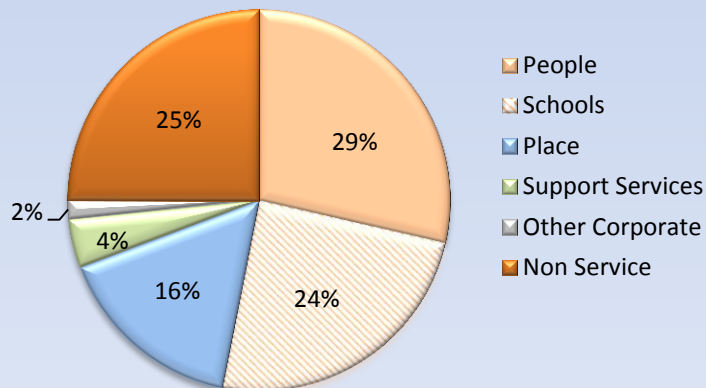


Newport City Council – 2018/19 Budget

Funding of Councils gross budget	2018/19
	£m
Welsh Government (RSG)	212.8
Council Tax	61.8
Fees & Charges	26.8
Specific Grants	110.5
Total Funding Available	411.9

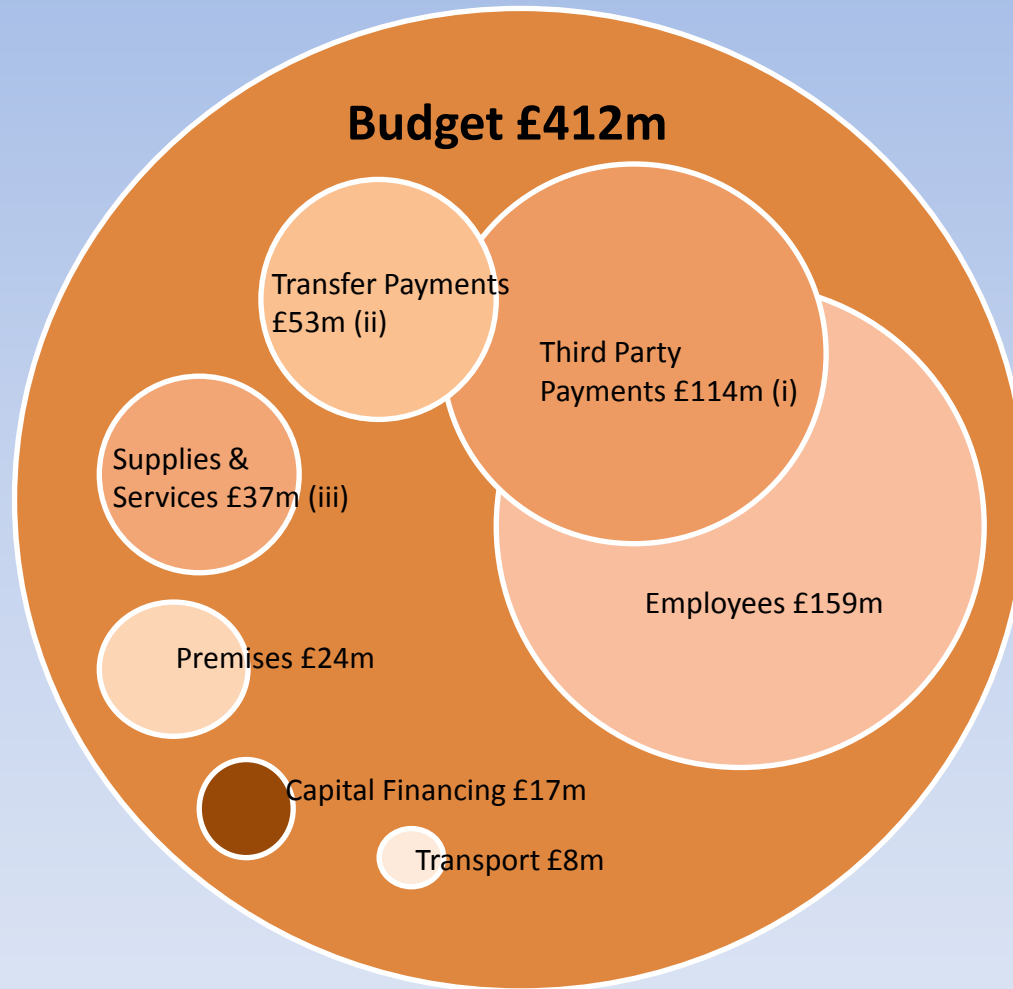
18/19 Gross Budget by Directorate



Funding is spent on the following services:	2018/19 Gross	2018/19 Net
	£m	£m
People	218.7	174.8
Children & Young People	24.9	22.4
Adult & Community Services	70.0	44.5
Education	22.8	14.6
Schools	100.9	93.3
Place	66.6	30.8
Regeneration, Investment & Housing	30.8	10.0
Streetscene & City Services	35.8	20.8
Corporate Services	23.7	17.6
Support Services	17.0	12.8
Directorate	0.6	0.6
Finance	4.0	3.1
People & Business Change	10.0	7.0
Legal Support	2.4	2.1
Other Corporate	6.7	4.8
Law & Regulation (services available to the public)	5.1	3.3
Democratic Services	1.6	1.5
Non Service	102.8	51.3
TOTAL	411.9	274.6

Newport City Council – 2018/19 Budget

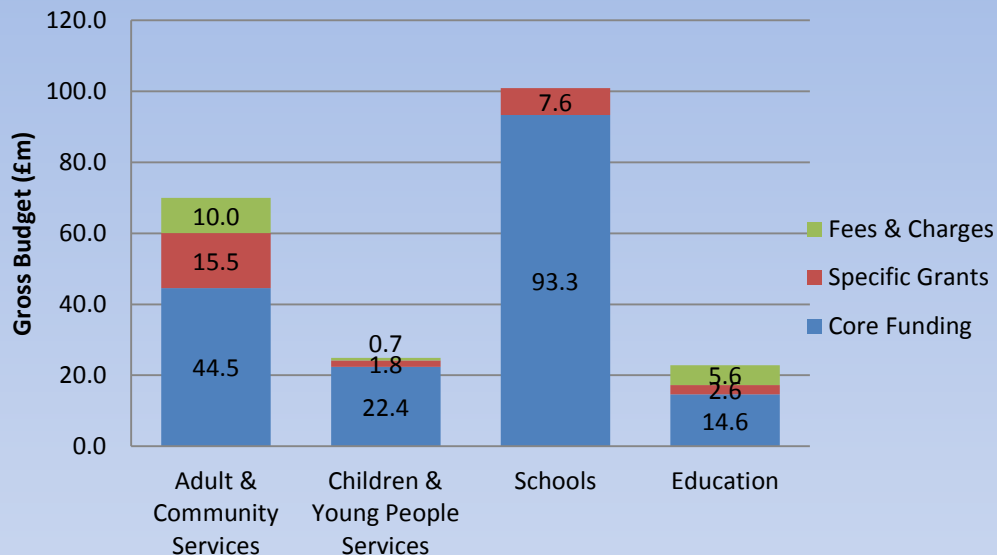
Gross budget £412m - How will this be spent:



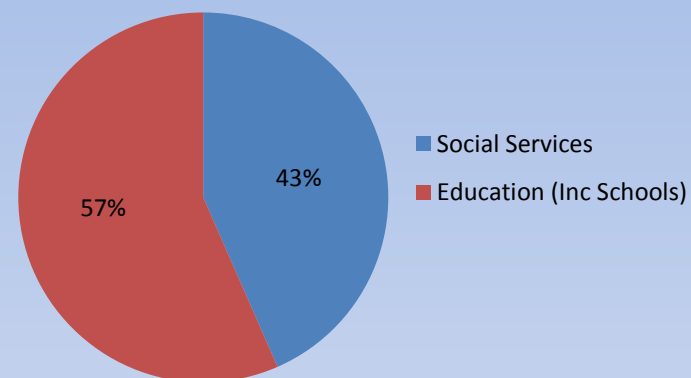
- (i) Third party payments – payments to third party providers of Local Authority Services, e.g. Newport Live leisure trust, out of county residential placements, Gwent coroner, South Wales Fire Authority, joint music service;
- (ii) Transfer payments – Housing benefit rents, Council tax rebates
- (iii) Supplies & Services – direct supplies and service costs to the authority

PEOPLE DIRECTORATE – 2018/19 Budget

People Portfolio - Sources of funding



2018/19 Gross Budget as a % of People Directorate



2018/19 Savings to be delivered

MTFP Savings to be delivered	2018/19
	£m
Adult & Community Services	1.0
Children & Young People services	1.4
Schools	0.2
Education	0.9
Total	3.5

2018/19 Capital Budget

Capital Budget (as per Feb Council)	2018/19
	£m
Adult & Community Services	0.2
Social Services – Adults & Childrens	0.2
Schools	10.0
Education	0
Total	10.4

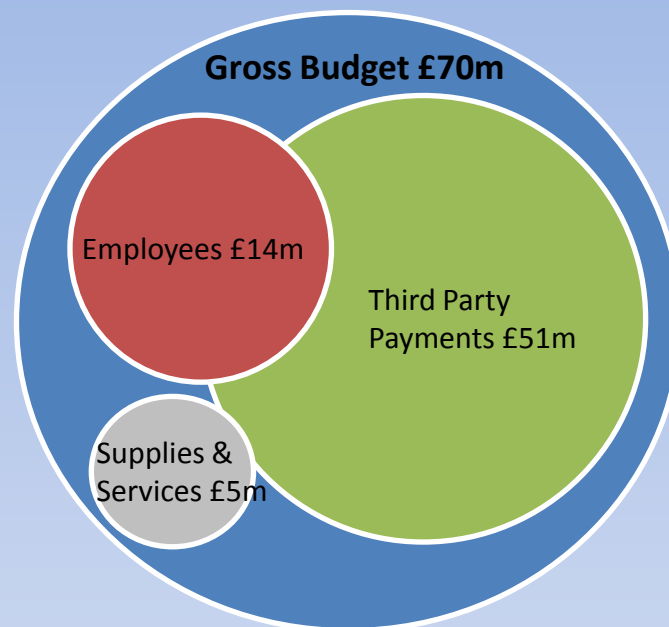
PEOPLE DIRECTORATE – 2018/19 Budget

Adult & Community Services

Net Budget Analysis by Subjective Heading	2018/19
	£m
Employees	14.1
Premises	0.2
Transport	0.3
Supplies & Services	4.8
Third Party Payments	50.6
Income	
Fees & Charges	-10.0*
Grants	-15.5
Net Budget	44.5

