

Report

Cabinet



Part 1

Date: 13 November 2019

Subject **September Revenue Budget Monitor**

Purpose The purpose of this report is to provide Cabinet with an update on the revenue forecast position and the issues affecting financial management during 2019/20.

Author Head of Finance (HoF)

Ward All

Summary The September 2019 position shows that the Council's overall net revenue budget is forecasting to be £723k overspent after utilising the entire revenue contingency budget.

The revenue budget forecast has worsened each month to date with new and increasing budget overspending forecasted. The July position reported to Cabinet showed a finely balanced position and this has now worsened to the position shown above. The main changes since then is in Adult social services and details of all new and emerging risks are set out within the report.

Service areas, excluding schools, are forecasting an overspend of £4,340k, and this is confined to a small number of budget/ activity areas, with the majority of areas spending close to / within their approved budgets.

There is continuing pressure on the budget from demand areas specifically within social care and the following three areas alone contribute £2,978k to the overall service area overspend shown above:

(i)	Adult community care	£1,428k overspend
(ii)	Children's out of area placements	£813k overspend
(iii)	Independent fostering agencies	£737k overspend

Service area overspending has been partly mitigated by underspending against non-service budgets in respect of council tax surplus and council tax reduction scheme (£2,042k). Although this mitigation reduces the total overspend down to £2,298k, this along with other small non-service savings outweigh the contingency budget of £1,473k resulting in a net overspend of £723k across the Council's overall revenue budget.

Given that (i) an overspend remains after the full use of the revenue contingency, leaving no mitigation for any further unavoidable risks and (ii) any overspend will be an un-planned draw from Council reserves and there are no unallocated reserves specifically earmarked for this, it is recommended that immediate and robust action should be taken to target a reduction in service area spend and balance the overall budget.

In addition, budgets set by schools for 2019/20 will see them overspending against their available funding by £3,191k. Whilst this has no impact on the overall councils net budget because schools have their own reserves to fund this overspend, it does mean that the

school reserves will come down, in overall terms, to a 'negative position' based on these forecasts.

This would mean a small number of individual schools, mainly secondary's, increase their existing deficit reserves. This projection includes additional in-year funding/ income of £1,030k, which will be received from in-year grants and other compensation, including the recently announced 2019/20 teacher's pay grant.

Secondary schools are already working on their budgets to bring forward savings and this work is on-going.

As the financial year progresses there will inevitably be greater certainty around the forecasts but the current position paints a challenging position at this point. The pattern of overspending and underspending is consistent with previous years, even after significant investments in these services though a key difference this current year is no one off income has been received, unlike previous years. The level of overspending in services and schools cannot be sustained at these levels.

As the Council continues work on future year budgets, the current position highlighted in respect of continuing pressure on demand led service budgets will need to be considered and appropriate action agreed.

- Appendix 1 Overall budget dashboard – September 2019
- Appendix 2 Revenue summary monitor – September 2019
- Appendix 3 Schools funding and balances
- Appendix 4 Planned movement in reserves

Proposal

Cabinet is asked to:

- Note the overall budget forecast position including use of all the general budget contingency in addition to significant underspending in non-service budgets to mitigate, in part, the forecast overspends within service areas;
- Agree that Corporate Directors and the Chief Executive work with Heads of Service to bring about targeted reductions in service area spending. These are forecasted to show progress and monitor delivery and agreed with individual Cabinet Members in their regular briefings;
- Note the level of undelivered savings within each directorate and the risks associated with this;
- Note the forecast movements in reserves;
- Note the projected balances of individual schools over the next year and that work is on-going in respect of reducing school overspending in the secondary sector.

Action by

Cabinet Members / Head of Finance/ Senior Leadership Team / Corporate Management Team to:

- Ensure that there is targeted reduction in spend across service areas and forecasts / financial dashboards updated;
- Manage undelivered savings as appropriate for 2019/20 and previous years;
- Promote and ensure robust forecasting throughout all service areas.

