

**Forward Plan Reference Number: FP/012/03/21**

<b>Report title:</b> 2021/22 Financial Overview as at the Half Year Stage	
<b>Report to:</b> Cabinet	
<b>Report author:</b> Cllr Christopher Whitbread, Cabinet Member for Finance, Resources and Corporate Affairs	
<b>Date:</b> 15 October 2021	<b>For:</b> Decision
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<b>County Divisions affected:</b> All Essex	

**1. Purpose of report**

- 1.1 The purpose of this report is to set out the current forecast financial position of Essex County Council's (ECC) revenue and capital budgets as at the half year stage of the 2021/22 financial year. There is a forecast under spend of **£3.9m** (0.4%) against a net revenue budget of **£1bn**. Whilst there is a minor under spend forecast, the outlook remains turbulent, and it is difficult to predict the demand that will arise notably for social care over the winter. The overall under spend position is driven largely by a **£3.7m** under spend in Adult Social Care.
- 1.2 This is a favourable movement since the Quarter 1 report of **£9.1m**. **The reasons for this movement are set out in section 5.**
- 1.3 Considerable uncertainty remains regarding the continuing impact of Covid-19 and demand for services, plus the upcoming winter period managing both the pandemic and a possible resurgence of flu. These factors influence underlying patterns of demand, require careful monitoring and are likely to result in ongoing volatility of forecasting as we move through the year.
- 1.4 We have continued to receive further funding from Government since the previous quarter, for example Adult Social Care Infection Control and Rapid Testing. We estimate our known costs to be circa £100m for 2021/22, and the funding received from government to date is adequate to meet this.
- 1.5 There is an under spend of **£4.6m** (1.5%) on the capital programme against the current budget of **£300.2m**. After taking account of budget change requests in this report there will be a residual under spend of **£315,000** (0.1%).

## 2. Recommendations

Approval is sought for the following:

2.1 To draw down funds from reserves as follows:

- i. **£2m** from the Waste Reserve to the Waste Reduction and Recycling portfolio due to pressures which have increased tonnages costs (section 5.11.iii)
- ii. **£860,000** from the Covid Equalisation Reserve to the Adult Social Care and Health portfolio; **£634,000** to offset the over spend on the Essential Living Fund (ELF) and **£226,000** for residential and nursing care block bed contracts (section 5.1.vi)
- iii. **£219,000** from the Covid Equalisation Reserve to the Economic Renewal, Infrastructure and Planning portfolio relating to under recovery of income within International Trade (section 5.5.ii)
- iv. **£192,000** from the Covid Equalisation Reserve to the Children's Services and Early Years portfolio due to the pressure caused by increased applications to the Early Years inclusion panel (section 5.2.ii)
- v. **£167,000** from the Private Finance Initiatives (PFI) Equalisation Reserves to the Education Excellence, Skills and Training portfolio in relation to Debden PFI (**£139,000**) and Building Schools for the Future PFI (**£28,000**) (section 5.7.iv)
- vi. **£99,000** from the Community Initiatives Fund Reserve to the Community, Equality, Partnerships and Performance portfolio to fund eligible expenditure incurred within Community Partnerships (section 5.3.iii)
- vii. **£85,000** from the Reserve for Future Capital Funding to the Highways Maintenance and Sustainable Transport portfolio relating to expenditure incurred on benefits realisation studies for SELEP and DEFRA (section 5.9.ii)
- viii. **£80,000** from the Covid Equalisation Reserve to the Devolution, the Arts, Heritage and Culture portfolio relating to Gypsies and Travellers in respect of loss of income on rent and lettings (section 5.4.ii)
- ix. **£65,000** from the Bursary for Trainee Carers Reserve to the Education Excellence, Skills and Training portfolio to Adult Community Learning (ACL) in respect of the Nightingale Project (section 5.7.iv)
- x. **£24,000** from the Covid Equalisation Reserve to the Leader RSSS portfolio due to Communications and Marketing costs related to the pandemic (section 5.16.iii)

- xi. **£22,000** from the Covid Equalisation Reserve to the Community, Equality, Partnerships and Performance portfolio to cover the cost of terminating a transport contract for the Youth Service (NCS) (section 5.3.iii)
- xii. **£18,000** from the Commercial Investment in Essex Places Reserve to the Finance, Resources and Corporate Affairs RSSS portfolio relating to the final costs of sale of Schools Payroll (section 5.15.iii)
- xiii. **£13,000** from the Quadrennial Reserve to the Community, Equality, Partnerships and Performance portfolio relating to costs of the May 2021 elections (section 5.3.iii)

2.2 To appropriate funds to reserves as follows:

- i. **£2.5m** to the Adults Transformation Reserve from the Adult Social Care and Health portfolio appropriating the Social Care Grant settlement to the reserve until it is required (section 5.1.vi)
- ii. **£1.8m** to the Carry Forward Reserve from the Finance, Resources and Corporate Affairs RSSS portfolio to support the 2022/23 budget as detailed in section 5.15.iii
- iii. **£1.5m** to the Carry Forward Reserve from the Children's Services and Early Years portfolio to support the 2022/23 budget as detailed in section 5.2.ii
- iv. **£764,000** to the Covid Equalisation Reserve from the Community, Equality, Partnerships and Performance portfolio relating to funding which is no longer required due to an improved financial position within Essex Outdoors (section 5.3.iii)
- v. **£800,000** to the Carry Forward Reserve from Other Operating Costs to mitigate future interest rate risk (section 5.12.ii)
- vi. **£367,000** to the Collection Fund Risk Reserve from the Finance, Resources and Corporate Affairs portfolio to support council tax funding in future years (section 5.8.iii).
- vii. **£142,000** to the Private Finance Initiatives (PFI) Equalisation Reserves from the Education Excellence, Skills and Training portfolio in relation to Clacton secondary schools PFI (section 5.7.iv)
- viii. **£85,000** to the Carry Forward Reserve from the Community, Equality, Partnerships and Performance RSSS portfolio from Essex Legal Services to cover costs associated with an ongoing Trading standards case which has been delayed due to Covid related court delays (section 5.13.iii)

2.3 To approve the following adjustments:

- i. To create a new Everyone's Essex Reserve to set aside resources to support delivery of the Everyone's Essex strategy for levelling up the county and improving lives and opportunities for all our residents, and to transfer **£25m** from the Renewal Fund Reserve, **£10m** from the Equalities Fund Reserve and **£10m** from the Ambition Fund Reserve to this reserve.
- ii. Vire **£195,000** from the Community, Equality, Partnerships and Performance portfolio to Finance, Resources and Corporate Affairs RSSS portfolio to meet pressures relating to a restructure from Service Transformation to Organisation development and talent Management (sections 5.3.iii & 5.15.iii)
- iii. Vire **£33,000** from Community, Equality, Partnerships and Performance RSSS portfolio to Leader RSSS portfolio to part fund a fixed term position within the Partnerships and Equality team (sections 5.13.iii & 5.16.iii)
- iv. Vire **£26,000** within the Finance, Resources and Corporate Affairs RSSS portfolio from Finance to Human Resources in order to support business partnering training capacity across the functional area (section 5.15.iii)
- v. To amend the capital budget as shown in Appendices C (i) and C (ii) which allows for capital slippage of **£10.7m**, capital budget additions of **£6.3m**, capital budget reductions of **£5.7m** and advanced works of **£5.3m** (see section 7.2).