* Fees & charges include any internal recharges and SLAs

Net Budget Analysis by Objective Heading	2018/19
	£m
Care & Support	6.2
First Contact	1.6
Integrated OT	0.6
Managed Care	28.7
Mental Health	2.4
Other Adult Services	2.5
Safeguarding	0.5
Service Dev & Commissioning	2.0
Net Budget	44.5



FTEs by Service	2018/19
Care & Support	237.7
First Contact	28.5
Fraility	47.5
Integrated OT	10.6
Managed Care	30.1
Mental Health	14.0
Other Adult Services	5.0
Safeguarding	11.3
Service Dev & Commissioning	30.6
Total FTE	415.3

PEOPLE DIRECTORATE

2018/19 Budgets by Activity Code – Adult & Community Services

Row Labels	2018/19 Net budget
Safeguarding	461,138
SOC14 Service Dev & Comm	11,906
SOC18 Adult Safeguard Tot	449,232
Care + Support	6,219,405
SOC1 HomeCare&ExtraCare	1,741,720
SOC2 Older Ppl Res Units	2,559,568
SOC4 Day Opportunities	1,227,887
SOC3 Supp Living Agency	690,230
SOC13 Adults Mgt Acct	0
First Contact	1,605,378
SOC5 First Contact	425,798
SOC14 Service Dev & Comm	0
SOC10 Community Care Packs	888,000
SOC15 Supporting Ppl Gen	183,443
SOC16 Adult Serv Cont Sup	26,166
SOC17 Telecare Contract	81,971
SOC6 SMAPF	0
Frailty	53,562
SOC12 Frailty Pooled Budg	53,562

Row Labels	2018/19 Net budget
Service Dev+Commissioning	1,951,000
SOC14 Service Dev & Comm	878,689
SOC16 Adult Serv Cont Sup	1,072,311
Integrated OT	623,078
SOC7 Integrated OT Total	623,078
Managed Care	28,743,871
SOC4 Day Opportunities	9,046
SOC8 Centrica Lodge Resp	222,096
SOC10 Community Care Packs	26,613,081
SOC11 Mental Health Total	296
SOC9 Community Care Teams	1,899,352
Mental Health	2,377,114
SOC11 Mental Health Total	2,377,114
Other Adult Services	2,494,072
SOC12 Frailty Pooled Budg	1,920,424
SOC7 Integrated OT Total	-133,000
SOC13 Adults Mgt Acct	706,648
Grand Total	44,528,618

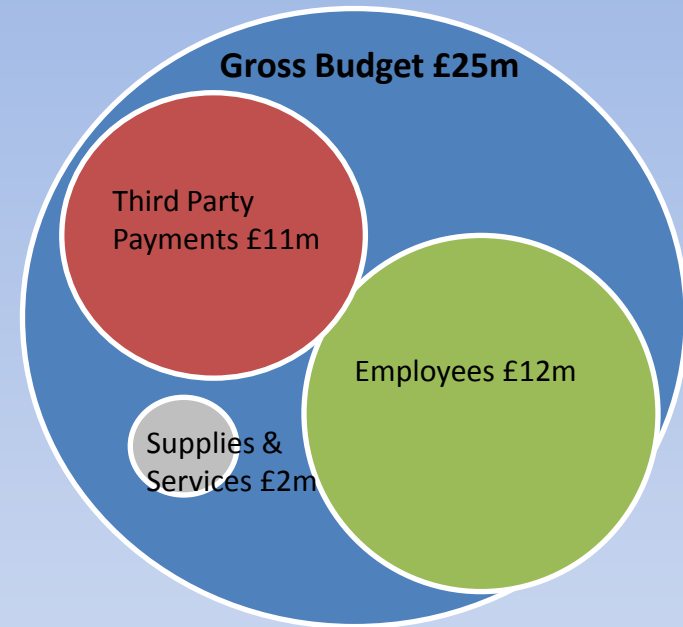
PEOPLE DIRECTORATE – 2018/19 Budget

Children & Young People Services

Net Budget Analysis by Subjective Heading	2018/19
	£m
Employees	12.0
Premises	0.1
Transport	0.2
Supplies & Services	1.8
Third Party Payments	10.8
Income	
Fees & Charges *	-0.7
Grants	-1.8
Net Budget	22.4

* Partner contributions from external bodies and internal recharges

Net Budget Analysis by Objective Heading	2018/19
	£m
Children	3.6
Integrated Family Support Services	1.3
Operations	3.3
Resources	12.9
Safeguarding	0.6
Youth Offending Services	0.7
Net Budget	22.4



FTEs by Service	2018/19
Children	49.3
Integrated Family Support Services	58.8
Operations	59.5
Resources	108.1
Safeguarding	19.8
Youth Offending Services	18.8
Total FTE	314.3

PEOPLE DIRECTORATE

2018/19 Budgets by Activity Code – Children & Young People

Row Labels	2018/19 Net budget
Children	3,516,538
SOC19 Pathway Team	1,390,039
SOC20 Leaving Care	791,331
SOC21 Sthwrk 16+ Homeless	25,991
SOC22 LAC Family Contact	98,184
SOC23 Child Safegrd & Miss	138,689
SOC24 Child & Fam Mgt Acct	310,807
SOC28 Child Protection	761,497
IFSS	1,477,507
SOC26 Integ Fam Supp Serv	1,477,507
Operations	3,280,289
SOC19 Pathway Team	985,927
SOC27 SE Wales Adoption	502,171
SOC28 Child Protection	1,772,628
SOC5 First Contact	19,563
Resources	12,860,725
SOC20 Leaving Care	20,000
SOC28 Child Protection	984,515
SOC30 NCC Child Res	2,059,138
SOC31 Out of Auth Res Plac	2,719,093
SOC32 Ind Foster Ag Plac	1,293,882
SOC33 In-House Fostering	4,083,978

Row Labels	2018/19 Net budget
SOC34 Kinship Payments	1,096,163
SOC35 Education Supp Team	117,628
SOC36 Drct Pay Child Serv	161,152
SOC37 S17 Child Dis Aid	29,576
SOC38 Adoption Allowances	295,600
Safeguarding	590,274
SOC26 Integ Fam Supp Serv	12,424
SOC39 Child Safeguard	577,850
Youth Offending Services	674,545
SOC26 Integ Fam Supp Serv	-79,909
SOC40 Youth Offending Serv	754,454
Grand Total	22,399,878

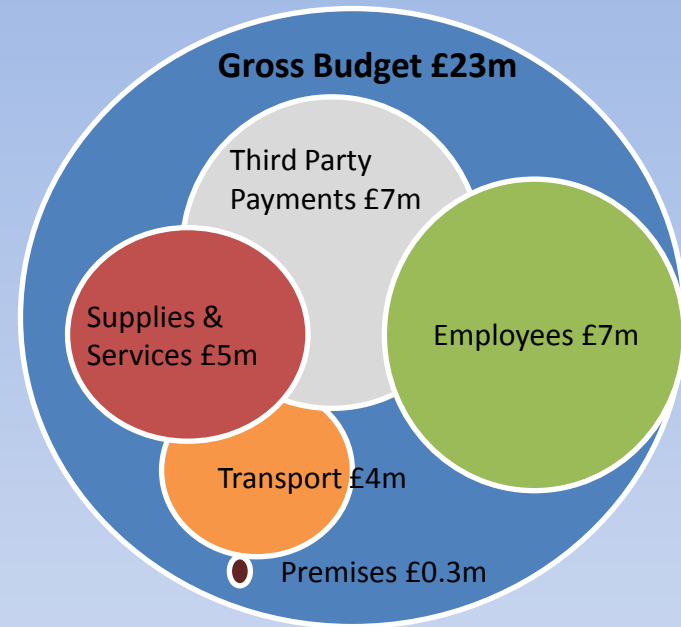
PEOPLE DIRECTORATE – 2018/19 Budget

Education

Net Budget Analysis by Subjective Heading	2018/19
	£m
Employees	7.0
Premises	0.3
Transport	4.3
Supplies & Services	4.7
Third Party Payments	6.5
Income	
Fees & Charges	-5.6*
Grants	-2.6
Net Budget	14.6

* Fees & charges include any internal recharges and SLAs

Net Budget Analysis by Objective Heading	2018/19
	£m
Improvement & Inclusion	6.0
Resource & Planning	8.6
Net Budget	14.6

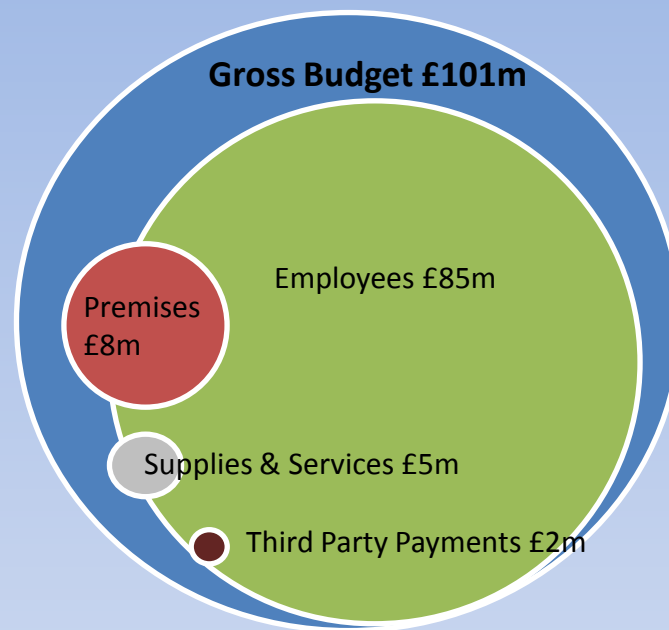


FTEs by Service	2018/19
Improvement & Inclusion:	134.2
Central Education	(60.1)
Pan Gwent Services (Gwent Music & Gwent Ethnic Minority Support Service)	(74.1)
Resource & Planning	24.6
Total FTE	158.8

