



Council Meeting

21 February 2013

Agenda Item 6

Budget Papers 2013/14

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Agenda Item 6: TO CONSIDER BUDGET RECOMMENDATIONS OF THE EXECUTIVE FOR ADOPTION:

Draft Revenue and Capital budgets 2012/13 (Revised), 2013/14 (Budget) and 2014/15 (Forecast):

- a) Executive Amendment (*to follow*)
- b) Executive Recommendations
- c) Labour Group amendment

Refers to Budget-Setting Report (Version 2 – Strategy & Resources) which can be found via the Council agenda page:

<http://democracy.cambridge.gov.uk/documents/s17486/Budget%20Setting%20Report.pdf>

The rules of debate contained in the Council Procedure Rules shall be modified in respect of the Budget Council Meeting as follows:

1) The Executive shall present its budget recommendations. A period of 45 minutes is allowed for this, extendable at the discretion of the Mayor. The format and mode of the presentation is for the Executive to decide.

2) The Labour Group may then present its alternative budget. A period of 45 minutes is allowed, extendable at the discretion of the Mayor. The format and mode of the presentation is for the Labour Group to decide.

3) In a departure from the Rules, the Mayor will then afford Councillor Hipkin up to 5 minutes to make a budget statement.

4) The Labour Group's alternative budget will then be moved as an amendment to replace the Executive recommendation. It will be debated in the usual way, and will be deemed to have been moved and seconded.

5) At the conclusion of the debate, a vote will be taken for and against the alternative budget.

6) If the Labour Group's alternative budget is voted down, the Labour Group Leader may ask for separate votes to be taken on individual proposals within the alternative budget, but there shall be no further debate.

7) Where individual amendments have been submitted by councillors, these will then be debated in the usual way. However, where they are to the same effect as something in the alternative budget, they shall be considered at the same time as the alternative budget, with the proposer being able to ask for a separate vote in accordance with paragraph 6.

8) After consideration of amendments the Executive's budget proposals will be debated in the usual way but, subject to paragraph 9) below, no amendments may be moved.

9) If the Executive's budget is rejected, amendments and alternative proposals may be made as under the present rules, subject to the dispute resolution provisions set out in the Budget and Policy Framework Procedure Rules contained in Part 4C of the Constitution.



Council Meeting

21 February 2013

Agenda Item 6 (b)

Budget Papers 2013/14

The Executive

RECOMMENDATION TO COUNCIL (The Executive)
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Draft Revenue and Capital Budgets – 2012/13 (Revised), 2013/14 (Budget) and 2014/15 (Forecast) - OVERVIEW

Recommendations of the Executive, which met on 24 January 2013, are set out below and the resulting effects and financial implications have been incorporated into the **Budget-Setting Report (Version 2 – Strategy & Resources)**. This updates the Budget-Setting Report (Version 1) which originally went to Strategy & Resources Scrutiny Committee on 21 January 2013.

Unless otherwise specified, all references in the recommendations to Appendices, pages and sections relate to the updated version of the Budget-Setting Report (Version 2 – Strategy & Resources). This can be found via the Council agenda page:

<http://democracy.cambridge.gov.uk/documents/s17486/Budget%20Setting%20Report.pdf>

Accordingly, Council is recommended to:

General Fund Revenue Budgets:

[Section 4, page 45 refers]

Budget 2012/13:

- a) Approve, with any amendments, the revised budget items shown in Appendix D.
- b) Approve, with any amendments, the Non Cash-Limit budget items for 2012/13 as shown in Appendix E.
- c) Approve, with any amendments, the overall revised budget for 2012/13 for the General Fund, as shown in Section 4 [page 45 refers] and Appendix G(a), with net spending at £22,536,390.

Budget 2013/14:

- d) Agree any recommendations for submission to the Executive in respect of:
 - Bids to be funded from External or Earmarked Funds as shown in Appendix H.
 - Non Cash Limit items as shown in Appendix E.
 - Revenue Savings and Bids as shown in Appendix F.
 - Priority Policy Fund (PPF) Bids as shown in Appendix I(b) – based on the position as outlined in Section 4 [page 45 refers].

- *New: approve the overall base budget for 2013/14, with net spending at £18,498,800, as shown in Appendix G (a) and funding as shown in Appendix G (b).*
- e) Note the Council Tax taxbase, as set out in Appendix C (a), as calculated and determined by the Director of Resources under delegated authority.
- f) Recommend to Council the level of Council Tax for 2013/14 as set out in Section 3, page 44 refers.