### 3. Executive Summary: Revenue

- 3.1 Appendix A summarises the revenue budgets and forecast outturn for each portfolio. There is a full year forecast under spend of **£3.9m (0.4%** against a net budget of **£1bn)**. The overall under spend position is driven by Adult Social Care and Health:
  - i. Adult Social Care and Health **£3.7m** – lower volumes compared to budget assumptions for both cash payments and nursing placements, partially offset by increasing volumes of residential and domiciliary care packages. In addition, we have received windfall funding of £3.1m from Health to support hospital discharge which is unbudgeted, as the decision from government to continue this funding for 2021/22 was not taken until after the Council set its budget for 2021/22.
- 3.2 The Council has continued to be proactive in its response to COVID-19. Known costs are in the region of £100m for 2021/22, and we have sufficient funding for this. Should the current situation surrounding COVID deteriorate, this funding position will be re-evaluated.

- 3.3 In the Quarter 1 report **£10m** was approved to be drawn down from the Covid Equalisation Reserve to support COVID pressures and income losses. There are a further **£1.4m** of approvals sought in this report from the reserve, which includes **£634,000** to meet extra costs of Essential Living Fund (ELF), supporting some of the most financially vulnerable households. There is also an appropriation back to this reserve of **£764,000** relating to funding no longer required to compensate for lost income, due to an improved financial position within Essex Outdoors.
- 3.4 The Council faces a number of risks and challenges as we move into the second half of the financial year. The increasing rate of inflation will impact contractual expenditure, including the latest surge in energy costs and price of food increase. Alongside this the recently announced reforms to Adult Social Care by government were welcomed, however there is still significant uncertainty on how these will be fully funded. The increase in national insurance announced as part of the reforms will have a direct impact on our workforce and supply chain, with a potential knock-on impact of raising the cost of provision for all local authority services.
- 3.5 With the end of the Coronavirus Job Retention scheme on 30 September, we continue to be mindful of the risk that the 2022/23 Council Tax base could be negatively impacted by unemployment, which could result in a significant funding reduction for the Council. We currently assume a return to pre-pandemic growth of 1% per annum in the tax base for 2022/23. This will be monitored closely throughout the remaining months of the year.
- 3.6 The position reported in section 5 is after proposed adjustments in this report, set out in sections 2.1 to 2.3.

#### **4. Executive Summary: Capital**

- 4.1 The original capital programme for 2021/22 as set by Full Council in February 2021 was **£290.3m**. The forecast outturn is **£295.6m**, before adjustments proposed within this report. This represents an under spend of **£4.6m** against the latest budget of **£300.2m**. After taking account of budget change requests in this report, there is a residual over spend of **£315,000**. More detail is set out in Section 7.
- 4.2 The **£4.6m** under spend in the Capital Programme position relates to the following requests in this report:
- Slippage: £10.7m
  - Additions: £6.3m
  - Reductions: £5.7m
  - Advanced Works: £5.3m
- 4.3 Appendix C (i) summarises current year forecasts and changes to the Capital Programme for 2021/22 since approval of the original programme in the

Budget Report to Council in February 2021. Appendix C (ii) contains the detail of the budget adjustments seeking approval.

## **5. Revenue Position**

### **5.1 Adult Social Care and Health – £3.7m (0.8%) under spend**

- i. Adult Social Care continues to respond to the significant impact of the COVID 19 pandemic. In particular, the consequences of paused work and backlog on teams; of reviews and assessments; changing demographics projections; and volatility of demand for services. The care market also manages the impact with both resident population and staff recruitment and retention being a factor. These elements continue to create a challenge in being able to accurately predict future demand and the impact on the financial forecasts.
- ii. Public Health is forecast to spend in line with budget. There are £8.6m of activities fully funded by additional 'Contain Management Outbreak' funding and 'Track and Trace' funding received from Government. At this early stage it is anticipated that all such funding will be fully spent. This will continue to be monitored throughout the course of the year.
- iii. The Adult Social Care forecast is based on volume and price assumptions being in line with budgeted assumptions. The current forecast reflects savings delivery of £12.8m. The service is actively pursuing the delivery of savings not reflected in the forecast (£1.9m Red and £3.9m Amber), and as these savings come to fruition, and all other assumptions remain in line with budget, the under spend will possibly increase.
- iv. There remain significant risks around the impact of COVID-19 on the cost of and demand for Adult Social Care services. Any placements made on the Hospital Discharge pathway over and above the normal placement trend are claimable from Health funding; the current guidance states that any cost associated with placements is capped at 6 weeks for placements made from 1st April to 30th June reducing to 4 weeks for placements made from 1st July to 30th September. At this stage Discharge to Assess processes are expected to continue beyond the end of September, though the formal guidance is still awaited.
- v. Within the overall forecast position there are a number of under and over spends across the different types of care provision where the actual current demand for services is either greater or less than the predictions made when setting the budget. The Hospital Discharge Pathway funding guidance was issued after the current year budget was agreed and therefore the monies recovered from this source are driving some of the under spend.

vi. Approval is sought in this report for the following:

- **£2.5m** to the Adults Transformation Reserve appropriating the Social Care Grant settlement to the reserve until it is required
- **£634,000** from the Covid Equalisation Reserve to offset the over spend on Essential Living Fund
- **£226,000** from the Covid Equalisation Reserve for residential and nursing care block beds contracts

## 5.2 Children's Services and Early Years:

- **Non DSG - £133,000 (0.1%) under spend**
- **DSG - £372,000 (92.8%) under spend**