Timetable

On going

This report was prepared after consultation with:

Chief Executive
Strategic Directors
Heads of Service
Budget Holders
Accountancy Staff

Signed

1 Background

- 1.1 Despite the difficult circumstances the Council has faced, the overall revenue budget has been managed well in the past reporting relatively small levels of under-spending. As a growing city, Newport continues to be under significant pressure from increasing demand for essential services and lower funding. The Council has had to deal with the pressures associated with this growth and therefore the additional costs of delivering services.
- 1.2 This report builds on the July update to Cabinet and since this time, forecast overspends have increased in Adults social services in respect of contract price increases. Whilst these services continue to experience demand pressures the vast majority of the Council's c160 budgeted 'service/ activities' are managing close to/ on budget.
- 1.3 Continuing challenges within service areas amount to £4,340k with almost 90% of the forecast overspend originating from Adults and Children Services. These overspends have been partially offset by underspending against non-service budgets resulting in a forecast overspend of £723k. This is after using the entire contingency budget of £1,473k and represents 0.3% of the net revenue budget.

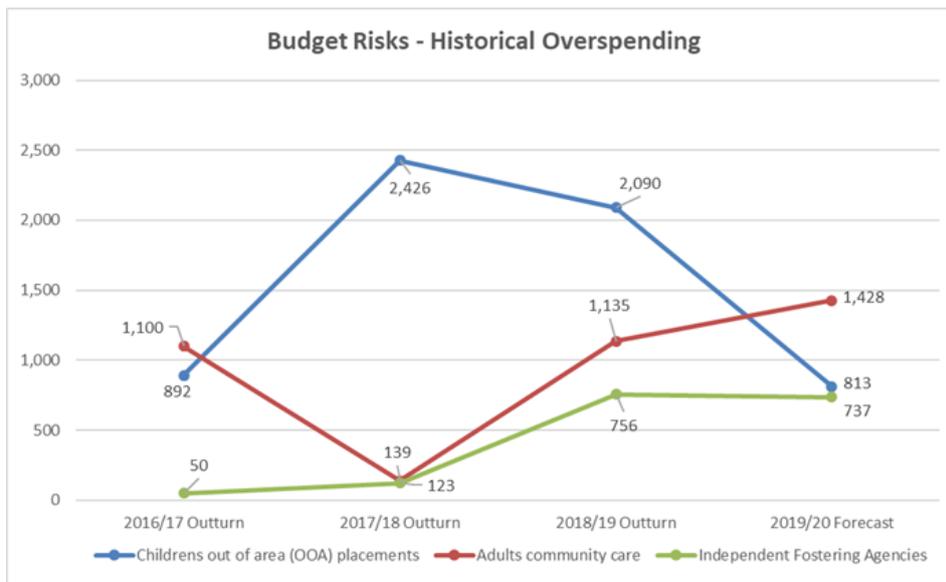
2 Key areas contributing to position

- 2.1 The following section highlights the key areas that contribute to the overall Council position:

- (i) Ongoing budget pressures on a small number of Council activities;
- (ii) New, emerging issues that have arisen during 2019/20;
- (iii) Delivery of agreed 2019/20 budget savings.

- (i) Ongoing budget pressures

- 2.2 It has been well documented, throughout this year and last, that there are three main areas that contribute to service area overspending:
 - Children's out of area placements
 - Independent fostering agencies
 - Adult community care
- 2.3 These are recurring issues and demand in most of these areas have been increasing over the last 2-3 years. These areas received significant investment in 2019/20 but demand continues to accelerate beyond the budget available. The chart below demonstrates that despite investment over the years the increasing demand for essential services continues to put pressure on budgets in these areas. Forecast demand in children's out of area residential placements and independent fostering has remained relatively consistent over the last couple of months whilst the costs of delivering community care continues to accelerate.