Note that the Cambridgeshire Police and Crime Panel will meet on 7 February 2013 to consider the precept proposed by the Police and Crime Commissioner, Cambridgeshire & Peterborough Fire Authority will meet on 11 February 2013 and Cambridgeshire County Council will meet on 19 February 2013 to consider the amounts in precepts to be issued to the City Council for the year 2013/14.

Treasury Management:

- g) Recommend to Council to approve:
- (i) the Prudential Indicators as set out in Appendix P(a) and to confirm that the Authorised Limit for external borrowing determined for 2013/14 will be the statutory limit determined under section 3 of the Local Government Act 2003,
 - (ii) to delegate to the Director of Resources, within the borrowing totals for any financial year within (i) above, to effect movement between the separately agreed figures for 'borrowing' and 'other long term liabilities',
 - (iii) the Treasury Management Annual Borrowing and Investment Strategies set out in Appendices P(b) and P(c) , and
 - (iv) the Council's Counterparty List shown in Appendix P(c), Annex 3.

Other Revenue:

- h) Delegate to the Director of Resources authority to finalise changes relating to any corporate and/or departmental restructuring and any reallocation of support service and central costs, in accordance with the CIPFA Service Reporting Code of Practice for Local Authorities (SeRCOP).

Capital: [Section 5, page 53 refers]

Capital & Revenue Projects Plan: [section 5, page 50]

- i) Approve project appraisals that have been referred by Executive Councillors and agree inclusion in the Capital & Revenue Projects Plan of

any new items and to note any additional funding for revised schemes approved by Executive Councillors (as amended at the Executive 24 January 2013): to include the following specific items for approval:

- (i) *Project appraisals that have been referred by Executive Councillors:*
 - i. *Arts Sport & Public Places*
 - 1. *Corn Exchange Improvements – Exterior & Entrance Lobby (as separate agenda item 13)*
 - 2. *Corn Exchange - Improvements to heating management system as separate agenda item 14)*
 - ii. *Environmental & Waste Services*
 - 1. *Bins for New Developments*
 - 2. *In Cab Technology – Full Roll Out*
 - 3. *Vehicle Replacement Programme 2013/14*

- (ii) *The removal from the Revenue & Projects Capital Plan of the following capital schemes or programmes:*
 - i. *Arts, Sport & Public Places*
 - 1. *SC499 – Outdoor Fitness Equipment*
 - 2. *SC514 – Petersfield Play Area Equipment*
 - ii. *Planning & Climate Change*
 - 1. *PR019 – Car Parks Infrastructure & Equipment Replacement Programme*

- (iii) *To set up eight new capital programmes and associated remits within the following portfolios:*
 - i. *Arts, Sport & Public Places*
 - 1. *Replacement of Parks & Open Space Litter & Waste Bins*
 - 2. *City-wide Developer Contribution Funds*
 - 3. *Area Committee (East) Developer Contribution Funds*
 - 4. *Area Committee (North) Developer Contribution Funds*
 - 5. *Area Committee (South) Developer Contribution*
 - 6. *Area Committee (West/Central) Developer Contribution Funds*
 - ii. *Environmental & Waste Services*
 - 1. *Purchase of Bins for New Developments*
 - 2. *Litter Bin Replacement Programme*

- (iv) *To delete the following schemes from the Hold List within the Arts Sport & Public Places portfolio, being items that are now subsumed within the new Area Committee Programmes above:*
 - i. *Logan’s Meadow Local Nature Reserve extension*
 - ii. *Paradise Local Nature Reserve improvements*

- (v) *To amend the budgets in respect of the following projects within the Capital & Revenue Projects Plan:*
 - i. *Community Development & Health portfolio*

1. Capital bid C3176 - Clay Farm Community Centre - Phase 2 (Construction) from £6,750,000 to £7,711,000 to reflect the full estimated costs, the increase to be funded from external sources

ii. Planning & Climate Change portfolio

1. existing scheme SC557 – Grand Arcade Annex Car Park – Drainage Gullies from £26,000 to £52,000 to reflect a known increase of costs, the increase to funded from Repairs & Renewals funds

- j) Agree any recommendations to the Executive in respect of the bids outlined in Appendix L for approval to include in the Capital Plan, or put on the Hold List, including any additional use of reserves required.
- k) Agree the revised Capital & Revenue Projects Plan as set out in Appendix J, the Hold list set out in Appendix M, and the Funding as set out in Appendix N for the General Fund.

