Early Years settings. Work is continuing to review High Needs activity to manage SEND demand and increase the provision of places within Southampton. Anticipated increases in High Needs grant funding from Government are also expected to support the deficit recovery plan.

15. The Schools Budget is ringfenced and the DSG deficit will not impact on the wider council services or council tax payers. In accordance with regulations, the deficit is held within an unusable reserve so that it does not form part of the balance on earmarked revenue reserves.

16. There are 13 schools (out of 43 SCC schools) reporting a deficit balance as at the 31 March 2022 as shown in Table 5 below. There are the same number of schools reporting a deficit as at the previous year end and the total deficit has decreased by £0.48M. During the year one school cleared its deficit and two schools went into deficit from a surplus position. One school reporting a deficit at the previous year end converted to an academy during the year, with the deficit balance of £0.78M being met from the General Fund upon its conversion to an academy as required by the legislation. One other school converted to an academy during the year reducing the number of SCC maintained schools from 45 to 43.

**Table 5 – Schools in Deficit**

|              | 2020/21       |                   | 2021/22       |                   |
|--------------|---------------|-------------------|---------------|-------------------|
|              | Deficit<br>£M | No. of<br>Schools | Deficit<br>£M | No. of<br>Schools |
| Primary      | 2.14          | 9                 | 2.70          | 10                |
| Secondary    | 1.97          | 4                 | 0.93          | 3                 |
| <b>Total</b> | <b>4.11</b>   | <b>13</b>         | <b>3.63</b>   | <b>13</b>         |

Numbers are rounded

17. These schools are working with the School Finance team to agree deficit recovery plans.

### **Reserves & Balances**

18. The General Fund balance stands at £10.07M, which is the approved minimum level as per the February 2022 Medium Term Financial Strategy (MTFS).

| 19.   | <p>Earmarked reserves totalled £101.89M at the end of 2021/22, comprising £5.70M of schools' balances and £96.19M other revenue reserves. This compares to a forecast of £77.5M at quarter 3 excluding schools' balances.</p> <p>Included within reserves is the carry forward of £14.08M of COVID-19 grant funding, of which £11.60M relates to government compensation for the loss in 2021/22 business rates income due to continuation of reliefs provided to support particular business sectors during the pandemic. Under accounting arrangements for business rates the Council's estimated share of the loss on the Collection Fund caused by the additional reliefs is charged to the General Fund in 2022/23 (i.e. a year after the grant funds compensating for this loss were received), so the funding is being carried forward via reserves to be applied in 2022/23.</p> <p>Further details and the changes to the quarter 3 position are set out in Annex 1.5. The main changes to the position at quarter 3 were:</p> <ul style="list-style-type: none"> <li>• £11.74M improvement in the Medium Term Financial Risk Reserve arising from the contribution of the year-end surplus (£10.93M), transfer of the unused balance on the Digital Strategy Reserve (£1.06M), re-phasing of some expected drawdowns into 2022/23 (£0.33M), differences between forecast and actual drawdowns (£0.12M), offset by slippage in an expected contribution to the reserve (£0.70M);</li> <li>• £2.08M increase in the transfer to the Revenue Grants Reserve for grants being carried forward into 2022/23. The main elements of this are £2.48M relating to ring-fenced COVID-19 grants plus £4.03M other funding, offset by a reduction of £4.43M in the estimated compensation for business rates losses due to award of the Covid Additional Relief Fund being deferred until 2022/23 (see paragraph 30 below);</li> <li>• £4.12M increase in the Portfolio Carry Forwards Reserve for the budget carry forwards noted in paragraph 8.</li> </ul> |               |                        |               |                        |             |       |       |        |        |         |         |        |   |             |               |               |
|---|---|---------------|------------------------|---------------|------------------------|-------------|-------|-------|--------|--------|---------|---------|--------|---|-------------|---------------|---------------|
| 20.   | <p>Given the uncertainty caused by the Ukrainian conflict, cost of living crisis and any ongoing effects from the COVID-19 pandemic on the Council's expenditure and income, it is more important than ever that the Council maintains adequate reserves and monitors all financial risks and acts to mitigate these where it can.</p>  |               |                        |               |                        |             |       |       |        |        |         |         |        |   |             |               |               |
| <b>HOUSING REVENUE ACCOUNT (HRA)</b>  |   |               |                        |               |                        |             |       |       |        |        |         |         |        |   |             |               |               |
| 21.   | <p>The HRA has made a surplus of £0.92M in 2021/22 as summarised in Table 6 below. Further details are provided in Annex 1.6.</p>   |               |                        |               |                        |             |       |       |        |        |         |         |        |   |             |               |               |
| <p><b>Table 6 – Housing Revenue Account Outturn 2021/22</b></p> <table border="1" data-bbox="268 1635 1289 1930"> <thead> <tr> <th>HRA</th> <th>Final Budget<br/>£M</th> <th>Outturn<br/>£M</th> <th>Outturn Variance<br/>£M</th> </tr> </thead> <tbody> <tr> <td>Expenditure</td> <td>75.87</td> <td>74.39</td> <td>1.48 F</td> </tr> <tr> <td>Income</td> <td>(75.87)</td> <td>(75.31)</td> <td>0.56 A</td> </tr> <tr> <td><b>(Surplus) / Deficit for the year</b></td> <td><b>0.00</b></td> <td><b>(0.92)</b></td> <td><b>0.92 F</b></td> </tr> </tbody> </table> <p style="text-align: center;">Numbers are rounded</p> |   | HRA           | Final Budget<br>£M     | Outturn<br>£M | Outturn Variance<br>£M | Expenditure | 75.87 | 74.39 | 1.48 F | Income | (75.87) | (75.31) | 0.56 A | <b>(Surplus) / Deficit for the year</b> | <b>0.00</b> | <b>(0.92)</b> | <b>0.92 F</b> |
| HRA   | Final Budget<br>£M  | Outturn<br>£M | Outturn Variance<br>£M |               |                        |             |       |       |        |        |         |         |        |   |             |               |               |
| Expenditure   | 75.87   | 74.39         | 1.48 F                 |               |                        |             |       |       |        |        |         |         |        |   |             |               |               |
| Income  | (75.87)   | (75.31)       | 0.56 A                 |               |                        |             |       |       |        |        |         |         |        |   |             |               |               |
| <b>(Surplus) / Deficit for the year</b>   | <b>0.00</b>   | <b>(0.92)</b> | <b>0.92 F</b>          |               |                        |             |       |       |        |        |         |         |        |   |             |               |               |

22. The outturn position for the HRA on business as usual (BAU) activities for the year is a favourable variance of £0.92M, no movement from the position forecast at quarter 3, summarised in Table 7 below. Details of the significant movements since quarter 3 are provided in Annex 1.6. This favourable outturn was intended, to help with HRA pressures during 2022/23 given there was a Council decision to freeze rents.

**Table 7 – HRA Business as Usual Outturn 2021/22**

| HRA                                     | BAU<br>Outturn<br>Variance<br>£M | BAU<br>Forecast<br>Variance<br>Qtr 3<br>£M | BAU<br>Movement<br>from Qtr 3<br>£M |
|---|----------------------------------|--|-------------------------------------|
| Expenditure                             | 1.48 F                           | 1.14 F                                     | 0.34 F                              |
| Income                                  | 0.56 A                           | 0.22 A                                     | 0.34 A                              |
| <b>(Surplus) / Deficit for the year</b> | <b>0.92 F</b>                    | <b>0.92 F</b>                              | <b>0.00</b>                         |

Numbers are rounded

23. There were no outturn variances on the COVID-19 budget and no movements since quarter 3.

**COLLECTION FUND (for Business Rates and Council Tax)**

24. Proceeds from local business rates and council tax are paid into the Collection Fund operated by the City Council, and then paid out to meet the net budgeted amounts of not only Southampton City Council, but also the Hampshire Police & Crime Commissioner and Hampshire and Isle of Wight Fire & Rescue Authority. Government also receives a 50% share of the proceeds from the local business rates collected.

The outturn for the Collection Fund as a whole is an overall deficit of £14.35M, as shown in Annex 1.7 and summarised in Table 8. The table shows a comparison of the outturn position with the revised estimate at quarter 3.

**Table 8 – Overall Collection Fund Deficit/(Surplus) Carried Forward**

|                | Outturn<br>£M | Quarter 3<br>Revised<br>Estimate<br>£M | Movement<br>from Qtr 3<br>£M |
|----------------|---------------|--|------------------------------|
| Council Tax    | (2.76)        | (2.65)                                 | 0.11 F                       |
| Business Rates | 17.11         | 26.26                                  | 9.15 F                       |
| <b>Total</b>   | <b>14.35</b>  | <b>23.61</b>                           | <b>9.26 F</b>                |

Numbers are rounded

25. The deficit for business rates is largely due to the continuation of the Government's reliefs to support retail, hospitality, leisure and nursery sectors during the pandemic. A total of £23.30M COVID-19 reliefs have been given in 2021/22. The Council receives compensation for these additional reliefs through Government grant.

26. The business rates quarter 3 revised estimate assumed £8.61M of reliefs would be awarded via the Government's Covid Additional Relief Fund (CARF) scheme



announced in December 2021. Award of these reliefs has been deferred until 2022/23 (to retrospectively reduce bills for 2021/22), which has resulted in a lower outturn deficit than previously forecast. The Government compensation for the CARF reliefs has reduced in tandem, therefore there is no net benefit to the Council of this reduction in the deficit. The remainder of the favourable movement for business rates is mostly due to a reduction in the provision for refunds (£0.55M).

27. The net impact for Southampton City Council (SCC) alone is shown in Table 9.

**Table 9 – SCC Share of Collection Fund Deficit/(Surplus) 2021/22**

|   | <b>Council<br/>Tax<br/>£M</b> | <b>Business<br/>Rates<br/>£M</b> | <b>Total<br/>£M</b> |
|---|-------------------------------|----------------------------------|---------------------|
| Outturn - SCC Share of Deficit/(Surplus)  | (2.34)                        | 8.39                             | 6.05                |
| Less: SCC additional Government Grant for business rates reliefs                                |                               | (11.60)                          | (11.60)             |
| <b>Outturn - SCC Net Share of Deficit/(Surplus) after additional Government Grant</b>           | <b>(2.34)</b>                 | <b>(3.21)</b>                    | <b>(5.55)</b>       |
| Quarter 3 Revised Estimate SCC Net Share of Deficit/(Surplus) after additional Government Grant | (2.25)                        | (3.16)                           | (5.41)              |
| <b>Movement from Quarter 3</b>  | <b>0.09 F</b>                 | <b>0.05 F</b>                    | <b>0.14 F</b>       |

Numbers are rounded

28. The Council's share of the estimated position at quarter 3 was taken into account in setting the 2022/23 General Fund Revenue Budget in February 2022. To reduce the financial impact in 2021/22 of exceptional losses arising in 2020/21 due to the COVID-19 pandemic, the government made regulations to require 2020/21 in-year deficits to be spread over 3 years. For the Council this means £1.20M of the deficit brought forward from 2020/21 is being carried over into 2023/24 and did not form part of the Collection Fund surplus/deficit taken into account in setting the 2022/23 budget.

29. The outturn position shows a favourable variance of £0.14M compared with the quarter 3 revised estimate. Under the arrangements for operating the Collection Fund, differences between the outturn position and the estimates used when setting the budget for the next year are reflected in the following year's estimates. This favourable variance will therefore be taken into account in setting the 2023/24 General Fund revenue budget.

30. As set out in paragraph 26, the revised estimate at quarter 3 assumed CARF reliefs would be awarded in 2021/22. The 2022/23 General Fund budget includes the Council's share of the estimated deficit on the Collection Fund arising from these reliefs, to be met from compensation grant that was assumed to be receivable in 2021/22 and carried forward via reserves. Due to the deferment of the award of the reliefs no grant was received in 2021/22, however the charge to the General Fund in 2022/23 remains as this is based on the estimated and not the outturn position. Grant will be receivable in 2022/23 when the reliefs are awarded and any differences between estimates and actuals for reliefs/grant will unwind by 2023/24. These timing differences will need to be managed via reserves.

|     | <b>Conclusion</b>   |
|-----|---|
| 30. | <p>The authority's formal financial statements are subject to external audit, after which they will be submitted for approval by the Governance Committee.</p> <p>The Council's 2021/22 outturn position has been bolstered by use of one-off funds including reserves, temporary headroom within centrally held budgets and use of short-term grant funding. Funding sources which have been used to offset budget pressures in 2021/22 and helped generate this surplus, will not generally be available to the authority going forward, for example the Social Care Demand Reserve has been exhausted. To maintain the Council's financial resilience, in the absence of these sources of one-off funds, an even greater emphasis will be place on all services managing often volatile budgets in-year and staying within existing allocated resources.</p> <p>The £10.9M outturn surplus provides additional one-off resource which could help address the significant inflationary pressures being experienced in 2022/23 or other financial risks and/or be used to contribute on a one-off basis to the £23.4M budget shortfall in 2023/24 outlined in the February 2022 Medium Term Financial Strategy.</p> <p>While the Council is currently in a solvent position, it is clear action needs to be taken in the medium term to address the shortfall between the Council's budgeted expenditure and anticipated funding.</p> <p>The outturn position highlights the severe expenditure pressure being experienced from the strong demand level currently being seen within Children's Social Care. Delivery of the action plan to mitigate this pressure is a key component of the 2022/23 budget and onwards and any difficulties in achieving the plan would put further stress on the Council's financial position. The Council's financial resilience will therefore need careful vigilance and stewardship to ensure the Council can continue to meet its financial challenges and support our communities. The challenge will be to make significant savings and ensuring existing budgets can meet the demand pressures faced.</p> |

## **Annexes**

1. General Fund Revenue Account Outturn 2021/22
2. COVID-19 Government Grants 2021/22
3. Budget Carry Forwards 2021/22
4. Property Investment Fund 2021/22
5. Earmarked Reserves 2021/22
6. Housing Revenue Account Outturn 2021/22
7. Collection Fund Outturn 2021/22

## GENERAL FUND REVENUE ACCOUNT OUTTURN 2021/22 Appendix 2

A summary of the overall outturn for the General Fund Revenue Account is shown in the table below:

| Portfolio  | Final Budget<br>£M | Outturn<br>£M   | Outturn<br>Variance<br>£M |
|--|--------------------|-----------------|---------------------------|
| Children's Social Care                               | 46.56              | 53.62           | 7.06 A                    |
| Communities, Culture & Heritage                      | 12.16              | 10.78           | 1.38 F                    |
| Customer Service & Transformation                    | 47.79              | 49.84           | 2.05 A                    |
| Education  | 11.20              | 12.89           | 1.69 A                    |
| Environment  | 1.69               | 1.39            | 0.30 F                    |
| Finance & Capital Assets                             | 1.71               | 1.78            | 0.07 A                    |
| Growth   | 7.09               | 4.90            | 2.19 F                    |
| Health & Adult Social Care                           | 83.31              | 83.37           | 0.06 A                    |
| Leader   | 5.15               | 4.88            | 0.27 F                    |
| <b>Total Portfolios</b>                              | <b>216.65</b>      | <b>223.42</b>   | <b>6.77 A</b>             |
| Levies & Contributions                               | 0.09               | 0.09            | 0.00 A                    |
| Capital Asset Management                             | 7.95               | 6.07            | 1.88 F                    |
| Net Housing Benefit Payments                         | 0.00               | 0.05            | 0.05 A                    |
| Other Expenditure & Income                           | (54.04)            | (67.59)         | 13.55 F                   |
| <b>Net Revenue Expenditure</b>                       | <b>170.66</b>      | <b>162.04</b>   | <b>8.61 F</b>             |
| Council Tax  | (103.68)           | (103.68)        | 0.00                      |
| Business Rates                                       | (23.25)            | (23.25)         | 0.00                      |
| Non-Specific Government Grants                       | (43.73)            | (46.04)         | 2.31 F                    |
| <b>Total Financing</b>                               | <b>(170.66)</b>    | <b>(172.97)</b> | <b>2.31 F</b>             |
| <b>(SURPLUS)/DEFICIT before transfer to reserves</b> | <b>0.00</b>        | <b>(10.93)</b>  | <b>10.93 F</b>            |
| Transfer to Reserves – Year End Surplus              |                    | 10.93           | 10.93 A                   |
| <b>(SURPLUS)/DEFICIT</b>                             | <b>0.00</b>        | <b>0.00</b>     | <b>0.00</b>               |

Numbers are rounded

The business as usual (BAU) outturn variance and movement since quarter 3 is shown in the following table:

| <b>Portfolio</b>   | <b>BAU<br/>Outturn<br/>Variance<br/>£M</b> | <b>BAU<br/>Forecast<br/>Variance<br/>Qtr 3<br/>£M</b> | <b>BAU<br/>Movement<br/>from Qtr 3<br/>£M</b> |
|--|--|---|---|
| Children's Social Care                                   | 7.31 A                                     | 6.30 A  | 1.01 A  |
| Communities, Culture & Heritage                          | 0.63 F                                     | 0.30 F  | 0.33 F  |
| Customer Service & Transformation                        | 1.93 A                                     | 0.29 A  | 1.64 A  |
| Education  | 1.94 A                                     | 1.60 A  | 0.34 A  |
| Environment  | 0.40 F                                     | 0.07 F  | 0.33 F  |
| Finance & Capital Assets                                 | 0.27 F                                     | 0.13 F  | 0.14 F  |
| Growth   | 3.45 F                                     | 1.00 F  | 2.45 F  |
| Health & Adult Social Care                               | 0.04 A                                     | 1.09 A  | 1.05 F  |
| Leader   | 0.30 F                                     | 0.05 F  | 0.26 F  |
| <b>Total Portfolios</b>                                  | <b>6.15 A</b>                              | <b>7.75 A</b>   | <b>1.60 F</b>                                 |
| Levies & Contributions                                   | 0.00                                       | 0.00  | 0.00  |
| Capital Asset Management                                 | 1.88 F                                     | 0.60 F  | 1.28 F  |
| Net Housing Benefit Payments                             | 0.05 A                                     | 0.00  | 0.05 A  |
| Other Expenditure & Income                               | 13.55 F                                    | 6.88 F  | 6.67 F  |
| <b>Net Revenue Expenditure</b>                           | <b>9.23 F</b>                              | <b>0.27 A</b>   | <b>9.50 F</b>                                 |
| Council Tax  | 0.00                                       | 0.00  | 0.00  |
| Business Rates   | 0.00                                       | 0.00  | 0.00  |
| Non-Specific Government Grants                           | 0.41 F                                     | 0.27 F  | 0.14 F  |
| <b>Total Financing</b>                                   | <b>0.41 F</b>                              | <b>0.27 F</b>   | <b>0.14 F</b>                                 |
| <b>(SURPLUS)/DEFICIT before<br/>transfer to reserves</b> | <b>9.64 F</b>                              | <b>0.00</b>   | <b>9.64 F</b>                                 |

Numbers are rounded

The COVID-19 outturn variance and movement since quarter 3 is shown in the following table:

| <b>Portfolio</b>   | <b>COVID<br/>Outturn<br/>Variance<br/>£M</b> | <b>COVID<br/>Forecast<br/>Variance<br/>Qtr 3<br/>£M</b> | <b>COVID<br/>Variance<br/>Movement<br/>from Qtr 3<br/>£M</b> |
|--|--|---|--|
| Children's Social Care                                   | 0.25 F                                       | 0.30 F  | 0.05 A   |
| Communities, Culture & Heritage                          | 0.75 F                                       | 0.05 A  | 0.80 F   |
| Customer Service & Transformation                        | 0.12 A                                       | 0.03 A  | 0.09 A   |
| Education  | 0.25 F                                       | 0.02 A  | 0.27 F   |
| Environment  | 0.10 A                                       | 0.12 A  | 0.02 F   |
| Finance & Capital Assets                                 | 0.33 A                                       | 0.90 A  | 0.57 F   |
| Growth   | 1.26 A                                       | 1.37 A  | 0.11 F   |
| Health & Adult Social Care                               | 0.02 A                                       | 0.02 A  | 0.00   |
| Leader   | 0.03 A                                       | 0.03 A  | 0.00   |
| <b>Total Portfolios</b>                                  | <b>0.61 A</b>                                | <b>2.24 A</b>   | <b>1.63 F</b>  |
| Levies & Contributions                                   | 0.00   | 0.00  | 0.00   |
| Capital Asset Management                                 | 0.00   | 0.00  | 0.00   |
| Net Housing Benefit Payments                             | 0.00   | 0.00  | 0.00   |
| Other Expenditure & Income                               | 0.00   | 0.72 F  | 0.72 A   |
| <b>Net Revenue Expenditure</b>                           | <b>0.61 A</b>                                | <b>1.51 A</b>   | <b>0.90 F</b>  |
| Council Tax  | 0.00   | 0.00  | 0.00   |
| Business Rates   | 0.00   | 0.00  | 0.00   |
| Non-Specific Government Grants                           | 1.90 F                                       | 1.51 F  | 0.39 F   |
| <b>Total Financing</b>                                   | <b>1.90 F</b>                                | <b>1.51 F</b>   | <b>0.39 F</b>  |
| <b>(SURPLUS)/DEFICIT before<br/>transfer to reserves</b> | <b>1.29 F</b>                                | <b>0.00</b>   | <b>1.29 F</b>  |

Numbers are rounded

The quarter 3 forecast assumed a drawdown of £6.75M from the Social Care Demand Reserve and £1.45M use of centrally held budgets (£0.73M for BAU and £0.72M for COVID-19) to achieve an overall break even position. These forecasts are included within the Other Expenditure & Income lines in the tables above.

## EXPLANATIONS BY PORTFOLIO

### 1. CHILDREN'S SOCIAL CARE PORTFOLIO

#### KEY REVENUE ISSUES – OUTTURN 2021/22

The Portfolio has a deficit of **£7.31M** at year-end for business as usual (BAU) activities. The Portfolio outturn variance has moved adversely by **£1.01M** from the position reported at quarter 3.

