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Dear Member

CABINET - TUESDAY, 27 SEPTEMBER 2022

I am now able to enclose, for consideration at the Tuesday, 27 September 2022 meeting of the Cabinet, the following reports that were unavailable when the agenda was printed.

Agenda No	Item	Page
8.	Budget Monitoring 2022/23 - April - July 2022 Revenue Outturn Forecast & April to June 2022 Capital Outturn Forecast	(Pages 2 - 3)

Yours sincerely

Lisa Antrobus
Clerk

**Agenda Item 8, Budget Monitoring 2022/23 – April to July
2022 Revenue Outturn Forecast & April to June 2022 Capital
Outturn Forecast**

Officer Revised Recommendation

Cabinet Meeting

27 September 2022

Revised Recommendation:

That Cabinet Recommends to Council that:

1. The increase of the capital contingency budget to a total of £12m, with the allocation of the same to be delegated to the Chief Finance Officer in consultation with the Leader of the Council and Cabinet Member for Finance be approved. In increasing the capital contingency budget Council recognise that the increased costs of schemes may mean that the revised total scheme costs would be outside of the thresholds set for the Economic Growth Fund at the time of approval; and
2. the TorVista Homes working capital facility be increased from £1.0m to £1.5m.

Budget Monitoring Quarter 1 – Report of the Overview and Scrutiny Board

Report to Cabinet on 27 September 2022

Background

1. The Overview and Scrutiny Board met on 20 September 2022 to consider the Budget Monitoring Quarter 1 Report for 2022/2023. The Cabinet Member for Economic Regeneration, Tourism and Housing, Councillor Long, and the Deputy Head of Finance, Sean Cremer, outlined the submitted budget monitoring report which provided a high level budget summary of the Council's forecasted revenue and capital income and expenditure for the financial year 2022/2023. The report was based on figures as at the end of Quarter 1.
2. The report predicted a draft overspend for 2022/2023 of £3.564m but further mitigation had been identified by the Senior Leadership Team which reduced the overspend to £1.21m. Members were concerned over additional risks identified within the report as a result of the cost of living crisis, increased costs to the Higher Needs Block of the Dedicated Schools Grant, a request for £6m additional funding towards the increased adult social care costs, increased cost of capital projects and associated borrowing and felt that further detailed consideration was required in order for Members to be assured that all appropriate action and mitigation had been taken into account.
3. The Board reflected and debated the information provided to them, both in writing and orally and formed the following recommendation to the Cabinet. On being put to the vote, the motion was declared carried unanimously.

That the Cabinet be recommended:

That a 2022/2023 Budget Pressures Review Panel be established to undertake a review of the 2022/2023 budget to address the concerns raised in the Quarter 1 budget monitoring report and that the Cabinet be requested to support this process.