2.4 **Children's out of area placements** – Following the purchase of a new residential home the budget has now been split to reflect internal and external placements. After significant investment of £2,206k in the 2019/20 budget, this budget can support 19 out of area placements. In September, the number of out of area placements are at 23 and this is expected to reduce to 20 by the end of the year based on the known cohort of children and proposed plans for their care. Whilst work continues to reduce the number, and therefore costs, of out of area placements and bring them back 'in house', the current projected numbers will result in a forecast overspend of £813k.

It should be noted that the £2,206k investment was supported by £1,473k one off grant funding which was received in 2019/20. If this funding does not continue this will present a significant budget challenge from 2020/21 onwards.

2.5 **Children's independent fostering** – Investment of £719k in 2019/20 enables the budget to support 50 placements which is reasonable given the level of increasing demand that was experienced in 2018/19. In September, the number of independent fostering placements are at 69 and this is expected to increase to 73 placements (18% increase since July) resulting in a forecast overspend of £737k.

2.6 **Adults community care** - £654k has been invested into the adult's community care budget for 2019/20. The current position shows that there are currently over 1,700 service users within community care, which is a 3.7% greater than at this point last year, although 0.8% (13 users) is due to the recommissioned supported living service, previously provided in house.

2.7 Given the inherent nature of this budget risk, numbers in this area could change through the rest of the year as has been the case over the last 2-3 years and this therefore represents a significant risk, given that no further contingency is available within the overall revenue budget at this point.

(ii) New, emerging Issues

2.8 **Adults & Community Services** – Further increases in demand and contract overspending has led to significant increases in the services overspending forecast at c£600k. Discussions are on-going with social care managers and providers to reduce contract costs as soon as possible.

2.9 **Community Safety** – Forecast budget overspend of £97k. This is due to the loss of contract income within the CCTV service (£164k) which has been mitigated, in part, by a service restructure. There is a risk that loss on contracts may continue to present a challenge in terms of managing the overall budget going forward.

(iii) Delivery of agreed 2019/20 budget savings:

- 2.3 The position on delivery of savings is shown in appendix 1. The performance on forecast delivery of 2019/20 savings is projected to be good with 93% of the £6.6m savings to be delivered in full. In addition to the £478k shortfall this represents, there remains £91k of undelivered savings from 2018/19, which is to be addressed by the Education service.
- 2.4 Whilst these areas are considered as part of our future financial planning and budget process, they contribute £569k of overspending against the current year's budget and the current overall overspending of the Council's budget.

3 Schools

- 3.1 Appendix 3 highlights that all but five schools will have much reduced reserves as at 31st March 2020 due to current forecasted net overspending of £3,191k. It should be noted that schools budgeted in year overspending is £4,221k, however, forecasts include a further £1,030k of additional funding/ income (grant and other compensation), including the recently announced 'WG 2019/20 teacher's pay grant', therefore reducing the in-year overspend to £3,191k. A summary table is shown below:

	Reserves balance 31/03/19	In year Under/(overspend)	Reserves Balance 31/03/20
	£	£	£
Nursery	2,871	(57,986)	(55,115)
Primary	3,667,584	(1,989,370)	1,678,215
Secondary	(629,461)	(2,147,836)	(2,777,296)
Special	89,470	(25,643)	63,827
Total	3,130,464	(4,220,834)	(1,090,369)
Assumed grant and other compensation		1,029,575	1,029,575
Total	3,130,464	(3,191,259)	(60,794)