PEOPLE DIRECTORATE – 2018/19 Budget

Schools

Net Budget Analysis by Subjective Heading	2018/19
	£m
Employees	85.2
Premises	8.3
Transport	0.6
Supplies & Services	4.5
Third Party Payments	2.3
Income	
Grants	-7.6
Net Budget	93.3



Net Budget Analysis by Objective Heading	2018/19
	£m
Nursery	0.5
Primary	48.8
Secondary	39.3
Special	4.7
Net Budget	93.3*

FTEs by Service	2018/19
Nursery	13.9
Primary	1,298.4
Secondary	930.2
Special	100.5
Total FTE	2,343.0*

* Indicative Individual School Budgets (ISB) and FTEs as at March 2018

PEOPLE DIRECTORATE

2018/19 Budgets by Activity Code – Education (Inc Schools)

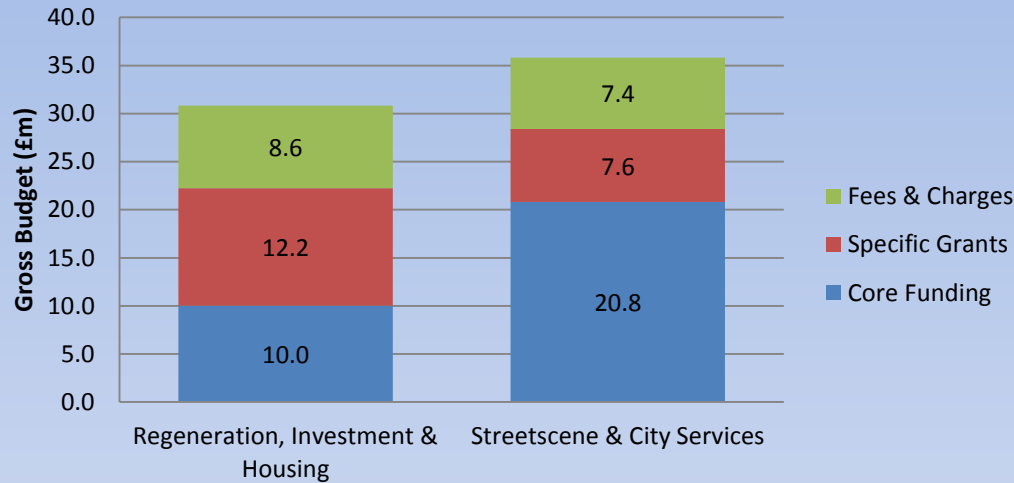
Row Labels	Sum of 2018/2019 Estimate (Final)
02 Improvement+Inclusion	
EDU10 Education Welf Serv	344,050
EDU11 Bridge Achieve Cent	1,001,661
EDU12 EIG-Educ Improv Grnt	470,675
EDU13 GEMS	-15,876
EDU18 Service Dev & Bus	1,411
EDU2 School Based Counsel	206,000
EDU23 Joint Services	0
EDU3 Autistic Spect Dis	0
EDU4 Psychology Services	356,656
EDU5 SEN Team	295,638
EDU6 SEN Recoup OOC	3,149,163
EDU7 SEN Equip & Resource	94,967
EDU8 SEN Local Provision	155,959
EDU9 Inclusion Mgt Acct	168,420

Row Labels	Sum of 2018/2019 Estimate (Final)
03 Resourcing+Planning	
EDU1 Schools	44,075
EDU14 Breakfast Clubs	324,413
EDU15 School Meals RepMain	281,773
EDU16 Edu Mgt - Mgt Team	200,068
EDU17 Edu Mgt - Non Team	-393,516
EDU18 Service Dev & Bus	224,604
EDU19 Schools Admiss&Appl	267,041
EDU20 21CS Programme	84,172
EDU21 Early Years & Integ	1,057,014
EDU22 Redund & Superann	1,013,002
EDU23 Joint Services	1,447,096
EDU24 Transport	3,782,204
Grand Total	14,560,670

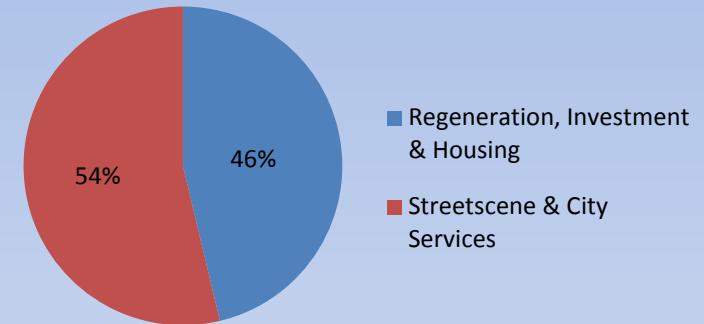
Row Labels	2018/19 Net Budget
Schools	93,262,000
EDU1 Schools	93,262,000
Grand Total	93,262,000

PLACE DIRECTORATE – 2018/19 Budget

Place Portfolio - Sources of funding



2018/19 Gross budget as a % of Place Directorate



2018/19 Savings to be delivered

MTFP Savings to be delivered	2018/19
	£m
Regeneration, Investment & Housing	0.6
Streetscene & City Services	0.6
2018/19 Total	1.2
Prior year savings yet to be delivered	
Streetscene & City Services	0.2
2018/19 and prior year total	1.4

2018/19 Capital Budget

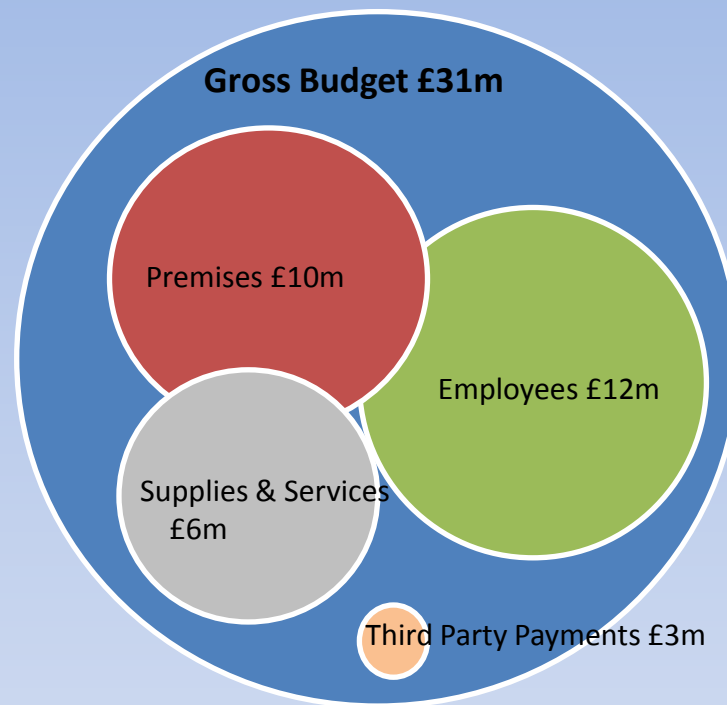
Capital Budget (as per Feb Council)	2018/19
	£m
Regeneration, Investment & Housing	20.2
Streetscene & City Services	5.2
Total	25.4

PLACE DIRECTORATE – 2018/19 Budget

Regeneration, Investment & Housing

Net Budget Analysis by Subjective Heading	2018/19
	£m
Employees	12.1
Premises	9.7
Transport	0.2
Supplies & Services	6.1
Third Party Payments	2.5
Capital Financing	0.2
Fees & Charges	-8.6
Grants	-12.2
Net Budget	10.0

* Fees & charges include any internal recharges and SLAs



Net Budget Analysis by Objective Heading	2018/19
	£m
Community Regeneration	0.7
Culture & Heritage	2.2
Development Services	1.0
Integrated Property Unit *	4.1
Regeneration, Housing & Property	2.0
Net Budget	10.0

* IPU - commissioned property services. Budget funds maintenance, planned works and energy

FTEs by Service	2018/19
Community Regeneration	269.6
Culture & Heritage	49.4
Development Services	48.2
Integrated Property Unit	2.0
Regeneration, Housing & Property	37.7
Total FTE	406.9

PLACE DIRECTORATE

2018/19 Budgets by Activity Code – Regeneration, Investment & Housing

Service Area	2018/19 Net Budget
Regen Investment + Housing	10,027,860.21
Community Regeneration	662,564.13
RIH19 Community Centres	202,511.32
RIH20 Com Dev Core	198,765.39
RIH21 Youth Core	276,160.00
RIH22 City Playschemes	90,951.00
RIH23 Adult Education	- 100,045.00
RIH31 CD Communities First	1,058.16
RIH32 Work & Skills Employ	- 312.00
RIH33 Work & Skills Europe	-
RIH34 Families First	- 0.00
RIH35 Flying Start	585.46
RIH36 Monwel	- 7,115.20
RIH37 Youth	5.00
Culture + Heritage	2,246,617.81
RIH23 Adult Education	-
RIH24 Libraries	1,065,795.07
RIH25 Museum Art & Gallery	396,875.82
RIH26 Medieval Ship	73,450.28
RIH27 Partnerships	174,440.00
RIH28 Tredegar House Grnds	398,821.00
RIH29 14 Locks	20,752.00
RIH30 Transporter Bridge	116,483.64

Service Area	2018/19 Net Budget
Development Services	1,041,974.06
RIH11 Building Control	23,989.00
RIH12 Plan & Dev Mgt Ac	113,951.00
RIH13 R+R Pooled Admin	43,611.00
RIH14 Urban Regeneration	259,896.50
RIH16 Development Mgt	314,151.00
RIH17 Planning Pol & Imp	214,771.56
RIH18 Local Dev Plan	71,604.00
Housing	1,937,724.97
RIH1 Homelessness	871,465.50
RIH2 Strategy & Dev	250,477.00
RIH3 Housing Needs	708,563.00
RIH3 Housing Needs	-
RIH4 Private Sector Hous	93,219.47
Integrated Property Unit	4,138,979.24
RIH10 Carbon Reduction	327,581.83
RIH5 Com & Ind Portf	- 975,897.76
RIH6 Provision Market	- 132,853.06
RIH7 Civic Centre Fac Mgt	658,569.92
RIH8 Station Buildings	365,436.83
RIH9 Centralised Prop	3,896,141.48
Grand Total	10,027,860.21