- The portfolio reports an under spend of **£133,000**, after carry forward requests of £1.5m to support the 2022/23 budget. The underlying position reflects a £1.3m under spend due to a lower than budgeted client count for children with disabilities who are in care; the forecast is 27 placements, compared to a budgeted 42. In addition, it has been possible to utilise £250,000 of the new Domestic Abuse grant from central government, following the new statutory duties passed to the local authority in March 2021.
- Approval is sought in this report for the following:
  - **£192,000** from the Covid Equalisation Reserve due to the pressure caused by COVID-19 from the Early Years inclusion panel.
  - **£1.5m** to the Carry Forward Reserve to support delivery of one-off savings in the Children & Families 2022/23 budget

## 5.3 Community, Equality, Partnerships and Performance - £44,000 (0.2%) over spend

- The portfolio reports an over spend of **£44,000** which is attributable to a **£304,000** over spend within Libraries, due to an under achievement on income as the popularity of income generating activities has not yet recovered from the impact of the pandemic. This is offset in part by under spends relating to Registrations, **£187,000**, where volumes of ceremonies are higher than usual, Emergency Planning, **£38,000**, and the Youth Service, **£40,000**.
- This is an adverse movement of **£72,000** since Quarter 1. Libraries income has not recovered as quickly as anticipated post pandemic, causing an adverse movement of **£298,000**. However, Registrations have seen an increase in ceremony bookings and have moved favourably by **£190,000** and the Youth Service is now holding a Team Manager vacancy **£40,000**.
- Approval is sought in this report for the following:

- **£764,000** to the Covid Equalisation Reserve which is no longer required due to an improved financial position within Essex Outdoors
- Vire **£195,000** to Finance, Resources and Corporate Affairs RSSS portfolio to meet pressures relating to a restructure from Service Transformation to Organisation development and talent Management
- **£99,000** from the Community Initiatives Fund Reserve to offset eligible expenditure incurred within Community Partnerships
- **£22,000** from the Covid Equalisation Reserve due to the cost of terminating a Youth Service (NCS) transport contract because activity ceased in the summer of 2020 due to the pandemic
- **£13,000** from the Quadrennial Reserve relating to costs of the May 2021 elections

#### **5.4 Devolution, the Arts, Heritage and Culture - £8,000 (0.2%) over spend**

- There is an immaterial over spend forecast within this portfolio. The favourable movement of £28,000 since Quarter 1 reflects an income compensation claim to the MHCLG Income Guarantee scheme in relation to Country Parks.
- Approval is sought in this report for the following:
  - **£80,000** from the Covid Equalisation Reserve to Gypsies and Travellers in respect to rent and lettings income losses as a result of COVID.

#### **5.5 Economic Renewal, Infrastructure and Planning - £84,000 (0.7%) over spend**

- The over spend forecast within the portfolio and the adverse movement of £67,000 since Quarter 1 are due to a retrospective pay increases within Economic Regeneration and a saving which will be relinked to and delivered from the Sustainable Transport and Highways Maintenance portfolio.
- Approval is sought in this report for the following:
  - **£219,000** from the Covid Equalisation Reserve to International Trade in respect to under recovery of income as a direct result of COVID-19

#### **5.6 Education Excellence, Life Long Learning and Employability (DSG) - £1.5m under spend**

- The High Needs Block (HNB) increased by **£18.2m** for 2021-22. The HNB is forecasting a **£4.0m** under spend, however it is forecasting to remain **£1.9m** in deficit.
- This is an adverse movement of **£599,000** since Quarter 1 due to:
  - A continued increase in demand for Education, Health and Care Plans (EHCP) in mainstream schools and academies (**£494,000**)

- An additional 34 places being commissioned at three special schools/academies from September 2021 (**£448,000**)
  - A reduction in new starters for Independent Schools (**£386,000**).
- iii. The Central School Services Block (CSSB) is forecasting a £2.8m over spend, of which £2.1m relates to the funding accumulated in the CSSB surplus balance for the revenue contribution to the reserve for future capital financing to provide additional SEND provision in special schools and pupil referral units. The funding has been transferred to the reserve for future capital financing in 2021/22 which has created the over spend. The remaining £700,000 relates to the continued reduction in funding and the lack of economies of scale preventing expenditure reducing as quickly as needed. A review is underway to make the CSSB sustainable from 2022/23. The over spend will be offset against other DSG Blocks and the resulting forecast surplus across all 4 blocks will be transferred to the DSG Control Account at year-end.
- iv. The Schools Block is forecasting a **£267,000** under spend due to the pandemic slowing down the provision of additional school places.

#### **5.7 Education Excellence, Life Long Learning and Employability- £212,000 (0.9%) over spend**

- i. The forecast over spend is due to the need to provide additional support for the Special Educational Needs and Disabilities (SEND) Operations teams who are struggling to meet their statutory duties.
- ii. This is an adverse movement of **£188,000** since Quarter 1 due to the forecast non-delivery of the vacancy factor.
- iii. Whilst Adult Community Learning (ACL) is forecasting an online position, losses relating to 1st April to 30th June 2021 will be claimed from MHCLG Income Guarantee scheme (**£228,000**). Thereafter those that are identified as being as a result of COVID will be funded from a draw from reserve - those that are not attributable to COVID will need to be mitigated by the service.
- iv. Approval is sought in this report for:
- **£167,000** from the Private Finance Initiatives (PFI) Equalisation Reserves in relation to Debden PFI (**£139,000**) and Building Schools for the Future PFI (**£28,000**)
  - **£142,000** to the Private Finance Initiatives (PFI) Equalisation Reserves in relation to Clacton secondary schools PFI
  - **£65,000** from the Bursary for Trainee Carers Reserve to Adult Community Learning (ACL) in respect of the Nightingale Project.

#### **5.8 Finance, Resources and Corporate Affairs - £8,000 (0.1%) under spend**

- i. The portfolio is reported as broadly online, with a small **£8,000** forecast under spend. This is a favourable movement from Quarter 1 of **£11,000**.

- ii. The underlying position and movement are due to small under spends across a number of centralised service codes that are linked to forecasts across the entire authority.
- iii. Approval is sought in this report for the following:
  - **£367,000** to the Collection Fund Risk Reserve from the Finance, Resources and Corporate Affairs portfolio to support council tax funding deficits in future years.