- 3.2 Officers are working closely with those schools to ensure that deficit recovery plans are in place and that action is taken to reduce spend. This work is on-going. The level of in year overspending was highlighted as a risk in 2018/19 and continues to be a significant area of concern. The forecasted overall school reserves position, being 'negative' would need to be resolved and the current spending levels in school is not sustainable and has the real potential to cause very significant and adverse impact on the Councils overall finances if it continues.
- 3.3 Whilst the Scheme of Financing for Schools sets out that the Authority will, under exceptional circumstances and with the prior written approval of the Chief Education Officer, make provision for schools to plan for a deficit budget, these licensed deficits are subject to a number of regulations set out within the scheme. The regulations which cause concern are set out below:
- (i) Deficit balances will only be approved to fund specific projects or short term cash flow difficulties at individual schools;
 - (ii) The level of licensed deficit authorised by the LA is set at a maximum of 5% of total budget;
 - (iii) The maximum proportion of collective balances held by the Authority to back the arrangement is 25%
- 3.4 According to the scheme, the maximum proportion of collective balances to back the scheme would be £782k however; the projected cumulative deficit balances for 19/20 are £3,262k of which the deficit balances for six out of the twelve schools exceed 5% of their total budget.

- 3.5 Based on the forecast overspending schools will have utilised the entire schools reserves (£3,130k) by the end of this financial year. The current level of overspending is not sustainable and there is no contingency budget available to mitigate this.

4 Use of reserves

- 4.1 Appendix 4 illustrates the planned movements in reserves throughout the year. Cabinet should note the opening balance as at 31st March 2019, forecasted planned transfers in/ (out) of reserves in 2019/20 and the forecast balance as at 31st March 2020. Current projections suggest that 15% of the Council reserves will be utilised by the end of the financial year, which is in line with planned and expected use. The general fund reserve is at the minimum level required (£6.5m) representing 2% of the overall net budget.
- 4.2 The above position on reserves is based on planned use of reserves. It does not include the impact of un-planned use resulting from funding any revenue budget overspending and 'making good' school reserves. As the general reserves is at the minimum level and other reserves are earmarked, any un-planned use will require the Cabinet to approve use of current earmarked reserves for these, which could impact on future finances of the Council.

Timetable

Ongoing

Risks

Risk	Impact of Risk if it occurs* (H/M/L)	Probability of risk occurring (H/M/L)	What is the Council doing or what has it done to avoid the risk or reduce its effect	Who is responsible for dealing with the risk?
Risk of overspending	H	M	Regular forecasting and strong financial management Revenue budget contingency	
Poor forecasting	M	M	Better forecasting in non-service areas where large variances occurred in 18/19 Review and refinement in service areas of risk based modelling CX/HoF setting out clear expectations	Asst. HoF SFBP's and budget managers CX / HoF

* Taking account of proposed mitigation measures

Links to Council Policies and Priorities

Strong financial management underpins services and medium term financial planning.

Options Available and considered

In terms of the overall forecast position and financial management, there are no options – the Council needs to operate within its overall budget. Given the current forecast suggests that a sizable overspend is anticipated even after utilising the general contingency budget action must be taken to ensure that the outturn is within budget. Schools must also take action to ensure that they manage within available funding as the current forecast overspend outweighs the reserves that the schools have available.

Preferred Option and Why

SLT to impose a targeted reduction in spend across service areas and continue careful review and management of key budgets and risks.

Comments of Chief Financial Officer

The forecasts here paint a challenging picture and the Cabinet should approve an immediate and robust review of budgets and spending plans to bring about a balanced position.

The pattern of service overspending is not sustainable in going forward and will cause real challenges to the Council's overall financial position and financial sustainability in due course, unless it is controlled.

The school's current level of overspending is very challenging with the real prospect of school reserves being completely utilised, even after significant in year additional funding from WG. This will also now impact on the overall Council finances and as above, the financial sustainability of the Council, in due course, unless action is taken.

Comments of Monitoring Officer

There are no legal issues arising from the Report.

Comments of Head of People and Business Change

There are no direct HR implications associated with this report. The report does not show any specific staffing issues, although clearly issues will arise if robust monitoring and management of budgets does not take place.