In addition, a **£0.25M** surplus has arisen on the COVID-19 pandemic budget, an adverse movement of £0.05M from the position reported at quarter 3.

|  | <b>Outturn<br/>Variance</b> | <b>Forecast<br/>Variance</b> | <b>Movement<br/>from</b> |
|--|-----------------------------|------------------------------|--------------------------|
|  | <b>£M</b>                   | <b>Qtr 3<br/>£M</b>          | <b>Qtr 3<br/>£M</b>      |
| <b>Portfolio Outturn</b> business as usual | <b>7.31 A</b>               | <b>6.30 A</b>                | <b>1.01 A</b>            |
| COVID-19 Pandemic                          | 0.25 F                      | 0.30 F                       | 0.05 A                   |
| <b>Total</b>                               | <b>7.06 A</b>               | <b>6.00 A</b>                | <b>1.06 A</b>            |

A summary of the Portfolio business as usual outturn variance and movement since the last quarter is shown in the table below:

| <b>Service Area</b>                              | <b>BAU<br/>Outturn<br/>Variance</b> | <b>BAU<br/>Forecast<br/>Variance</b> | <b>BAU<br/>Movement<br/>from</b> |
|--|-------------------------------------|--------------------------------------|----------------------------------|
|  | <b>£M</b>                           | <b>Qtr 3<br/>£M</b>                  | <b>Qtr 3<br/>£M</b>              |
| Children Looked After                            | 4.56 A                              | 4.08 A                               | 0.48 A                           |
| Multi Agency Safeguarding Hub & Children in Need | 0.32 A                              | 0.43 A                               | 0.11 F                           |
| Prevention & Inclusion Service                   | 0.17 A                              | 0.18 A                               | 0.01 F                           |
| Quality Assurance Business Unit                  | 0.30 A                              | 0.30 A                               | 0.00                             |
| Specialist Core Services                         | 1.61 A                              | 1.16 A                               | 0.45 A                           |
| Divisional Management & Legal                    | 0.41 A                              | 0.15 A                               | 0.26 A                           |
| Targeted & Restorative Services                  | 0.13 A                              | 0.08 A                               | 0.05 A                           |
| Early Help                                       | 0.17 F                              | 0.08 F                               | 0.09 F                           |

|              |               |               |               |
|--------------|---------------|---------------|---------------|
| Other        | 0.02 F        | 0.00          | 0.02 F        |
| <b>Total</b> | <b>7.31 A</b> | <b>6.30 A</b> | <b>1.01 A</b> |

The SIGNIFICANT business as usual movements between Quarter 3 and Outturn for the Portfolio are:

| <b>Service Area</b>           | <b>Movement in Variance between Qtr 3 and Outturn 2021/22<br/>£M</b> | <b>Explanation:</b>  |
|-------------------------------|--|--|
| Children Looked After         | 0.48 A   | The adverse movement of £0.48M from Quarter 3 relates to additional Residential and Independent Fostering Agency placement costs. Details of these placement moves and cost increases are provided to the service area teams so work can be undertaken to minimise these costs moving forward.   |
| Specialist Core Services      | 0.45 A   | The agency numbers have not decreased as planned due to the need to retain agency whilst the new staffing structure is implemented. Additionally, preventative spend has been increasing each month due to high demand. These two adverse movements from quarter 3 total £0.83M. This has been partially offset by additional Public Health grant funding of £0.38M. |
| Divisional Management & Legal | 0.26 A   | There has been an adverse movement of £0.26M from quarter 3 following an adjustment of the agency budget to better reflect where the services have incurred the spend. These service areas are Specialist Core Services and the Multi Agency Safeguarding Hub & Children in Need Team.   |

A summary of the Portfolio COVID-19 outturn variance and movement since the last quarter is shown in the table below:

| <b>Service Area</b>           | <b>COVID Outturn Variance<br/>£M</b> | <b>COVID Forecast Variance Qtr 3<br/>£M</b> | <b>COVID Variance Movement from Qtr 3<br/>£M</b> |
|-------------------------------|--------------------------------------|---|--|
| Children Looked After         | 0.33 F                               | 0.33 F                                      | 0.00   |
| Specialist Core Services      | 0.08 A                               | 0.00  | 0.08 A   |
| Divisional Management & Legal | 0.00                                 | 0.03 A                                      | 0.03 F   |

|              |               |               |               |
|--------------|---------------|---------------|---------------|
| <b>Total</b> | <b>0.25 F</b> | <b>0.30 F</b> | <b>0.05 F</b> |
|--------------|---------------|---------------|---------------|

There are no SIGNIFICANT COVID-19 variance movements between quarter 3 and outturn for the Portfolio.



## 2. COMMUNITIES, CULTURE & HERITAGE PORTFOLIO

### KEY REVENUE ISSUES – OUTTURN 2021/22

The Portfolio has a surplus of **£0.63M** for business as usual (BAU) activities. The Portfolio outturn variance has moved favourably by **£0.33M** from the position reported at quarter 3.

In addition, a **£0.75M** surplus has arisen on the COVID-19 pandemic budget, a favourable movement of £0.80M from the position reported at quarter 3.

|  | <b>Outturn<br/>Variance</b> | <b>Forecast<br/>Variance</b> | <b>Movement<br/>from<br/>Qtr 3</b> |
|--|-----------------------------|------------------------------|------------------------------------|
|  | <b>£M</b>                   | <b>Qtr 3<br/>£M</b>          | <b>£M</b>                          |
| <b>Portfolio Outturn</b> business as usual | <b>0.63 F</b>               | <b>0.30 F</b>                | <b>0.33 F</b>                      |
| COVID-19 Pandemic                          | <b>0.75 F</b>               | <b>0.05 A</b>                | <b>0.80 F</b>                      |
| <b>Total</b>                               | <b>1.38 F</b>               | <b>0.25 F</b>                | <b>1.13 F</b>                      |

A summary of the Portfolio business as usual forecast variance and movement since Quarter 3 is shown in the table below:

| <b>Service Area</b>               | <b>BAU<br/>Outturn<br/>Variance</b> | <b>BAU<br/>Forecast<br/>Variance<br/>Qtr 3</b> | <b>BAU<br/>Variance<br/>Movement<br/>from<br/>Qtr 3</b> |
|-----------------------------------|-------------------------------------|--|---|
|                                   | <b>£M</b>                           | <b>£M</b>                                      | <b>£M</b>   |
| Community Safety                  | 0.04 F                              | 0.00   | 0.04 F  |
| Cultural Services                 | 0.11 A                              | 0.09 A   | 0.02 A  |
| Grants to Voluntary Organisations | 0.10 F                              | 0.08 F   | 0.02 F  |
| Housing Needs                     | 0.09 A                              | 0.00   | 0.09 A  |
| Private Sector Housing            | 0.05 F                              | 0.08 F   | 0.03 A  |
| Social Fund                       | 0.54 F                              | 0.15 F   | 0.38 F  |
| Stronger Communities              | 0.10 F                              | 0.08 F   | 0.02 F  |
| <b>Total</b>                      | <b>0.63 F</b>                       | <b>0.30 F</b>                                  | <b>0.33 F</b>   |

The SIGNIFICANT business as usual movements between Quarter 3 and Outturn for the Portfolio are:

| <b>Service Area</b> | <b>Movement in Variance between Qtr 3 and Outturn 2021/22<br/>£M</b> | <b>Explanation:</b>   |
|---------------------|--|---|
| Social Fund         | 0.38 F   | The favourable variance relates to additional income received to fund the support to the Afghan Bridging Hotel. |

A summary of the Portfolio COVID-19 outturn variance and movement since Quarter 3 is shown in the table below:

| <b>Service Area</b>    | <b>COVID Outturn Variance<br/>£M</b> | <b>COVID Forecast Variance Qtr 3<br/>£M</b> | <b>COVID Variance Movement from Qtr 3<br/>£M</b> |
|------------------------|--------------------------------------|---|--|
| Private Sector Housing | 0.10 A                               | 0.10 A                                      | 0.00   |
| Cultural Services      | 0.10 F                               | 0.05 F                                      | 0.08 F   |
| Stronger Communities   | 0.72 F                               | 0.00  | 0.72 F   |
| <b>Total</b>           | <b>0.75 F</b>                        | <b>0.05 A</b>                               | <b>0.80 F</b>                                    |

The SIGNIFICANT COVID-19 movements between Quarter 3 and Outturn for the Portfolio are:

| <b>Service Area</b>  | <b>Movement in Variance between Qtr 3 and Outturn 2021/22<br/>£M</b> | <b>Explanation:</b>  |
|----------------------|--|--|
| Stronger Communities | 0.72 F   | The favourable variance relates to the application of COVID-19 grants for Winter Fund, Practical Support, Clinically Extremely Vulnerable to costs already forecasted under BAU. |

### 3. CUSTOMER SERVICE & TRANSFORMATION PORTFOLIO

#### KEY REVENUE ISSUES – OUTTURN 2021/22

The Portfolio has a deficit of **£1.93M** at year-end for business as usual (BAU) activities. The Portfolio outturn variance has moved adversely by **£1.64M** from the position reported at quarter 3.

In addition, a **£0.12M** deficit has arisen on the COVID-19 pandemic budget, an adverse movement of £0.09M from the position reported at quarter 3.

|  | <b>Outturn<br/>Variance</b> | <b>Forecast<br/>Variance</b> | <b>Movement<br/>from</b> |
|--|-----------------------------|------------------------------|--------------------------|
|  | <b>£M</b>                   | <b>Qtr 3<br/>£M</b>          | <b>Qtr 3<br/>£M</b>      |
| <b>Portfolio Outturn</b> business as usual | <b>1.93 A</b>               | <b>0.29 A</b>                | <b>1.64 A</b>            |
| COVID-19 Pandemic                          | 0.12 A                      | 0.03 A                       | 0.09 A                   |
| <b>Total</b>                               | <b>2.05 A</b>               | <b>0.32 A</b>                | <b>1.73 A</b>            |

A summary of the Portfolio business as usual outturn variance and movement since the last quarter is shown in the table below:

| <b>Service Area</b>                        | <b>BAU<br/>Outturn<br/>Variance</b> | <b>BAU<br/>Forecast<br/>Variance</b> | <b>BAU<br/>Movement<br/>from</b> |
|--|-------------------------------------|--------------------------------------|----------------------------------|
|  | <b>£M</b>                           | <b>Qtr 3<br/>£M</b>                  | <b>Qtr 3<br/>£M</b>              |
| Business Support                           | 0.36 A                              | 0.25 A                               | 0.11 A                           |
| City Services – Commercial Services        | 0.53 A                              | 0.15 A                               | 0.38 A                           |
| City Services – District Teams             | 0.33 A                              | 0.24 A                               | 0.09 A                           |
| City Services – Trees & Ecology            | 0.15 A                              | 0.15 A                               | 0.00                             |
| City Services – Waste Operations           | 0.67 F                              | 0.64 F                               | 0.03 F                           |
| Green City & Place Trading                 | 0.31 F                              | 0.34 F                               | 0.03 A                           |
| Customer Services                          | 0.40 F                              | 0.33 F                               | 0.07 F                           |
| IT Services                                | 0.68 A                              | 0.44 A                               | 0.24 A                           |
| Supplier Management                        | 1.44 A                              | 0.51 A                               | 0.93 A                           |
| Registration of Electors & Elections Costs | 0.17 F                              | 0.12 F                               | 0.05 F                           |

|              |               |               |               |
|--------------|---------------|---------------|---------------|
| Others       | 0.01 F        | 0.02 F        | 0.01 A        |
| <b>Total</b> | <b>1.93 A</b> | <b>0.29 A</b> | <b>1.64 A</b> |

The SIGNIFICANT business as usual movements between Quarter 3 and Outturn for the Portfolio are:

| <b>Service Area</b>                 | <b>Movement in Variance between Qtr 3 and Outturn 2021/22<br/>£M</b> | <b>Explanation:</b>  |
|-------------------------------------|--|--|
| City Services – Commercial Services | 0.38 A   | The adverse movement of £0.38M is made of an adverse movement on School Ground Maintenance of £0.20M due to increased vehicle costs and use of agency staff increasing expenditure above contracted income levels. There is also an adverse movement on Play Areas of £0.20M following additional recharges from the Landscapes team at outturn. Adverse movements on Pest Control of £0.06M and Special Projects of £0.06M offset by a favourable movement on the Golf Course of £0.14M from increased income in Q3 and reduced spend on equipment. |
| IT Services                         | 0.24 A   | The main reason for the adverse variance of £0.24M was due to the anticipated saving relating the centralisation of telephones and licenses was not achieved, as rationalising of licenses in particular has not taken place.  |
| Supplier Management                 | 0.93 A   | Energy inflation, most notably in the Street Lighting contract has increased significantly since quarter 3 and the overspend increased by £0.11M. This combined with a delay in the re-financing of the Street lighting PFI contract £0.5M and a lower than forecast 'Gainshare' income from the Highways activities of £0.32M have contributed to the overall movement of £0.93M.   |

A summary of the Portfolio COVID-19 outturn variance and movement since the last quarter is shown in the table below:

| <b>Service Area</b>                 | <b>COVID<br/>Outturn<br/>Variance<br/><br/>£M</b> | <b>COVID<br/>Forecast<br/>Variance<br/>Qtr 3<br/><br/>£M</b> | <b>COVID<br/>Variance<br/>Movement<br/>from<br/>Qtr 3<br/>£M</b> |
|-------------------------------------|---|--|--|
| IT Services                         | 0.09 A  | 0.06 A   | 0.03 A   |
| City Services – Commercial Services | 0.06 F  | 0.06 F   | 0.00   |
| City Services – District Teams      | 0.00  | 0.07 A   | 0.07 F   |
| City Services – Waste Operations    | 0.09 A  | 0.04 F   | 0.13 A   |
| <b>Total</b>                        | <b>0.12 A</b>                                     | <b>0.03 A</b>  | <b>0.09 A</b>  |

There are no SIGNIFICANT COVID-19 variance movements between quarter 3 and Outturn for the Portfolio.

#### **4. EDUCATION PORTFOLIO**

##### **KEY REVENUE ISSUES – OUTTURN 2021/22**

The Portfolio has a deficit of **£1.94M** at year-end for business as usual (BAU) activities. The Portfolio outturn variance has moved adversely by **£0.34M** from the position reported at quarter 3.

In addition, a **£0.25M** surplus has arisen on the COVID-19 pandemic budget, a favourable movement of £0.27M from the position reported at quarter 3.

|  | <b>Outturn<br/>Variance</b> | <b>Forecast<br/>Variance</b> | <b>Movement<br/>from</b> |
|--|-----------------------------|------------------------------|--------------------------|
|  | <b>£M</b>                   | <b>Qtr 3<br/>£M</b>          | <b>Qtr 3<br/>£M</b>      |
| <b>Portfolio Outturn</b> business as usual | <b>1.94 A</b>               | <b>1.60 A</b>                | <b>0.34 A</b>            |
| COVID-19 Pandemic                          | <b>0.25 F</b>               | <b>0.02 A</b>                | <b>0.27 F</b>            |
| <b>Total</b>                               | <b>1.69 A</b>               | <b>1.62 A</b>                | <b>0.07 A</b>            |

A summary of the Portfolio business as usual outturn variance and movement since the last quarter is shown in the table below:

| <b>Service Area</b>                   | <b>BAU<br/>Outturn<br/>Variance</b> | <b>BAU<br/>Forecast<br/>Variance</b> | <b>BAU<br/>Movement<br/>from</b> |
|---------------------------------------|-------------------------------------|--------------------------------------|----------------------------------|
|                                       | <b>£M</b>                           | <b>Qtr 3<br/>£M</b>                  | <b>Qtr 3<br/>£M</b>              |
| Education - Early Years and Asset Mgt | 0.04 A                              | 0.04 A                               | 0.00                             |
| Education - High Needs and Schools    | 1.92 A                              | 1.56 A                               | 0.36 A                           |
| Other                                 | 0.02 F                              | 0.00                                 | 0.02 F                           |
| <b>Total</b>                          | <b>1.94 A</b>                       | <b>1.60 A</b>                        | <b>0.34 A</b>                    |

The SIGNIFICANT business as usual movements between Quarter 3 and Outturn for the Portfolio are:

| <b>Service Area</b>                | <b>Movement in Variance between Qtr 3 and Outturn 2021/22<br/>£M</b> | <b>Explanation:</b>   |
|------------------------------------|--|---|
| Education - High Needs and Schools | 0.36 A   | There was an adverse movement due to forecasted savings, including income targets, not being achieved across the various Education teams. There was also additional spend for placements within the Jigsaw service. |

A summary of the Portfolio COVID-19 outturn variance and movement since the last quarter is shown in the table below:

| <b>Service Area</b>                   | <b>COVID Outturn Variance<br/>£M</b> | <b>COVID Forecast Variance Qtr 3<br/>£M</b> | <b>COVID Variance Movement from Qtr 3<br/>£M</b> |
|---------------------------------------|--------------------------------------|---|--|
| Education - High Needs and Schools    | 0.02 A                               | 0.02 A                                      | 0.00   |
| Education - Early Years and Asset Mgt | 0.27 F                               | 0.00  | 0.27 F   |
| <b>Total</b>                          | <b>0.25 F</b>                        | <b>0.02 A</b>                               | <b>0.27 F</b>                                    |

The SIGNIFICANT COVID-19 movements between Quarter 3 and Outturn for the Portfolio are:

| <b>Service Area</b>                   | <b>Movement in Variance between Qtr 3 and Outturn 2021/22<br/>£M</b> | <b>Explanation:</b>   |
|---------------------------------------|--|---|
| Education - Early Years and Asset Mgt | 0.27 F   | Additional grant income was received to meet the pressures mitigating the impact of COVID-19 within the Home to School Transport service. |

### **Dedicated Schools Grant (DSG) Note:**

|   | <b>£M</b>    |
|---|--------------|
| Balance brought forward from 2020/21      | 8.93         |
| Early Years Pressures 2021/22             | 0.93         |
| High Needs Pressures 2021/22              | 0.86         |
| Covid-19 Pressures                        | 0.15         |
| Other Schools/CSSB                        | 0.22         |
| <b>Carry Forward Deficit (Cumulative)</b> | <b>11.09</b> |

The outturn for the Dedicated Schools Grant (DSG) is an £11.09M cumulative deficit which includes £0.15M for Covid-19 related pressures. The variance includes a cumulative DSG deficit of £8.93M brought forward from 2020/21. The DSG Grant is ring-fenced and the deficit will not impact on the General Fund and non-school services the Council provides. Pressures on the High Needs services is a nationally recognised issue with significant pressures reported in most local authorities.

This deficit is being driven by significant annual increases in numbers and complexity of Education Health Care Plans (EHCPs).

High Needs funding will increase by about 11% in 2022/23 to £37M. The Special Education Needs & Disabilities (SEND) team have an ongoing strategic review of the High Needs activity to manage demand for SEND services. This includes increasing resources for earlier intervention and providing additional places in special schools to reduce the number of pupils being placed in highly expensive placements in independent school settings.

There continues to be pressures in the Early Years block arising from reduced funding, both in year and prior year adjustments, because of a reduction in children being placed in Early Years settings.



## 5. ENVIRONMENT PORTFOLIO

### KEY REVENUE ISSUES – OUTTURN 2021/22

The Portfolio has a surplus of **£0.40M** at year-end for business as usual (BAU) activities. The Portfolio outturn variance has moved favourably by **£0.33M** from the position reported at quarter 3.

In addition, a **£0.10M** deficit has arisen on the COVID-19 pandemic budget, a favourable movement of £0.02M from the position reported at quarter 3.

|  | <b>Outturn<br/>Variance</b> | <b>Forecast<br/>Variance</b> | <b>Movement<br/>from</b> |
|--|-----------------------------|------------------------------|--------------------------|
|  | <b>£M</b>                   | <b>Qtr 3<br/>£M</b>          | <b>Qtr 3<br/>£M</b>      |
| <b>Portfolio Outturn</b> business as usual | <b>0.40 F</b>               | <b>0.07 F</b>                | <b>0.33 F</b>            |
| COVID-19 Pandemic                          | 0.10 A                      | 0.12 A                       | 0.02 F                   |
| <b>Total</b>                               | <b>0.30 F</b>               | <b>0.05 A</b>                | <b>0.35 F</b>            |

A summary of the Portfolio business as usual outturn variance and movement since the last quarter is shown in the table below:

| <b>Service Area</b>                        | <b>BAU<br/>Outturn<br/>Variance</b> | <b>BAU<br/>Forecast<br/>Variance</b> | <b>BAU<br/>Movement<br/>from</b> |
|--|-------------------------------------|--------------------------------------|----------------------------------|
|  | <b>£M</b>                           | <b>Qtr 3<br/>£M</b>                  | <b>Qtr 3<br/>£M</b>              |
| Bereavement Services                       | 0.11 A                              | 0.02 A                               | 0.09 A                           |
| Directorate & Portfolio Management         | 0.11 A                              | 0.00                                 | 0.11 A                           |
| Environmental Health & Scientific Services | 0.26 F                              | 0.02 F                               | 0.24 F                           |
| Port Health & Trading Standards            | 0.18 F                              | 0.09 F                               | 0.09 F                           |
| Registration Services                      | 0.14 F                              | 0.02 A                               | 0.16 F                           |
| Other                                      | 0.04 F                              | 0.00                                 | 0.04 F                           |
| <b>Total</b>                               | <b>0.40 F</b>                       | <b>0.07 F</b>                        | <b>0.33 F</b>                    |

The SIGNIFICANT business as usual movements between Quarter 3 and Outturn for the Portfolio are:

| <b>Service Area</b>                        | <b>Movement in Variance between Qtr 3 and Outturn 2021/22<br/>£M</b> | <b>Explanation:</b>  |
|--|--|--|
| Environmental Health & Scientific Services | 0.24 F   | Difficulties experienced in recruiting for enforcement and technical staff have increased vacancy savings within the service. In addition, the revisions to the litter enforcement contract have reduced the forecast deficit in relation to this arrangement. |

A summary of the Portfolio COVID-19 outturn variance and movement since the last quarter is shown in the table below:

| <b>Service Area</b>   | <b>COVID Outturn Variance<br/>£M</b> | <b>COVID Forecast Variance Qtr 3<br/>£M</b> | <b>COVID Variance Movement from Qtr 3<br/>£M</b> |
|-----------------------|--------------------------------------|---|--|
| Bereavement Services  | 0.19 A                               | 0.19 A                                      | 0.00   |
| Registration Services | 0.09 F                               | 0.09 F                                      | 0.00   |
| Other                 | 0.00 F                               | 0.02 A                                      | 0.11 F   |
| <b>Total</b>          | <b>0.10 A</b>                        | <b>0.12 A</b>                               | <b>0.11 F</b>                                    |

There are no SIGNIFICANT COVID-19 variance movements between quarter 3 and outturn for the Portfolio.

## **6. FINANCE & CAPITAL ASSETS PORTFOLIO**

### **KEY REVENUE ISSUES – OUTTURN 2021/22**

The Portfolio has a surplus of **£0.27M** at year-end for business as usual (BAU) activities. The Portfolio outturn variance has moved favourably by **£0.14M** from the position reported at quarter 3.

In addition, a **£0.33M** deficit has arisen on the COVID-19 pandemic budget, a favourable movement of £0.57M from the position reported at quarter 3.

|  | <b>Outturn<br/>Variance</b> | <b>Forecast<br/>Variance</b> | <b>Movement<br/>from</b> |
|--|-----------------------------|------------------------------|--------------------------|
|  | <b>£M</b>                   | <b>Qtr 3<br/>£M</b>          | <b>Qtr 3<br/>£M</b>      |
| <b>Portfolio Outturn</b> business as usual | <b>0.27 F</b>               | <b>0.13 F</b>                | <b>0.14 F</b>            |
| COVID-19 Pandemic                          | 0.33 A                      | 0.90 A                       | 0.57 F                   |
| <b>Total</b>                               | <b>0.06 A</b>               | <b>0.77 A</b>                | <b>0.71 F</b>            |

A summary of the Portfolio business as usual outturn variance and movement since the last quarter is shown in the table below:

| <b>Service Area</b>           | <b>BAU<br/>Outturn<br/>Variance</b> | <b>BAU<br/>Forecast<br/>Variance</b> | <b>BAU<br/>Movement<br/>from</b> |
|-------------------------------|-------------------------------------|--------------------------------------|----------------------------------|
|                               | <b>£M</b>                           | <b>Qtr 3<br/>£M</b>                  | <b>Qtr 3<br/>£M</b>              |
| Accounts Receivable           | 0.22 F                              | 0.04 F                               | 0.18 F                           |
| Commercialisation             | 0.59 A                              | 0.02 A                               | 0.57 A                           |
| Leisure Client                | 0.25 F                              | 0.04 F                               | 0.21 F                           |
| Property Portfolio Management | 0.08 F                              | 0.00                                 | 0.08 F                           |
| Risk Management               | 0.06 F                              | 0.05 F                               | 0.01 F                           |
| Other                         | 0.25 F                              | 0.02 F                               | 0.23 F                           |
| <b>Total</b>                  | <b>0.27 F</b>                       | <b>0.13 F</b>                        | <b>0.14 F</b>                    |

The SIGNIFICANT business as usual movements between Quarter 3 and Outturn for the Portfolio are:

| <b>Service Area</b> | <b>Movement in Variance between Qtr 3 and Outturn 2021/22<br/>£M</b> | <b>Explanation:</b>  |
|---------------------|--|--|
| Commercialisation   | 0.59 A   | Savings to meet the Commercialisation efficiency savings target have not been identified in full during 2021/22. (£0.54M). PPE expenditure for the council was higher than expected by £0.05M. |
| Leisure Client      | 0.21 F   | The impact of COVID-19 on our estimate for lost income is less than originally forecast for 2021/22.   |

A summary of the Portfolio COVID-19 outturn variance and movement since the last quarter is shown in the table below:

| <b>Service Area</b>               | <b>COVID Outturn Variance<br/>£M</b> | <b>COVID Forecast Variance Qtr 3<br/>£M</b> | <b>COVID Variance Movement from Qtr 3<br/>£M</b> |
|-----------------------------------|--------------------------------------|---|--|
| Local Taxation & Benefits Service | 0.21 A                               | 0.95 A                                      | 0.74 F   |
| Other                             | 0.12 A                               | 0.05 F                                      | 0.17 A   |
| <b>Total</b>                      | <b>0.33 A</b>                        | <b>0.90 A</b>                               | <b>0.57 F</b>                                    |

The SIGNIFICANT COVID-19 pressures movements between quarter 3 and Outturn for the Portfolio are:

| <b>Service Area</b>               | <b>Movement in Variance between Qtr 3 and Outturn 2021/22<br/>£M</b> | <b>Explanation:</b>   |
|-----------------------------------|--|---|
| Local Taxation & Benefits Service | 0.74 F   | The recovery of court costs has not been as bad as forecast (£0.56M) and therefore there has been a lower contribution to the court costs bad debt provision than forecast (£0.14M). There is also a lower than forecast spend on additional staffing costs to manage through the COVID-19 period (£0.04M). |

## 7. GROWTH PORTFOLIO

### KEY REVENUE ISSUES – OUTTURN 2021/22

The Portfolio has a surplus of **£3.45M** at year-end for business as usual (BAU) activities. The Portfolio outturn variance has moved favourably by **£2.45M** from the position reported at quarter 3.