#### **5.9 Highways Maintenance and Sustainable Transport - £149,000 (0.1%) under spend**

- i. The forecast under spend of **£149,000** is mainly as a result of in-year staffing vacancies across policy lines within the portfolio which are forecast to be filled later in the financial year. This has resulted in a favourable movement of **£137,000** since Quarter 1 report.
- ii. Approval is sought in this report for the following:
  - **£85,000** from the Reserve for Future Capital Funding relating to expenditure incurred on benefits realisation studies for SELEP and DEFRA

#### **5.10 Leader - £24,000 (0.9%) under spend**

- i. The portfolio reports a forecast under spend of **£24,000** that is attributable to Corporate Policy staffing under spends. This is a favourable movement of **£17,000** since Quarter 1 because of delayed recruitment for Senior Strategy Advisers and a small reduction in FTE.

#### **5.11 Waste Reduction and Recycling - £72,000 (0.1%) over spend**

- i. This forecast pressure is attributable to the non-delivery of prior year's savings which are in the baseline of the 2021/22 budget. Previously, mitigations have been found for this saving from one-off in-year initiatives such as project or grant funding. The service will need to find a mitigation in the current financial year.
- ii. The favourable movement of **£1.4m** is predominantly as a result of the request to appropriate funding from the Waste Reserve (see section 5.11.iii). This is partially offset by the higher volumes of green waste and recycling tonnages.
- iii. Approval is sought in this report for:
  - **£2m** from the Waste Reserve to Integrated Waste Management to cover additional costs incurred as a result of non-delivery of savings within the baseline budget, coupled with increased tonnage of green waste and recycling credits. This is due to higher volumes of green waste and recycling tonnages which is thought to be driven by the weather conditions conducive to green waste production and the

continued high levels of residents working from home resulting in increased household waste production.

#### **5.12 Other Operating Costs – £3,000 over spend**

- i. The forecast is reported as on line with a small **£3,000** over spend and movement from Quarter 1. It is currently too early to forecast a different economic impact than budgeted on interest rates and capital borrowing, therefore Other Operating Costs is currently forecast as online. There are however opportunities included in this report for this area.
- ii. Approval is sought in this report for the following:
  - **£800,000** to the Carry Forward Reserve to offset interest rate risk

#### **5.13 Community, Equality, Partnerships and Performance Recharged Strategic Support Services - £63,000 (0.3%) under spend**

- i. The forecast under spend of **£63,000** is driven by a number of vacancies across the portfolio of **£112,000**. This is partly offset by an over spend of **£63,000** in Assurance income where there is an under achievement of Health and Safety and Insurance income from schools because of increased competition in the market.
- ii. This is an adverse movement of **£48,000** since the Quarter 1 which is attributable to the Assurance income pressure.
- iii. Approval is sought in this report for the following:
  - **£85,000** to the Carry Forward Reserve from Essex Legal Services to cover costs associated with an ongoing Trading standards case where the trial has been delayed.
  - Vire **£33,000** to Leader RSSS portfolio Communications and Marketing team to part fund a fixed term position focussing on Community Cohesion and Faith within the Partnerships and Equality team.

#### **5.14 Economic Renewal, Infrastructure and Planning Recharged Strategic Support Services - £2,000 (0.2%) under spend**

- i. The small forecast under spend is due to a staffing under spend.

#### **5.15 Finance, Resources and Corporate Affairs Recharged Strategic Support Services - £1,000 (>0.1%) under spend**

- i. The forecast is reported as on line with a small **£1,000** under spend.
- ii. There has been an adverse movement of **£158,000** since Quarter 1. This movement is due to requesting under spends be carried forward to support the 2022/23 budget.
- iii. Approval is sought in this report for the following:

- **£1.8m** to the Carry Forward Reserve to support the following in 2022/23:
  - £600,000 One off saving in Insurance Cost Recovery Account
  - £500,000 One off saving within Corporate Services
  - £100,000 Income pressures in Transactional Services
  - £150,000 Support work for the Corporate Systems Programme
  - £400,000 Device Strategy saving mitigation
  - £50,000 Interim staffing
- Vire **£195,000** from the Community, Equality, Partnerships and Performance portfolio to meet pressures relating to a restructure from Service Transformation to Organisation development and talent Management
- Vire **£26,000**, within the portfolio, from Finance to Human Resources in order to support business partnering capacity across the functional area
- **£18,000** from the Commercial Investment in Essex Places Reserve relating to the final costs of sale of Schools Payroll.

#### **5.16 Leader Recharged Support Services - £24,000 (1.2%) over spend**

- i. The portfolio reports a forecast over spend of **£24,000** due to a Communications and Customer Relations staffing pressure.
- ii. This is a favourable movement of **£48,000** since the Quarter 1 due to funding for a temporary post required to support delivery on key communications workstreams, including community cohesion and faith, which has been funded from outside the portfolio.
- iii. Approval is sought in this report for the following:
  - **£24,000** from the Covid Equalisation Reserve relating to the Communications and Marketing team for pandemic related media campaigns
  - Vire **£33,000** from Community, Equality, Partnerships and Performance RSSS portfolio to the Communications and Marketing team to part fund a fixed term position focussing on Community Cohesion and Faith within the Partnerships and Equality team

## **6. Trading Activities**

- 6.1 Trading activities as a whole are reporting a surplus of **£305,000** against the budgeted surplus of **£300,000**.
- 6.2 Place Services is reporting an achievement of target of **£300,000**; this amount is planned to be appropriated to reserves.
- 6.3 Music Services is reporting an over-achievement of target of **£5,000**; this amount is planned to be appropriated to reserves and therefore the service forecasts an online outturn position.

6.4 These forecast positions will leave a net residual surplus in reserves of **£1.3m**, of which **£1.1m** relates to Place Services.

6.5 Appendix B shows the position by each Trading Activity.

## **7. Capital**

7.1 An under spend of **£4.6m** (1.5%) is forecast against the latest capital budget of **£300.2m**. After taking account of budget change requests in this report there is a residual over spend of **£315,000**.

7.2 Approval is sought for:

- i. Slippage of **£10.7m**
- ii. Budget additions of **£6.3m**
- iii. Budget reductions of **£5.7m**
- iv. Advanced works of **£5.3m**

7.3 The key points to note are listed below, and the detailed requests are shown at Appendix C(ii).

### **7.4 Adult Social Care and Health – £1,000 under spend**

- i. There is an immaterial £1,000 variance to budget

### **7.5 Children’s Service and Early Years – £7,000 under spend**

- i. There is an immaterial £7,000 variance to budget

### **7.6 Deputy Leader & Community, Equity, Partnerships and Performance – on line**

- i. There is no variance to budget

### **7.7 Devolution, Art, Heritage and Culture – on line**

- i. There is no variance to budget

### **7.8 Economic Renewal, Infrastructure and Planning - £742,000 under spend**

- i. Approval is sought to reprofile **£4.6m** into future years - this relates to two areas, Chelmsford North Eastern Bypass (£3.9m) following revised budget profiling and delays due to the requirement for Flood Mitigation measures to be included within the planning submission, and Army & Navy project (£722,000) following revised budget profiling after the funding bid submission to DfT.