The Well-being of Future Generations Act requires public bodies to apply the five ways of working to any financial planning, which will address short-term priorities with the need to safeguard the ability to meet long-term needs. This report gives an update on the revenue forecast position and the issues affecting financial management during 2019/20 and notes that any future reductions in funding will need to reflect and be consistent with the five ways of working.

Comments of Cabinet Member

The level of overspending against service area budgets is concerning and we need all Cabinet Members with Heads of Service to bring forward actions to address.

Local issues

N/A

Scrutiny Committees

N/A

Equalities Impact Assessment and the Equalities Act 2010

N/A

Children and Families (Wales) Measure

N/A

Wellbeing of Future Generations (Wales) Act 2015

This update is against a backdrop of prolonged pressure on public services as a combination of reduced income, rising demands on services, increased expectations, compliance with new legislation and the increasing costs of running services, which has seen the delivery of significant budget savings over the last five years. Any future reductions in funding will need to reflect and be consistent with the five principles underpinning the Wellbeing of Future Generation (Wales) Act 2015.

Wellbeing of Future Generations (Wales) Act 2015 forms an integral part of the financial management of the Council and the MTFP process of which the outturn of the Council is essential part. Analysis and review of reserves are an important aspect on the future generations and the Head of Finance reviews and assesses the robustness and adequacy of these reserves as part of this report.

Consultation

N/A

Background Papers

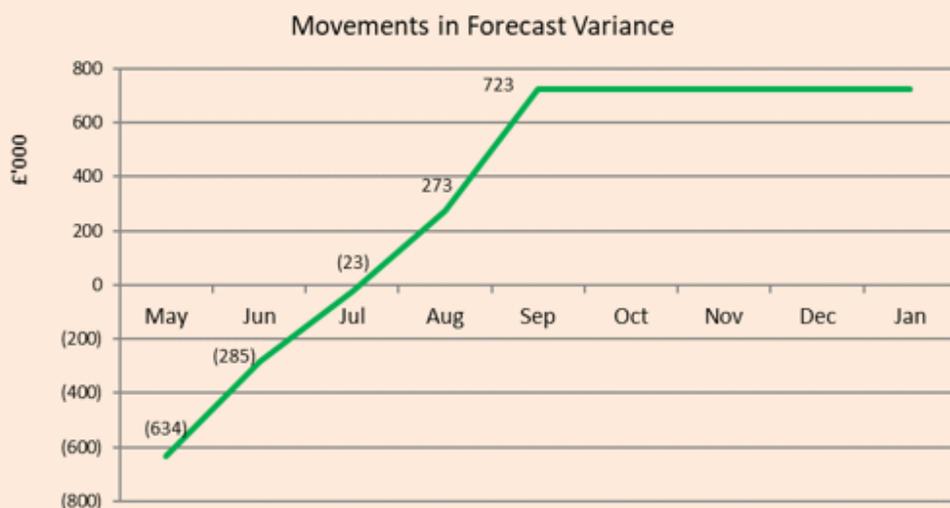
Dated:

Budget Monitoring Position – September 2019

Position by Directorate	Current Budget £'000	Forecast £'000	Variance £'000
People (exc Schools)	85,422	89,576	4,154
Place	33,716	34,088	372
Corporate	18,401	18,215	(186)
Service Area Budget	137,538	141,879	4,340
Schools	96,545	99,736	3,191
Service Area Budget (inc Schools)	234,083	241,615	7,531
Schools - transfer from reserve	0	(3,191)	(3,191)
Non Service	45,055	42,910	(2,145)
Total Budget (excluding contingency)	279,139	281,334	2,195
General Contingency	1,473	0	(1,473)
Total Budget (Including contingency)	280,611	281,334	723

Detailed explanations can be found within service area dashboards

Forecast History – High Risk Areas



Position Summary

- This months forecast shows that forecast overspend of £723k anticipated after utilising the entire contingency budget.
- Use of the contingency budget leaves no mitigation for any further unavoidable risks.
- Without the contingency the overspend would be £2.2m