In addition, a **£1.26M** deficit has arisen on the COVID-19 pandemic budget, a favourable movement of £0.11M from the position reported at quarter 3.

|  | <b>Outturn<br/>Variance</b> | <b>Forecast<br/>Variance</b> | <b>Movement<br/>from</b> |
|--|-----------------------------|------------------------------|--------------------------|
|  | <b>£M</b>                   | <b>Qtr 3<br/>£M</b>          | <b>Qtr 3<br/>£M</b>      |
| <b>Portfolio Outturn</b> business as usual | <b>3.45 F</b>               | <b>1.00 F</b>                | <b>2.45 F</b>            |
| COVID-19 Pandemic                          | 1.26 A                      | 1.37 A                       | 0.11 F                   |
| <b>Total</b>                               | <b>2.19 F</b>               | <b>0.37 A</b>                | <b>2.56 F</b>            |

A summary of the Portfolio business as usual outturn variance and movement since the last quarter is shown in the table below:

| <b>Service Area</b>           | <b>BAU<br/>Outturn<br/>Variance</b> | <b>BAU<br/>Forecast<br/>Variance</b> | <b>BAU<br/>Movement<br/>from</b> |
|-------------------------------|-------------------------------------|--------------------------------------|----------------------------------|
|                               | <b>£M</b>                           | <b>Qtr 3<br/>£M</b>                  | <b>Qtr 3<br/>£M</b>              |
| Central Repairs & Maintenance | 0.71 F                              | 0.62 F                               | 0.09 F                           |
| Parking & Itchen Bridge       | 0.03 F                              | 0.06 F                               | 0.03 A                           |
| Skills                        | 0.10 F                              | 0.10 F                               | 0.00                             |
| Sustainability                | 0.09 F                              | 0.09 F                               | 0.00                             |
| Transportation                | 2.40 F                              | 0.01 F                               | 2.39 F                           |
| Flood Risk Management         | 0.09 F                              | 0.18 F                               | 0.09 A                           |
| Property Services             | 0.16 F                              | 0.02 A                               | 0.18 F                           |
| Planning                      | 0.16 A                              | 0.04 A                               | 0.12 A                           |
| Other                         | 0.03 F                              | 0.00                                 | 0.03 F                           |
| <b>Total</b>                  | <b>3.45 F</b>                       | <b>1.00 F</b>                        | <b>2.45 F</b>                    |

The SIGNIFICANT business as usual movements between Quarter 3 and Outturn for the Portfolio are:

| <b>Service Area</b> | <b>Movement in Variance between Qtr 3 and Outturn 2021/22<br/>£M</b> | <b>Explanation:</b>  |
|---------------------|--|--|
| Transportation      | 2.39 F   | The favourable movement relates to a lower than expected subsidy claim for the £1 bus fares of £0.28M, the use of Contain Outbreak Management Fund (COMF) of £1.53M to cover some of the additional support provided to bus operators, a surplus in the concessionary fares budget of £0.11M, £0.23M additional income and favourable variances on salary budgets of £0.24M. |

A summary of the Portfolio COVID-19 outturn variance and movement since the last quarter is shown in the table below:

| <b>Service Area</b>     | <b>COVID Outturn Variance<br/>£M</b> | <b>COVID Forecast Variance Qtr 3<br/>£M</b> | <b>COVID Variance Movement from Qtr 3<br/>£M</b> |
|-------------------------|--------------------------------------|---|--|
| Parking & Itchen Bridge | 0.85 A                               | 0.85 A                                      | 0.00   |
| Planning                | 0.20 A                               | 0.30 A                                      | 0.10 F   |
| Economic Development    | 0.05 A                               | 0.05 A                                      | 0.00   |
| Transportation          | 0.16 A                               | 0.17 A                                      | 0.01 F   |
| <b>Total</b>            | <b>1.26 A</b>                        | <b>1.37 A</b>                               | <b>0.11 F</b>                                    |

There are no SIGNIFICANT COVID-19 variance movements between quarter 3 and outturn for the Portfolio.

## **8. HEALTH & ADULT SOCIAL CARE PORTFOLIO**

### **KEY REVENUE ISSUES – OUTTURN 2021/22**

The Portfolio has a deficit of **£0.04M** at year-end for business as usual (BAU) activities. The Portfolio outturn variance has moved favourably by **£1.05M** from the position reported at quarter 3.

In addition, a **£0.02M** deficit has arisen on the COVID-19 pandemic budget, no movement from the position reported at quarter 3.

|  | <b>Outturn<br/>Variance</b> | <b>Forecast<br/>Variance<br/>Qtr 3</b> | <b>Movemen<br/>t from<br/>Qtr 3</b> |
|--|-----------------------------|--|-------------------------------------|
|  | <b>£M</b>                   | <b>£M</b>                              | <b>£M</b>                           |
| <b>Portfolio Outturn</b> business as usual | <b>0.04 A</b>               | <b>1.09 A</b>                          | <b>1.05 F</b>                       |
| COVID-19 Pandemic                          | <b>0.02 A</b>               | <b>0.02 A</b>                          | <b>0.00</b>                         |
| <b>Total</b>                               | <b>0.06 A</b>               | <b>1.11 A</b>                          | <b>1.05 F</b>                       |

A summary of the Portfolio business as usual outturn variance and movement since the last quarter is shown in the table below:

| <b>Service Area</b>                                      | <b>Outturn<br/>Variance</b> | <b>BAU<br/>Forecast<br/>Variance<br/>Qtr 3</b> | <b>Movement<br/>from<br/>Qtr 3</b> |
|--|-----------------------------|--|------------------------------------|
|  | <b>£M</b>                   | <b>£M</b>                                      | <b>£M</b>                          |
| Adults – Adult Services Management                       | 0.05 F                      | 0.11 A   | 0.16 F                             |
| Adults – Long Term                                       | 1.83 A                      | 1.06 A   | 0.77 A                             |
| Adults – Provider Services                               | 0.01 A                      | 0.18 A   | 0.17 F                             |
| Adults - Reablement & Hospital Discharge                 | 0.44 F                      | 0.39 A   | 0.83 F                             |
| Adults – Safeguarding Adult Mental Health & Out of Hours | 0.36 A                      | 0.33 A   | 0.03 A                             |
| ICU – Provider Relationships                             | 0.97 F                      | 0.36 F   | 0.61 F                             |
| ICU – System Redesign                                    | 0.14 F                      | 0.14 F   | 0.00                               |
| Public Health – Non-ringfenced                           | 0.56 F                      | 0.48 F   | 0.08 F                             |
| <b>Total</b>   | <b>0.04 A</b>               | <b>1.09 A</b>                                  | <b>1.05 F</b>                      |



The SIGNIFICANT business as usual movements between Quarter 3 and Outturn for the Portfolio are:

| <b>Service Area</b>                      | <b>Movement in Variance between Qtr 3 and Outturn 2021/22<br/>£M</b> | <b>Explanation:</b>  |
|--|--|--|
| Adults – Long Term                       | 0.77 A   | There is an adverse movement since quarter 3 due to recoding of Hospital Discharge costs from Reablement to Long Term Care. They were held separately in Reablement during the year to manage the process separately from all ‘business as usual’ activity i.e. to keep costs coded separate. At year end these costs have been allocated to long term care to enable visibility for completion of year end reporting and comparators. |
| Adults - Reablement & Hospital Discharge | 0.83 F   | There is a favourable movement since quarter 3 due to an element of recoding of costs from Reablement to Long Term care due to Hospital Discharges, as per the description above (equal/opposite). There is also a £0.04M favourable variance due to Section 75 payments forecast to be paid to the NHS which subsequently were not required following discussions with the Clinical Commissioning Group.                              |
| ICU – Provider Relationships             | 0.61 F   | There is a favourable movement since quarter 3 due to a further £0.39M of Public Health grant allocated against Housing Related Support, £0.16M of Omicron Support Funding and £0.06M relating to various smaller level contract savings.  |

A summary of the Portfolio COVID-19 outturn variance and movement since the last quarter is shown in the table below:

| <b>Service Area</b>                | <b>COVID Outturn Variance<br/>£M</b> | <b>COVID Forecast Variance Qtr 3<br/>£M</b> | <b>COVID Variance Movement from Qtr 3<br/>£M</b> |
|------------------------------------|--------------------------------------|---|--|
| Adults - Adult Services Management | 0.02 A                               | 0.02 A                                      | 0.00   |
| <b>Total</b>                       | <b>0.02 A</b>                        | <b>0.02 A</b>                               | <b>0.00</b>                                      |

There are no SIGNIFICANT COVID-19 variance movements between quarter 3 and outturn for the Portfolio.

## 9. LEADER PORTFOLIO

### KEY REVENUE ISSUES – OUTTURN 2021/22

The Portfolio has a surplus of **£0.30M** at year-end for business as usual (BAU) activities. The Portfolio outturn variance has moved favourably by **£0.25M** from the position reported at quarter 3.

In addition, a **£0.03M** deficit has arisen on the COVID-19 pandemic budget, no movement from the position reported at quarter 3.

|  | <b>Outturn<br/>Variance</b> | <b>Forecast<br/>Variance</b> | <b>Movement<br/>from</b> |
|--|-----------------------------|------------------------------|--------------------------|
|  | <b>£M</b>                   | <b>Qtr 3<br/>£M</b>          | <b>Qtr 3<br/>£M</b>      |
| <b>Portfolio Outturn</b> business as usual | <b>0.30 F</b>               | <b>0.05 F</b>                | <b>0.25 F</b>            |
| COVID-19 Pandemic                          | 0.03 A                      | 0.03 A                       | 0.00                     |
| <b>Total</b>                               | <b>0.27 F</b>               | <b>0.02 F</b>                | <b>0.25 F</b>            |

A summary of the Portfolio business as usual outturn variance and movement since the last quarter is shown in the table below:

| <b>Service Area</b>      | <b>BAU<br/>Outturn<br/>Variance</b> | <b>BAU<br/>Forecast<br/>Variance</b> | <b>BAU<br/>Movement<br/>from</b> |
|--------------------------|-------------------------------------|--------------------------------------|----------------------------------|
|                          | <b>£M</b>                           | <b>Qtr 3<br/>£M</b>                  | <b>Qtr 3<br/>£M</b>              |
| Corporate Communications | 0.28 F                              | 0.00                                 | 0.28 F                           |
| HR Services              | 0.02 F                              | 0.05 F                               | 0.03 A                           |
| <b>Total</b>             | <b>0.30 F</b>                       | <b>0.05 F</b>                        | <b>0.25 F</b>                    |

The SIGNIFICANT business as usual movements between Quarter 3 and Outturn for the Portfolio are:

| <b>Service Area</b>      | <b>Movement in Variance between Qtr 3 and Outturn 2021/22<br/>£M</b> | <b>Explanation:</b>   |
|--------------------------|--|---|
| Corporate Communications | 0.28 F   | Additional grant income was received, including funding for the provision of a call centre for COVID-19 testing for the Southampton NHS Foundation Trust. |

A summary of the Portfolio COVID-19 outturn variance and movement since the last quarter is shown in the table below:

| <b>Service Area</b> | <b>COVID Outturn Variance<br/>£M</b> | <b>COVID Forecast Variance Qtr 3<br/>£M</b> | <b>COVID Variance Movement from Qtr 3<br/>£M</b> |
|---------------------|--------------------------------------|---|--|
| Licensing           | 0.03 A                               | 0.03 A                                      | 0.00   |
| <b>Total</b>        | <b>0.03 A</b>                        | <b>0.03 A</b>                               | <b>0.00</b>                                      |

The are no SIGNIFICANT COVID-19 variance movements between quarter 3 and Outturn for the Portfolio.

## **10. NON-PORTFOLIO BUDGETS**

### **KEY REVENUE ISSUES – OUTTURN 2021/22**

Non-Portfolio budgets had a surplus of **£15.79M** at year-end for business as usual activities (BAU). This a favourable movement of **£8.04M** from the position reported at quarter 3.

In addition, there is a **£1.90M** surplus on the COVID-19 pandemic budget, an adverse movement of £0.33M from the position reported at quarter 3.

|                   | <b>Outturn<br/>Variance<br/>£M</b> | <b>Forecast<br/>Variance<br/>Qtr 3<br/>£M</b> | <b>Movement<br/>from<br/>Qtr 3<br/>£M</b> |
|-------------------|------------------------------------|---|---|
| Business as usual | 15.79 F                            | 7.75 F  | 8.04 F                                    |
| COVID-19 Pandemic | 1.90 F                             | 1.57 F  | 0.33 A                                    |
| <b>Total</b>      | <b>17.69 F</b>                     | <b>9.32 F</b>                                 | <b>8.37 F</b>                             |

A summary of the Non-Portfolio business as usual outturn variance and movement since quarter 3 is shown in the table below. The Other Expenditure & Income quarter 3 forecast includes the use of corporate resources to achieve an overall break even position.

| <b>Service Area</b>                            | <b>BAU<br/>Outturn<br/>Variance<br/>£M</b> | <b>BAU<br/>Forecast<br/>Variance<br/>Qtr 3<br/>£M</b> | <b>BAU<br/>Variance<br/>Movement<br/>from<br/>Qtr 3<br/>£M</b> |
|--|--|---|--|
| Capital Asset Management                       | 1.88 F                                     | 0.60 F  | 1.28 F   |
| Net Housing Benefits Payment                   | 0.05 A                                     | 0.00  | 0.05 A   |
| Other Expenditure & Income                     | 13.55 F                                    | 6.88 F  | 6.67 F   |
| Non-Specific Government Grants & Other Funding | 0.41 F                                     | 0.27 F  | 0.14 F   |
| <b>Total</b>                                   | <b>15.79 F</b>                             | <b>7.75 F</b>   | <b>8.04 F</b>  |

The SIGNIFICANT business as usual movements between Quarter 3 and Outturn for Non-Portfolio budgets are:

| <b>Area</b>                | <b>Movement in Variance between Qtr 3 and Outturn 2021/22</b><br><b>£M</b> | <b>Explanation</b>  |
|----------------------------|--|---|
| Capital Asset Management   | 1.28 F   | Lower borrowing costs due to rephasing/slippage in the capital programme and increased returns on higher investment/cash balances.  |
| Other Expenditure & Income | 6.67 F   | Use of centrally held budgets reduced by £5.46M, £1.08M increase in use of the Social Care Demand Reserve to meet social care pressures and additional £0.13M unallocated income written out. |

A summary of the Portfolio COVID-19 outturn variance and movement since quarter 3 is shown in the table below:

| <b>Service Area</b>                            | <b>COVID Outturn Variance</b><br><b>£M</b> | <b>COVID Forecast Variance Qtr 3</b><br><b>£M</b> | <b>COVID Variance Movement from Qtr 3</b><br><b>£M</b> |
|--|--|---|--|
| Other Expenditure & Income                     | 0.00                                       | 0.72 F  | 0.72 A   |
| Non-Specific Government Grants & Other Funding | 1.90 F                                     | 1.51 F  | 0.39 F   |
| <b>Total</b>                                   | <b>1.90 F</b>                              | <b>2.23 F</b>                                     | <b>0.33 A</b>  |

The SIGNIFICANT COVID-19 variance movements between quarter 3 and Outturn for Non-Portfolio budgets are:

| <b>Area</b>                    | <b>Movement in Variance between Qtr 3 and Outturn 2021/22</b><br><b>£M</b> | <b>Explanation</b>  |
|--------------------------------|--|---|
| Other Expenditure & Income     | 0.72 A   | The overall COVID-19 outturn variance was a surplus and not a deficit as had been forecast, so no corporate resources were required to be applied to achieve a break even position. |
| Non-Specific Government Grants | 0.39 F   | Additional COVID new burdens funding.   |

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### COVID-19 Government Grants 2021/22

|  | <b>£000</b>     |
|--|-----------------|
| <b>Non-Specific Government Grants</b>                                |                 |
| Section 31 Business Rates Grants                                     | (12,011)        |
| COVID-19 Local Authority Support                                     | (7,817)         |
| Local Council Tax Support Grant                                      | (2,818)         |
| Compensation for Loss of Fees & Charges                              | (1,244)         |
| Other Grants   | (775)           |
| <b>Sub-Total Non-Specific Government Grants</b>                      | <b>(24,665)</b> |
| <b>Ring-fenced Government Grants</b>                                 |                 |
| Local Authority Discretionary Grant Funding to Businesses            | (7,947)         |
| Contain Outbreak Management Fund                                     | (2,017)         |
| Adult Social Care Workforce  | (2,136)         |
| Household Support Fund   | (1,956)         |
| Local Support Grant (formerly Winter Grant Scheme)                   | (1,325)         |
| Pupil Premium Catch Up and Recovery Funding                          | (1,194)         |
| School Holiday Activities and Food Programme                         | (1,073)         |
| Adult Social Care Infection Control & Testing Discretionary Grants   | (1,156)         |
| Other Grants   | (4,563)         |
| <b>Sub-Total Ring-fenced Government Grants</b>                       | <b>(23,367)</b> |
| <b>Grants administered on behalf of Central Government</b>           |                 |
| Restart Grants to Businesses   | (10,944)        |
| Adult Social Care Infection Control & Testing Grants                 | (2,300)         |
| Omicron Hospitality & Leisure Grants                                 | (1,442)         |
| Other Grants   | (1,256)         |
| <b>Sub-Total Grants administered on behalf of Central Government</b> | <b>(15,942)</b> |
| <b>Total</b>   | <b>(63,974)</b> |

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### Carry Forwards of Budget

| <b>Portfolio</b>                  | <b>£M</b>   | <b>Description</b>  |
|-----------------------------------|-------------|---|
| Children's Social Care            | 0.21        | Year of the Child initiatives and UNICEF accreditation  |
| Communities, Culture & Heritage   | 1.73        | Improving processes and outcomes for victims of domestic abuse; violence reduction unit; access and support for victims of hate crimes; reducing homelessness; private sector housing condition survey; Community Fund; heritage assets strategies and works; City of Culture bid; Women's Euros cultural programme; festival & events strategy; destination management plans and strategies including Southampton brand, tourism, venue marketing and retail |
| Customer Service & Transformation | 0.09        | Project work  |
| Education                         | 0.22        | Feasibility study for new special school; Education Welfare Service   |
| Environment                       | 0.05        | Food safety inspections   |
| Finance & Capital Assets          | 0.05        | Leisure strategy  |
| Growth                            | 1.56        | Development of plans and strategies: Local Transport Plan, Mass Transit Study, Levelling Up Fund bid, Local Plan, development sites masterplans; Flood Risk Management; repairs and maintenance programme; Future of Work and Intelligent Cities programmes; Green Cities & Infrastructure post.  |
| Leader                            | 0.21        | Leadership development programme and project funding  |
| <b>Total Carry Forwards</b>       | <b>4.12</b> |   |

In addition to the above, £18.11M of revenue grants have also been carried forward through reserves. This includes £11.60M of additional Business Rates Relief Grant (see paragraph 27 of Appendix 1) and £2.48M for other COVID-19 grants.

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Property Investment Fund as at 31 March 2022

|   | Purchase Date | Purchase Price    | Purchase Costs   | Capital Investment | 2021/22 Rent per annum | Interest        | MRP Charge      | Valuation 31 March 2021 | Valuation 31 March 2022 | 2021/22 Change in Valuation |
|---|---------------|-------------------|------------------|--------------------|------------------------|-----------------|-----------------|-------------------------|-------------------------|-----------------------------|
|   |               | £                 | £                | £                  | £                      | £               | £               | £                       | £                       | £                           |
| <b>3 Ely Road, Cambridge</b>                      | 08/09/16      | 6,125,000         | 343,438          | 6,468,438          | 406,335                | -195,758        | -56,489         | 5,205,725               | 4,875,750               | -329,975                    |
| <b>241 &amp; 271 Winchester Road, Southampton</b> | 05/10/16      | 14,000,000        | 689,500          | 14,689,500         | 912,591                | -444,556        | -128,283        | 10,322,725              | 11,642,700              | 1,319,975                   |
| <b>Unit 50, Warth Park Way, Raunds, Northants</b> | 23/04/17      | 8,200,000         | 328,000          | 8,528,000          | 471,216                | -258,087        | -74,475         | 8,732,025               | 9,165,425               | 433,400                     |
| <b>Total</b>                                      |               | <b>28,325,000</b> | <b>1,360,938</b> | <b>29,685,938</b>  | <b>1,790,142</b>       | <b>-898,400</b> | <b>-259,247</b> | <b>24,260,475</b>       | <b>25,683,875</b>       | <b>1,423,400</b>            |

Rate of Return  
6.03% Gross  
2.13% Net

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# Agenda Item 6

Appendix 6

| <b>Reserve</b>                     | <b>Balance<br/>as at<br/>31/03/2022</b> | <b>Forecast<br/>as at<br/>Quarter 3</b> | <b>Difference</b> |
|------------------------------------|---|---|-------------------|
|                                    | <b>£M</b>                               | <b>£M</b>                               | <b>£M</b>         |
| Medium Term Financial Risk Reserve | 57.05                                   | 45.31                                   | 11.74             |
| Revenue Contributions to Capital   | 0.93                                    | 0.86                                    | 0.07              |
| Revenue Grants Reserve             | 20.93                                   | 18.85                                   | 2.08              |
| Portfolio Carry Forwards           | 4.49                                    | 0.36                                    | 4.12              |
| PFI Sinking Fund                   | 4.39                                    | 4.41                                    | (0.02)            |
| Insurance General Reserve          | 2.37                                    | 2.79                                    | (0.42)            |
| On Street Parking Reserve          | 2.33                                    | 1.91                                    | 0.42              |
| Other <sup>#</sup>                 | 3.71                                    | 3.06                                    | 0.65              |
| <b>Sub-Total</b>                   | <b>96.19</b>                            | <b>77.55</b>                            | <b>18.65</b>      |
| Schools' Balances                  | 5.70                                    | 2.30                                    | 3.40              |
| <b>Total</b>                       | <b>101.89</b>                           | <b>79.85</b>                            | <b>22.05</b>      |

\* Balances remaining for the Social Care Demand Risk Reserve and Digital Strategy Reserve have been consolidated into the Medium Term Financial Risk Reserve.

# A cumulative deficit of £11.09M on the Dedicated Schools Grant is held separately in an unusable reserve in accordance with legislation.