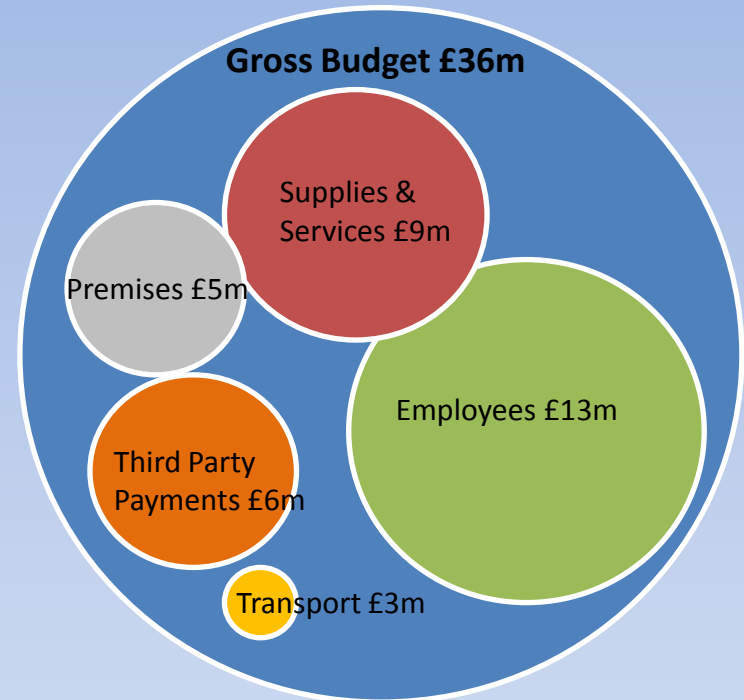
PLACE DIRECTORATE – 2018/19 Budget

Streetscene & City Services

Net Budget Analysis by Subjective Heading	2018/19
	£m
Employees	12.8
Premises	5.2
Transport	2.6
Supplies & Services	8.9
Third Party Payments	6.3
Income	
Fees & Charges	-7.4*
Grants	-7.6
Net Budget	20.8

* Fees & charges include any internal recharges and SLAs

Net Budget Analysis by Objective Heading	2018/19
	£m
Customer Services	1.6
Environmental Services	0.3
Operations	6.8
Strategic Management	2.8
Strategy	4.0
Waste & Recycling	5.3
Net Budget	20.8



FTEs by Service	2018/19
Customer Services	85.2
Environmental Services	77.0
Operations	103.2
Strategic Management	6.0
Strategy	7.0
Waste & Recycling	132.0
Total FTE	410.4

PLACE DIRECTORATE

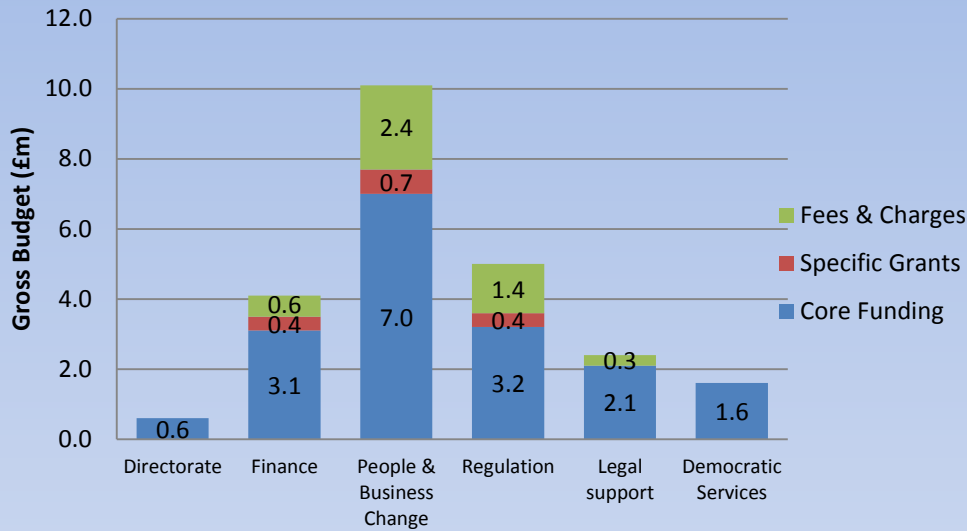
2018/19 Budgets by Activity Code – Streetscene & City Services

Row Labels	2018/19 Net Budget
Customer Services	1,606,297
STR26 Customer Services	1,491,081
STR27 Benefits	115,217
Environmental Services	258,146
STR1 Env Serv	751,738
STR2 Cemeteries	- 493,592
Income Collection	-
STR27 Benefits	-
Operations	6,782,600
STR15 Drainage Operations	661,893
STR16 Fleet Mgt	2,138,955
STR17 Grounds Maint	926,720
STR18 Routine Maint	1,600,945
STR19 SDR South Distr Road	- 115,364
STR20 Off Street Park	- 277,804
STR21 Street Cleans	1,509,731
STR23 Depot Salaries	159,754
STR24 Winter Maint	128,139
STR25 Public Features	51,876
STR4 Asset Mgt	- 2,245

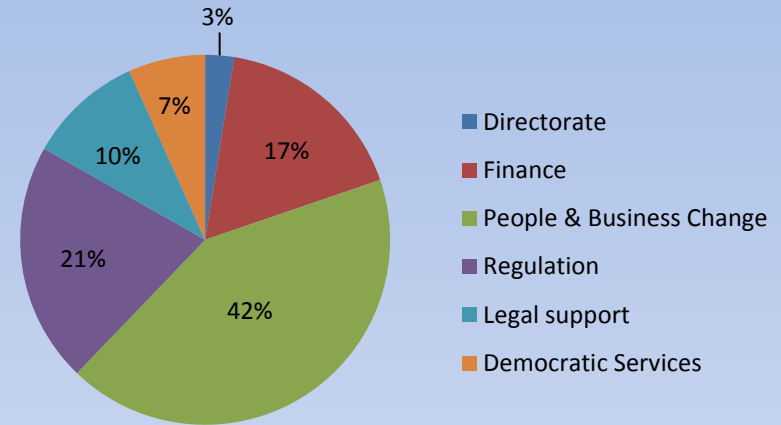
Row Labels	2018/19 Net Budget
Strategic Management	2,843,271
STR6 Staffing	- 26,999
STR9 Leisure Trust	2,870,270
Strategy	3,987,349
STR3 Public Transport	1,104,295
STR4 Asset Mgt	583,804
STR5 Street Lighting	2,365,485
STR6 Staffing	2,588
STR7 Traffic Mgt & Street	- 281,062
STR8 Road Safety	212,238
Waste + Recycling	5,328,337
STR10 Waste Disposal Site	- 286,704
STR11 Sustainable Waste	2,713,572
STR12 Refuse Collection	2,540,295
STR13 Civic Amenity Site	361,174
Grand Total	20,806,000

CORPORATE SERVICES DIRECTORATE – 2018/19 Budget

Corporate Portfolio - Sources of funding



2018/19 Gross budget as a % of Corporate Directorate



2018/19 Savings to be delivered

MTFP Savings to be delivered	2018/19
	£m
Directorate	0
Finance	0.1
People & Business Change	0.3*
Law & Regulation	0.2
Total	0.6

2018/19 Capital Budget

Capital Budget (as per Feb Council)	2018/19
	£m
Directorate	0
Finance	0
People & Business Change	0
Law & Regulation	0
Total	0

PBC have £0.2m of council wide savings which are yet to be assigned to service areas

CORPORATE SERVICES DIRECTORATE – 2018/19 Budget

Directorate

Net Budget Analysis by Subjective Heading	2018/19
	£m
Employees	0.6
Transport	0.0
Supplies & Services	0.0
Net Budget	0.6



Net Budget Analysis by Objective Heading	2018/19
	£m
Chief Executive & Directorate	0.6
Net Budget	0.6

FTEs by Service	2018/19
Chief Executive/ PA	2.0
Strategic Directors/ PA	4.0
Total FTE	6.0

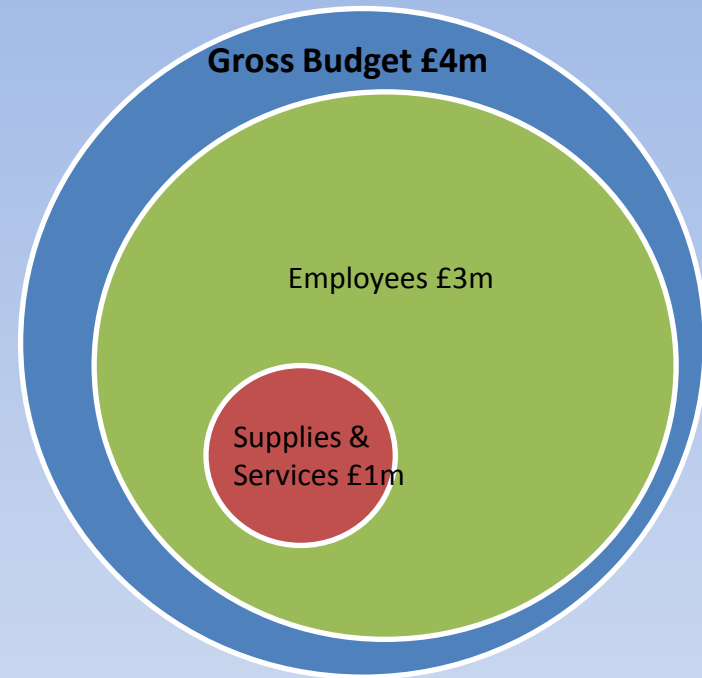
CORPORATE SERVICES DIRECTORATE – 2018/19 Budget

Finance

Net Budget Analysis by Subjective Heading	2018/19
	£m
Employees	3.4
Supplies & Services	0.7
Income	
Fees & Charges	-0.6*
Grants	-0.4
Net Budget	3.1

* Fees & charges include any internal recharges and SLAs

Net Budget Analysis by Objective Heading	2018/19
	£m
Accountancy	2.1
Income Collection	0.1
Internal Audit	0.4
Procurement & Payments	0.5
Net Budget	3.1