Key areas contributing to position

- Forecast undelivered 19/20 savings of £478k
- Significant overspending in three key areas:

Children's out of area placements	£813k
Adults community care	£1,428k
Children's independent fostering	£737k

- Mitigated by non service area underspends:

Council tax surplus and Ctax reduction scheme	(£2,042)
Interest payable – refinanced at lower rate	(£250k)
General contingency	(£1,473k)

Risks

- Service areas are overspending at unsustainable levels
- No contingency budget available for any further unavoidable risks
- 91% of schools forecast to spend more than their funding in 19/20
- Prospect that this year schools reserves will be used in full. Current forecasts assume that additional income of £1,030k will be received at year end
- Action must be taken by service areas to ensure that a balanced budget is achieved.

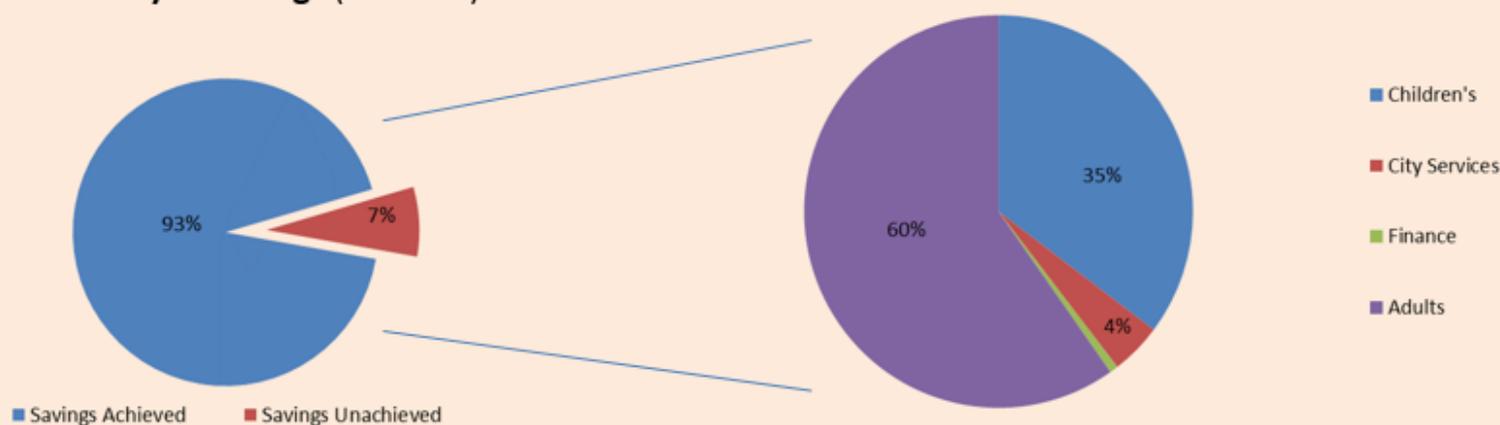
Budget Monitoring Position – September 2019

Staff Forecasts

Overall Staffing	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar
Budget (£'000)	59,615	59,615	59,491	59,418	59,462	58,929	58,929	58,929	58,929	58,929	58,929	58,929
Forecast (£'000)	59,615	60,767	58,734	58,454	58,504	57,545	57,545	57,545	57,545	57,545	57,545	57,545
Variance (£'000)	0	(488)	(758)	(963)	(958)	(1,384)	(1,384)	(1,384)	(1,384)	(1,384)	(1,384)	(1,384)

- Staff budgets account for a fifth of the Councils net budget

2019/20 Delivery of Savings (Forecast)



- The first chart shows that 93% of the total savings are forecast for full delivery in 2019/20
- The second chart illustrates the areas where savings are forecast not to be delivered (7% of overall target)
- 2019/20 balance of £478k undelivered savings remains significant in financial terms
- This is in addition to £91k undelivered savings dating back to 2018/19