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### Housing Revenue Account Outturn 2021/22

|   | Final<br>Budget<br>£M | Outturn<br>£M  | Outturn<br>Variance<br>£M |
|---|-----------------------|----------------|---------------------------|
| <b>Expenditure</b>                      |                       |                |                           |
| Responsive repairs                      | 12.15                 | 14.21          | 2.06 A                    |
| Housing investment                      | 4.97                  | 5.24           | 0.27 A                    |
| Rents payable                           | 0.10                  | 0.26           | 0.16 A                    |
| Debt management                         | 0.09                  | 0.09           | 0.00 F                    |
| Supervision & management                | 24.94                 | 23.53          | 1.41 F                    |
| Interest & principal repayments         | 8.83                  | 8.48           | 0.34 F                    |
| Depreciation                            | 20.92                 | 19.39          | 1.52 F                    |
| Direct revenue financing of capital     | 3.88                  | 3.19           | 0.69 F                    |
| <b>Total expenditure</b>                | <b>75.87</b>          | <b>74.39</b>   | <b>1.48 F</b>             |
| <b>Income</b>                           |                       |                |                           |
| Dwelling rents                          | (71.38)               | (71.04)        | 0.34 A                    |
| Other rents                             | (1.20)                | (1.24)         | 0.03 F                    |
| Service charge income                   | (2.34)                | (2.34)         | 0.00 A                    |
| Leaseholder service charges             | (0.95)                | (0.70)         | 0.25 A                    |
| Interest received                       | (0.01)                | 0.00           | 0.01 A                    |
| <b>Total income</b>                     | <b>(75.87)</b>        | <b>(75.31)</b> | <b>0.56 A</b>             |
|   |                       |                |                           |
| <b>(Surplus) / Deficit for the year</b> | <b>0.00</b>           | <b>(0.92)</b>  | <b>0.92 F</b>             |

Numbers are rounded

There was a planned surplus of £0.92M for 2021/22 to be carried forward to offset a planned deficit in 2022/23, such that by the end of 2022/23 the HRA balance will return to £2M.

A summary of the Portfolio business as usual outturn variance and movement since the last quarter is shown in the table below:

| Service Area                    | BAU<br>Outturn<br>Variance<br><br>£M | BAU<br>Forecast<br>Variance<br>Qtr 3<br>£M | BAU<br>Movement<br>from<br>Qtr 3<br>£M |
|---------------------------------|--------------------------------------|--|--|
| Responsive Repairs              | 2.06 A                               | 0.00                                       | 2.06 A                                 |
| Cyclical Maintenance            | 0.27 A                               | 0.40 F                                     | 0.67 A                                 |
| Supervision & Management        | 1.41 F                               | 1.48 F                                     | 0.07 A                                 |
| Interest & Principal Repayments | 0.34 F                               | 0.38 F                                     | 0.04 A                                 |
| Depreciation                    | 1.52 F                               | 0.63 A                                     | 2.15 F                                 |

|                                     |               |               |             |
|-------------------------------------|---------------|---------------|-------------|
| Direct Revenue Financing of Capital | 0.69 F        | 0.49 A        | 1.18 F      |
| Dwelling Rents                      | 0.34 A        | 0.22 A        | 0.12 A      |
| Leaseholder Service Charges         | 0.25 A        | 0.00          | 0.25 A      |
| Other                               | 0.12 A        | 0.00          | 0.12 A      |
| <b>Total</b>                        | <b>0.92 F</b> | <b>0.92 F</b> | <b>0.00</b> |

The SIGNIFICANT business as usual movements between Quarter 3 and Outturn for the Portfolio are:

| <b>Service Area</b>                 | <b>Movement in BAU Variance between Qtr 3 and Outturn 2021/22<br/>£M</b> | <b>Explanation:</b>  |
|-------------------------------------|--|--|
| Responsive Repairs                  | 2.06 A   | The adverse variance relates to increasing activity in the second half of 2021/22 as access to properties increased. It is also being driven by an increased level of voids and major repair work.   |
| Cyclical Maintenance                | 0.67 A   | The adverse variance relates mainly to an increase in the cost of servicing and repairs for gas boilers, as the existing stock ages. A replacement programme is built into the capital programme to address this issue. The remainder is due to an increase in asbestos removal, which has increased as redecoration work increased post pandemic. |
| Depreciation                        | 2.15 F   | A change to the methodology for calculating depreciation has resulted in a favourable variance of £2.15M.  |
| Direct Revenue Financing of Capital | 1.18 F   | The amount of revenue budget applied to finance capital has been adjusted (reduced) to offset the adverse variance movements in other service areas. However, reducing the contribution from revenue for capital cost will mean more borrowing and more costs for the HRA over the long term.  |
| Leaseholder Service Charges         | 0.25 A   | Leaseholder service charges were lower in 2021/22 due to refunds paid in respect of a lower level of service provided during the pandemic year.  |

There were no variances on the COVID-19 budget and no movements since the last quarter.



**COUNCIL TAX COLLECTION FUND REVENUE ACCOUNT**  
**FOR YEAR ENDED 31ST MARCH 2022**

| Original Estimate |  | Revised Estimate | Actual             | Variance Adverse / (Favourable) |
|-------------------|--|------------------|--------------------|---------------------------------|
| 2021/22<br>£M     | Council Tax  | 2021/22<br>£M    | 2021/22<br>£M      | 2021/22<br>£M                   |
|                   | <b><u>Income</u></b>   |                  |                    |                                 |
| (130.93)          | <b>Total Council Tax Income</b>                                  | (131.74)         | (131.64)           | 0.10                            |
|                   | <b><u>Expenditure</u></b>  |                  |                    |                                 |
| 128.34            | <b>Total Council Tax Expenditure (incl. precepts)</b>            | 127.91           | 127.71             | (0.21)                          |
| (2.60)            | Council Tax - Deficit / (Surplus) for the Year                   | (3.83)           | (3.94)             | (0.11)                          |
| 3.13              | Council Tax - Deficit / (Surplus) Brought Forward                | 1.18             | 1.18               | 0.00                            |
| <b>0.53</b>       | <b>Council Tax Deficit / (Surplus) Carried Forward</b>           | <b>(2.65)</b>    | <b>(2.76)</b>      | <b>(0.11)</b>                   |
|                   | <b>Business Rates</b>  |                  |                    |                                 |
|                   | <b><u>Income</u></b>   |                  |                    |                                 |
| (163.36)          | <b>Total Business Rates Income</b>                               | (130.87)         | (139.52)           | (8.65)                          |
|                   | <b><u>Expenditure</u></b>  |                  |                    |                                 |
| 111.05            | <b>Total Business Rates Expenditure</b>                          | 106.46           | 105.95             | (0.50)                          |
| (52.31)           | Business Rates - Deficit / (Surplus) for the Year                | (24.42)          | (33.57)            | (9.16)                          |
| 56.29             | Business Rates - Deficit / (Surplus) Brought Forward             | 50.68            | 50.68              | 0.00                            |
| <b>3.98</b>       | <b>Business Rates Deficit / (Surplus) Carried Forward</b>        | <b>26.26</b>     | <b>17.11</b>       | <b>(9.16)</b>                   |
| <b>4.51</b>       | <b>Total Collection Fund Deficit / (Surplus) Carried Forward</b> | <b>23.61</b>     | <b>14.35</b>       | <b>(9.26)</b>                   |
|                   | <b>Council Tax (Surplus)/Deficit</b>                             |                  |                    |                                 |
|                   | Contribution (to)/ from SCC                                      |                  | (2.34)             |                                 |
|                   | Contribution (to)/ from HPCC                                     |                  | (0.32)             |                                 |
|                   | Contribution (to)/ from H&IOWFRA                                 |                  | (0.10)             |                                 |
|                   | Council Tax Collection Fund Balance c/f                          |                  | <u>(2.76)</u>      |                                 |
|                   | <b>Business Rates (Surplus)/Deficit</b>                          |                  |                    |                                 |
|                   | Contribution (to)/ from SCC                                      |                  | 8.39               |                                 |
|                   | Contribution (to)/ from DLUHC                                    |                  | 8.55               |                                 |
|                   | Contribution (to)/ from H&IOWFRA                                 |                  | 0.17               |                                 |
|                   | NDR Collection Fund Balance c/f                                  |                  | <u>17.11</u>       |                                 |
|                   | <b>Total SCC (Surplus)/Deficit</b>                               |                  | <u><u>6.05</u></u> |                                 |

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| <b><u>CAPITAL FINANCIAL MONITORING FOR THE PERIOD TO MARCH 2022</u></b>  |   |               |                |                |  |                     |        |          |  |  |    |    |    |   |                                 |      |      |        |         |                                   |       |      |        |         |                                    |       |       |        |         |             |      |      |        |         |                          |      |      |        |         |        |       |       |        |         |                            |      |      |        |        |                                   |              |              |                |                |                             |       |       |        |         |                                |               |               |                |                |
|--|---|---------------|----------------|----------------|--|---------------------|--------|----------|--|--|----|----|----|---|---------------------------------|------|------|--------|---------|-----------------------------------|-------|------|--------|---------|------------------------------------|-------|-------|--------|---------|-------------|------|------|--------|---------|--------------------------|------|------|--------|---------|--------|-------|-------|--------|---------|----------------------------|------|------|--------|--------|-----------------------------------|--------------|--------------|----------------|----------------|-----------------------------|-------|-------|--------|---------|--------------------------------|---------------|---------------|----------------|----------------|
| 1.   | The focus for this report is on the capital outturn position for 2021/22, the variances compared with the agreed programme, the financing of the capital spend and any changes to the programme.  |               |                |                |  |                     |        |          |  |  |    |    |    |   |                                 |      |      |        |         |                                   |       |      |        |         |                                    |       |       |        |         |             |      |      |        |         |                          |      |      |        |         |        |       |       |        |         |                            |      |      |        |        |                                   |              |              |                |                |                             |       |       |        |         |                                |               |               |                |                |
| <b>2021/22 CAPITAL OUTTURN POSITION</b>  |   |               |                |                |  |                     |        |          |  |  |    |    |    |   |                                 |      |      |        |         |                                   |       |      |        |         |                                    |       |       |        |         |             |      |      |        |         |                          |      |      |        |         |        |       |       |        |         |                            |      |      |        |        |                                   |              |              |                |                |                             |       |       |        |         |                                |               |               |                |                |
| 2.   | The total General Fund capital expenditure in 2021/22 was £69.31M compared to a budget (as adjusted at quarter 3) of £89.80M, giving a variance of £20.49M or 22.82% of the programme compared with the quarter 3 position. The variance is comprised of £21.49M net slippage and £1.00M of deficit spend. Net slippage is the net effect of slippage where budget is rolled forward into future years and rephasing where budget from future years has been brought forward to the current year. |               |                |                |  |                     |        |          |  |  |    |    |    |   |                                 |      |      |        |         |                                   |       |      |        |         |                                    |       |       |        |         |             |      |      |        |         |                          |      |      |        |         |        |       |       |        |         |                            |      |      |        |        |                                   |              |              |                |                |                             |       |       |        |         |                                |               |               |                |                |
| 3.   | The total HRA capital expenditure in 2021/22 was £33.07M compared to a budget (as adjusted at quarter 3) of £37.94M, giving a variance of £4.88M or 12.85% of the programme compared with the quarter 3 position.<br>The variance is comprised of £3.31M net slippage and £1.57M of surplus budget. Net slippage is the net effect of slippage where budget is rolled forward into future years and rephasing where budget from future years has been brought forward to the current year.        |               |                |                |  |                     |        |          |  |  |    |    |    |   |                                 |      |      |        |         |                                   |       |      |        |         |                                    |       |       |        |         |             |      |      |        |         |                          |      |      |        |         |        |       |       |        |         |                            |      |      |        |        |                                   |              |              |                |                |                             |       |       |        |         |                                |               |               |                |                |
| 4.   | The performance of individual capital programmes in 2021/22 is summarised in table 1 and 2.   |               |                |                |  |                     |        |          |  |  |    |    |    |   |                                 |      |      |        |         |                                   |       |      |        |         |                                    |       |       |        |         |             |      |      |        |         |                          |      |      |        |         |        |       |       |        |         |                            |      |      |        |        |                                   |              |              |                |                |                             |       |       |        |         |                                |               |               |                |                |
| <b><u>Table 1 – Summary of the General Fund &amp; HRA Capital Outturn 2021/22</u></b>  |   |               |                |                |  |                     |        |          |  |  |    |    |    |   |                                 |      |      |        |         |                                   |       |      |        |         |                                    |       |       |        |         |             |      |      |        |         |                          |      |      |        |         |        |       |       |        |         |                            |      |      |        |        |                                   |              |              |                |                |                             |       |       |        |         |                                |               |               |                |                |
| <table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="width: 50%;"></th> <th style="text-align: center;">Approved Programme*</th> <th style="text-align: center;">Actual</th> <th colspan="2" style="text-align: center;">Variance</th> </tr> <tr> <th></th> <th style="text-align: center;">£M</th> <th style="text-align: center;">£M</th> <th style="text-align: center;">£M</th> <th style="text-align: center;">%</th> </tr> </thead> <tbody> <tr> <td>Communities, Culture &amp; Heritage</td> <td style="text-align: center;">3.61</td> <td style="text-align: center;">2.75</td> <td style="text-align: center;">(0.86)</td> <td style="text-align: center;">(23.75)</td> </tr> <tr> <td>Customer Service &amp; Transformation</td> <td style="text-align: center;">12.92</td> <td style="text-align: center;">7.22</td> <td style="text-align: center;">(5.69)</td> <td style="text-align: center;">(44.08)</td> </tr> <tr> <td>Education &amp; Children's Social Care</td> <td style="text-align: center;">31.48</td> <td style="text-align: center;">26.17</td> <td style="text-align: center;">(5.32)</td> <td style="text-align: center;">(16.89)</td> </tr> <tr> <td>Environment</td> <td style="text-align: center;">2.31</td> <td style="text-align: center;">1.75</td> <td style="text-align: center;">(0.56)</td> <td style="text-align: center;">(24.28)</td> </tr> <tr> <td>Finance &amp; Capital Assets</td> <td style="text-align: center;">0.68</td> <td style="text-align: center;">0.21</td> <td style="text-align: center;">(0.47)</td> <td style="text-align: center;">(69.04)</td> </tr> <tr> <td>Growth</td> <td style="text-align: center;">38.73</td> <td style="text-align: center;">31.14</td> <td style="text-align: center;">(7.59)</td> <td style="text-align: center;">(19.60)</td> </tr> <tr> <td>Health &amp; Adult Social Care</td> <td style="text-align: center;">0.07</td> <td style="text-align: center;">0.07</td> <td style="text-align: center;">(0.01)</td> <td style="text-align: center;">(9.72)</td> </tr> <tr> <td><b>Total GF Capital Programme</b></td> <td style="text-align: center;"><b>89.80</b></td> <td style="text-align: center;"><b>69.31</b></td> <td style="text-align: center;"><b>(20.49)</b></td> <td style="text-align: center;"><b>(22.82)</b></td> </tr> <tr> <td>Total HRA Capital Programme</td> <td style="text-align: center;">37.94</td> <td style="text-align: center;">33.07</td> <td style="text-align: center;">(4.88)</td> <td style="text-align: center;">(12.85)</td> </tr> <tr> <td><b>Total Capital Programme</b></td> <td style="text-align: center;"><b>127.74</b></td> <td style="text-align: center;"><b>102.38</b></td> <td style="text-align: center;"><b>(25.37)</b></td> <td style="text-align: center;"><b>(19.86)</b></td> </tr> </tbody> </table> |   |               |                |                |  | Approved Programme* | Actual | Variance |  |  | £M | £M | £M | % | Communities, Culture & Heritage | 3.61 | 2.75 | (0.86) | (23.75) | Customer Service & Transformation | 12.92 | 7.22 | (5.69) | (44.08) | Education & Children's Social Care | 31.48 | 26.17 | (5.32) | (16.89) | Environment | 2.31 | 1.75 | (0.56) | (24.28) | Finance & Capital Assets | 0.68 | 0.21 | (0.47) | (69.04) | Growth | 38.73 | 31.14 | (7.59) | (19.60) | Health & Adult Social Care | 0.07 | 0.07 | (0.01) | (9.72) | <b>Total GF Capital Programme</b> | <b>89.80</b> | <b>69.31</b> | <b>(20.49)</b> | <b>(22.82)</b> | Total HRA Capital Programme | 37.94 | 33.07 | (4.88) | (12.85) | <b>Total Capital Programme</b> | <b>127.74</b> | <b>102.38</b> | <b>(25.37)</b> | <b>(19.86)</b> |
|  | Approved Programme*   | Actual        | Variance       |                |  |                     |        |          |  |  |    |    |    |   |                                 |      |      |        |         |                                   |       |      |        |         |                                    |       |       |        |         |             |      |      |        |         |                          |      |      |        |         |        |       |       |        |         |                            |      |      |        |        |                                   |              |              |                |                |                             |       |       |        |         |                                |               |               |                |                |
|  | £M  | £M            | £M             | %              |  |                     |        |          |  |  |    |    |    |   |                                 |      |      |        |         |                                   |       |      |        |         |                                    |       |       |        |         |             |      |      |        |         |                          |      |      |        |         |        |       |       |        |         |                            |      |      |        |        |                                   |              |              |                |                |                             |       |       |        |         |                                |               |               |                |                |
| Communities, Culture & Heritage  | 3.61  | 2.75          | (0.86)         | (23.75)        |  |                     |        |          |  |  |    |    |    |   |                                 |      |      |        |         |                                   |       |      |        |         |                                    |       |       |        |         |             |      |      |        |         |                          |      |      |        |         |        |       |       |        |         |                            |      |      |        |        |                                   |              |              |                |                |                             |       |       |        |         |                                |               |               |                |                |
| Customer Service & Transformation  | 12.92   | 7.22          | (5.69)         | (44.08)        |  |                     |        |          |  |  |    |    |    |   |                                 |      |      |        |         |                                   |       |      |        |         |                                    |       |       |        |         |             |      |      |        |         |                          |      |      |        |         |        |       |       |        |         |                            |      |      |        |        |                                   |              |              |                |                |                             |       |       |        |         |                                |               |               |                |                |
| Education & Children's Social Care   | 31.48   | 26.17         | (5.32)         | (16.89)        |  |                     |        |          |  |  |    |    |    |   |                                 |      |      |        |         |                                   |       |      |        |         |                                    |       |       |        |         |             |      |      |        |         |                          |      |      |        |         |        |       |       |        |         |                            |      |      |        |        |                                   |              |              |                |                |                             |       |       |        |         |                                |               |               |                |                |
| Environment  | 2.31  | 1.75          | (0.56)         | (24.28)        |  |                     |        |          |  |  |    |    |    |   |                                 |      |      |        |         |                                   |       |      |        |         |                                    |       |       |        |         |             |      |      |        |         |                          |      |      |        |         |        |       |       |        |         |                            |      |      |        |        |                                   |              |              |                |                |                             |       |       |        |         |                                |               |               |                |                |
| Finance & Capital Assets   | 0.68  | 0.21          | (0.47)         | (69.04)        |  |                     |        |          |  |  |    |    |    |   |                                 |      |      |        |         |                                   |       |      |        |         |                                    |       |       |        |         |             |      |      |        |         |                          |      |      |        |         |        |       |       |        |         |                            |      |      |        |        |                                   |              |              |                |                |                             |       |       |        |         |                                |               |               |                |                |
| Growth   | 38.73   | 31.14         | (7.59)         | (19.60)        |  |                     |        |          |  |  |    |    |    |   |                                 |      |      |        |         |                                   |       |      |        |         |                                    |       |       |        |         |             |      |      |        |         |                          |      |      |        |         |        |       |       |        |         |                            |      |      |        |        |                                   |              |              |                |                |                             |       |       |        |         |                                |               |               |                |                |
| Health & Adult Social Care   | 0.07  | 0.07          | (0.01)         | (9.72)         |  |                     |        |          |  |  |    |    |    |   |                                 |      |      |        |         |                                   |       |      |        |         |                                    |       |       |        |         |             |      |      |        |         |                          |      |      |        |         |        |       |       |        |         |                            |      |      |        |        |                                   |              |              |                |                |                             |       |       |        |         |                                |               |               |                |                |
| <b>Total GF Capital Programme</b>  | <b>89.80</b>  | <b>69.31</b>  | <b>(20.49)</b> | <b>(22.82)</b> |  |                     |        |          |  |  |    |    |    |   |                                 |      |      |        |         |                                   |       |      |        |         |                                    |       |       |        |         |             |      |      |        |         |                          |      |      |        |         |        |       |       |        |         |                            |      |      |        |        |                                   |              |              |                |                |                             |       |       |        |         |                                |               |               |                |                |
| Total HRA Capital Programme  | 37.94   | 33.07         | (4.88)         | (12.85)        |  |                     |        |          |  |  |    |    |    |   |                                 |      |      |        |         |                                   |       |      |        |         |                                    |       |       |        |         |             |      |      |        |         |                          |      |      |        |         |        |       |       |        |         |                            |      |      |        |        |                                   |              |              |                |                |                             |       |       |        |         |                                |               |               |                |                |
| <b>Total Capital Programme</b>   | <b>127.74</b>   | <b>102.38</b> | <b>(25.37)</b> | <b>(19.86)</b> |  |                     |        |          |  |  |    |    |    |   |                                 |      |      |        |         |                                   |       |      |        |         |                                    |       |       |        |         |             |      |      |        |         |                          |      |      |        |         |        |       |       |        |         |                            |      |      |        |        |                                   |              |              |                |                |                             |       |       |        |         |                                |               |               |                |                |
| *As amended and reported each quarter during the year  |   |               |                |                |  |                     |        |          |  |  |    |    |    |   |                                 |      |      |        |         |                                   |       |      |        |         |                                    |       |       |        |         |             |      |      |        |         |                          |      |      |        |         |        |       |       |        |         |                            |      |      |        |        |                                   |              |              |                |                |                             |       |       |        |         |                                |               |               |                |                |

**Table 2 – 2021/22 Breakdown of Variance by Programme**

| <b>Programme</b>                   | <b>(Surplus)/<br/>Deficit<br/>£M</b> | <b>Slippage/<br/>(Rephasing)<br/>£M</b> | <b>Variance<br/>£M</b> |
|------------------------------------|--------------------------------------|---|------------------------|
| Communities, Culture & Heritage    | 0.11                                 | (0.97)                                  | (0.86)                 |
| Customer Service & Transformation  | 0.18                                 | (5.87)                                  | (5.69)                 |
| Education & Children's Social Care | 0.02                                 | (5.33)                                  | (5.32)                 |
| Environment                        | (0.01)                               | (0.56)                                  | (0.56)                 |
| Finance & Capital Assets           | 0.00                                 | (0.47)                                  | (0.47)                 |
| Growth                             | 0.71                                 | (8.30)                                  | (7.59)                 |
| Health & Adult Social Care         | 0.00                                 | (0.01)                                  | (0.01)                 |
| <b>Total GF Capital Programme</b>  | <b>1.00</b>                          | <b>(21.49)</b>                          | <b>(20.49)</b>         |
| Total HRA Capital Programme        | (1.57)                               | (3.31)                                  | (4.88)                 |
| <b>Total Capital Programme</b>     | <b>(0.57)</b>                        | <b>(24.81)</b>                          | <b>(25.37)</b>         |

5. Reasons for major variances on individual schemes since the last reported position are detailed for each programme in annex 2.1.

**CAPITAL FINANCING**

6. The resources used to finance the 2021/22 expenditure for the General Fund HRA capital programmes are summarised in table 3 below. The most significant source of financing for the General Fund was capital grants and for the HRA it was MRA financing.