FTEs by Service	2018/19
Accountancy	46.3
Income Collection	30.1
Internal Audit	8.0
Procurement & Payments	13.7
Total FTE	98.1

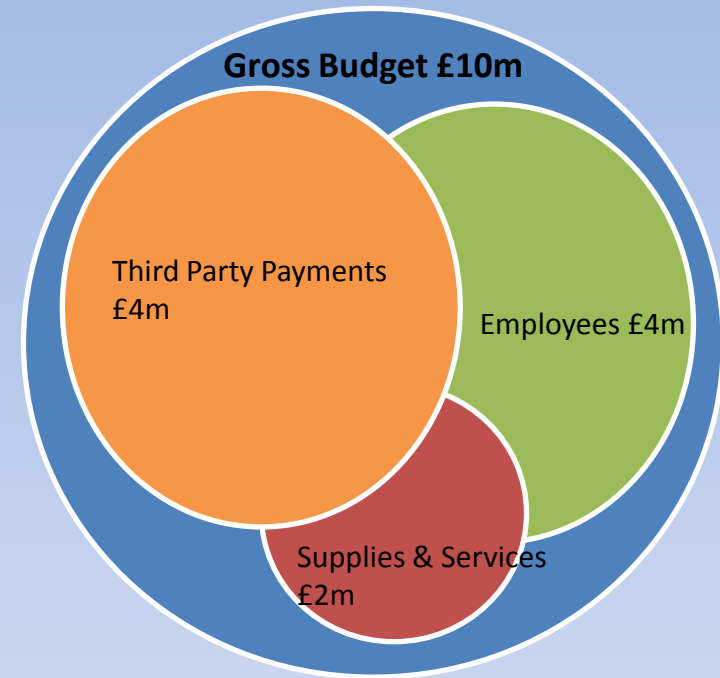
CORPORATE SERVICES DIRECTORATE – 2018/19 Budget

People & Business Change

Net Budget Analysis by Subjective Heading	2018/19
	£m
Employees	4.2
Supplies & Services	2.4
Third Party Payments	3.5
Income	
Fees & Charges	-2.4*
Grants	-0.7
Net Budget	7.0

* Fees & charges include any internal recharges and SLAs

Net Budget Analysis by Objective Heading	2018/19
	£m
Business Development	0.4
Human Resources	1.4
Information Governance	0.7
IT Systems	3.2
Partnership & Policy	1.0
Super Connected Cities	0.3
Net Budget	7.0



FTEs by Service	2018/19
Business Development	9.0
Human Resources	59.9
Information Governance	22.0
Partnership & Policy	12.9
Super Connected Cities	1.0
Total FTE	104.8

PBC have £0.2m of council wide savings which are yet to be assigned to service areas

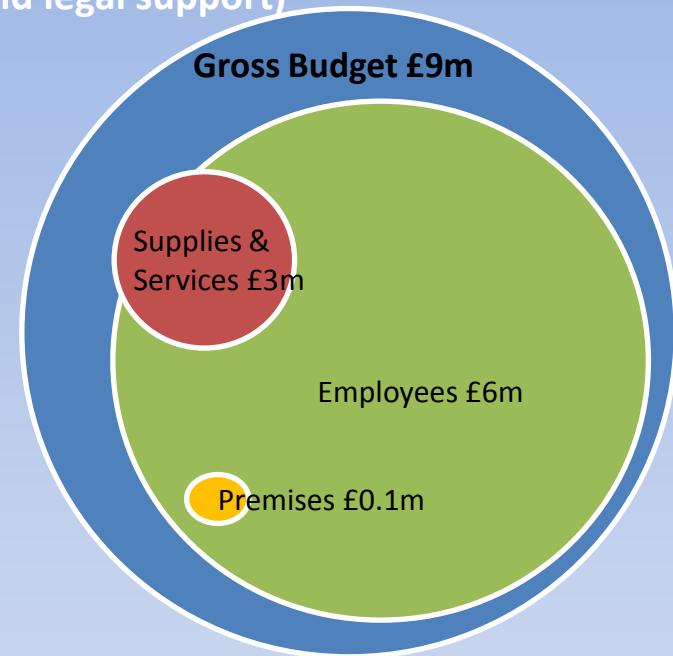
CORPORATE SERVICES DIRECTORATE – 2018/19 Budget

Law & Regeneration (Includes Democratic Services and legal support)

Net Budget Analysis by Subjective Heading	2018/19
	£m
Employees	6.4
Premises	0.1
Supplies & Services	2.5
Income	
Fees & charges	-1.7*
Grants	-0.4
Net Budget	6.9

* Fees & charges include any internal recharges and SLAs

Net Budget Analysis by Objective Heading	2018/19
	£m
Comms & Marketing	0.6
Democratic Services	1.6
Electoral Registration	0.2
Legal	2.1
Public Protection	2.3
Registrars	0.1
Net Budget	6.9



FTEs by Service	2018/19
Comms & Marketing	13.0
Democratic Services	10.0
Electoral Registration	4.0
Legal	36.2
Public Protection	90.9
Registrars	12.1
Total FTE	166.2

CORPORATE SERVICES DIRECTORATE

2018/19 Budgets by Activity Code –

Finance

	2018/19 Net Budget
Finance	3,083,948
FIN1 Accountancy	2,059,664
FIN2 - Internal Audit	346,630
FIN3 Purchase to Pay	-897
FIN3 Purchase to Pay (+£78k)	126,153
FIN4 Strategic Procurement	100,133
FIN4 Strategic Procurement (-£78k)	236,216
FIN5 Council Tax & NNDR	57,861
FIN6 Debtors	158,188

Law & Regulation

	2018/19 Net Budget
Law + Regulation	6,905,830
LAW1 Comms & Market	595,330
LAW10 Enviromental health	987,046
LAW11 Trading Standards	723,501
LAW12 Licensing	-131,184
LAW2 Registrars	123,098
LAW3 Demographic Serv	519,396
LAW4 Members Allowances	1,049,942
LAW5 Electoral Reg	228,241
LAW6 Legal	1,298,701
LAW7 Land Charges	-116,543
LAW8 Insurance	880,761
LAW9 Com Safety	743,731
LAW9	3,809

People & Business Change

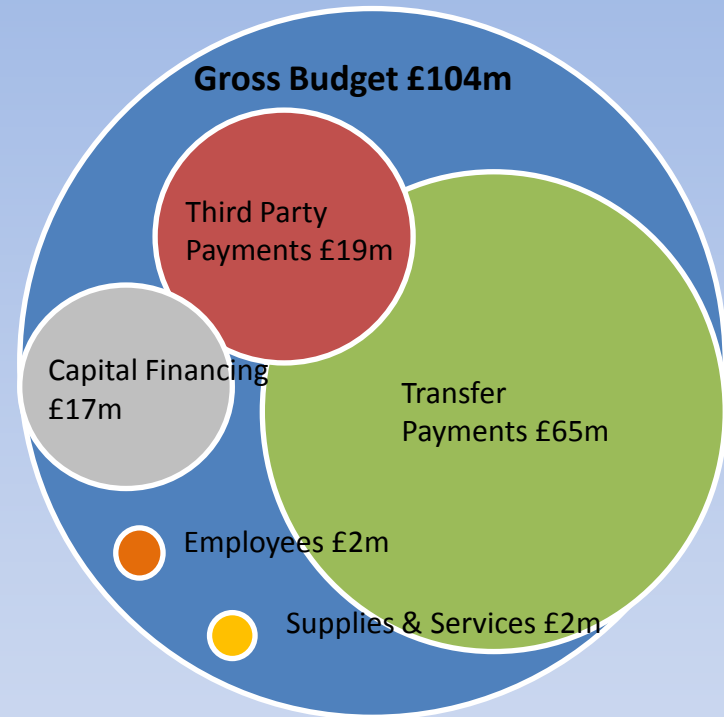
	2018/19 Net Budget
People + Business Change	6,990,244
PBC 11 Info Gov & Dev	162,262
PBC1 HR Strategy & Op	478,265
PBC10 Digital	244,794
PBC12 Shared Res Serv	3,202,073
PBC13 Document Services	257,277
PBC14 Spatial Data Unit / PBC15 Gazetteer	286,327
PBC2 HR Emp Serv	502,319
PBC3 Business Chg Improv	64,891
PBC3 Business Chg Improv (£292k) / PBC4	360,338
PBC5 Com Cohesion	7,385
PBC6 Partnership	518,135
PBC7 Partnership & Policy	384,051
PBC8 Health and Safety	177,855
PBC9 Social Services	232,965
STR6 Staffing	111,306

NON SERVICE – 2018/19 Gross Budget

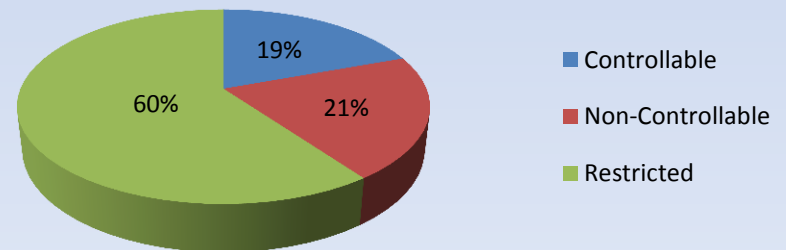
Net Budget Analysis by Subjective Heading	2018/19
	£m
Employees *	1.6
Supplies & Services	2.2
Third Party Payments	18.9
Transfer Payments	65.3
Capital Financing	16.6
Income	
Grants (Housing Benefits)	-53.3
Net Budget	51.3

* £1.6m employee budgets relate to historic pension deficit contribution

Net Budget Analysis by Objective Heading	2018/19
	£m
Capital financing costs	7.5
Levies & Joint Comm contributions	8.3
Interest payable	9.1
Council Tax Reduction Scheme (CTRS)	12.6
PFI Grants	8.5
Other	5.3
Net Budget	51.3



Controllable/Non-Controllable Expenditure



Non Service MTFP savings total £3.5m

Projected Earmarked Reserves (1)