- ii. Approval is sought for net reductions of **£1.3m** from the programme, which largely relates to reprioritisation of Advance Scheme Design funds across the rest of the capital programme.
- iii. Approval is sought to advance **£5.2m** from future years into 2021/22 largely in relation to the M11 Junction 7A and Gilden Way upgrading scheme due to increases in cost as a result of poor weather and COVID provisions.

#### 7.9 **Education Excellence, Skills and Training- £5.2m under spend**

- i. Approval is sought to reprofile **£5.8m** into future years due to slippage, including Harlow Primary (£2.6m) as this project is not yet progressing due to land transfer issues resulting in construction being paused until the issue is resolved. Special Schools slippage relates to a number of projects including; Cedar Hall and Castledon School slipping to align to the budget profile in the final months of the calendar year (£820,000), slippage for Chipping Hill PRU (£116,000) and Paxman PRU (£634,000) to reflect expected spend profiles, and Fairview PRU (£495,000) caused by planning issues.
- ii. Approval is sought to add a net **£158,000** to the programme mostly driven by Tendring Primary for a modular addition to Holland Park primary school.
- iii. Approval is sought to advance **£92,000** relating to works across Uttlesford and Special School schemes that will be brought forward to 2021/22.

#### 7.10 **Finance, Resources and Corporate Affairs – £635,000 under spend**

- i. Approval is sought to reduce **£635,000** from the programme mainly relating to ERO Heating Upgrade (£523,000) as ECC funding is no longer needed due to a successful SALIX grant bid.

#### 7.11 **Highways Maintenance and Sustainable Transport - £2.3m over spend**

- i. Approval is sought to add **£2.6m** into the programme driven mainly by Local Highways Panels (£2.4m) which is the 2021/22 allocation of capital funding for the Local Highways Panels (LHP) 3-year delivery programme, as announced at February Council.
- ii. Approval is sought to reprofile **£350,000** into 2022/23 relating to Local Highway Panels to realign spend across the approved 3 year period.

#### 7.12 **Leader - £298,000 under spend**

- i. Approval is sought to reduce £298,000 from the programme relating to ECC Estate Energy Storage as it has been superseded by a large decarbonisation project which is underway that is grant funded.

### 7.13 **Controlled Elsewhere – on line**

- i. There is no variance to budget

7.14 **Appendix C** provides a comparison of approved and forecast outturn capital payments by Portfolio and sets out the variance plan which summarise the proposals for addressing the forecast budget variances.

## 8. **Policy context and Outcomes Framework**

This report is an assessment of the financial position of the County Council, which itself is a representation of the organisation plan. The budget and organisation plan were approved in parallel in February 2021.

## 9. **Reserves**

9.1 A summary of the forecast balances on reserves is provided in **Appendix D**.

9.2 Approvals totalling **£4.1m** are sought in this report to appropriate to the Carry Forward Reserve to support the 2022/23 budget and specific risks. The breakdown of what this relates to specifically can be found in section 5.2.ii, 5.12.iii and 5.15.iii.

9.3 Approval is sought to create a new Everyone's Essex Reserve. **Purpose:** To set aside funding to support delivery of the Everyone's Essex strategy for levelling up the county and improving lives and opportunities for all our residents. £25m of the balance within the Renewal Fund Reserve, £10m of the balance within the Equalities Reserve and £10m of the balance in the Ambition Fund Reserve will be transferred in to the Everyone's Essex Reserve (section 2.3.i)

## 10. **Financial Implications**

### **Finance and Resources Implications (Section 151 Officer)**

10.1 The report is provided by the Section 151 Officer. There are no further comments.

## 11. **Legal Implications**

11.1 The Council is responsible for setting the budget each year. Once agreed the executive then have to implement the policy framework and keep within the budget, subject to the limits set by Financial Regulations.

## 12. **Equality and Diversity implications**

- 12.1 Section 149 of the Equality Act 2010 creates the public sector equality duty which requires that when ECC makes decisions it must have regard to the need to:
- (a) Eliminate unlawful discrimination, harassment and victimisation and other behaviour prohibited by the Act
  - (b) Advance equality of opportunity between people who share a protected characteristic and those who do not
  - (c) Foster good relations between people who share a protected characteristic and those who do not including tackling prejudice and promoting understanding.
- 12.2 The protected characteristics are age, disability, gender reassignment, pregnancy and maternity, race, religion or belief, gender and sexual orientation.
- 12.3 The equality implications are assessed as part of budget setting process and as part of individual schemes.
- 12.4 There are no equality and diversity or other resource implications associated with this report.

### **13. List of Appendices**

Appendix A	Revenue Forecast Outturn
Appendix B	Trading Activities
Appendix C (i)	Capital Forecast Outturn
Appendix C (ii)	Capital Variance Plan
Appendix D	Balance Sheet - Earmarked Reserves
Appendix E	Treasury Management
Appendix F	Prudential Indicators

**(Available at [www.essex.gov.uk](http://www.essex.gov.uk) if not circulated with this report)**

### **14. List of Background Papers**

Budgetary control reports.