**Table 3 – Capital Financing 2021/22**

|                          | <b>General<br/>Fund<br/>£M</b> | <b>HRA<br/>£M</b> | <b>Total<br/>£M</b> |
|--------------------------|--------------------------------|-------------------|---------------------|
| Total Financing Required | <b>69.31</b>                   | <b>33.07</b>      | <b>102.38</b>       |
| <b>Financed By: -</b>    |                                |                   |                     |
| Council Resources        | 12.68                          | 3.30              | 15.97               |
| Capital Receipts         | 0.25                           | 3.56              | 3.81                |
| Direct Revenue Financing | 0.60                           | 3.19              | 3.79                |
| Capital Grants           | 53.08                          | 0.00              | 53.08               |
| Contributions            | 2.71                           | 1.01              | 3.71                |
| MRA                      | 0.00                           | 22.01             | 22.01               |
| <b>Total</b>             | <b>69.31</b>                   | <b>33.07</b>      | <b>102.38</b>       |

7. Any deficit spend on individual schemes are financed from identified additional funding or from savings elsewhere within the programme. Programmes are required to balance their capital programmes within the resources available to them, this may result in reduced outputs where a deficit results in reductions being made elsewhere in the programme.

| 8.                                     | The impact of scheme variances for 2021/22 on future years' capital expenditure will feed into future capital programme updates aligned to Council priorities.   |                              |                              |                              |                              |                              |                              |                              |                     |  |        |        |        |        |       |       |        |                       |        |        |        |        |       |       |        |                 |                |              |             |             |             |             |               |
|--|--|------------------------------|------------------------------|------------------------------|------------------------------|------------------------------|------------------------------|------------------------------|---------------------|--|--------|--------|--------|--------|-------|-------|--------|-----------------------|--------|--------|--------|--------|-------|-------|--------|-----------------|----------------|--------------|-------------|-------------|-------------|-------------|---------------|
| <b>THE 5 YEAR CAPITAL PROGRAMME</b>    |  |                              |                              |                              |                              |                              |                              |                              |                     |  |        |        |        |        |       |       |        |                       |        |        |        |        |       |       |        |                 |                |              |             |             |             |             |               |
| 9.                                     | Table 4 shows a comparison of the latest capital estimate for the period 2021/22 to 2026/27 including any amendments noted elsewhere within this report, compared to the previously reported programme for the same period, and shows a decrease of £0.04M.  |                              |                              |                              |                              |                              |                              |                              |                     |  |        |        |        |        |       |       |        |                       |        |        |        |        |       |       |        |                 |                |              |             |             |             |             |               |
| 10.                                    | <p><b><u>Table 4 – Programme Comparison</u></b></p> <table border="1"> <thead> <tr> <th></th> <th><b>2021/<br/>2022<br/>£M</b></th> <th><b>2022/<br/>2023<br/>£M</b></th> <th><b>2023/<br/>2024<br/>£M</b></th> <th><b>2024/<br/>2025<br/>£M</b></th> <th><b>2025/<br/>2026<br/>£M</b></th> <th><b>2026/<br/>2027<br/>£M</b></th> <th><b>Total<br/>£M</b></th> </tr> </thead> <tbody> <tr> <td>Actual 2021/22<br/>/Latest<br/>Programme</td> <td>102.38</td> <td>225.38</td> <td>176.08</td> <td>101.04</td> <td>57.48</td> <td>65.14</td> <td>727.50</td> </tr> <tr> <td>Previous<br/>Programme</td> <td>127.25</td> <td>201.51</td> <td>175.13</td> <td>101.03</td> <td>57.48</td> <td>65.14</td> <td>727.54</td> </tr> <tr> <td><b>Variance</b></td> <td><b>(24.87)</b></td> <td><b>23.88</b></td> <td><b>0.95</b></td> <td><b>0.01</b></td> <td><b>0.00</b></td> <td><b>0.00</b></td> <td><b>(0.04)</b></td> </tr> </tbody> </table> |                              | <b>2021/<br/>2022<br/>£M</b> | <b>2022/<br/>2023<br/>£M</b> | <b>2023/<br/>2024<br/>£M</b> | <b>2024/<br/>2025<br/>£M</b> | <b>2025/<br/>2026<br/>£M</b> | <b>2026/<br/>2027<br/>£M</b> | <b>Total<br/>£M</b> | Actual 2021/22<br>/Latest<br>Programme | 102.38 | 225.38 | 176.08 | 101.04 | 57.48 | 65.14 | 727.50 | Previous<br>Programme | 127.25 | 201.51 | 175.13 | 101.03 | 57.48 | 65.14 | 727.54 | <b>Variance</b> | <b>(24.87)</b> | <b>23.88</b> | <b>0.95</b> | <b>0.01</b> | <b>0.00</b> | <b>0.00</b> | <b>(0.04)</b> |
|  | <b>2021/<br/>2022<br/>£M</b>   | <b>2022/<br/>2023<br/>£M</b> | <b>2023/<br/>2024<br/>£M</b> | <b>2024/<br/>2025<br/>£M</b> | <b>2025/<br/>2026<br/>£M</b> | <b>2026/<br/>2027<br/>£M</b> | <b>Total<br/>£M</b>          |                              |                     |  |        |        |        |        |       |       |        |                       |        |        |        |        |       |       |        |                 |                |              |             |             |             |             |               |
| Actual 2021/22<br>/Latest<br>Programme | 102.38   | 225.38                       | 176.08                       | 101.04                       | 57.48                        | 65.14                        | 727.50                       |                              |                     |  |        |        |        |        |       |       |        |                       |        |        |        |        |       |       |        |                 |                |              |             |             |             |             |               |
| Previous<br>Programme                  | 127.25   | 201.51                       | 175.13                       | 101.03                       | 57.48                        | 65.14                        | 727.54                       |                              |                     |  |        |        |        |        |       |       |        |                       |        |        |        |        |       |       |        |                 |                |              |             |             |             |             |               |
| <b>Variance</b>                        | <b>(24.87)</b>   | <b>23.88</b>                 | <b>0.95</b>                  | <b>0.01</b>                  | <b>0.00</b>                  | <b>0.00</b>                  | <b>(0.04)</b>                |                              |                     |  |        |        |        |        |       |       |        |                       |        |        |        |        |       |       |        |                 |                |              |             |             |             |             |               |
| 11.                                    | Annex 2.2 provides details of the revised budget by individual scheme and use of resources by each programme up to 2026/27.  |                              |                              |                              |                              |                              |                              |                              |                     |  |        |        |        |        |       |       |        |                       |        |        |        |        |       |       |        |                 |                |              |             |             |             |             |               |
| <b>PRUDENTIAL INDICATORS</b>           |  |                              |                              |                              |                              |                              |                              |                              |                     |  |        |        |        |        |       |       |        |                       |        |        |        |        |       |       |        |                 |                |              |             |             |             |             |               |
| 12.                                    | The Prudential Code requires the Prudential Indicator for Actual Capital Expenditure to be reported against the estimates previously reported. The estimates shown in the tables in annex 2.3 are those reported to Council as part of the February 2022 Annual Treasury Management Strategy and Prudential Limits report.   |                              |                              |                              |                              |                              |                              |                              |                     |  |        |        |        |        |       |       |        |                       |        |        |        |        |       |       |        |                 |                |              |             |             |             |             |               |
| <b><u>SUPPORTING DOCUMENTATION</u></b> |  |                              |                              |                              |                              |                              |                              |                              |                     |  |        |        |        |        |       |       |        |                       |        |        |        |        |       |       |        |                 |                |              |             |             |             |             |               |
| <b>Annexes</b>                         |  |                              |                              |                              |                              |                              |                              |                              |                     |  |        |        |        |        |       |       |        |                       |        |        |        |        |       |       |        |                 |                |              |             |             |             |             |               |
| 1.                                     | GF & HRA Major Variance Explanations   |                              |                              |                              |                              |                              |                              |                              |                     |  |        |        |        |        |       |       |        |                       |        |        |        |        |       |       |        |                 |                |              |             |             |             |             |               |
| 2.                                     | GF & HRA Scheme Budgets and Use of Resources for 2021/22 to 2026/27  |                              |                              |                              |                              |                              |                              |                              |                     |  |        |        |        |        |       |       |        |                       |        |        |        |        |       |       |        |                 |                |              |             |             |             |             |               |
| 3.                                     | Prudential Indicator for Actual Capital Expenditure  |                              |                              |                              |                              |                              |                              |                              |                     |  |        |        |        |        |       |       |        |                       |        |        |        |        |       |       |        |                 |                |              |             |             |             |             |               |

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### GF & HRA MAJOR VARIANCE EXPLANATIONS SINCE LAST REPORTED POSITION

| <b><u>COMMUNITIES, CULTURE &amp; HERITAGE</u></b>    |  |
|--|--|
|  | <b><u>Slippage and Rephasing</u></b>   |
| 1.   | <u>Art Gallery Roof (Slippage of £0.48M from 2021/22 to 2022/23)</u><br>Due to an increase in the scope of work at feasibility stage of this project has resulted in it taking longer to agree the final scope and commission the design stage. This will now occur in 2022/23.  |
| <b><u>CUSTOMER SERVICE &amp; TRANSFORMATION</u></b>  |  |
|  | <b><u>Slippage and Rephasing</u></b>   |
| 2.   | <u>Client Case Management System (Slippage of £0.53M from 2021/22 to 2022/23)</u><br>Some developments have been delayed due to resources being deployed to other tasks due to COVID. The works will now take place into 2022/23.  |
| 3.   | <u>IT Equipment and Software Refresh (Slippage of £1.39M from 2021/22 to 2022/23)</u><br>Some projects on the investment plan had been delayed due to other IT projects being prioritised as a result of COVID.  |
| 4.   | <u>Purchase of vehicles (Slippage of £1.61M from 2021/22 to 2022/23)</u><br>Slippage due to vehicle manufacturers experiencing difficulties sourcing semiconductors for electronic control modules which has had an adverse effect on global vehicle supplies and resulted in deliveries that were expected to be received in the financial year being delayed.  |
| 5.   | <u>S106 – Open Spaces &amp; Play Areas (Slippage of £0.90M from 2021/22 to 2022/23)</u><br>A review is being carried out to assess the projects that need to be undertaken to fulfil our obligations under S106 agreements. It is likely that this will result in further slippage across the 5 year programme.  |
| 6.   | <u>City Services – Depots (Slippage of £0.63M from 2021/22 to 2022/23)</u><br>The scheme is to provide improvements to depots including the instillation of Electric RCV charging points. The scheme has been delayed due to the requirement for an electrical feasibility report to be produced on whether the scheme is viable based on electrical supply to the site. Improvement to welfare provision is also included on the scheme and requirements are currently being developed. |
| <b><u>EDUCATION &amp; CHILDREN'S SOCIAL CARE</u></b> |  |
|  | <b><u>Slippage and Rephasing</u></b>   |
| 7.   | <u>Chamberlayne Refurbishment (Slippage £2.35M from 2021/22 to 2022/23)</u><br>Scheme slipped into next year to be done in school holidays. The works are being procured and undertaken by the Trust and outside the control of SCC.   |
| 8.   | <u>Children's Services Residential &amp; Assessment Unit (Slippage £1.65M from 2021/22 to 2022/23)</u><br>There has been difficulty in finding appropriate houses within the city that meet the Council's needs. The market is being regularly monitored, whilst a review is undertaken of how best to deliver the service should a property not be found.   |

| <b>ENVIRONMENT</b> |   |
|--------------------|---|
|                    | <b><u>Slippage and Rephasing</u></b>  |
| 9.                 | <b><u>Crematorium Refurbishment (Slippage of £0.51M from 2021/22 to 2022/23)</u></b><br>Works were originally expected to take place in Quarter 4 2021/22 but were rescheduled to next financial year mainly due to delays associated with impact of COVID-19 on staffing and lead times for supplies.  |
| <b>GROWTH</b>      |   |
|                    | <b><u>Slippage and Rephasing</u></b>  |
| 10.                | <b><u>Public Transport (Slippage of £0.91M from 2021/22 to 2022/23)</u></b><br>Negotiations on the details for implementation of schemes within this budget were not fully resolved within 2021/22 which has delayed their start. These schemes will now be carried out in 2022/23. Also delays due to additional public consultation required on the Polygon / Bedford Place scheme have contributed to this slippage as this has also delayed delivery of the scheme until 2022/23  |
| 11.                | <b><u>Northam Rail Bridge and Corridor improvements (Slippage of £1.53M from 2021/22 to 2022/23)</u></b><br>A decision is still pending from Department for Transport (DfT) on the outcome of the Strategic Outline Business Case which would unlock further funding to carry out modelling, design work and development of an Outline Business Case further spend on this scheme has been delayed until this is known.   |
| 12.                | <b><u>Footways (Slippage of £0.54M from 2021/22 to 2022/23)</u></b><br>There were delays in the programme delivery due to: <ul style="list-style-type: none"> <li>• issues with types of footway treatments in Kennedy and Lancaster Roads, which led to a revision to similar programmes going forward</li> <li>• a delay in the programme formulation whilst of requests to include ad-hoc footway were reviewed</li> <li>• a delay in the assimilation of footway condition data from new supplier Gaist towards the end of the 2021/22 year, so priorities being late in progression</li> </ul>   |
| 13.                | <b><u>M27/M3 Travel Demand Management (Slippage of £0.36M from 2021/22 to 2023/24)</u></b><br>The scheme sponsor Highways England has made changes they wish this project to be delivered. This was due to Covid having a detrimental effect on the use of public transport and operators not wishing to undertake any new projects at such a challenging time. Highways England paused any delivery of capital projects within this funded programme until further notice.   |
| 14.                | <b><u>Future Transport Zone (Slippage of £1.71M from 2021/22 to 2022/23)</u></b><br>Delays to some of the schemes with the Future Transport Zone programmes have resulted in slippage, the major schemes of slippage are: MAAS Trials – This scheme is fully committed via MoU with Universities but project has incurred delays in the testing phase which has delayed wider roll-out to 2022/23; Micro Consolidation – due to a lack of resource following a number of unsuccessful recruitment rounds, delays have occurred with progressing this area of the programme - these have now been largely resolved with the majority of spend now being incurred in 2022/23. And drones for medical logistics – delays as a result of weather, licensing and resourcing constraints mean the remainder of scheme will be incurred 2022/23 and 2023/24. |



|                                      |   |
|--------------------------------------|---|
| 15.                                  | <p><u>Transforming Cities (Slippage of £0.72M from 2021/22 to 2022/23)</u><br/> The impact of staff shortages in the early part of the year, covid impacts throughout the year and delays of DfT Change Control outcome in the last quarter of the year led to slower development of some of the schemes within the programme.</p> <p>Following the change in administration in May last year a programme review which was anticipated to last for 3 months was also carried out. The subsequent changes to some of the schemes required a DfT Change Control that impacted the programme further.</p> <p>Some of the major scheme slippages are: A35-A33 Smart Technology where there is uncertainty about the availability of C-ITS system which has delayed progression of the whole scheme. And Southampton West P&amp;R – the licence agreement development with University Hospital Southampton taking longer than anticipated.</p> |
| 16.                                  | <p><u>Corporate Assets Decarbonisation Scheme (CADS) (Slippage of £1.78M, £1.51M from 2021/22 to 2022/23 and £0.27M from 2021/22 to 2023/24)</u></p> <p>There was previously envisaged to be the bulk of spend during the 2022/23 financial year, but the reason for more slippage from 2021/22 is that we have an ongoing protracted / delayed contractual process with our Street Lighting Services provider, leading to delayed Legal and Project Management costs coming through to SCC. This will ultimately lead to a contract Deed of Variation to be provided for implementation of the project and this (together with approval of the Final Business Case) will not be possible until at least June 2022. This means the bulk of the ordering of materials and delivery on the ground (the £1.78M including street lighting/building work) will not commence until latter part of 2022/23.</p>                                  |
| <b>Surplus &amp; Deficit</b>         |   |
| 17.                                  | <p><u>Additional Roads Programme (Deficit of £0.82M, increase of £0.82M since last reported position)</u></p> <p>A reassessment of the treatments of costs has led to additional costs being chargeable to capital. These costs will be met from the Council's share of the gain-share return as part of BBLP contract.</p>   |
| <b>HRA</b>                           |   |
| <b><u>Slippage and Rephasing</u></b> |   |
| 18.                                  | <p><u>New Homes (Slippage of £0.43M from 2021/22 into 2022/23)</u><br/> The budget of £0.5M was to cover the PCSA contract, expected to be finalised by March 2022. However, this was not completed as expected due to complexities, and with a timescale for May 2022. Therefore, the full budget has not been spent and will require slippage into 2022/23.</p>   |
| 19.                                  | <p><u>Oaklands Site (Slippage of £1.45M from 2021/22 into 2022/23)</u><br/> At the time of the previous budget estimate progress on site was on track to complete all units during 2021/22. Since then, materials delays caused by Brexit &amp; COVID 19 have come into play, as well as some required corrective works to all flatted blocks. As a result, the progress in this project has slowed down and therefore will be slipping into 2022/23.</p>   |

|                              |   |
|------------------------------|---|
| 20.                          | <u>HRA IT Equipment and Software Refresh (Slippage of £0.64M from 2021/22 into 2022/23)</u><br>Orders were in place, but supply chain issues for the software have meant delivery has not happened in the current financial year 2021/22. The budget is required for NEC Solutions Upgrade project. Therefore, this budget will be incurring a slippage into 2022/23.   |
| 21.                          | <u>Sprinkler Work (Slippage of £1.25M from 2021/22 into 2022/23)</u><br>The project had to be re-tendered, with the scope of works changed by omitting and adding blocks. This has delayed the project, meaning no installation works has been undertaken in 2021/22. Installations are now expected to take place in 2022/23, and therefore slippage of the budget is required.  |
| 22.                          | <u>Block Modernisation Programme (Rephase of £0.94M from 2022/23 into 2021/22)</u><br>Some of the modernisation works have been accelerated to ensure resident safety in high-risk blocks. As result, spend in 2021/22 has been higher than anticipated and this will be met by rephasing budget from 2022/23 into 2021/22.   |
| 23.                          | <u>HFRS Fire Safety / Sprinkler Project (Rephase of £0.43M from 2022/23 into 2021/23)</u><br>Additional spend was identified around additional fire stopping and flat ventilation requiring replacement of non-functioning extract fire damper cones with fire damper grilles to ensure adequate extraction and protection against smoke and fire spread. In addition to this, existing ducts and grilles were found to contain asbestos containing products, which requires protection to be put in place while the original plan for upgrading the system as a separate project is subject to a feasibility exercise. As a result, the project will be rephasing from 2022/23 |
| <b>Surplus &amp; Deficit</b> |   |
| 24.                          | <u>Roofing Lot 1 West (flat roofs) (Surplus of £0.33M)</u><br>The impact of issues in the supply chain for materials, has caused delays in obtaining materials and commencing works at one large roof. This has been mitigated by reprofiling works until supply chain issues have been resolved. As a result, this project has incurred a surplus. This is an annual budget that has been reviewed and set in the 2022/23 business plan.   |
| 25.                          | <u>Lift Refurbishment - Shirley Towers (Surplus £0.41M)</u><br>Spend has reduced due to late start on site resulting from COVID restrictions. There was a conscious decision to delay the works due to the knock-on impact of lift closures and the ability to maintain social distancing within tower block. As a result, the project will be incurring a surplus and future works will be covered by the reviewed set budget.   |
| 26.                          | <u>Lift Refurbishment - Shirley Towers (Surplus £0.31M)</u><br>Despite efforts to enable the project to conclude in 2021/22 as intended, the final contract negotiations took longer than anticipated to agree, and more site investigative work has been belatedly identified before the project can physically proceed. As a result, the future years budget has been reviewed and reset as part of the 2022/23 business plan and the project will not be incurring a slippage.   |

**COMMUNITIES, CULTURE & HERITAGE**

| Scheme No.                | Project Description                               | Budget 2021/22 | Budget 2022/23 | Budget 2023/24 | Budget 2024/25 | Budget 2025/26 | Budget 2026/27 | Total £M      |
|---------------------------|---|----------------|----------------|----------------|----------------|----------------|----------------|---------------|
|                           |   | £M             | £M             | £M             | £M             | £M             | £M             |               |
| CG0018                    | CCTV Cameras                                      | 0.024          | 0.161          | 0.000          | 0.000          | 0.000          | 0.000          | 0.185         |
| CG0132                    | Arts Gallery Improvements                         | 0.004          | 0.000          | 0.000          | 0.000          | 0.000          | 0.000          | 0.004         |
| CG0139                    | Outdoor Sports Centre Improvements                | 0.466          | 12.664         | 4.100          | 0.050          | 0.000          | 0.000          | 17.280        |
| CG0140                    | Art in Public Places – Millbrook and Weston       | 0.000          | 0.013          | 0.000          | 0.000          | 0.000          | 0.000          | 0.013         |
| CG0202                    | S106 - Art in Public Spaces                       | 0.000          | 0.036          | 0.000          | 0.000          | 0.000          | 0.000          | 0.036         |
| CG0208                    | Heritage Assets- Strategy                         | 0.202          | 0.161          | 0.000          | 0.000          | 0.000          | 0.000          | 0.363         |
| CT0027                    | Disabled Facilities Grants - Approved Adaptations | 1.360          | 3.266          | 0.000          | 0.000          | 0.000          | 0.000          | 4.626         |
| CT0028                    | Disabled Facilities Grants - Support Costs        | 0.252          | 0.000          | 0.000          | 0.000          | 0.000          | 0.000          | 0.252         |
| CT0030                    | Estate Parking Improvements                       | 0.042          | 0.188          | 0.000          | 0.000          | 0.000          | 0.000          | 0.230         |
| CT0068                    | Warm Homes  | 0.291          | 0.070          | 0.000          | 0.000          | 0.000          | 0.000          | 0.361         |
| CT0072                    | S106 - Affordable Homes                           | 0.000          | 1.122          | 0.000          | 0.000          | 0.000          | 0.000          | 1.122         |
| CG0216                    | Art Gallery Roof                                  | 0.019          | 2.281          | 0.000          | 0.000          | 0.000          | 0.000          | 2.300         |
| CG0233                    | Hoarders Project                                  | 0.042          | 0.058          | 0.000          | 0.000          | 0.000          | 0.000          | 0.100         |
| CG0234                    | Extend Library Opening Hours                      | 0.000          | 0.249          | 0.000          | 0.000          | 0.000          | 0.000          | 0.249         |
| CG0235                    | SeaCity Museum                                    | 0.013          | 0.002          | 0.000          | 0.000          | 0.000          | 0.000          | 0.015         |
| CG0236                    | 1000 Parking Spaces (General Fund Element)        | 0.000          | 2.117          | 0.000          | 0.000          | 0.000          | 0.000          | 2.117         |
| CG0237                    | Sky Museum  | 0.040          | 0.000          | 0.000          | 0.000          | 0.000          | 0.000          | 0.040         |
| CG0238                    | Vaults Restoration                                | 0.000          | 1.023          | 0.000          | 0.000          | 0.000          | 0.000          | 1.023         |
| CG0242                    | Restoring and Promoting Heritage Assets           | 0.000          | 5.687          | 0.000          | 0.000          | 0.000          | 0.000          | 5.687         |
| CG0244                    | British Library IP Centre                         | 0.000          | 0.075          | 0.000          | 0.000          | 0.000          | 0.000          | 0.075         |
|                           |   | <b>2.755</b>   | <b>29.173</b>  | <b>4.100</b>   | <b>0.050</b>   | <b>0.000</b>   | <b>0.000</b>   | <b>36.078</b> |
| <b>Sources of Finance</b> |   |                |                |                |                |                |                |               |
|                           | Council Resources                                 | 0.271          | 18.516         | 3.100          | 0.050          | 0.000          | 0.000          | 21.937        |
|                           | Capital Receipts                                  | 0.252          | 0.265          | 0.000          | 0.000          | 0.000          | 0.000          | 0.517         |
|                           | Contributions                                     | 0.581          | 6.910          | 1.000          | 0.000          | 0.000          | 0.000          | 8.491         |
|                           | Central Govt Grants                               | 1.578          | 3.334          | 0.000          | 0.000          | 0.000          | 0.000          | 4.912         |
|                           | Other Grants                                      | 0.073          | 0.148          | 0.000          | 0.000          | 0.000          | 0.000          | 0.221         |
|                           | <b>Total Programme</b>                            | <b>2.755</b>   | <b>29.173</b>  | <b>4.100</b>   | <b>0.050</b>   | <b>0.000</b>   | <b>0.000</b>   | <b>36.078</b> |