Overall Summary	People	Place	Corporate	Non Service	Total
2019/20 MTRP Target (£) Total	1,775	1,107	352	3,319	6,553
Total Savings Realised by Year End 2019/20	1,320	1,087	349	3,319	6,075
Variation to MTRP Target	(455)	(20)	(3)	0	(478)
Variation % to MTRP Target	-26%	-2%	-1%	0%	-7%

Budget Monitoring Position – September 2019

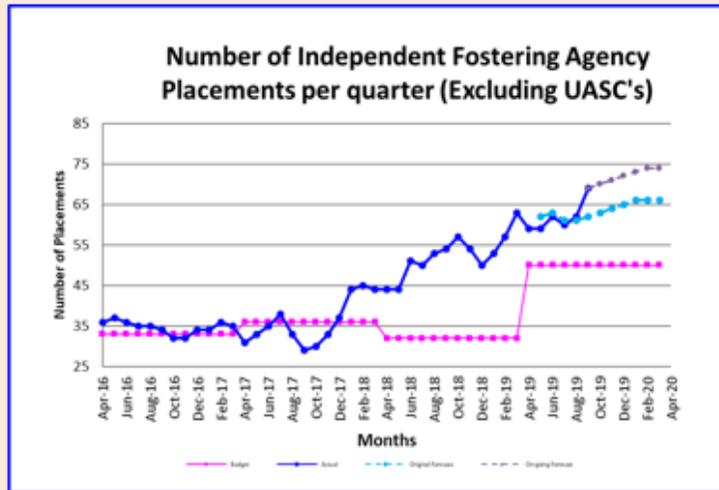
Risk Based Areas	Budget £'000	Forecast £'000	Variance £'000	Graph Reference
Children & Young People				
Independent Fostering Agencies	1,935	2,672	737	i
Out of Area Residential	2,668	3,481	813	ii
In House Fostering	2,921	3,132	211	
Looked after Children (LAC) Remand	0	(5)	(5)	
Legal fees	505	1,000	495	
Adult & Community Services				
Community Care - Residential	21,096	21,398	302	
Community Care - Supported Living	8,796	9,492	696	iii
Community Care - Non Residential	9,824	10,869	1,045	iv
Community Care Income - Residential & Non Residential	(7,513)	(8,096)	(583)	
Education				
SEN Out of County - Local Authority	2,343	1,185	(1,157)	v
SEN Out of County - Independents	2,261	3,024	763	v
SEN Local Provision Development	497	621	124	
SEN Equipment & Resources	29	156	127	
SEN Transport	1,510	1,830	320	
Special Home to School Transport	232	572	340	
Bridge Achievement Centre	1,258	1,181	(77)	
Regeneration, Investment & Housing				
Homelessness - B&B Costs	546	578	32	
Commercial & Industrial Properties Income	(1,330)	(1,335)	(5)	
City Services				
Commercial/ Asbestos Income	1,185	1,135	(50)	
Home to School Transport - Primary	951	928	(23)	
Home to School Transport - Secondary	1,064	1,189	125	
Home to School Transport - College	113	140	27	
Law & Regulation				
Licensing - Hackney carriages/ private hire	(288)	(447)	(159)	
Total Net Budget	50,602	54,701	4,099	

- Currently, in 2019/20, there are over 20 budget areas identified at the start of the year by HoS as those areas that have the potential to be high risk or highly volatile. This list is reviewed on an on-going basis
- Although some of these areas are currently forecasting an underspend against budget, they continue to be monitored
- There are six budget 'hotspot' areas within the risk based monitoring which demonstrate the significant financial impact and risk that only a small number of areas pose to the financial position of the Authority (graph ref i – v)
- These areas alone contribute £2.9m to the service area overspends
- These overspending areas are consistent with last years position despite significant investment in 2019/20 therefore it is critical that managers make a concerted effort to manage demand and to reduce spend wherever possible