## Revenue

Portfolio	Latest Budget £000	Q2 Forecast Variance £000	% of Latest Budget	Q1 Forecast Variance	Movement £000	Direction of Travel
Adult Social Care and Health	455,688	(3,712)	(0.8%)	4,246	(7,958)	↑
Children's Services and Early Years	139,253	(133)	(0.1%)	(31)	(102)	↑
Children's Services and Early Years DSG	(401)	(372)	(92.8%)	(30)	(342)	↑
Community, Equality, Partnerships and Performance	27,956	44	0.2%	(28)	72	↓
Devolution, the Arts, Heritage and Culture	4,490	8	0.2%	26	(18)	↑
Economic Renewal, Infrastructure and Planning	11,885	83	0.7%	16	66	↓
Education Excellence, Life Long Learning and Employability DSG	(2,568)	(1,508)	(58.7%)	(2,107)	599	↓
Education Excellence, Life Long Learning and Employability NON DSG	22,675	212	0.9%	25	188	↓
Finance, Resources and Corporate Affairs	11,127	(8)	(0.1%)	3	(11)	↑
Highways Maintenance and Sustainable Transport	112,956	(149)	(0.1%)	(11)	(137)	↑
Leader	2,793	(24)	(0.9%)	(7)	(17)	↑
Waste Reduction and Recycling	79,935	72	0.1%	1,457	(1,385)	↑
Other Operating Costs	57,303	3	0.0%	0	3	↓
Community, Equality, Partnerships and Performance RSSS	19,769	(63)	(0.3%)	(111)	48	↓
Economic Renewal, Infrastructure and Planning RSSS	1,067	(2)	(0.2%)	(6)	4	↓
Finance, Resources and Corporate Affairs RSSS	92,079	(1)	(0.0%)	(159)	158	↓
Leader RSSS	1,913	24	1.2%	71	(48)	↑
<b>Total</b>	<b>1,037,921</b>	<b>(5,527)</b>	<b>(0.5%)</b>	<b>3,354</b>	<b>(8,881)</b>	
DSG Offset	(2,969)	(1,880)		(2,137)	257	
<b>Total Excluding DSG</b>	<b>1,040,890</b>	<b>(3,647)</b>	<b>(0.4%)</b>	<b>5,491</b>	<b>(9,138)</b>	
Funding		(209)		(209)	-	
<b>Revised Total</b>	<b>1,040,890</b>	<b>(3,856)</b>	<b>(0.4%)</b>	<b>5,283</b>	<b>(9,138)</b>	

## Appendix B

### Traded Services

	Revenue reserve 1 April 2021	Income	Budget Expenditure	(Surplus)/ Deficit	Income	Forecast Expenditure	Forecast (Surplus) / deficit	Appropriations To County Revenue Account	To Trading Activity reserve	Final Outturn position	Revenue reserve 31 March 2022
	£000	£000	£000	£000	£000	£000	£000	£000	£000	£000	£000
<b>Traded Services</b>											
Place Services	(1,113)	(3,192)	2,892	(300)	(3,309)	3,009	(300)	(300)	-	0	(1,113)
Music Services Traded	(228)	(3,889)	3,889	-	(3,940)	3,935	(5)	(5)	-	-	(228)
<b>Total</b>	<b>(1,341)</b>	<b>(7,081)</b>	<b>6,781</b>	<b>(300)</b>	<b>(7,249)</b>	<b>6,944</b>	<b>(305)</b>	<b>(305)</b>	<b>-</b>	<b>0</b>	<b>(1,341)</b>

## Appendix C (i)

### Capital

	Year to date			Budget Movement			Full Year	
	Budget	Actuals	Variance	Original Budget	In year approved changes	Revised Budget	Outturn	Variance
	£000	£000	£000	£000	£000	£000	£000	£000
Adult Social Care and Health	89	0	(89)	1,160	208	1,368	1,367	(1)
Children's Services and Early Years	1,301	557	(744)	2,235	468	2,703	2,696	(7)
Deputy Leader & Community, Equality, Partnerships	354	172	(182)	500	54	554	554	0
Devolution, Art, Heritage and Culture	139	74	(65)	70	177	247	247	(0)
Economic Renewal, Infrastructure and Planning	40,827	26,803	(14,024)	136,622	(1,738)	134,884	134,143	(742)
Education Excellence, Skills and Training	26,129	19,949	(6,181)	62,374	1,909	64,284	59,058	(5,226)
Finance, Resources and Corporate Affairs	3,838	1,498	(2,340)	5,813	3,834	9,647	9,012	(635)
Highways Maintenance and Sustainable Transport Leader	33,369	33,912	543	80,903	4,144	85,047	87,302	2,255
	521	585	64	662	810	1,472	1,183	(289)
<b>ECC Capital Programme</b>	<b>106,567</b>	<b>83,590</b>	<b>(22,977)</b>	<b>290,341</b>	<b>9,865</b>	<b>300,206</b>	<b>295,601</b>	<b>(4,605)</b>
<b>Total School Balances</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Capital Programme</b>	<b>106,567</b>	<b>83,590</b>	<b>(22,977)</b>	<b>290,341</b>	<b>9,865</b>	<b>300,206</b>	<b>295,601</b>	<b>(4,605)</b>

### Financed by:

	Budget Movement			Full Year	
	Original Budget	In year approved changes	Revised Budget	Outturn	Variance
	£000	£000	£000	£000	£000
<b>ECC Capital Programme</b>	<b>£000</b>	<b>£000</b>	<b>£000</b>	<b>£000</b>	<b>£000</b>
Grants	151,504	12,413	163,917	158,778	(5,139)
Reserves	2,900	4,100	7,000	7,000	-
Developer & Other contributions	16,028	1,299	17,327	17,527	200
Capital receipts	5,000	(3,700)	1,300	1,300	-
Unsupported borrowing	114,543	(4,547)	109,996	110,330	334
<b>ECC Capital Programme</b>	<b>289,975</b>	<b>9,565</b>	<b>299,540</b>	<b>294,935</b>	<b>(4,605)</b>
Grants	366	300	666	666	-
<b>School Balances</b>	<b>366</b>	<b>300</b>	<b>666</b>	<b>666</b>	<b>-</b>
<b>Total ECC &amp; Schools Capital Funding</b>	<b>290,341</b>	<b>9,865</b>	<b>300,206</b>	<b>295,601</b>	<b>(4,605)</b>