Reserve	Balance at 31-Mar-18	Balance at 31-Mar-19	Balance at 31-Mar-20	Balance at 31-Mar-21
	£'000	£'000	£'000	£'000
Council Fund:	(6,500)	(6,500)	(6,500)	(6,500)
Balances held by schools for future use	(1,831)	(1,831)	(1,831)	(1,831)
Earmarked Reserves:				
Pay Reserve	(1,651)	(1,651)	(1,651)	(1,651)
Music Service	(127)	(127)	(127)	(127)
Insurance Reserve	(1,706)	(1,706)	(1,706)	(1,706)
MMI Insurance Reserve	(302)	-	-	-
Health & Safety	(16)	(16)	(16)	(16)
Education Achievement Service	(92)	-	-	-
Schools Redundancies	-	-	-	-
Friars Walk	(6,235)	(5,735)	(5,235)	(4,735)
European Funding I2A & CFW	(199)	(199)	(199)	(199)
Metro Bus	-	-	-	-
SUB TOTAL - RISK RESERVES	(10,328)	(9,434)	(8,934)	(8,434)
Invest to Save (excludes any school based redundancies)	(9,908)	(7,980)	(7,744)	(7,594)
Super Connected Cities	(543)	(423)	(303)	(183)
Landfill (fines reserve)	(345)	(150)	-	-
Christmas Lights	-	-	-	-
Capital Expenditure	(3,513)	(2,013)	(513)	-
Usable Capital Receipts	(4,086)	(1,420)	(920)	(420)
NEW - MTFP reserve	(2,400)	1,200	900	300
SUB TOTAL - ENABLING RESERVES	(20,794)	(10,785)	(8,579)	(7,896)
STEP School Computers	(373)	(273)	(173)	(73)
Municipal Elections	(27)	(57)	(87)	(117)
Local Development Plan	(581)	(480)	(307)	(207)

Projected Earmarked Reserves (2)

Reserve	Balance at 31-Mar-18	Balance at 31-Mar-19	Balance at 31-Mar-20	Balance at 31-Mar-21
	£'000	£'000	£'000	£'000
Glan Usk PFI	(1,499)	(1,489)	(1,469)	(1,439)
Southern Distributor Road PFI	(44,303)	(43,963)	(43,485)	(42,935)
SUB TOTAL - SMOOTHING RESERVES	(46,784)	(46,263)	(45,522)	(44,772)
Works of art	(21)	(21)	(21)	(21)
School Works	(357)	(357)	(357)	(357)
Theatre & Arts Centre	(232)	(232)	(232)	(232)
Cymorth Income	-	-	-	-
Pupil Referral Unit	(60)	-	-	-
Gypsy and Traveller Site	(7)	(7)	(7)	(7)
Homelessness Prevention	(38)	-	-	-
Environmental Health - Improve Air Quality	-	-	-	-
Refurbishment of a Children / Older People Homes	(18)	-	-	-
Apprenticeship Scheme	(74)	(31)	(31)	(31)
City Economic Development	(45)	-	-	-
Welsh Language Standards	(180)	(120)	(60)	-
YS Dilapidation Costs Information Shop	(41)	-	-	-
School Reserve Other	(457)	-	-	-
Port Health	(6)	(6)	(6)	(6)
CRM	-	-	-	-
WCCIS	-	-	-	-
Investment Reserve	(996)	-	-	-
2018 Events	(100)	-	-	-
SUB TOTAL - OTHER RESERVES	(2,631)	(774)	(714)	(654)
RESERVES TOTAL	(88,868)	(75,586)	(72,079)	(70,086)

The reserve balances are estimated as at March 2018. It is highly likely that the balances of some reserves, specifically I2S, will be drawn down at a quicker rate than estimated above.

Projected Earmarked Reserves (3)

Key Messages - Based on the 2018/19 estimates;

Of the £89m total reserves;

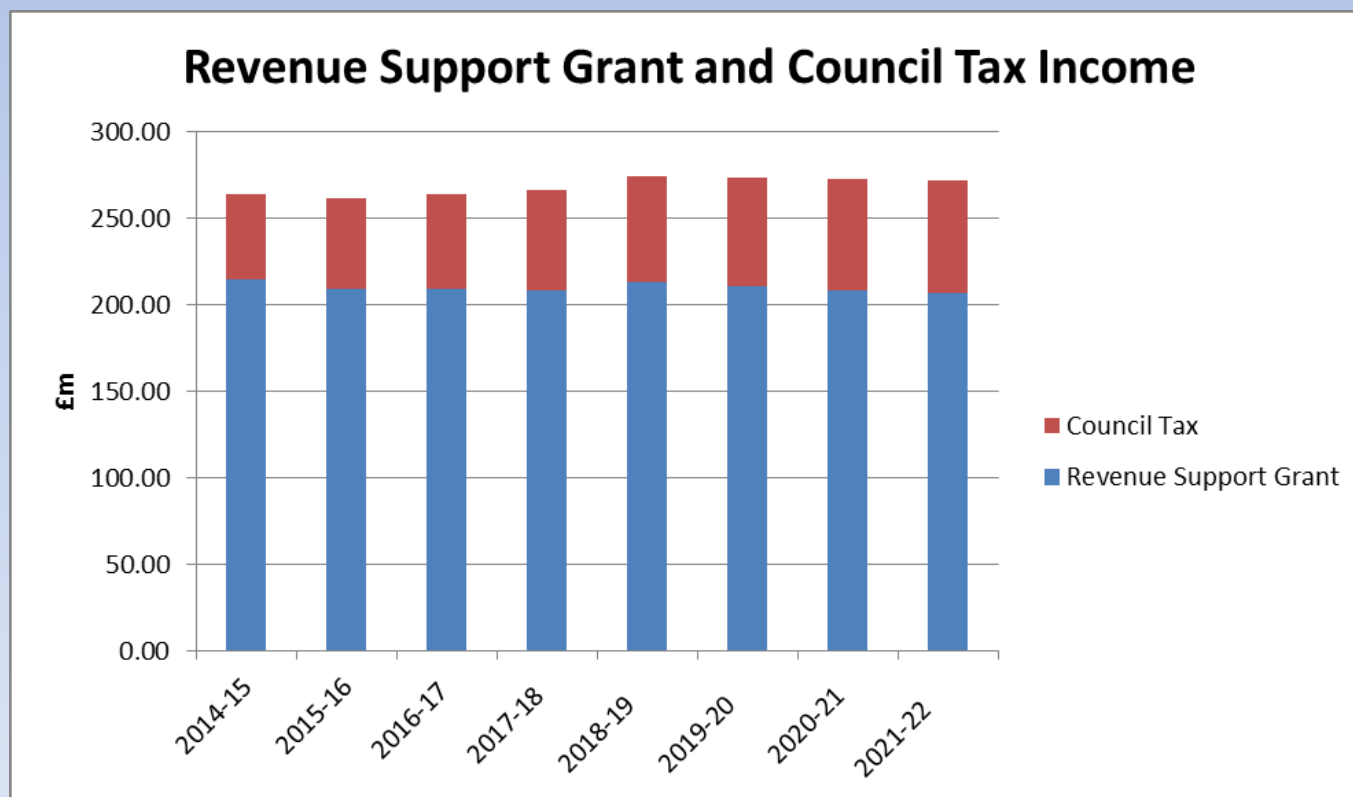
- £46m (52%) relates to PFI. This represents the future capital financing budget to pay the contractual costs of the PFI;
- £10m (11%) covers financial risks which the authority is exposed to, including those which are required under prudent accounting regulations, such as insurance reserve;
- £8m (9%) represents the minimum level of general fund reserves and school reserves;
- £4m (5%) usable capital receipts which can only be used for capital expenditure and committed to funding Band B Education projects currently;
- £3m (3%) of reserves have been committed to balancing the general budget and to fund approved priorities agreed by Cabinet in June 2017;

£71m (80%) of the councils reserves which are mainly committed and/ or reserved for specific uses

- The balance of £18m (20%) is more general in nature and represented mainly by invest to save, pay reserve and capital projects funding.

Newport City Council – RSG and Council Tax since 2014/15

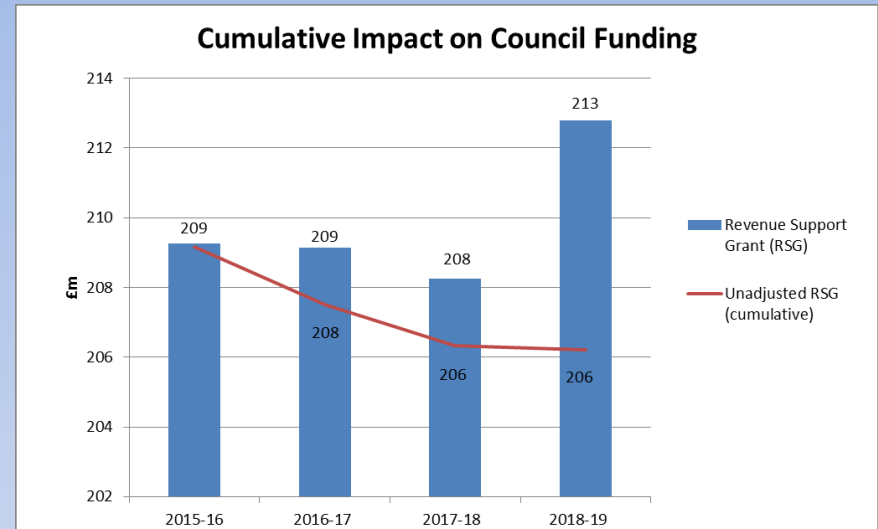
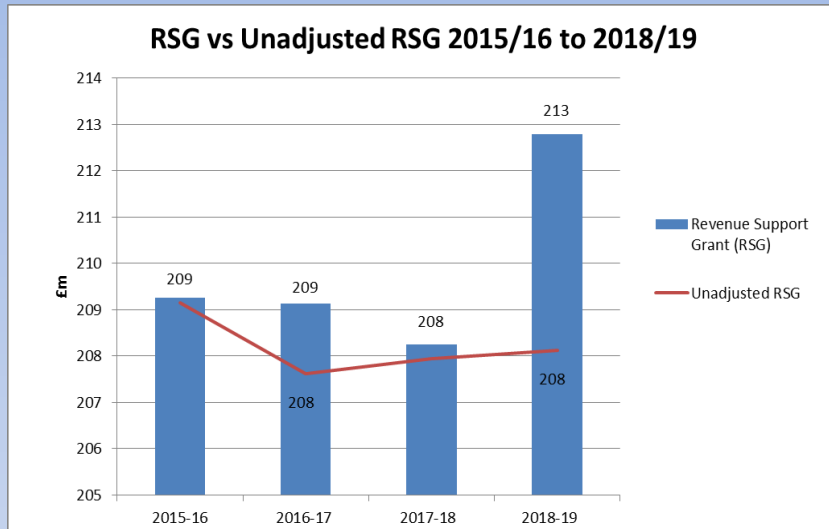
Revenue Support Grant and Council Tax Levels		Actual (£m)					Planning Assumptions (£m)		
		2014-15	2015-16	2016-17	2017-18	2018-19	2019-20	2020-21	2021-22
Newport	Revenue Support Grant	214.83	209.25	209.14	208.25	212.79	210.66	208.56	206.47
	Council Tax	49.10	52.12	54.80	58.40	61.81	63.05	64.31	65.59
	Council Tax (as a % of net budget)	19%	20%	21%	22%	23%	-	-	-