**CUSTOMER SERVICE & TRANSFORMATION**

| Scheme No.                | Project Description                             | Budget 2021/22 | Budget 2022/23 | Budget 2023/24 | Budget 2024/25 | Budget 2025/26 | Budget 2026/27 | Total £M      |
|---------------------------|---|----------------|----------------|----------------|----------------|----------------|----------------|---------------|
|                           |   | £M             | £M             | £M             | £M             | £M             | £M             |               |
| CA0010                    | Client Case Management System                   | 1.579          | 0.527          | 0.000          | 0.000          | 0.000          | 0.000          | 2.106         |
| CF0002                    | Digital Investment Phase 2 & 3                  | 0.035          | 0.000          | 0.000          | 0.000          | 0.000          | 0.000          | 0.035         |
| CG0199                    | S106 - Open Spaces                              | 0.000          | 0.714          | 0.000          | 0.000          | 0.000          | 0.000          | 0.714         |
| CG0200                    | S106 - Play Areas                               | 0.000          | 0.189          | 0.000          | 0.000          | 0.000          | 0.000          | 0.189         |
| CG0211                    | IT Equipment and Software Refresh               | 2.077          | 2.909          | 1.306          | 1.015          | 0.000          | 0.000          | 7.307         |
| CI0001                    | Customer Relationship Management                | 0.022          | 0.000          | 0.000          | 0.000          | 0.000          | 0.000          | 0.022         |
| CI0002                    | CRM Phase 2                                     | 0.025          | 0.037          | 0.000          | 0.000          | 0.000          | 0.000          | 0.062         |
| CI0040                    | Contact Centre Telephony                        | 0.105          | 0.138          | 0.000          | 0.000          | 0.000          | 0.000          | 0.243         |
| CT0001                    | Purchase of vehicles                            | 2.222          | 4.869          | 2.000          | 2.000          | 0.000          | 0.000          | 11.091        |
| CT0018                    | Daisy Dip Play Area                             | 0.032          | 0.003          | 0.000          | 0.000          | 0.000          | 0.000          | 0.035         |
| CT0020                    | Coxford Play Area                               | 0.008          | 0.000          | 0.000          | 0.000          | 0.000          | 0.000          | 0.008         |
| CT0039                    | Westwood Greenway                               | 0.000          | 0.028          | 0.000          | 0.000          | 0.000          | 0.000          | 0.028         |
| CT0041                    | City Pride - Improvements to Queens Park        | 0.025          | 0.000          | 0.000          | 0.000          | 0.000          | 0.000          | 0.025         |
| CT0042                    | Shoreburs Greenway Footpath Improvement Project | 0.017          | 0.000          | 0.000          | 0.000          | 0.000          | 0.000          | 0.017         |
| CT0044                    | Blechynden Terrace Park                         | 0.000          | 0.012          | 0.000          | 0.000          | 0.000          | 0.000          | 0.012         |
| CT0049                    | Realignment of Park Walk Entrance to East Park  | 0.012          | 0.000          | 0.000          | 0.000          | 0.000          | 0.000          | 0.012         |
| CT0055                    | Solar Powered Compactor Bins                    | 0.016          | 0.784          | 0.000          | 0.000          | 0.000          | 0.000          | 0.800         |
| CT0061                    | Weston Shore Coastal Erosion                    | 0.117          | 1.042          | 0.000          | 0.000          | 0.000          | 0.000          | 1.159         |
| CT0064                    | Welfare Improvements at Mayfield Depot          | 0.002          | 0.017          | 0.000          | 0.000          | 0.000          | 0.000          | 0.019         |
| CT0070                    | Hoglands Park Improvements                      | 0.012          | 0.000          | 0.000          | 0.000          | 0.000          | 0.000          | 0.012         |
| CT0071                    | Tranman - Fleet System Upgrade                  | 0.000          | 0.019          | 0.000          | 0.000          | 0.000          | 0.000          | 0.019         |
| CT0075                    | City Services - Depots                          | 0.186          | 0.631          | 0.000          | 0.000          | 0.000          | 0.000          | 0.817         |
| CT0076                    | Rozel Court Play Area                           | 0.024          | 0.000          | 0.000          | 0.000          | 0.000          | 0.000          | 0.024         |
| CT0077                    | Millbrook Rec Play Area                         | 0.061          | 0.000          | 0.000          | 0.000          | 0.000          | 0.000          | 0.061         |
| CT0078                    | Bracklesham Close Play Area                     | 0.048          | 0.000          | 0.000          | 0.000          | 0.000          | 0.000          | 0.048         |
| CT0080                    | Ivy Dene Play Area                              | 0.027          | 0.000          | 0.000          | 0.000          | 0.000          | 0.000          | 0.027         |
| CT0082                    | Peace Fountain Refurbishment and Enhancement    | 0.059          | 0.000          | 0.000          | 0.000          | 0.000          | 0.000          | 0.059         |
| CT0083                    | Open Spaces                                     | 0.005          | 0.505          | 0.000          | 0.000          | 0.000          | 0.000          | 0.510         |
| CA0012                    | CareDirector                                    | 0.000          | 2.485          | 0.000          | 0.000          | 0.000          | 0.000          | 2.485         |
| CT0031                    | Southampton Common                              | 0.000          | 0.050          | 0.000          | 0.000          | 0.000          | 0.000          | 0.050         |
| CT0084                    | High Priority Play Parks                        | 0.291          | 0.118          | 0.000          | 0.000          | 0.000          | 0.000          | 0.409         |
| CT0085                    | Traveller Defences                              | 0.021          | 0.079          | 0.000          | 0.000          | 0.000          | 0.000          | 0.100         |
| CT0092                    | Mayflower Park Revetments                       | 0.044          | 0.456          | 0.000          | 0.000          | 0.000          | 0.000          | 0.500         |
| CT0093                    | Weston Shore Footpath                           | 0.000          | 0.090          | 0.000          | 0.000          | 0.000          | 0.000          | 0.090         |
| CT0094                    | Green Flag Improvements                         | 0.073          | 0.441          | 0.000          | 0.000          | 0.000          | 0.000          | 0.514         |
| CT0095                    | Golf Course                                     | 0.081          | 1.004          | 0.000          | 0.000          | 0.000          | 0.000          | 1.085         |
| CT0096                    | East Park Pavillion                             | 0.000          | 0.140          | 0.000          | 0.000          | 0.000          | 0.000          | 0.140         |
| CT0097                    | Hoglands Park & Pavillion                       | 0.000          | 0.250          | 0.750          | 0.000          | 0.000          | 0.000          | 1.000         |
| TCAP01                    | Play Areas                                      | 0.000          | 0.350          | 0.350          | 0.000          | 0.000          | 0.000          | 0.700         |
|                           |   | <b>7.226</b>   | <b>17.887</b>  | <b>4.406</b>   | <b>3.015</b>   | <b>0.000</b>   | <b>0.000</b>   | <b>32.534</b> |
| <b>Sources of Finance</b> |   |                |                |                |                |                |                |               |
|                           | Council Resources                               | 5.314          | 13.883         | 4.056          | 3.015          | 0.000          | 0.000          | 26.268        |
|                           | Capital Receipts                                | 0.000          | 1.330          | 0.000          | 0.000          | 0.000          | 0.000          | 1.330         |
|                           | Contributions                                   | 0.677          | 2.604          | 0.350          | 0.000          | 0.000          | 0.000          | 3.631         |
|                           | Central Govt Grants                             | 0.117          | 0.000          | 0.000          | 0.000          | 0.000          | 0.000          | 0.117         |
|                           | Other Grants                                    | 0.040          | 0.000          | 0.000          | 0.000          | 0.000          | 0.000          | 0.040         |
|                           | Direct Revenue                                  | 1.078          | 0.070          | 0.000          | 0.000          | 0.000          | 0.000          | 1.148         |
|                           | <b>Total Programme</b>                          | <b>7.226</b>   | <b>17.887</b>  | <b>4.406</b>   | <b>3.015</b>   | <b>0.000</b>   | <b>0.000</b>   | <b>32.534</b> |

**EDUCATION & CHILDRENS SOCIAL CARE**

| Scheme No.                | Project Description                                      | Budget        | Budget        | Budget        | Budget        | Budget        | Budget        | Total £M      |
|---------------------------|--|---------------|---------------|---------------|---------------|---------------|---------------|---------------|
|                           |  | 2021/22<br>£M | 2022/23<br>£M | 2023/24<br>£M | 2024/25<br>£M | 2025/26<br>£M | 2026/27<br>£M |               |
| CC0004                    | Primary Review P2 - Fairisle Junior                      | 0.036         | 0.004         | 0.000         | 0.000         | 0.000         | 0.000         | 0.040         |
| CC0008                    | Springwell School - Main Expansion 15/16                 | 0.168         | 0.000         | 0.000         | 0.000         | 0.000         | 0.000         | 0.168         |
| CC0010                    | Springhill Primary Academy School - one modular building | 0.000         | 0.039         | 0.000         | 0.000         | 0.000         | 0.000         | 0.039         |
| CC0014                    | St Denys   | 0.000         | 0.004         | 0.000         | 0.000         | 0.000         | 0.000         | 0.004         |
| CC0020                    | Schools Condition Works                                  | 1.588         | 4.243         | 1.361         | 0.000         | 0.000         | 0.000         | 7.192         |
| CC0021                    | Early Years Expansion Programme                          | 0.163         | 0.458         | 0.000         | 0.000         | 0.000         | 0.000         | 0.621         |
| CC0023                    | St Mark's School   | 21.152        | 6.271         | 0.507         | 0.000         | 0.000         | 0.000         | 27.930        |
| CC0025                    | Schools Devolved Capital                                 | 0.465         | 0.000         | 0.000         | 0.000         | 0.000         | 0.000         | 0.465         |
| CC0030                    | Bitterne Park Autism Resource Base                       | 0.014         | 0.000         | 0.000         | 0.000         | 0.000         | 0.000         | 0.014         |
| CC0034                    | Sholing Technical College Renovation                     | 0.761         | 0.000         | 0.000         | 0.000         | 0.000         | 0.000         | 0.761         |
| CC0035                    | Regent Park Expansion                                    | 0.033         | 0.174         | 0.000         | 0.000         | 0.000         | 0.000         | 0.207         |
| CC0037                    | St George's Expansion                                    | 0.123         | 2.097         | 0.050         | 0.000         | 0.000         | 0.000         | 2.270         |
| CC0038                    | Cantell Secondary Expansion                              | 0.326         | 0.026         | 0.000         | 0.000         | 0.000         | 0.000         | 0.352         |
| CC0039                    | Chamberlayne Refurbishment                               | 0.283         | 2.345         | 0.000         | 0.000         | 0.000         | 0.000         | 2.628         |
| CC0041                    | Healthy Pupils Capital Fund                              | 0.000         | 0.022         | 0.000         | 0.000         | 0.000         | 0.000         | 0.022         |
| CC0042                    | Sure Start Sholing Year R Springwell                     | 0.005         | 0.062         | 0.000         | 0.000         | 0.000         | 0.000         | 0.067         |
| CC0044                    | Regent Park Sports Facility                              | 0.006         | 1.343         | 0.000         | 0.000         | 0.000         | 0.000         | 1.349         |
| CC0047                    | Mount Pleasant Junior Health & Safety                    | 0.265         | 0.006         | 0.000         | 0.000         | 0.000         | 0.000         | 0.271         |
| CC0048                    | Newlands Hearing Centre                                  | 0.096         | 0.984         | 0.029         | 0.000         | 0.000         | 0.000         | 1.109         |
| CC0049                    | SEND Review  | 0.013         | 7.037         | 23.995        | 14.180        | 0.000         | 0.000         | 45.225        |
| CC0050                    | Childrens Services- Residential Unit                     | 0.000         | 1.663         | 0.000         | 0.000         | 0.000         | 0.000         | 1.663         |
| CC0051                    | Childrens Services- Assessment Unit                      | 0.000         | 0.649         | 0.000         | 0.000         | 0.000         | 0.000         | 0.649         |
| CC0052                    | Maytree School Playground                                | 0.000         | 0.050         | 0.000         | 0.000         | 0.000         | 0.000         | 0.050         |
| CC0053                    | Surestart  | 0.034         | 0.033         | 0.000         | 0.000         | 0.000         | 0.000         | 0.067         |
| CC0055                    | Modular relocation & purchase from Springwell to Vermont | 0.252         | 0.031         | 0.000         | 0.000         | 0.000         | 0.000         | 0.283         |
| CC0056                    | Reconfiguration of Compass School Green Lane             | 0.380         | 0.114         | 0.000         | 0.000         | 0.000         | 0.000         | 0.494         |
| CC0057                    | Polygon All Weather Pitch                                | 0.000         | 0.050         | 0.000         | 0.000         | 0.000         | 0.000         | 0.050         |
| CC0058                    | St Marks ICT Equipment                                   | 0.000         | 0.000         | 0.041         | 0.041         | 0.000         | 0.000         | 0.082         |
| CC0059                    | St Monica's Academisation                                | 0.002         | 1.229         | 0.031         | 0.000         | 0.000         | 0.000         | 1.262         |
| CC0060                    | Young Peoples Hub  | 0.000         | 0.305         | 0.000         | 0.000         | 0.000         | 0.000         | 0.305         |
| CC0061                    | SEND - 2 primary classrooms for Sept 22                  | 0.000         | 0.100         | 0.000         | 0.000         | 0.000         | 0.000         | 0.100         |
| CC0062                    | Townhill Junior  | 0.000         | 1.500         | 0.000         | 0.000         | 0.000         | 0.000         | 1.500         |
|                           |  | <b>26.165</b> | <b>30.839</b> | <b>26.014</b> | <b>14.221</b> | <b>0.000</b>  | <b>0.000</b>  | <b>97.239</b> |
| <b>Sources of Finance</b> |  |               |               |               |               |               |               |               |
|                           | Council Resources  | 1.580         | 12.768        | 24.074        | 14.180        | 0.000         | 0.000         | 52.602        |
|                           | Central Govt Grants                                      | 24.585        | 18.071        | 1.940         | 0.041         | 0.000         | 0.000         | 44.637        |
|                           | <b>Total Programme</b>                                   | <b>26.165</b> | <b>30.839</b> | <b>26.014</b> | <b>14.221</b> | <b>0.000</b>  | <b>0.000</b>  | <b>97.239</b> |

**ENVIRONMENT**

| Scheme No.                | Project Description                           | Budget        | Budget        | Budget        | Budget        | Budget        | Budget        | Total £M      |
|---------------------------|---|---------------|---------------|---------------|---------------|---------------|---------------|---------------|
|                           |   | 2021/22<br>£M | 2022/23<br>£M | 2023/24<br>£M | 2024/25<br>£M | 2025/26<br>£M | 2026/27<br>£M |               |
| CT0074                    | S106 - Air Quality                            | 0.000         | 0.011         | 0.000         | 0.000         | 0.000         | 0.000         | 0.011         |
| CT0081                    | Crematorium Refurbishment                     | 0.034         | 0.514         | 0.000         | 0.000         | 0.000         | 0.000         | 0.548         |
| CT0090                    | Green City Action Plan                        | 0.093         | 0.829         | 0.078         | 0.000         | 0.000         | 0.000         | 1.000         |
| CG0220                    | Public Sector Decarbonisation Scheme          | 1.622         | 0.058         | 0.000         | 0.000         | 0.000         | 0.000         | 1.680         |
| CG0265                    | River Itchen Flood Alleviation Scheme (RIFAS) | 0.000         | 0.500         | 4.000         | 4.200         | 0.500         | 1.000         | 10.200        |
|                           |   | <b>1.749</b>  | <b>1.912</b>  | <b>4.078</b>  | <b>4.200</b>  | <b>0.500</b>  | <b>1.000</b>  | <b>13.439</b> |
| <b>Sources of Finance</b> |   |               |               |               |               |               |               |               |
|                           | Council Resources                             | 0.127         | 1.343         | 0.078         | 0.000         | 0.000         | 0.000         | 1.548         |
|                           | Contributions                                 | 0.000         | 0.511         | 4.000         | 4.200         | 0.500         | 1.000         | 10.211        |
|                           | Central Govt Grants                           | 1.622         | 0.058         | 0.000         | 0.000         | 0.000         | 0.000         | 1.680         |
|                           | <b>Total Programme</b>                        | <b>1.749</b>  | <b>1.912</b>  | <b>4.078</b>  | <b>4.200</b>  | <b>0.500</b>  | <b>1.000</b>  | <b>13.439</b> |

## FINANCE &amp; CAPITAL ASSETS

| Scheme No.                | Project Description                 | Budget 2021/22 | Budget 2022/23 | Budget 2023/24 | Budget 2024/25 | Budget 2025/26 | Budget 2026/27 | Total £M     |
|---------------------------|-------------------------------------|----------------|----------------|----------------|----------------|----------------|----------------|--------------|
|                           |                                     | £M             | £M             | £M             | £M             | £M             | £M             |              |
| CG0158                    | Civic Centre Upgrade                | 0.141          | 3.481          | 1.000          | 1.000          | 0.000          | 0.000          | 5.622        |
| CI0020                    | PA System                           | 0.000          | 0.060          | 0.000          | 0.000          | 0.000          | 0.000          | 0.060        |
| CI0030                    | Digital Customer Content Management | 0.019          | 0.031          | 0.000          | 0.000          | 0.000          | 0.000          | 0.050        |
| CG0245                    | Mayoral transport                   | 0.049          | 0.000          | 0.000          | 0.000          | 0.000          | 0.000          | 0.049        |
| CG0246                    | Belgrave Industrial Estate Roof     | 0.000          | 1.000          | 0.000          | 0.000          | 0.000          | 0.000          | 1.000        |
|                           |                                     | <b>0.209</b>   | <b>4.572</b>   | <b>1.000</b>   | <b>1.000</b>   | <b>0.000</b>   | <b>0.000</b>   | <b>6.781</b> |
| <b>Sources of Finance</b> |                                     |                |                |                |                |                |                |              |
|                           | Council Resources                   | 0.209          | 4.572          | 1.000          | 1.000          | 0.000          | 0.000          | 6.781        |
|                           | <b>Total Programme</b>              | <b>0.209</b>   | <b>4.572</b>   | <b>1.000</b>   | <b>1.000</b>   | <b>0.000</b>   | <b>0.000</b>   | <b>6.781</b> |