## Capital Variance Plan

Portfolio	Approved changes					Variance Plan					
	Slippage	Additions	Reductions	Advanced Works	Approved changes	Slippage	Additions	Reductions	Advanced Works	Residual Variance	Total Variance
	£000	£000	£000	£000	£000	£000	£000	£000	£000	£000	£000
Adult Social Care and Health	8	200	-	-	208	-	-	-	-	(1)	(1)
Children's Services and Early Years	501	191	(191)	(33)	468	-	25	(25)	-	(7)	(7)
Deputy Leader & Community, Equality, Partnerships	54	-	-	-	54	-	-	-	-	0	0
Devolution, Art, Heritage and Culture	177	-	-	-	177	-	-	-	-	(0)	(0)
Economic Renewal, Infrastructure and Planning	1,698	11,247	(12,779)	(1,904)	(1,738)	(4,611)	2,748	(4,052)	5,180	(7)	(742)
Education Excellence, Skills and Training	(241)	13,377	(9,391)	(1,836)	1,909	(5,756)	893	(735)	92	281	(5,226)
Finance, Resources and Corporate Affairs	44	4,507	(523)	(194)	3,834	-	(0)	(635)	-	(0)	(635)
Highways Maintenance and Sustainable Transport	(147)	76,255	(73,470)	1,506	4,144	(350)	2,604	-	-	0	2,255
Leader	997	-	(187)	-	810	-	-	(298)	-	9	(289)
Waste Reduction and Recycling	-	-	-	-	-	-	-	-	-	-	-
Archived Codes	-	-	-	-	-	-	-	-	-	40	40
<b>ECC Capital Programme</b>	<b>3,090</b>	<b>105,777</b>	<b>(96,541)</b>	<b>(2,461)</b>	<b>9,865</b>	<b>(10,718)</b>	<b>6,270</b>	<b>(5,745)</b>	<b>5,272</b>	<b>315</b>	<b>(4,605)</b>
Schools Cash Balance	-	-	-	-	-	-	-	-	-	-	-
Devolved Formula Capital	-	-	-	-	-	-	-	-	-	-	-
<b>Total Capital Programme</b>	<b>3,090</b>	<b>105,777</b>	<b>(96,541)</b>	<b>(2,461)</b>	<b>9,865</b>	<b>(10,718)</b>	<b>6,270</b>	<b>(5,745)</b>	<b>5,272</b>	<b>315</b>	<b>(4,605)</b>

Portfolio & Scheme	Slippage	Additions	Reductions	Advanced Works	2021/22 Changes
	£000	£000	£000	£000	Requested
EARLY YEARS	-	25	(25)	-	-
<b>CHILDREN SERVICES &amp; EARLY YEARS</b>	-	25	(25)	-	-
CHELMSFORD NORTH EASTERN BYPASS	(3,890)	-	-	-	(3,890)
ADVANCED SCHEME DESIGN	-	888	(1,897)	99	(910)
M11 JUNCTION 7A AND GILDEN WAY UPGRADING	-	-	-	5,000	5,000
A120 PREFERRED ROUTE	-	36	-	-	36
ARMY AND NAVY RAB, CHELMSFORD	(722)	-	-	-	(722)
CHELMSFORD GROWTH AREA	-	321	-	-	321
OTHER HIGHWAYS MAJOR SCHEMES	-	-	-	81	81
COLCHESTER NORTHERN GATEWAY	-	-	(650)	-	(650)
ESSEX PEDAL POWER (TENDRING)	-	-	(6)	-	(6)
EH LLP LOAN FRIARY	-	-	(331)	-	(331)
EH LLP LOAN ROCHEWAY	-	71	-	-	71
EH LLP LOAN SHERNBROKE	-	1	-	-	1
EH LLP LOAN ST PETERS	-	-	(4)	-	(4)
EH LLP LOAN PURFORD	-	25	-	-	25
EH LLP LOAN HARLOWBURY	-	1	-	-	1
EH LLP LOAN HARGRAVE	-	-	(13)	-	(13)
HARLOW LIBRARY GBF	-	1,405	(1,150)	-	255
<b>Economic Renewal, Infrastructure and Planning</b>	<b>(4,612)</b>	<b>2,748</b>	<b>(4,051)</b>	<b>5,180</b>	<b>(735)</b>
SCHOOLS CAPITALISED BUILDING MAINTENANCE	-	88	-	-	88
BASILDON PRIMARY BASIC NEED	(200)	-	-	-	(200)
HARLOW PRIMARY BASIC NEED	(2,596)	-	-	-	(2,596)
EPPING FOREST PRIMARY BASIC NEED	(35)	-	-	-	(35)
COLCHESTER PRIMARY BASIC NEED	(683)	-	-	-	(683)
ROCHFORD PRIMARY BASIC NEED	-	132	(132)	-	-
CASTLE POINT BASIC NEED	-	-	(100)	-	(100)
MALDON PRIMARY BASIC NEED	(15)	-	-	-	(15)
TENDRING PRIMARY BASIC NEED	-	123	-	-	123
UTTLESFORD PRIMARY BASIC NEED	(38)	-	(68)	68	(38)
BRENTWOOD PRIMARY BASIC NEED	(125)	-	-	-	(125)
SPECIAL SCHOOLS	(2,065)	240	(293)	24	(2,094)
TEMPORARY ACCOMMODATION	-	311	(143)	-	168
<b>Education Excellence, Skills and Training</b>	<b>(5,757)</b>	<b>894</b>	<b>(736)</b>	<b>92</b>	<b>(5,507)</b>
SOCIAL CARE CASE MANAGEMENT	-	-	(112)	-	(112)
ERO HEATING UPGRADE	-	-	(523)	-	(523)
<b>Finance, Resources and Corporate Affairs</b>	-	-	<b>(635)</b>	-	<b>(635)</b>
LOCAL HIGHWAYS PANELS	(350)	2,400	-	-	2,050
SECTION 106	-	204	-	-	204
<b>Highways Maintenance and Sustainable Transport</b>	<b>(350)</b>	<b>2,604</b>	-	-	<b>2,254</b>
ECC ESTATE ENERGY STORAGE	-	-	(298)	-	(298)
<b>Leader</b>	-	-	<b>(298)</b>	-	<b>(298)</b>
<b>ECC Capital Programme</b>	<b>(10,719)</b>	<b>6,271</b>	<b>(5,745)</b>	<b>5,272</b>	<b>(4,921)</b>
<b>Total Capital Programme</b>	<b>(10,719)</b>	<b>6,271</b>	<b>(5,745)</b>	<b>5,272</b>	<b>(4,921)</b>