Note that the Appendices will be updated in subsequent versions to incorporate approved rephrasing, new bids and the above recommendations.

General Fund Reserves:

- l) Note the impact of revenue and capital budget approvals and approve the resulting level of reserves to be used to:
- (i) support the 2012/13 budget
 - (ii) support the 2013/14 and future years budgets.

as set out in Appendix G(c).

Other:

- m) *(as amended at the Executive 24 January 2013): to include the final Appendix T – Section 25 Report (2013/14 Budget Process) - Robustness of Estimates and Adequacy of Reserves, within the body of Budget Setting Report February 2013, for approval by Council on 24 February 2013.*
- n) *(as amended at the Executive 24 January 2013): to replace the existing table for Council Tax Earmarked for Growth in Appendix B (page 83) with the following version:*

Council Tax Earmarked for Growth

Description	2012/13 £000	2013/14 £000	2014/15 £000	2015/16 £000	2016/17 £000
(Surplus) / Deficit Balance b/f	(319.9)	(398.1)	(260.0)	(308.6)	(540.0)
Contributions	(78.2)	(25.9)	(171.5)	(355.1)	(355.1)
Sub-Total	(398.1)	(424.0)	(431.4)	(663.8)	(895.1)
Expenditure Bids	0.0	164.0	122.8	123.8	148.8
(Surplus) / Deficit Balance c/f	(398.1)	(260.0)	(308.6)	(540.0)	(746.3)

Appendix C(b)

Council Tax Setting 2013/14

1. The Council calculated its Council Tax Base 2013/14 for the whole Council area as 37,631.3 [Item T in the formula in Section 31B of the Local Government Finance Act 1992, as amended (the "Act")]
2. The Council calculates that the Council Tax requirement for the Council's own purposes for 2013/14 is **£6,393,560**.
3. That the following amounts be calculated for the year 2012/13 in accordance with Sections 31 to 36 of the Act:
 - (a) **£162,667,670** being the aggregate of the amounts which the Council estimates for the items set out in Section 31A(2) of the Act
 - (b) **£156,274,110** being the aggregate of the amounts which the Council estimates for the items set out in Section 31A(3) of the Act
 - (c) **£6,393,560** being the amount by which the aggregate at 3(a) above exceeds the aggregate at 3(b) above, calculated by the Council in accordance with Section 31A(4) of the Act as its Council Tax requirement for the year. [Item R in the formula in Section 31B of the Act]
 - (d) **£169.90** being the amount at 3(c) above (Item R), all divided by the amount at 1 above (Item T), calculated by the Council, in accordance with Section 31B of the Act, as the basic amount of its Council Tax for the year.
4. To note that Cambridgeshire County Council, the Cambridgeshire Police and Crime Commissioner and Cambridgeshire & Peterborough Fire Authority ***will be issuing (see note below)*** precepts to the Council in accordance with Section 40 of the Local Government Finance Act 1992 for each of the categories of dwellings in the Council's area as indicated in the table below.

Note: the Cambridgeshire Police and Crime Panel will meet on 7 February 2013 to consider the precept proposed by the Police and Crime Commissioner, Cambridgeshire & Peterborough Fire Authority will meet on 11 February 2013 and Cambridgeshire County Council will meet on 19 February 2013 to consider the amounts in precepts to be issued to the City Council for the year 2013/14 and the table will be updated accordingly.

5. That the Council, in accordance with Sections 30 and 36 of the Local Government Finance Act 1992, hereby sets the aggregate amounts shown in the table below as the amounts of Council Tax for 2013/14 for each of the categories of dwellings in the Council's area.

Dwelling Band	City Council £	County Council £	Police and Crime Commissioner £	Fire & Rescue Authority £	Aggregate Council Tax £
A	113.27				
B	132.14				
C	151.02				
D	169.90				
E	207.66				
F	245.41				
G	283.17				
H	339.80				

6. The Council determines that, in accordance with Section 52ZB of the Local Government Finance Act 1992, the basic amount of its council tax for 2013/14 is not excessive.