## GROWTH

| Scheme No.                | Project Description                            | Budget 2021/22 | Budget 2022/23 | Budget 2023/24 | Budget 2024/25 | Budget 2025/26 | Budget 2026/27 | Total £M       |
|---------------------------|--|----------------|----------------|----------------|----------------|----------------|----------------|----------------|
|                           |  | £M             | £M             | £M             | £M             | £M             | £M             |                |
| CAP1                      | Northam Rail Bridge                            | 0.000          | 3.156          | 3.170          | 6.340          | 22.190         | 31.700         | 66.556         |
| CAP3                      | Lordswood Close - Unadopted Road               | 0.000          | 0.250          | 0.000          | 0.000          | 0.000          | 0.000          | 0.250          |
| CG0003                    | Improved Safety – Engineering                  | 0.029          | 0.000          | 0.000          | 0.000          | 0.000          | 0.000          | 0.029          |
| CG0004                    | QE2 Mile - Bargate Square                      | 0.000          | 0.000          | 1.260          | 0.000          | 0.000          | 0.000          | 1.260          |
| CG0005                    | Road Safety Partnership                        | 0.016          | 0.000          | 0.000          | 0.000          | 0.000          | 0.000          | 0.016          |
| CG0006                    | Cycling  | 0.262          | 0.902          | 0.450          | 0.150          | 0.000          | 0.000          | 1.764          |
| CG0008                    | Public Transport                               | 0.626          | 0.382          | 0.995          | 0.090          | 0.000          | 0.000          | 2.093          |
| CG0009                    | Improved Safety                                | 0.094          | 0.457          | 0.200          | 0.150          | 0.000          | 0.000          | 0.901          |
| CG0010                    | Travel to School                               | 0.153          | 0.171          | 0.134          | 0.134          | 0.000          | 0.000          | 0.592          |
| CG0011                    | Workplace Travel Plan Measures                 | 0.017          | 0.000          | 0.000          | 0.000          | 0.000          | 0.000          | 0.017          |
| CG0012                    | School Travel Plan Measures                    | 0.014          | 0.000          | 0.000          | 0.000          | 0.000          | 0.000          | 0.014          |
| CG0013                    | Accessibility                                  | 0.330          | 0.065          | 0.250          | 0.125          | 0.000          | 0.000          | 0.770          |
| CG0016                    | Local Transport Improvement Fund               | 0.045          | 0.480          | 0.000          | 0.000          | 0.000          | 0.000          | 0.525          |
| CG0017                    | ITS  | 0.303          | 0.360          | 0.616          | 0.300          | 0.000          | 0.000          | 1.579          |
| CG0020                    | Redbridge Roundabout Junction Improvements     | 0.012          | 0.000          | 0.000          | 0.000          | 0.000          | 0.000          | 0.012          |
| CG0024                    | Electric Vehicle Action Plan                   | 0.117          | 0.181          | 0.000          | 0.000          | 0.000          | 0.000          | 0.298          |
| CG0026                    | Additional Roads Programme                     | 7.456          | 12.195         | 7.800          | 7.800          | 0.000          | 0.000          | 35.251         |
| CG0027                    | Essential Highways Minor Works                 | 0.046          | 0.084          | 0.000          | 0.000          | 0.000          | 0.000          | 0.130          |
| CG0028                    | Pothole Action Fund                            | 1.631          | 0.500          | 0.000          | 0.000          | 0.000          | 0.000          | 2.131          |
| CG0029                    | Cycleways Improvements Programme               | 0.006          | 0.070          | 0.000          | 0.000          | 0.000          | 0.000          | 0.076          |
| CG0030                    | Anti-Terrorist Measures                        | 0.005          | 0.000          | 0.000          | 0.000          | 0.000          | 0.000          | 0.005          |
| CG0034                    | NCR: Ave East Lodge Rd – Dorset St             | 0.006          | 0.009          | 0.000          | 0.000          | 0.000          | 0.000          | 0.015          |
| CG0038                    | Bus Corridor Minor Works                       | 0.025          | 0.076          | 0.000          | 0.000          | 0.000          | 0.000          | 0.101          |
| CG0040                    | Northam Rail Bridge and corridor improvements  | 0.013          | 0.000          | 0.000          | 0.000          | 0.000          | 0.000          | 0.013          |
| CG0042                    | Other Bridge Works                             | 0.456          | 2.436          | 0.000          | 0.000          | 0.000          | 0.000          | 2.892          |
| CG0045                    | Various Principal                              | (0.018)        | 0.000          | 0.000          | 0.000          | 0.000          | 0.000          | (0.018)        |
| CG0046                    | Classified Roads                               | (0.014)        | 0.000          | 0.000          | 0.000          | 0.000          | 0.000          | (0.014)        |
| CG0048                    | Millbrook Roundabout Detailed Design           | (0.001)        | 0.000          | 0.000          | 0.000          | 0.000          | 0.000          | (0.001)        |
| CG0049                    | Unclassified Roads                             | (0.023)        | 0.000          | 0.000          | 0.000          | 0.000          | 0.000          | (0.023)        |
| CG0050                    | Footways - Various Treatments                  | 0.822          | 1.538          | 0.000          | 0.000          | 0.000          | 0.000          | 2.360          |
| CG0051                    | Highways Network Delivery                      | 0.037          | 0.000          | 0.000          | 0.000          | 0.000          | 0.000          | 0.037          |
| CG0052                    | Highways Drainage Investigations               | 0.212          | 0.287          | 0.000          | 0.000          | 0.000          | 0.000          | 0.499          |
| CG0053                    | St Lighting                                    | 0.000          | 0.013          | 0.000          | 0.000          | 0.000          | 0.000          | 0.013          |
| CG0054                    | Road Restraint Systems                         | (0.002)        | 0.300          | 0.000          | 0.000          | 0.000          | 0.000          | 0.298          |
| CG0060                    | Highways Improvements (Developer)              | 0.079          | 0.171          | 0.000          | 0.000          | 0.000          | 0.000          | 0.250          |
| CG0148                    | Town Depot                                     | 0.009          | 0.209          | 0.000          | 0.000          | 0.000          | 0.000          | 0.218          |
| CG0195                    | Itchen Bridge Card Readers                     | 0.020          | 0.000          | 0.000          | 0.000          | 0.000          | 0.000          | 0.020          |
| CG0196                    | M27/M3 Travel Demand Management                | 0.000          | 0.360          | 0.000          | 0.000          | 0.000          | 0.000          | 0.360          |
| CG0197                    | S106 - Highways                                | 0.000          | 0.342          | 0.000          | 0.000          | 0.000          | 0.000          | 0.342          |
| CG0198                    | S106 - Integrated Transport                    | 0.000          | 0.005          | 0.000          | 0.000          | 0.000          | 0.000          | 0.005          |
| CG0209                    | FTZ Theme 1 - Personal Mobility                | 3.794          | 4.888          | 1.740          | 0.447          | 0.000          | 0.000          | 10.869         |
| CG0215                    | Transforming Cities Fund                       | 12.534         | 38.103         | 9.479          | 0.000          | 0.000          | 0.000          | 60.116         |
| CT0065                    | Clean Air Zone                                 | 0.147          | 0.070          | 0.000          | 0.000          | 0.000          | 0.000          | 0.217          |
| CT0066                    | Townhill Park Infrastructure - Roads           | 0.145          | 0.000          | 0.000          | 0.000          | 0.000          | 0.000          | 0.145          |
| CT0067                    | Townhill Park Infrastructure - Parks           | 0.473          | 0.063          | 0.000          | 0.000          | 0.000          | 0.000          | 0.536          |
| CG0218                    | FTZ Programme - Other                          | 1.063          | 1.646          | 1.815          | 1.376          | 0.000          | 0.000          | 5.900          |
| CG0217                    | FTZ Theme 2 - Sustainable Urban Logistics      | 0.171          | 6.317          | 4.530          | 0.311          | 0.000          | 0.000          | 11.329         |
| CG0231                    | Pavements                                      | 0.000          | 0.500          | 0.500          | 0.500          | 0.000          | 0.000          | 1.500          |
| CG0241                    | Safer Streets                                  | 0.028          | 0.472          | 0.000          | 0.000          | 0.000          | 0.000          | 0.500          |
| CG0247                    | District Centre Improvements                   | 0.000          | 0.250          | 2.750          | 0.000          | 0.000          | 0.000          | 3.000          |
| CG0248                    | Works to Winchester Rd investment property     | 0.000          | 1.250          | 0.587          | 0.000          | 0.000          | 0.000          | 1.837          |
| CG0249                    | Highways                                       | 0.000          | 0.000          | 5.000          | 0.000          | 0.000          | 0.000          | 5.000          |
| CG0250                    | Bedford Place                                  | 0.000          | 1.200          | 0.000          | 0.000          | 0.000          | 0.000          | 1.200          |
| CG0251                    | Materials Recycling Facility                   | 0.000          | 0.580          | 2.340          | 0.000          | 0.000          | 0.000          | 2.920          |
| CG0252                    | Itchen Bridge                                  | 0.000          | 0.000          | 3.800          | 0.000          | 0.000          | 0.000          | 3.800          |
| CT0091                    | Corporate Assets Decarbonisation Scheme (CADS) | 0.000          | 3.861          | 2.270          | 2.000          | 1.914          | 0.000          | 10.045         |
|                           |  | <b>31.138</b>  | <b>84.199</b>  | <b>49.686</b>  | <b>19.723</b>  | <b>24.104</b>  | <b>31.700</b>  | <b>240.550</b> |
| <b>Sources of Finance</b> |  |                |                |                |                |                |                |                |
|                           | Council Resources                              | 6.687          | 23.661         | 20.923         | 9.367          | 4.495          | 3.687          | 68.820         |
|                           | Contributions                                  | 1.356          | 6.617          | 5.940          | 0.500          | 2.000          | 0.750          | 17.163         |
|                           | Central Govt Grants                            | 22.575         | 53.921         | 22.823         | 9.856          | 17.609         | 27.263         | 154.047        |
|                           | Direct Revenue                                 | 0.520          | 0.000          | 0.000          | 0.000          | 0.000          | 0.000          | 0.520          |
|                           | <b>Total Programme</b>                         | <b>31.138</b>  | <b>84.199</b>  | <b>49.686</b>  | <b>19.723</b>  | <b>24.104</b>  | <b>31.700</b>  | <b>240.550</b> |

**HEALTH & ADULT SOCIAL CARE**

| Scheme No.                | Project Description                   | Budget        | Budget        | Budget        | Budget        | Budget        | Budget        | Total £M     |
|---------------------------|---------------------------------------|---------------|---------------|---------------|---------------|---------------|---------------|--------------|
|                           |                                       | 2021/22<br>£M | 2022/23<br>£M | 2023/24<br>£M | 2024/25<br>£M | 2025/26<br>£M | 2026/27<br>£M |              |
| CA0003                    | S106 - Centenary Quay                 | 0.001         | 0.015         | 0.000         | 0.000         | 0.000         | 0.000         | 0.016        |
| CA0006                    | Telecare Equipment                    | 0.064         | 0.100         | 0.100         | 0.103         | 0.000         | 0.000         | 0.367        |
| CA0009                    | Integrated Working                    | 0.000         | 0.100         | 0.000         | 0.000         | 0.000         | 0.000         | 0.100        |
| CA0011                    | Holcroft House - Fire Safety Measures | 0.000         | 0.610         | 0.000         | 0.000         | 0.000         | 0.000         | 0.610        |
|                           |                                       | <b>0.065</b>  | <b>0.825</b>  | <b>0.100</b>  | <b>0.103</b>  | <b>0.000</b>  | <b>0.000</b>  | <b>1.093</b> |
| <b>Sources of Finance</b> |                                       |               |               |               |               |               |               |              |
|                           | Council Resources                     | 0.064         | 0.810         | 0.100         | 0.103         | 0.000         | 0.000         | 1.077        |
|                           | Contributions                         | 0.001         | 0.015         | 0.000         | 0.000         | 0.000         | 0.000         | 0.016        |
|                           | <b>Total Programme</b>                | <b>0.065</b>  | <b>0.825</b>  | <b>0.100</b>  | <b>0.103</b>  | <b>0.000</b>  | <b>0.000</b>  | <b>1.093</b> |

HOUSING REVENUE ACCOUNT

| Sum2                                | Scheme No. | Project Description                                     | Budget 2021/22<br>£M | Budget 2022/23<br>£M | Budget 2023/24<br>£M | Budget 2024/25<br>£M | Budget 2025/26<br>£M | Budget 2026/27<br>£M | Total<br>£M    |
|-------------------------------------|------------|---|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------|
|                                     | CG0065     | Roofing Lot 1 West                                      | 1.428                | 1.558                | 1.558                | 1.558                | 1.558                | 1.558                | 9.218          |
|                                     | CG0066     | Roofing Lot 2 East                                      | 1.309                | 1.414                | 1.384                | 1.384                | 1.384                | 1.384                | 8.259          |
|                                     | CG0083     | Door Entry Systems                                      | 0.565                | 0.352                | 0.350                | 0.350                | 0.350                | 0.350                | 2.317          |
|                                     | CG0087     | Wall Structure & Finish                                 | 0.386                | 0.760                | 1.230                | 1.650                | 1.650                | 1.650                | 7.326          |
| Improving Quality of Homes          | CG0096     | Housing Refurbishment Programme                         | 1.531                | 1.448                | 1.540                | 1.540                | 1.540                | 1.540                | 9.139          |
|                                     | CG0159     | Lift Refurbishments – Sturminster House                 | 0.004                | 0.000                | 0.000                | 0.000                | 0.000                | 0.000                | 0.004          |
|                                     | CG0163     | Renew Porch/Canopy                                      | 0.344                | 0.250                | 0.250                | 0.200                | 0.200                | 0.200                | 1.444          |
|                                     | CG0174     | Lift Refurbishment - Shirley Towers                     | 0.506                | 0.924                | 0.922                | 0.700                | 0.700                | 0.700                | 4.452          |
|                                     | CG0186     | Electrical System Upgrades/Refurbishments               | 0.164                | 0.500                | 0.500                | 0.500                | 0.500                | 0.500                | 2.664          |
|                                     | CG0189     | Total Mobile  | 0.131                | 0.050                | 0.050                | 0.000                | 0.000                | 0.000                | 0.231          |
|                                     | CG0213     | Housing Health and Safety Rating System and Disrepair   | 0.035                | 0.050                | 0.050                | 0.050                | 0.050                | 0.050                | 0.285          |
|                                     | CG0221     | IT Upgrade - Compliance module                          | 0.014                | 0.186                | 0.000                | 0.000                | 0.000                | 0.000                | 0.200          |
| Improving Quality of Homes Total    |            |   | 6.417                | 7.492                | 7.834                | 7.932                | 7.932                | 7.932                | 45.539         |
|                                     | CG0084     | External Windows and Doors                              | 0.028                | 1.000                | 2.500                | 2.500                | 2.500                | 2.500                | 11.028         |
|                                     | CG0089     | Electrical Heating Systems                              | 0.068                | 2.600                | 2.600                | 2.600                | 2.600                | 2.600                | 13.068         |
|                                     | CG0099     | ECO: City Energy Scheme                                 | 0.063                | 0.277                | 0.000                | 0.000                | 0.000                | 0.000                | 0.340          |
|                                     | CG0125     | ECO - Canberra Towers                                   | 0.052                | 0.448                | 0.000                | 0.000                | 0.000                | 0.000                | 0.500          |
|                                     | CG0130     | ECO - Lkydgate EWI                                      | (0.028)              | 0.000                | 0.000                | 0.000                | 0.000                | 0.000                | (0.028)        |
|                                     | CG0181     | Gas Heating Upgrades/Refurbishments                     | 0.496                | 1.000                | 1.000                | 1.222                | 1.222                | 1.222                | 6.162          |
|                                     | CG0182     | Insulation Upgrades                                     | 0.081                | 1.410                | 1.300                | 1.300                | 0.000                | 0.000                | 4.091          |
|                                     | CG0183     | Millbank House EWI Refurbishment                        | 0.006                | 0.200                | 2.600                | 2.600                | 0.000                | 0.000                | 5.406          |
|                                     | CG0184     | Millbrook House - EWI Upgrade                           | 0.062                | 0.300                | 0.300                | 0.300                | 0.300                | 0.300                | 1.562          |
| Making Homes Energy Efficient       | CG0185     | Albion Towers Heating                                   | 0.006                | 0.700                | 1.050                | 1.050                | 0.000                | 0.000                | 2.806          |
|                                     | CG0222     | Passive Fire Safety Works                               | 0.333                | 5.267                | 8.507                | 0.048                | 0.431                | 0.000                | 14.586         |
|                                     | CG0223     | P-Type Ring beam External Wall Insulation               | 0.004                | 0.126                | 0.110                | 0.000                | 0.000                | 0.000                | 0.240          |
|                                     | CG0254     | Lighting upgrades                                       | 0.000                | 0.050                | 0.050                | 0.050                | 0.000                | 0.000                | 0.150          |
|                                     | CG0255     | Suited locks  | 0.000                | 0.050                | 0.050                | 0.050                | 0.050                | 0.050                | 0.250          |
|                                     | CG0256     | Balcony rectification works                             | 0.000                | 0.100                | 0.100                | 0.100                | 0.100                | 0.100                | 0.500          |
|                                     | CG0257     | Palmerstone House - redecoration and lighting           | 0.000                | 0.190                | 0.190                | 0.190                | 0.190                | 0.190                | 0.950          |
|                                     | CG0258     | Wyndham Court Refurbishment                             | 0.000                | 0.450                | 0.000                | 0.000                | 0.000                | 0.000                | 0.450          |
|                                     | CG0259     | Major Works - reactive                                  | 0.000                | 0.880                | 0.880                | 0.880                | 0.880                | 0.880                | 4.400          |
|                                     | CG0260     | Network Heating & District Heating meters (HIU Units)   | 0.000                | 0.100                | 0.050                | 0.050                | 0.050                | 0.050                | 0.300          |
|                                     | CG0261     | Structural Inspections to High Rise Blocks              | 0.000                | 0.600                | 0.600                | 0.000                | 0.000                | 0.000                | 1.200          |
|                                     | CG0263     | Fire Detection Upgrades to LD2 - domestic dwellings     | 0.000                | 1.500                | 1.500                | 1.500                | 1.500                | 1.500                | 7.500          |
| Making Homes Energy Efficient Total |            |   | 1.171                | 17.248               | 23.387               | 14.440               | 9.823                | 9.392                | 75.461         |
|                                     | CG0080     | Communal Areas Works                                    | 0.781                | 0.400                | 0.641                | 0.250                | 0.250                | 0.250                | 2.572          |
|                                     | CG0082     | Structural Works  | 3.143                | 0.050                | 0.000                | 0.000                | 0.000                | 0.000                | 3.193          |
|                                     | CG0097     | HFRS Fire Safety / Sprinkler Project                    | 2.529                | 0.421                | 0.000                | 0.000                | 0.000                | 0.000                | 2.950          |
|                                     | CG0100     | Water Quality Remedial Works                            | 0.014                | 0.000                | 0.000                | 0.000                | 0.000                | 0.000                | 0.014          |
|                                     | CG0102     | Remedial Works Following Compliance Inspections         | 0.240                | 0.300                | 0.300                | 0.300                | 0.300                | 0.300                | 1.740          |
|                                     | CG0123     | HFRS Fire Safety Doors                                  | 0.000                | 0.300                | 0.300                | 0.300                | 0.300                | 0.300                | 1.500          |
| Making Homes Safe                   | CG0127     | Tower Block Communal Works                              | (0.013)              | 0.000                | 0.000                | 0.000                | 0.000                | 0.000                | (0.013)        |
|                                     | CG0178     | Structural Works  | 0.987                | 1.000                | 1.000                | 1.000                | 1.000                | 1.000                | 5.987          |
|                                     | CG0179     | Non High Rise FRA Remedial Works                        | 0.200                | 0.000                | 0.000                | 0.000                | 0.000                | 0.000                | 0.200          |
|                                     | CG0187     | Block Modernisation Programme                           | 6.980                | 3.190                | 4.160                | 2.160                | 2.160                | 2.160                | 20.810         |
|                                     | CG0224     | EWS1 Surveys - External Cladding Systems Surveys1       | 0.000                | 0.070                | 0.070                | 0.000                | 0.000                | 0.000                | 0.140          |
|                                     | CG0226     | HRA IT Equipment and Software Refresh                   | 0.236                | 0.811                | 0.070                | 0.070                | 0.000                | 0.000                | 1.187          |
|                                     | CG0227     | Asbestos Removal  | 0.334                | 0.250                | 0.250                | 0.250                | 0.250                | 0.250                | 1.584          |
|                                     | CG0228     | Sprinkler Work  | 0.004                | 3.096                | 4.800                | 4.350                | 3.500                | 3.500                | 19.250         |
| Making Homes Safe Total             |            |   | 15.435               | 9.888                | 11.591               | 8.680                | 7.760                | 7.760                | 61.114         |
|                                     | CG0114     | Townhill Park Regeneration                              | 1.018                | 2.182                | 3.551                | 3.601                | 0.000                | 0.000                | 10.352         |
|                                     | CG0116     | Estate Regeneration Woodside/Wimpson                    | 0.344                | 0.065                | 0.000                | 0.000                | 0.000                | 0.000                | 0.409          |
|                                     | CG0190     | GN New Homes  | 0.081                | 6.932                | 35.000               | 18.500               | 0.000                | 0.000                | 60.513         |
| New Homes & Regeneration            | CG0191     | Oaklands Site   | 4.523                | 1.943                | 0.000                | 0.000                | 0.000                | 0.000                | 6.466          |
|                                     | CG0229     | Annual spend on new-build after 1000 homes project      | 0.000                | 0.000                | 0.000                | 0.000                | 1.985                | 1.985                | 3.970          |
|                                     | CG0232     | 1,000+ Parking Spaces (HRA Element)                     | 0.289                | 4.066                | 0.000                | 0.000                | 0.000                | 0.000                | 4.355          |
|                                     | CG0240     | CCTV initiatives (HRA Element)                          | 0.002                | 0.073                | 0.000                | 0.000                | 0.000                | 0.000                | 0.075          |
|                                     | CG0262     | Garages Demolition                                      | 0.000                | 0.200                | 0.200                | 0.200                | 0.200                | 0.200                | 1.000          |
|                                     | CG0264     | Wimpson Lane & Oakley Road - external improvement works | 0.000                | 0.100                | 0.100                | 0.100                | 0.100                | 0.100                | 0.500          |
| New Homes & Regeneration Total      |            |   | 6.257                | 15.561               | 38.851               | 22.401               | 2.285                | 2.285                | 87.640         |
|                                     | CG0069     | Decent Neighbourhoods Projects                          | 0.648                | 1.533                | 1.258                | 1.500                | 1.500                | 1.500                | 7.939          |
|                                     | CG0090     | Roads/Paths/Hard Standing                               | 0.204                | 0.321                | 0.321                | 0.321                | 0.321                | 0.321                | 1.809          |
| Supporting Communities              | CG0109     | THP Phase 2 MacArthur/Vanguard                          | 0.003                | 0.000                | 0.000                | 0.000                | 0.000                | 0.000                | 0.003          |
|                                     | CG0110     | DN: Shirley   | 0.001                | 0.000                | 0.000                | 0.000                | 0.000                | 0.000                | 0.001          |
|                                     | CG0111     | DN: Estate Improvement Programme (EIP)                  | 0.275                | 0.200                | 0.200                | 0.200                | 0.000                | 0.000                | 0.875          |
|                                     | CG0112     | DN: Cuckmere Lane                                       | 0.031                | 0.080                | 0.000                | 0.000                | 0.000                | 0.000                | 0.111          |
|                                     | CG0207     | Container Homes   | 0.176                | 0.500                | 0.000                | 0.000                | 0.000                | 0.000                | 0.676          |
| Supporting Communities Total        |            |   | 1.338                | 2.634                | 1.779                | 2.021                | 1.821                | 1.821                | 11.414         |
| Supporting Independent Living       | CG0104     | Renew Warden Alarm                                      | 0.010                | 0.554                | 0.554                | 0.554                | 0.554                | 0.554                | 2.778          |
|                                     | CG0177     | Disabled Adaptations                                    | 2.435                | 2.600                | 2.700                | 2.700                | 2.700                | 2.700                | 15.835         |
| Supporting Independent Living Total |            |   | 2.445                | 3.154                | 3.254                | 3.254                | 3.254                | 3.254                | 18.613         |
|                                     |            |   | <b>33.063</b>        | <b>55.976</b>        | <b>86.696</b>        | <b>58.728</b>        | <b>32.875</b>        | <b>32.444</b>        | <b>299.780</b> |
| <b>Sources of Finance</b>           |            |   |                      |                      |                      |                      |                      |                      |                |
|                                     |            | Council Resources                                       | 4.555                | 20.855               | 52.779               | 27.978               | 4.405                | 4.405                | 114.976        |
|                                     |            | Capital Receipts  | 5.176                | 7.342                | 8.218                | 4.824                | 1.985                | 1.985                | 29.530         |
|                                     |            | Contributions   | 0.176                | 0.000                | 0.000                | 0.000                | 0.000                | 0.000                | 0.176          |
|                                     |            | Other Grants  | 0.000                | 0.200                | 0.000                | 0.000                | 0.000                | 0.000                | 0.200          |
|                                     |            | MRA   | 20.083               | 24.871               | 24.902               | 25.364               | 26.008               | 25.577               | 146.804        |
|                                     |            | Direct Revenue  | 3.074                | 2.708                | 0.797                | 0.562                | 0.477                | 0.477                | 8.095          |
| <b>Total Programme</b>              |            |   | <b>33.063</b>        | <b>55.976</b>        | <b>86.696</b>        | <b>58.728</b>        | <b>32.875</b>        | <b>32.444</b>        | <b>299.780</b> |

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### GENERAL FUND AND HRA CAPITAL OUTTURN 2021/22 – PRUDENTIAL INDICATORS

1. Table 1 below reports the movement in the total capital programme since last reported and updates the prudential indicators up to and including 2025/26. These indicators reflect the change made in this report.

**Table 1 – Estimate of Capital Expenditure**

| Capital Expenditure and Financing | 2021/2022       | 2021/2022       | 2021/2022      | 2022/2023       | 2023/2024       | 2024/2025       | 2025/2026      |
|-----------------------------------|-----------------|-----------------|----------------|-----------------|-----------------|-----------------|----------------|
|                                   | Actual<br>£M    | Forecast<br>£M  | Variance<br>£M | Forecast<br>£M  | Forecast<br>£M  | Forecast<br>£M  | Forecast<br>£M |
| General Fund                      | 69.31           | 89.80           | (20.49)        | 169.41          | 89.38           | 42.31           | 24.60          |
| HRA                               | 33.07           | 37.94           | (4.88)         | 55.98           | 86.70           | 58.73           | 32.87          |
| <b>Total Expenditure</b>          | <b>102.38</b>   | <b>127.74</b>   | <b>(25.37)</b> | <b>225.38</b>   | <b>176.08</b>   | <b>101.04</b>   | <b>57.48</b>   |
| Capital receipts                  | (3.81)          | (8.04)          | (4.22)         | (8.94)          | (8.22)          | (4.82)          | (1.99)         |
| Capital Grants                    | (53.08)         | (57.25)         | (4.17)         | (75.73)         | (24.76)         | (9.90)          | (17.61)        |
| Contributions                     | (3.71)          | (4.84)          | (1.12)         | (16.66)         | (11.29)         | (4.70)          | (2.50)         |
| Major Repairs Allowance           | (22.01)         | (22.24)         | (0.23)         | (24.87)         | (24.90)         | (25.36)         | (26.01)        |
| Direct Revenue Financing          | (3.79)          | (4.73)          | (0.94)         | (2.78)          | (0.80)          | (0.56)          | (0.48)         |
| Council Resources - borrowing     | (15.97)         | (30.65)         | (14.68)        | (96.41)         | (106.11)        | (55.69)         | (8.90)         |
| <b>Total Financing</b>            | <b>(102.38)</b> | <b>(127.74)</b> | <b>(25.37)</b> | <b>(225.38)</b> | <b>(176.08)</b> | <b>(101.04)</b> | <b>(57.48)</b> |

2. When the strategy was last updated in February 2022, the capital financing requirement (CFR) for 31 March 2022 was estimated at £522.51M, the Council's actual CFR at the end of the year was £507.88M. This decrease was due to the variance in the capital programme, £11.99M on the General Fund and £2.64M on HRA. The CFR for future years, based on the proposed programme, is detailed in table 2 below.