## Appendix D

### Reserves

	2021/22 movements				Estimated Closing balance £000
	Balance at 1 April 2020 £000	(Contributions)/ Withdrawals agreed £000	Adjustments proposed in quarterly report £000	Future commitments £000	
Long Term Contractual Commitment					
PFI Reserves					
A130 PFI	(36,448)	9,255		-	(27,193)
Building Schools for the Future PFI	(823)	(314)	28	(159)	(1,268)
Debden School PFI	(964)	265	139	(513)	(1,073)
Clacton Secondary Schools' PFI	(740)	389	(142)	(104)	(597)
Waste Reserve	(116,850)	4,573	2,047	1,279	(108,951)
Grant Equalisation Reserve	(50,409)	7,593		31,011	(11,805)
Trading Activities (not available for use)	(1,341)	304		(304)	(1,341)
Partnerships and Third Party (not available for use)	(1,764)	-		-	(1,764)
Schools (not available for use)	(43,601)	-		-	(43,601)
General Balance	(68,096)	-		-	(68,096)
Reserves earmarked for future use					
Adults Digital Programme	(1,288)	1,260		-	(28)
Adults Risk	-	(10,089)		-	(10,089)
Adults Transformation	(3,500)	-	(2,500)	-	(6,000)
Ambition Fund	(16,578)	2,789	10,000	3,707	(82)
Bursary for Trainee Carers	(500)	-	65	-	(435)
Capital Receipts Pump Priming	(4,204)	-		500	(3,704)
Carbon Reduction	(1,096)	114		-	(982)
Carry Forward	(21,273)	21,233	(4,185)	40	(4,185)
Childrens Transformation	(1,314)	(5,406)		(5,474)	(12,194)
Collection Fund Risk	(4,029)	(2,132)	(367)	-	(6,528)
Commercial Investment in Essex Places	(12,583)	(1,094)	18	-	(13,659)
Community Initiatives Fund	(401)	(356)	99	251	(407)
Covid Equalisation	(37,496)	(18,276)	633	48,835	(6,304)
EES Pension Risk	(4,000)	-		-	(4,000)
Emergency	(12,564)	(4,000)		4,000	(12,564)
Emergency Planning	(300)	-		-	(300)
Essex Climate Change Commission	(5,000)	300		2,500	(2,200)
Essex Crime and Police	(73)	-		-	(73)
Equalities Fund	-	(10,261)	10,000	-	(261)
Everyone's Essex ( <b>set up requested in this report</b> )	-	-	(45,000)		(45,000)
Future Capital Funding	(9,847)	(3,074)	85	2,836	(10,000)
Health and Safety	(2,812)	(1,790)		211	(4,391)
Insurance	(7,498)	1,238		-	(6,260)
Newton	(122)	-		-	(122)
Property Fund	(977)	(326)		-	(1,303)
Quadrennial Elections	(925)	(472)	13	1,384	0
Renewal Fund	(27,900)	650	25,000	-	(2,250)
Social Distancing & Hygiene	(900)	-		-	(900)
Technology Solutions	(8,749)	806		4,478	(3,465)
Transformation	(54,686)	4,868		10,792	(39,026)

## Appendix E

TREASURY MANAGEMENT SUMMARY - 2021/22						
	Actual Balance 1 April  £000	Movements			Balance at 31 March  £000	Interest payable / (earned) to date £000
		Raised  £000	Repaid  £000	Net movement  £000		
<b>Borrowing</b>						
Long Term	599,840	-	(14,016)	(14,016)	585,824	8,585
Temporary	21,145	-	(13,095)	(13,095)	8,050	-
<b>Total External Borrowing (A)</b>	<b>620,985</b>	<b>-</b>	<b>(27,111)</b>	<b>(27,111)</b>	<b>593,874</b>	<b>8,585</b>
<b>Investments</b>						
Long Term	10,000	-	-	-	10,000	(103)
Temporary	569,800	42,300	-	42,300	612,100	(161)
<b>Total External Investments (B)</b>	<b>579,800</b>	<b>42,300</b>	<b>-</b>	<b>42,300</b>	<b>622,100</b>	<b>(264)</b>
<b>Net indebtedness (A-B)</b>	<b>41,185</b>	<b>(42,300)</b>	<b>(27,111)</b>	<b>(69,411)</b>	<b>(28,226)</b>	<b>8,321</b>
<b>Borrowing</b>						
Average long term borrowing over period to date (£000)						<b>584,422</b>
Opening pool rate at 1 April 2021						<b>3.38%</b>
Weighted average rate of interest on new loans secured to date						<b>N/A</b>
Average pool rate for year						<b>3.50%</b>
<b>Investments</b>						
Average daily cash balance over period to date (£000)						<b>625,906</b>
Average interest earned over period						<b>0.18%</b>
Benchmark rate - average 7 day LIBID rate						<b>-0.87%</b>

## Appendix F

### Prudential Indicators - Summary

		Approved Indicator	Provisional Outturn
<b>Affordability</b>			
Incremental impact on Council Tax of 2021/22 and earlier years' 'starts'	£	£103.43	£101.32
Ratio of financing costs to net revenue streams ( <i>excl. gen. govnt. grant</i> )	%	9.7%	6.3%
Ratio of financing costs to net revenue streams ( <i>incl. gen. govnt. grants</i> )	%	8.8%	5.4%
<b>Prudence</b>			
Net borrowing and Capital Financing Requirement		<i>Net borrowing is below the medium term forecast of the CFR</i>	
<b>Capital Expenditure</b>			
Capital expenditure	£m	290	197
Capital Financing Requirement ( <i>excluding credit arrangements</i> )	£m	1,081	1,064
<b>External Debt</b>			
Authorised limit ( <i>borrowing only</i> )	£m	1,030	N/A
Operational boundary ( <i>borrowing only</i> )	£m	910	N/A
Actual external borrowing ( <i>maximum level of debt during year</i> )	£m	N/A	596
<b>Treasury Management</b>			
<b>Interest rate exposures</b>			
Upper limit for exposure to fixed rates			
Net exposure	£m	1,030	320
Debt		100.0%	100.0%
Investments		100.0%	97.7%
Upper limit for exposure to variable rates			
Net exposure	£m	309	174
Debt		30.0%	1.5%
Investments		100.0%	28.4%
<b>Maturity structure of borrowing (upper limit)</b>			
Under 12 months	%	40.0%	2.3%
12 months & within 24 months	%	40.0%	1.7%
24 months & within 5 years	%	40.0%	7.2%
5 years & within 10 years	%	40.0%	16.3%
10 years & within 25 years	%	75.0%	29.7%
25 years & within 40 years	%	40.0%	30.0%
40 years & within 50 years	%	20.0%	0.0%
50 years & above	%	20.0%	12.8%
<b>Total sums invested for more than 364 days</b>			
Authorised limit	£m	50	N/A
Actual sums invested ( <i>maximum position during year</i> )	£m	N/A	10

#### Summary

All Treasury Management activities have been undertaken in accordance with approved policies and procedures.

External debt is within prudent and sustainable limits.

Credit arrangements have been undertaken within approved indicators

Maturity Structure of borrowing: maturity dates for market loans are based on the next review date, not the final maturity date.