

Movements in Budget Shortfall - December 2021 Cabinet Report to February 2022

Movements	2022/23 £000	2023/24 £000	2024/25 £000	2025/26 £000	Comments
Budget shortfall from December 2021 Cabinet report	9,010	25,268	24,816	25,759	
Changes to Budget Pressures:					
Children's Social Care - Placement spend	2,352	2,352	2,352	2,352	
Children's Social Care - Agency staffing	1,359	1,359	1,359	1,359	
Children's Social Care - Preventative services	(542)	(542)	(542)	(542)	Costs reviewed and updated in light of latest financial monitoring information
Children's Social Care - Refer a Friend Scheme	15	15	15	15	
Children's Social Care - Other service pressures	50	50	50	50	
Children's Social Care - Residential units	(881)	579	221	200	Review and rephasing of costs
Adults Social Care staffing pressures - Learning Disabilities Housing team	(144)				Part of 2022/23 costs to be met from LD Housing Reserve
Transition to Care Director system	30				Rephasing of costs from 2021/22 into 2022/23
Waste Operations - new staffing model	546	546	546	503	
Waste Operations - transformation costs	549	350	150	100	New staffing structure and temporary costs to enable service improvement
Waste volumes due to City growth	160	250	350	450	
Household waste recycling centre contract retendering		50	50		
Additional Business Support resources	106				Temporary additional staffing to meet increased demand
Investment Properties - loss of rental income	165	145	125	125	
Mayflower Park concept design	522				
Proposed warding patterns - Southampton Electoral Review		46	46	46	
Delivery of People Strategy	90	90	90	90	
Revenue costs of District Centre Improvements scheme	20	20			
Total Changes to Budget Pressures	4,397	5,310	4,812	4,748	
Changes to Savings Proposals:					
Children's Social Care - residential unit projections	1,029	182	194	207	Review and rephasing
Children's Social Care - agency reductions	81	(68)	(689)	(689)	
Children's Social Care - potential staff reductions		(206)	(339)	(339)	
Fostering	170	82	(92)	(437)	
Children's Social Care - residential case reductions	(1,555)	(5,519)	(5,519)	(5,519)	Anticipated reduction in number of cases
Looked After Children projections	319	(108)	(108)	(108)	
Children's Social Care - Refer a Friend Cost Reductions	(308)	(616)	(616)	(616)	Agency staffing and foster care cost reductions
Adult Social Care - Contract Reviews	695	695	695	695	
Capital Financing - reduction in costs from changes to the Capital Programme	(233)	(343)	(153)	(153)	Revisions to the capital programme
Waste Operations - eco driving	(20)	(20)	(20)	(20)	
Reduced residual waste bin size			(40)	(50)	
Reduce waste contamination rate	(20)	(40)	(60)	(80)	Efficiency measures to reduce costs of Waste Operations
Waste Operations - service improvements	(90)	(340)	(610)	(620)	
Trade Waste	(60)	(200)	(200)	(200)	
Income from Dry Mixed Recyclables	(200)	(200)	(230)	(260)	Additional Waste Operations income from sales/charges
Increase number of Green Waste customers	(22)	(22)	(22)	(22)	
Home to school transport		(60)	(120)	(120)	Reduced costs from enabling more independent travel
Education psychologists	(15)	(25)	(25)	(25)	Additional income from traded services
Legal Services saving	(57)	(57)	(57)	(57)	Reduced workload
Increase Southampton Golf Course income	(85)	(85)	(85)	(85)	Expected improvement in performance
Change in capital financing policy re new Code of Practice	(400)	(400)	(400)	(400)	
Total Changes to Savings Proposals	(771)	(7,350)	(8,496)	(8,898)	

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Changes to Inflation Estimates					
Contract inflation	142	326	332	339	
1.25% increase in employers National Insurance Contributions	1,131	1,131	1,131	1,131	
Update of pay award estimates	1,711	2,871	2,982	3,095	To 2.5% for 2022/23 and 2.0% for 2023/24
Total Changes to Inflation Estimates	2,984	4,328	4,445	4,565	
Change in Use of Reserves					
Grant carried forward for Collection Fund deficit timing differences	(16,030)				
Other net use of reserves	(7,187)				
Total Changes in Use of Reserves	(23,217)	0	0	0	
Changes to Government Grants					
Increase in Social Care Grant	(3,075)	(3,075)	(3,075)	(3,075)	
2022/23 Services Grant	(3,816)				
Changes to other grant estimates from provisional finance settlement	(602)	(365)	(365)	(365)	Revenue Support Grant, New Homes Bonus, Lower Tier Services Grant
Changes to other non-ringfenced grants estimates	(409)	(431)	(441)	(349)	Mostly Housing Benefit Administration Subsidy Grant
Total Changes to Government Grants	(7,902)	(3,872)	(3,881)	(3,790)	
Changes to council tax and business rates estimates					
Update to Collection Fund - 2021/22 business rates deficit	15,835				Mostly expanded retail discount scheme and COVID-19 additional relief scheme
Update to business rates income estimates	(336)	(253)	(240)	(437)	
Total Changes to Collection Fund estimates	15,499	(253)	(240)	(437)	
Revised budget shortfall	(0)	23,431	21,457	21,947	

Numbers are rounded