**Table 2 – Current and Estimated Capital Financing Requirement**

|                                | 31/03/22<br>Actual | 31/03/22<br>Forecast | Variance       | 31/03/24<br>Forecast | 31/03/25<br>Forecast | 31/03/26<br>Forecast | 31/03/27<br>Forecast |
|--------------------------------|--------------------|----------------------|----------------|----------------------|----------------------|----------------------|----------------------|
|                                | £M                 | £M                   | £M             | £M                   | £M                   | £M                   | £M                   |
| Balance Brought forward        | 337.18             | 337.18               | 0.00           | 339.15               | 401.91               | 440.99               | 452.48               |
| New Borrowing                  | 12.68              | 24.67                | 11.99          | 74.24                | 53.33                | 27.72                | 4.49                 |
| MRP                            | (6.89)             | (6.89)               | 0.00           | (7.97)               | (10.59)              | (11.89)              | (12.35)              |
| Movement in Other Liabilities  | (3.82)             | (3.82)               | 0.00           | (3.51)               | (3.66)               | (4.34)               | (3.85)               |
| <b>Total General Fund Debt</b> | <b>339.15</b>      | <b>351.14</b>        | <b>11.99</b>   | <b>401.91</b>        | <b>440.99</b>        | <b>452.48</b>        | <b>440.77</b>        |
| HRA                            | 168.75             | 171.37               | 2.64           | 174.66               | 194.14               | 246.92               | 274.90               |
| <b>Total CFR</b>               | <b>507.88</b>      | <b>522.51</b>        | <b>14.63</b>   | <b>576.57</b>        | <b>635.13</b>        | <b>699.40</b>        | <b>715.67</b>        |
| Estimated Debt                 | 316.27             | 367.27               | 51.00          | 436.06               | 494.62               | 558.76               | 578.71               |
| <b>Under / (Over) Borrowed</b> | <b>191.61</b>      | <b>155.24</b>        | <b>(36.37)</b> | <b>140.51</b>        | <b>140.51</b>        | <b>140.64</b>        | <b>136.96</b>        |

3. The estimated gross debt reported in February 2022 was £367.27M the actual debt at the end of the year was £316.27M, a reduction of £51.00M. This decrease was due to lower capital spend and higher than expected cash

balances. Table 3 below details this and the estimated debt in future years based on the proposed programme.

4. Table 3 – Current and Estimated Gross Debt

|  | 31/03/22<br>Actual | 31/03/22<br>Forecast | Variance     | 31/03/23<br>Estimate<br>Forecast | 31/03/24<br>Estimate<br>Forecast | 31/03/25<br>Estimate<br>Forecast | 31/03/26<br>Estimate<br>Forecast |
|--|--------------------|----------------------|--------------|----------------------------------|----------------------------------|----------------------------------|----------------------------------|
|  | £M                 | £M                   | £M           | £M                               | £M                               | £M                               | £M                               |
| Borrowing (Long Term GF)                       | 90.03              | 124.93               | 34.90        | 195.72                           | 238.42                           | 254.11                           | 249.90                           |
| Borrowing (Long Term HRA)                      | 165.27             | 171.37               | 6.10         | 172.87                           | 192.38                           | 245.19                           | 273.19                           |
| Borrowing (Short Term)                         | 0.35               | 10.35                | 10.00        | 10.35                            | 10.35                            | 10.35                            | 10.35                            |
| <b>Total Borrowing</b>                         | <b>255.65</b>      | <b>306.65</b>        | <b>51.00</b> | <b>378.94</b>                    | <b>441.15</b>                    | <b>509.65</b>                    | <b>533.44</b>                    |
| Finance leases and Private Finance Initiatives | 47.52              | 47.52                | 0.00         | 44.38                            | 41.09                            | 37.10                            | 33.62                            |
| Transferred Debt                               | 13.10              | 13.10                | 0.00         | 12.74                            | 12.38                            | 12.01                            | 11.65                            |
| <b>Total Other Debt</b>                        | <b>60.62</b>       | <b>60.62</b>         | <b>0.00</b>  | <b>57.12</b>                     | <b>53.47</b>                     | <b>49.11</b>                     | <b>45.27</b>                     |
| <b>Total Debt</b>                              | <b>316.27</b>      | <b>367.27</b>        | <b>51.00</b> | <b>436.06</b>                    | <b>494.62</b>                    | <b>558.76</b>                    | <b>578.71</b>                    |

5. Table 4 below shows the ratio of financing costs to net revenue stream based on the proposed capital programme. This is an indicator of affordability and highlights the revenue implications of existing and proposed capital expenditure by identifying the proportion of the revenue budget required to meet borrowing costs. The ratio is based on the forecast of net revenue expenditure in the medium term financial model. The upper limit for this ratio is currently set at 15% and will remain so for the General Fund to allow for known borrowing decisions in the next five years and to allow for additional borrowing affecting major schemes.

6. This indicator is not so relevant for the HRA, especially since the introduction of self-financing, as financing costs have been built into their 40-year business plan including the voluntary payment of MRP. No problem is seen with the affordability but if problems were to arise then the HRA would have the option not to make principle repayments in the early years, which it has currently opted to do.

7. Table 4 - Ratio of Financing Costs to Net Revenue Stream

|              | 2021/22<br>Actual | 2021/22<br>Forecast | Variance      | 2022/23<br>Forecast | 2023/24<br>Forecast | 2024/25<br>Forecast | 2025/26<br>Forecast |
|--------------|-------------------|---------------------|---------------|---------------------|---------------------|---------------------|---------------------|
|              | %                 | %                   | %             | %                   | %                   | %                   | %                   |
| General Fund | 9.69              | 9.92                | (0.23)        | 10.03               | 10.78               | 11.80               | 11.63               |
| HRA          | 11.26             | 11.31               | (0.04)        | 6.74                | 7.18                | 8.55                | 9.78                |
| <b>Total</b> | <b>11.52</b>      | <b>11.69</b>        | <b>(0.17)</b> | <b>10.24</b>        | <b>10.91</b>        | <b>12.21</b>        | <b>12.22</b>        |

# Agenda Item 7

|                               |  |   |                   |
|-------------------------------|--|---|-------------------|
| <b>DECISION-MAKER:</b>        | COUNCIL  |   |                   |
| <b>SUBJECT:</b>               | USE OF URGENCY DELEGATED DECISION TO ACCEPT SUPPLEMENTAL SUBSTANCE MISUSE TREATMENT AND RECOVERY FUNDING 2022-2025 |   |                   |
| <b>DATE OF DECISION:</b>      | 20 <sup>TH</sup> JULY 2022   |   |                   |
| <b>REPORT OF:</b>             | COUNCILLOR FIELKER CABINET MEMBER FOR HEALTH, ADULTS AND LEISURE   |   |                   |
| <b><u>CONTACT DETAILS</u></b> |  |   |                   |
| <b>AUTHOR:</b>                | <b>Name:</b>   | Amanda Luker, Senior Commissio                                  | Tel: 07917 455020 |
|                               | <b>E-mail:</b>   | <a href="mailto:Amanda.Luker@nhs.net">Amanda.Luker@nhs.net</a>  |                   |
| <b>Director</b>               | <b>Name:</b>   | Terry Clark, Director of Commissioning – Integrated Health Care | Tel:              |
|                               | <b>E-mail:</b>   | <a href="mailto:Terry.Clark@nhs.net">Terry.Clark@nhs.net</a>    |                   |

## STATEMENT OF CONFIDENTIALITY

N/A

## BRIEF SUMMARY

This report details the Officer Delegated Decisions taken under the urgency procedure rules - to accept funding of £3,797,091 over 3 years (subject to annual approval by HM Treasury) for Supplemental Substance Misuse Treatment and Recovery (SSMTR) funding via the Office of Health Improvement and Disparities (OHID).

## RECOMMENDATIONS:

- |       |  |
|-------|--|
| (i)   | To note the Officer Delegated Decisions taken under urgency powers.  |
| (ii)  | To delegate authority to the Director of Public Health to take relevant actions including entering into and finalising the terms of relevant contracts or other legal agreements to implement the decision.  |
| (iii) | To delegate authority to the Director of Public Health, after consultation with the Cabinet Member for Adult Social Care and Public Health and the Executive Director of Finance and Commercialisation, to accept and deploy further funding from OHID towards substance use disorder services associated with the 10-year national drug strategy. |

## REASONS FOR REPORT RECOMMENDATIONS

- |    |  |
|----|--|
| 1. | To use the urgency power within the Officer Scheme of Delegation to accept the funds and allow the Memorandum of Understanding (MoU) for the allocation of the grant to be returned to OHID by 30th June 2022 i.e., before the next Council meeting. |
|----|--|

## ALTERNATIVE OPTIONS CONSIDERED AND REJECTED

|  |  |
|--|--|
| 2.   | To refuse to receive the grant. The risk to health makes clear the need for this investment and provides strong support to continue to tackle the impact of substance use disorders by improving the scale and quality of services. This option has not been considered.   |
| <b>DETAIL (Including consultation carried out)</b> |  |
| 3.   | The city has been awarded £3,797,091 over 3 years (subject to annual approval by HM Treasury) for SSMTR funding via OHID. This provides 'enhanced' funding to reduce harm and improve treatment quality, expand capacity, and improve recovery rates to directly address the aims of the new national Drug Strategy 2021.  |
| 4.   | Planning for the SSMTR took place within the context of the local Tobacco, Alcohol and Drug Strategy (TAD) Consultation. The local SSMTR plan was built around the "Menu of Interventions" which was defined by OHID, consultation on the local plan was undertaken with a wide range of stakeholders including: <ul style="list-style-type: none"> <li>• Directorate Management Team (DMT)</li> <li>• Health and Well-being Board</li> <li>• Cabinet Portfolio Holder Engagement</li> <li>• Office of the Police and Crime Commissioner (OPCC)</li> <li>• Criminal Justice agencies</li> <li>• Adult and Children's Social Care</li> <li>• Local health partners</li> </ul> |
| 5.   | The award represents 3-year funding (subject to annual approval by HM Treasury) as the first element of a 10-year national strategy, the future funding limitations have been considered in the development of the local plan, with consideration of a clear exit strategy in place should further national funding not be available.  |
| 6.   | The local plan for the use of the SSMTR Grant signed-off by Director of Public Health on behalf of the local partnership was submitted on 31st May 2022 and agreed by OHID on 8th June 2022.   |
| 7.   | Following consultation with the Cabinet Member, and Executive Director of Finance and Commercialisation urgency powers within the Scheme of Delegation have been used to accept the fund to allow the MOU for the allocation of the grant to be returned to OHID by 30th June 2022. The tight deadlines for submission of local plans, notification of the award, and return of the MOU has been driven by OHID.   |
| 8.   | The money will be received by the council in tranches, the first of which is due July 2022. The funding is dependent on maintaining existing 2020/21 investment in drug and alcohol treatment and increase access and outcomes from the Public Health Grant, there is no requirement for match funding.  |
| 9.   | Limitations of resources (workforce) in Southampton may impact the delivery of the increased level of investment. To mitigate this risk robust recruitment monitoring will be in place across the programme, with opportunities to bring forward delivery plans from year 2 and 3 to be identified during the course of the grant period.  |
| <b>RESOURCE IMPLICATIONS</b>                       |  |
| <b><u>Capital/Revenue</u></b>                      |  |

|   |  |
|---|--|
| 8.  | None   |
| <b><u>Property/Other</u></b>  |  |
| 9.  | None   |
| <b>LEGAL IMPLICATIONS</b>   |  |
| <b><u>Statutory power to undertake proposals in the report:</u></b> |  |
| 10.   | Health and Care Act 2012 setting out Local Authorities' statutory responsibilities for public health   |
| <b><u>Other Legal Implications:</u></b>                             |  |
| 11.   | None   |
| <b>RISK MANAGEMENT IMPLICATIONS</b>                                 |  |
| 12.   | Potential resource (workforce) challenge may impact implementation timescales and the ability to spend the full funding value with the high level of dependency on providers successfully recruiting to new roles. |
| <b>POLICY FRAMEWORK IMPLICATIONS</b>                                |  |
| 13.   | None   |

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| <b>KEY DECISION?</b>  | <b>No</b>   |
| <b>WARDS/COMMUNITIES AFFECTED:</b>  | All   |
| <b><u>SUPPORTING DOCUMENTATION</u></b>  |   |
| <b>Appendices</b>   |   |
| 1.  | None.   |
| <b>Documents In Members' Rooms</b>  |   |
| 1.  | None.   |
| <b>Equality Impact Assessment</b>   |   |
| <b>Do the implications/subject of the report require an Equality and Safety Impact Assessment (ESIA) to be carried out.</b> | <b>No</b>   |
| <b>Data Protection Impact Assessment</b>  |   |
| <b>Do the implications/subject of the report require a Data Protection Impact Assessment (DPIA) to be carried out.</b>      | <b>No</b>   |
| <b>Other Background Documents</b>   |   |
| <b>Other Background documents available for inspection at:</b>  |   |
| <b>Title of Background Paper(s)</b>   | <b>Relevant Paragraph of the Access to Information Procedure Rules / Schedule 12A allowing document to be Exempt/Confidential (if applicable)</b> |
| 1.  | Southampton SSMTR planning template   |
| 2.  |   |

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|-------------------------------|----------------------------|--|--------------------|
| <b>DECISION-MAKER:</b>        | COUNCIL                    |  |                    |
| <b>SUBJECT:</b>               | EXECUTIVE BUSINESS REPORT  |  |                    |
| <b>DATE OF DECISION:</b>      | 20 <sup>th</sup> July 2022 |  |                    |
| <b>REPORT OF:</b>             | LEADER OF THE COUNCIL      |  |                    |
| <b><u>CONTACT DETAILS</u></b> |                            |  |                    |
| <b>Author</b>                 | <b>Name:</b>               | Romilly Beard<br>Policy & Strategy Manager | Tel: 023 8083 3310 |
|                               | <b>E-mail:</b>             | romilly.beard@southampton.gov.uk           |                    |
| <b>Director</b>               | <b>Name:</b>               | Mike Harris<br>Acting Chief Executive      | Tel: 023 8083 2882 |
|                               | <b>E-mail:</b>             | mike.harris@southampton.gov.uk             |                    |

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| <b>STATEMENT OF CONFIDENTIALITY</b>                                   |   |
| None.   |   |
| <b>BRIEF SUMMARY</b>  |   |
| This report outlines the Executive Business conducted since May 2022. |   |
| <b>RECOMMENDATIONS:</b>   |   |
| (i)   | That the report be noted.   |
| <b>REASONS FOR REPORT RECOMMENDATIONS</b>                             |   |
| 1.  | This report is presented in accordance with Part 4 of the Council's Constitution.   |
| <b>ALTERNATIVE OPTIONS CONSIDERED AND REJECTED</b>                    |   |
| 2.  | Not applicable.   |
| <b>DETAIL (Including consultation carried out)</b>                    |   |
| 3.  | This report outlines the activity of the Executive and activities to progress the priorities.   |
| <b>Family</b>   |   |
| 4.  | <p>Firstly, I would like to announce that in May, Southampton City Council's Early Years and Childcare Service hosted its annual conference where we celebrated the fantastic work of early years practitioners, reception teachers and out of schools' providers who support and look after our city's young children.</p> <p>39 Healthy Early Years Awards (HEYA) were awarded, reflecting the dedication of our early years settings in ensuring the children they look after and their families, are educated in healthy nutrition, physical activity and oral health to ensure they have a good start in life.</p>                                   |
| 5.  | The Southampton Music Hub, led by Southampton Music Services, has been fantastic in securing £5,000 from the Music Mark Trust. This will be used to invest in the commission of a new digital and physical resource pack to support health, wellbeing and growth mindset through singing and music-making. The resource will provide our music hubs with tools, resources and approaches that will support schools to embed music and wellbeing in the curriculum for children aged 6–9. The music hubs innovative model of shared commissioning will allow it to reach more children with the tools they need to support mental wellbeing through music. |
| 6.  | With the publication of formal exams returned, I would like to take this moment to highlight the hard work and resilience of all the staff and students in schools and colleges over the past few years. Teachers and students have gone to incredible lengths to adapt to the challenges of education brought about by the pandemic and should be truly proud of what they have achieved.  |
| <b>Safety</b>   |   |
| 7.  | I am proud to announce that Southampton City Council has been shortlisted as a finalist in two categories ('Operational Risk' and 'Resilience Planning') of the ALARM Annual Risk Management awards. The award submission, made by council's Risk &   |

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|     | Insurance Team in collaboration with Property Services, refers to the significant programme of works that the council has undertaken in improving fire safety within its housing properties and, in particular, the retrofitting of sprinkler systems in the high-rise housing blocks.  |
| 8.  | I am pleased to share that Southampton City Council will receive £654,506 from the Department of Health and Social Care to support those who are affected by the harms of drug and alcohol use in the city. In Southampton, we are committed to working in collaboration with our partners across the city to protect people's safety, reduce harm, and this additional funding will enable us to further improve the support available, increase the number of people receiving help and reduce the caseloads of those helping them.   |
|     | <b>Green</b>  |
| 9.  | It was a delight to work with schools and various organisations to promote active travel on Clean Air Day. Many schools closed the road outside their premises to encourage pupils to walk, cycle or scoot instead of travelling by car. Fourteen schools also took part in scoot to school competitions where children received fantastic active travel prizes. We partnered with Bluestar which offered a one-day Southampton zone ticket for just £1 and Voi which offered free and reduced fee scooting on this day. It was a successful day marking the beginning of a series of events over the summer to promote more sustainable living.  |
| 10. | One of these events, which I am excited to promote, is the Big Green Event which is taking place on the 30 <sup>th</sup> of July at the O2 Guildhall. Southampton City Council's Big Green Event will be the largest, free green event of its kind in the city. The day will include over 50 stalls, including partners from My Journey, Hampshire & Isle of Wight Wildlife Trust, Forestry Commission, Southampton National Park City, the Environment Centre, Friends of the Earth and Greenpeace.  |
| 11. | I am also proud to announce that we have worked alongside the Sub-Regional Transport Body for the South-East (TfSE), fifteen other constituent Local Transport Authorities, and other partners, such as National Highways and Network Rail in developing the Strategic Investment Plan (SIP) for the region. The Plan builds on the TfSE Transport Strategy, adopted in 2020, by setting out an ambitious framework for investment up to 2050, which is aligned to new national guidance, including decarbonisation and levelling up. The SIP is supported by an evidence base made up of Area Studies and thematic and mode-based technical notes that set out proposed packages of interventions, including Core and Enhanced Rail, Active Travel and Micromobility, Bus and Mass Transit and Strategic Highways. A consultation was launched on 20 <sup>th</sup> of June and will end on 12 <sup>th</sup> of September this year. We look forward to hearing the responses from residents and relevant stakeholders. |
|     | <b>Affordable</b>   |
| 12. | During our wellbeing week, our Communications & Stakeholder Engagement Officer lead 30-minute walks across the city throughout May. These walking tours highlighted how walking can be an important and affordable way to improve mental health and wellbeing during the working day. Many of our colleagues posted their favourite walks on our employee Facebook page.  |
| 13. | On 14 <sup>th</sup> June, Cabinet proudly approved a Nitrogen Mitigation Position Statement. This will ensure that new developments are 'nitrogen neutral' and thus enables new development to be built in the city whilst protecting the internationally important environment of the Solent, in accordance with the habitat regulations. The Council has worked closely with Natural England, PFSH and others to ensure the approach protects the environment, includes all the information to enable planning applications to be determined, and reflect the circumstances in the city. I am delighted to say that the Position Statement is due to be implemented for new planning applications   |



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|   | shortly, once the final preparations are complete. This will enable us to build more affordable housing in the city.   |
|   | <b>Pride</b>   |
| 14.   | It was great to see the 'Love Where You Live' campaign come to Derby Road in Southampton at the end of May. This was a community engagement event for residents and service providers alike. With waste disposal, littering and fly tipping ranking at the top of local concerns, this event was an opportunity for Southampton City Council to work with residents to tackle all three issues. The success of the event is a shining example of how we can continue to work to enhance community spirit and cohesion. I look forward to the next 'Love Where You Live' event held in Harefield on 18 August 2022.   |
| 15.   | I would like to send my thanks to all of those that worked on the UK City of Culture Bid. Your enthusiasm and hard work is a credit to you all. Although we were ultimately unsuccessful, the bid brought the city together in ways that has not been seen before. We will use the £125,000 we were awarded as a shortlisted City of Culture bid to draw on the outstanding collaborative work of the city and our partners and will develop that legacy. Southampton 2025 Trust will support civic strategies of the city and lead on public and private sector fundraising to realise the ambitions and aspirations galvanised during the UK City of Culture bidding process.  |
| 16.   | It was gratifying to welcome back SeaWorks to Mayflower Park in late June. Europe's biggest on-water commercial marine and workboat exhibition had not taken place in Southampton for the last two years due to the pandemic. Seaworks comprised of an exhibition, a conference and awards, attracting 7,500 industry professionals, 10,000 products and services, together with over 80 vessels. Consequently, the event provided a great opportunity to showcase the city whilst also promoting investment into our invaluable maritime industry.  |
| 17.   | I am also delighted to announce that we are a host city in the UEFA Women's Euro Championships 2022. On 7 <sup>th</sup> , 11 <sup>th</sup> and 15 <sup>th</sup> of July Austria, England, Northern Ireland, and Norway are set to play at St Mary's Stadium. We will have live music, entertainment, and performers, displays showcasing the history of women's football, football taster sessions and more family friendly activities, such as face-painting. This will be an exciting series of events this summer and enable Southampton residents of all ages to get involved in Europe's biggest ever women's sporting event.   |
| 18.   | Finally, I would like to congratulate the city of Southampton for being awarded the status of Lord Mayor as part of The Queen's Platinum Jubilee Civic Honours Competition. Southampton was one of 12 cities to submit a bid for Lord Mayor status to the Government, with Her Majesty the Queen making the final decision on the sole award. Southampton City Council's bid demonstrated our city's proud and distinct identity, our welcoming and friendly character, and our passion and commitment to our Mayoralty and the important role it plays in bringing people, and our communities, together. We will be one of only three cities to have been granted Lord Mayor status by Her Majesty the Queen in the 21st Century, and Southampton is the first English city to receive the honour since Exeter in the Queen's Golden Jubilee year of 2002. We are advised that at some point during the year we will receive a royal visit to bestow the formal Letters Patent and honour on the city. |
| <b>RESOURCE IMPLICATIONS</b>  |  |
| <b><u>Capital/Revenue</u></b>                                       |  |
|   | None.  |
| <b><u>Property/Other</u></b>  |  |
|   | None.  |
| <b>LEGAL IMPLICATIONS</b>   |  |
| <b><u>Statutory power to undertake proposals in the report:</u></b> |  |
|   | As defined in the report appropriate to each section.  |
| <b><u>Other Legal Implications:</u></b>                             |  |

|                                      |       |
|--------------------------------------|-------|
|                                      | None. |
| <b>RISK MANAGEMENT IMPLICATIONS</b>  |       |
|                                      | None. |
| <b>POLICY FRAMEWORK IMPLICATIONS</b> |       |
|                                      | None  |

|                                    |     |
|------------------------------------|-----|
| <b>KEY DECISION?</b>               | No  |
| <b>WARDS/COMMUNITIES AFFECTED:</b> | All |

SUPPORTING DOCUMENTATION

**Appendices**

|    |      |
|----|------|
| 1. | None |
|----|------|

**Documents In Members' Rooms**

|    |      |
|----|------|
| 1. | None |
|----|------|

**Equality Impact Assessment**

|   |    |
|---|----|
| <b>Do the implications/subject of the report require an Equality and Safety Impact Assessment (ESIA) to be carried out.</b> | No |
|---|----|

**Data Protection Impact Assessment**

|  |    |
|--|----|
| <b>Do the implications/subject of the report require a Data Protection Impact Assessment (DPIA) to be carried out.</b> | No |
|--|----|

**Other Background Documents**

**Other Background documents available for inspection at:**

| <b>Title of Background Paper(s)</b> | <b>Relevant Paragraph of the Access to Information Procedure Rules / Schedule 12A allowing document to be Exempt/Confidential (if applicable)</b> |
|-------------------------------------|---|
| 1.                                  | None.   |