Planning Assumptions (yet to be approved)

- RSG reduces by 1% each year from 2019/20
- Council Tax to increase by 4% each year from 2019/20

Newport City Council – RSG Settlements since 2015/16



Each year, Welsh Government transfer specific grants into RSG. These do not represent additional monies to the council as they continue to fund what the previous grant was funding. The unadjusted RSG excludes these transfers and is a true reflection of the resource available from which to deliver existing services.

The graphs above (left to right) represent:

- The annual impact of transfers into RSG – the most significant transfers taking place in 2016/17 and 2018/19;
- The cumulative impact of these transfers over the same period.

Whilst the council has received £213m RSG in 2018/19, graph b) highlights the real (cumulative) impact of the transfers with over £6m of grants being transferred into RSG since 2015/16. The unadjusted RSG, however, is £3m less than it was in 2015/16 (£209m reducing to £206m) and this represents the financial challenge that the council faces.

Newport City Council – MTFP Overview by Service Area

Service Area	MTFP Overview - 2016/17 to 2018/19				
	Inflation	Pressures (exc transfers into RSG)	Savings	Net growth/ (saving) before transfers	Net growth/ (saving) after transfers
	£'000	£'000	£'000	£'000	£'000
Adult & Community Services	£2,408	£3,237	£4,568	£1,077	£3,573
Children & Young People	£747	£2,860	£2,748	£859	£1,333
Education	£817	£750	£1,001	£566	£516
Schools	£0	£4,281	£575	£3,706	£3,706
People Services	£3,972	£11,128	£8,892	£6,208	£9,128
Streetscene & City Services	£1,716	£1,586	£3,232	£70	£1,579
Regeneration, Investment & Housing	£525	£1,089	£2,001	£387	£255
Place Services	£2,241	£2,675	£5,233	£317	£1,834
Finance	£227	£0	£554	£327	£327
Law & Regulation	£383	£0	£729	£346	£346
People & Business Change	£285	£619	£1,042	£138	£138
Directorate	£22	£0	£0	£22	£22
Corporate Services	£917	£619	£2,325	£789	£789
Service area pressures dealt with under non service	£188	£9,504	£0	£9,692	£9,692
Service Area Total	£7,318	£23,926	£16,450	£14,794	£19,865
Capital Financing & Interest	£0	£0	£5,526	£5,526	£5,526
Council Tax Reduction Scheme	£0	£2,015	£700	£1,315	£1,315
Revenue contribution to Invest to Save	£0	£0	£950	£950	£950
Other Non Service	£242	£813	£2,866	£1,811	£280
Non Service	£242	£2,828	£10,042	£6,972	£5,441
Total	£7,560	£26,754	£26,492	£7,822	£14,424

Newport City Council – MTFP Overview by Service Area (2)

Notes to MTFP Overview:

- The majority of this increase has been invested in adults and children’s social care and schools;

(i)	Adult & Community Services	£3.6m
(ii)	Children & Young People	£1.3m
(iii)	Schools	<u>£3.7m</u>
		£8.6m

- Place services (Streetscene & City Services and Regeneration, Investment & Housing) has more or less remained consistent over the period (excluding transfers) whilst Corporate Services have seen a net decrease in budget since 2015/16.
- The increased budget over this period has been funded mainly (two thirds) by council tax increases offsetting a decrease in RSG (excluding transfers);
- The council tax increase has come from an increase in council tax base as well as an increase in the rate itself (see RSG and council tax levels table - ‘Newport City Council – RSG and Council Tax since 2014/15’).

Newport City Council – MTFP Overview by Service Area (3)

Key Messages:

- The Councils overall budget has increased by £14.4m since 2015/16;
- *£9.5m service area pressures dealt with under non service* represent general pay issues including equal pay review, national insurance and pension uplifts. The exception is £2.2m set aside for social care and special education needs pressures which will be allocated in 2018/19;
- *The capital financing budget* has reduced following a review of the councils MRP policy and debt refinancing;
- The investment in the *Council Tax Reduction Scheme (CTRS)* budget is required as it is linked to council tax increases following the transfer of this specific grant from Welsh Government in 2015/16.
- The £14.4m increase has been funded by:

Decrease in RSG (excluding transfers)	£3.1m	
Specific grants transferred into RSG	<u>(£6.6m)</u>	
Increase in RSG (including transfers)		£3.5m
Increase in Council tax		£9.7m
Use of Reserves		<u>£1.2m</u>
TOTAL FUNDING		£14.4m

Local Authority Comparisons

Band D Council Tax by Billing Authority 2012/13 – 2018/19

Band D by billing authority		2012-13	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19	2017/18 Rank (Lowest to Highest)	% Increase since 2015-16
Total Unitary Authorities	Pembrokeshire	719.93	741.17	766.55	801.04	841.10	883.15	993.54	1	24%
	Newport	825.98	854.88	893.36	938.03	974.61	1008.72	1057.14	2	13%
	Caerphilly	897.84	918.94	954.78	992.02	1001.94	1011.96	1057.70	3	7%
	Wrexham	914.08	939.22	967.40	996.42	1025.32	1051.98	1093.01	4	10%
	Isle of Anglesey	894.42	939.15	981.41	1025.57	1061.46	1088.01	1140.21	5	11%
	Cardiff	936.56	936.56	973.77	1022.46	1060.28	1099.52	1154.50	6	13%
	Conwy	884.61	918.93	964.89	1013.11	1063.76	1112.69	1168.32	7	15%
	Flintshire	932.39	959.43	988.21	1025.27	1071.41	1103.55	1177.60	8	15%
	Vale of Glamorgan	940.05	985.14	1029.42	1069.56	1111.23	1142.37	1186.92	9	11%
	Powys	936.36	962.11	1005.40	1045.62	1090.06	1132.57	1189.20	10	14%
	Carmarthenshire	951.13	979.70	1026.48	1076.22	1117.67	1145.61	1196.60	11	11%
	Ceredigion	942.41	970.68	1019.21	1070.17	1123.68	1168.63	1226.48	12	15%
	Torfaen	975.21	1007.88	1047.69	1097.49	1140.84	1183.05	1241.61	13	13%
	Monmouthshire	1003.69	1003.69	1043.34	1094.98	1138.23	1183.19	1241.76	14	13%
	Denbighshire	1052.98	1074.09	1111.70	1142.22	1159.35	1191.26	1247.84	15	9%
	Swansea	990.91	1028.56	1079.98	1131.82	1175.90	1208.25	1268.64	16	12%
	Gwynedd	1033.20	1069.36	1111.07	1161.07	1207.16	1240.96	1300.53	17	12%
	Bridgend	1096.95	1135.36	1191.87	1249.07	1297.78	1335.42	1395.51	18	12%
	Rhondda Cynon Taf	1148.82	1194.26	1248.00	1295.48	1331.17	1361.18	1406.16	19	9%
	Neath Port Talbot	1209.26	1256.07	1312.60	1368.40	1408.09	1443.30	1496.71	20	9%
Merthyr Tydfil	1206.67	1245.28	1294.47	1352.72	1400.07	1440.68	1500.47	21	11%	
Blaenau Gwent	1252.74	1310.37	1370.65	1406.29	1456.92	1507.33	1570.64	22	12%	
Average Band D £1241.41										

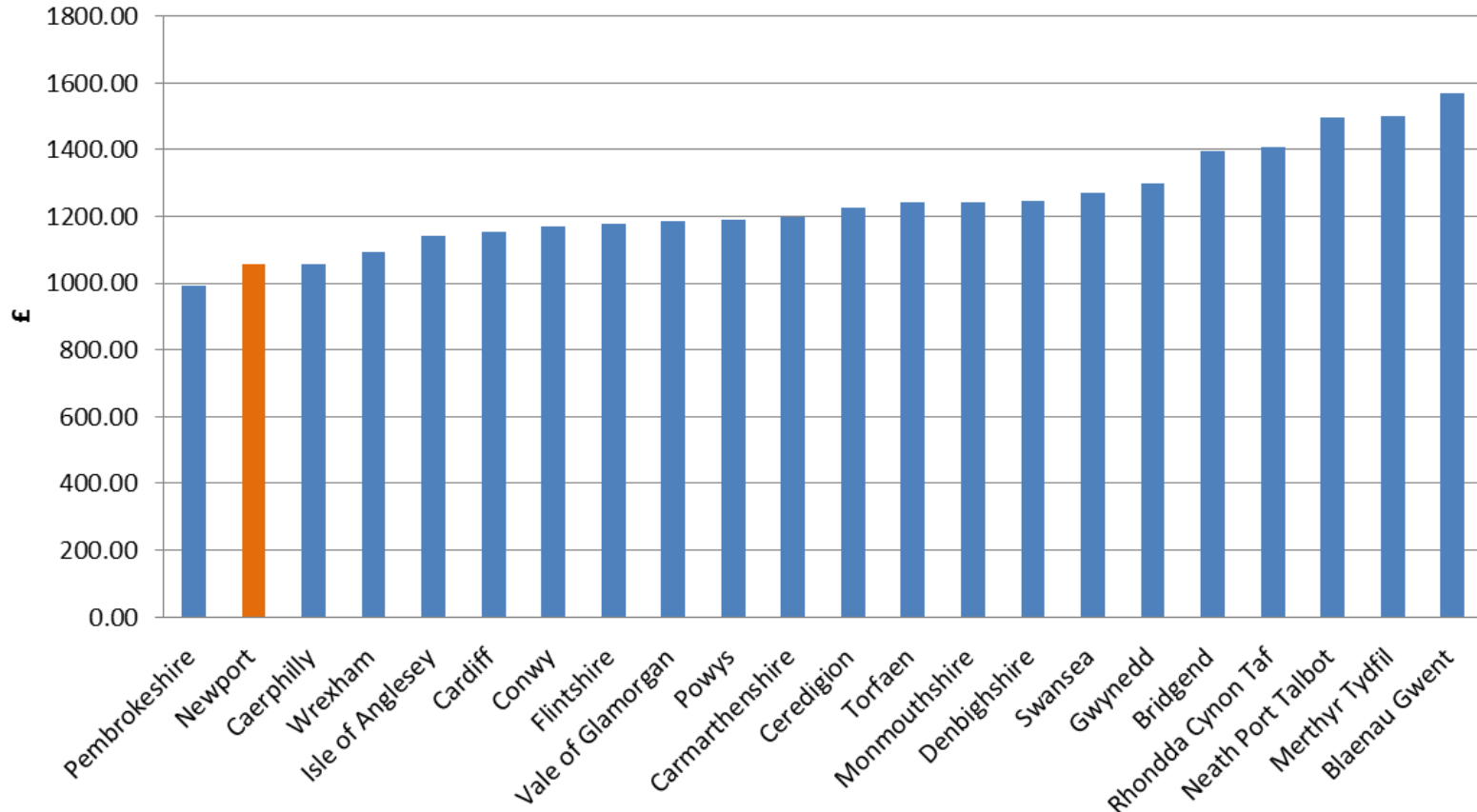
County Council excluding community councils and police precept

Source: Stats Wales

Council Tax Base		2013-14	2014-15	2015-16	2016-17	2017-18	2018-19
Newport	Council Tax Base	53,531.64	54,965.79	55,560.04	56,145.64	57,619.96	58,465.51
	Annual increase (%)	-	2.68%	1.08%	1.05%	2.63%	1.47%

2018/19 Council Tax Band D Comparisons

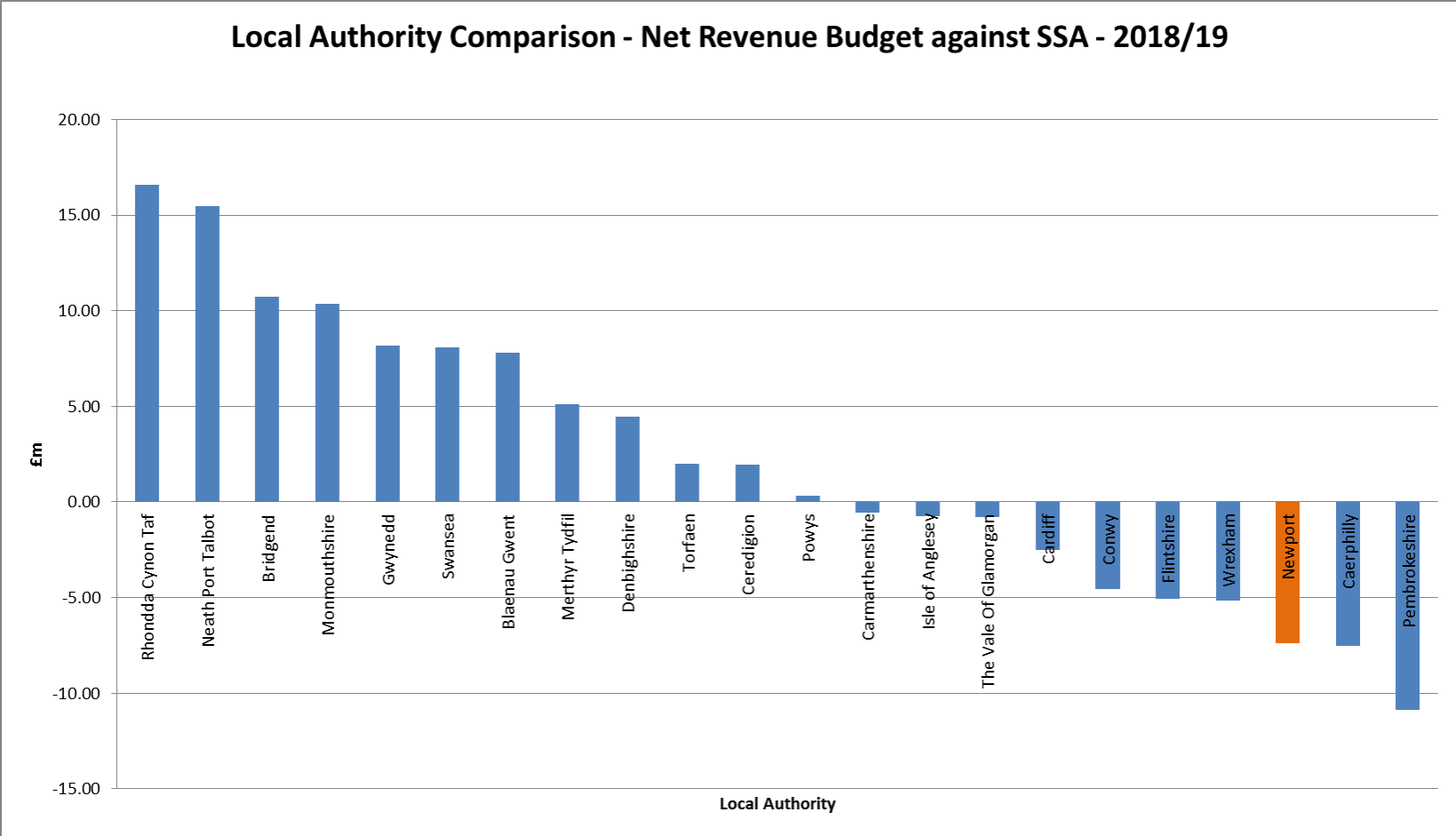
2018/19 Band D by Billing Authority



Standard Spending Assessment by Authority 2017/18 – 2018/19

Standard Spending Assessment (SSA) by authority (£m)		2017-18	2018-19	2018-19 net budget	Variance above/ (below) SSA	2017-18 Rank (Highest to lowest)
Total Unitary Authorities	Rhondda Cynon Taf	442.52	455.02	471.60	16.58	1.00
	Neath Port Talbot	262.58	269.37	284.85	15.48	2.00
	Bridgend	248.59	255.26	265.98	10.72	3.00
	Monmouthshire	143.88	147.47	157.81	10.34	4.00
	Gwynedd	226.41	234.69	242.86	8.17	5.00
	Swansea	414.59	426.54	434.62	8.08	6.00
	Blaenau Gwent	133.10	134.63	142.42	7.79	7.00
	Merthyr Tydfil	109.68	112.37	117.46	5.09	8.00
	Denbighshire	185.62	189.98	194.42	4.44	9.00
	Torfaen	166.92	171.02	173.00	1.98	10.00
	Ceredigion	134.23	138.27	140.24	1.97	11.00
	Powys	239.31	246.91	247.22	0.31	12.00
	Carmarthenshire	335.32	346.06	345.50	-0.56	13.00
	Isle of Anglesey	127.45	131.70	130.95	-0.75	14.00
	The Vale Of Glamorgan	216.81	222.84	222.05	-0.79	15.00
	Cardiff	592.63	611.41	608.91	-2.50	16.00
	Conwy	207.92	213.02	208.48	-4.54	17.00
	Flintshire	257.53	264.33	259.28	-5.05	18.00
	Wrexham	230.51	238.04	232.87	-5.17	19.00
	Newport	274.65	281.98	274.60	-7.38	20.00
Caerphilly	333.30	339.57	332.04	-7.53	21.00	
Pembrokeshire	219.61	226.40	215.54	-10.86	22.00	

Standard Spending Assessment by Authority 2018/19



What Changes would be required in Newport to achieve Wales average Band D and SSA?

<u>Budget Requirement - Band D and SSA</u>		Newport 2018/19 Band D (£)	Wales Average (£)	% Uplift	SSA (£m)	Increase in Band D (£)	Uplifted Band D (£)
% uplift required to achieve 18/19:							
(i)	Wales Average	1057.14	1241.31	17%			
(ii)	Newport SSA				281.98		
	NCC net budget				274.60		
	Shortfall				7.38		
	Increase in Bank D required to achieve shortfall (18/19 tax base)					126.23	
	CT Band D required						1183.37
	Band D Increase (%)						12%

(i) Welsh Government standard Band D – figure that Welsh Government use in calculation of SSA distribution of grant - £1,166.72. Any council tax level over and above this would lead to a council spending over their SSA.

Local Authority Comparisons

Key Messages:

- Newport would need to increase council tax by 12% in order to achieve their standard spending assessment (SSA) and by 17% to achieve the Welsh average band D level of council tax;
- If council tax was increased by 12%, this would result in additional income of c£7.3m;
- There are currently 7 councils in Wales that are spending significantly under their SSA. This means that until band D council tax is at least £1,166.72 (Welsh Government standard band D) these councils will be under SSA.

Glossary of terms

RSG	Revenue Settlement Grant
Gross Budget	Total resource available in any given time period
Net Budget	Resource available in any given time period net of income – i.e. cost to the Council. The difference between gross and net is the income that is available to the Council through fees & charges and specific grants.
MTEFP	Medium Term Financial Plan
FTE	Full time equivalent (staff numbers)
SSA	Standard Spending Assessments are notional calculations of what each Council needs to spend to provide a standard level of service
PFI	Private Finance Initiative is a way of creating “public-private partnerships” (PPPs) by funding infrastructure projects with private capital
Tax Base	Number of Band D equivalent dwellings in any given year
MRP	Minimum revenue provision is the means by which capital expenditure is financed by borrowing or credit arrangements. Local Authorities are required each year to set aside some of their revenues as provision for this debt