Budget Monitoring Position – September 2019

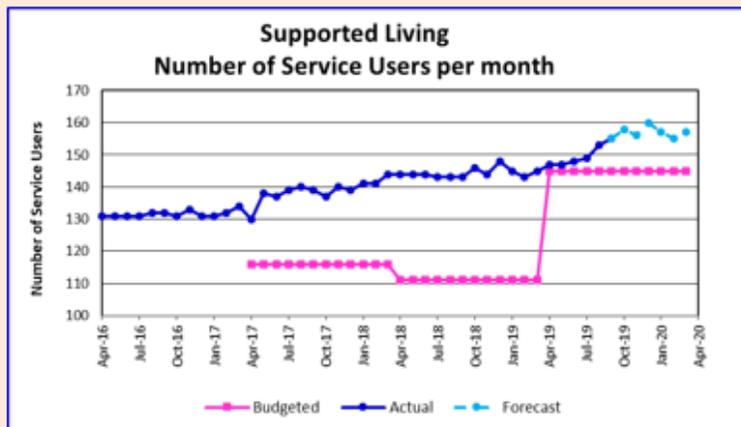
Risk Based Monitoring graphs

(i) Independent Fostering Agencies

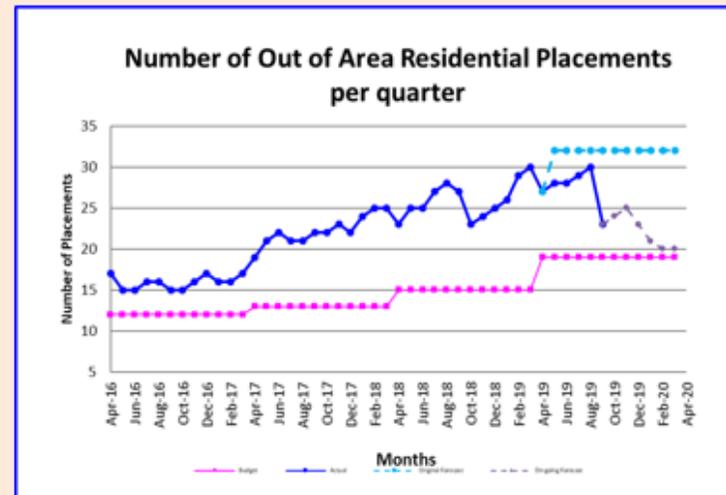


- The 2019/20 budget can afford 50 placements per month at an average cost. The current forecast assumes 73 placements at year end resulting in an overspend of £737k.

(iii) Community Care – Supported Living

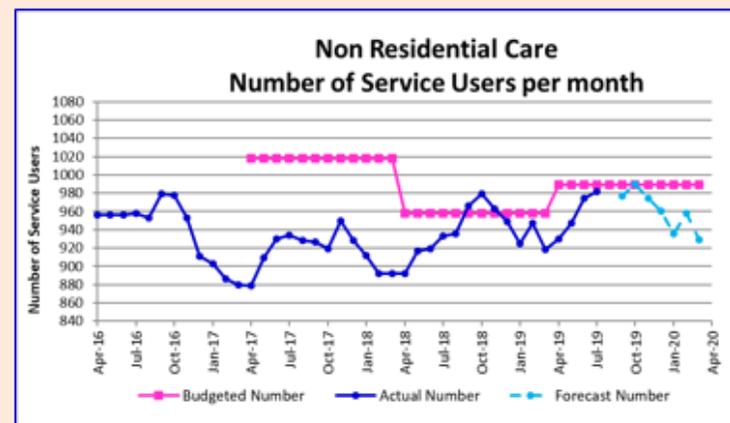


(ii) Out of Area (OOA) Residential Placements



- Budget can afford 19 placements per month at an average cost. Current forecast assumes 20 placements at year end resulting in an overspend of £813k.

(iv) Community Care – Non Residential

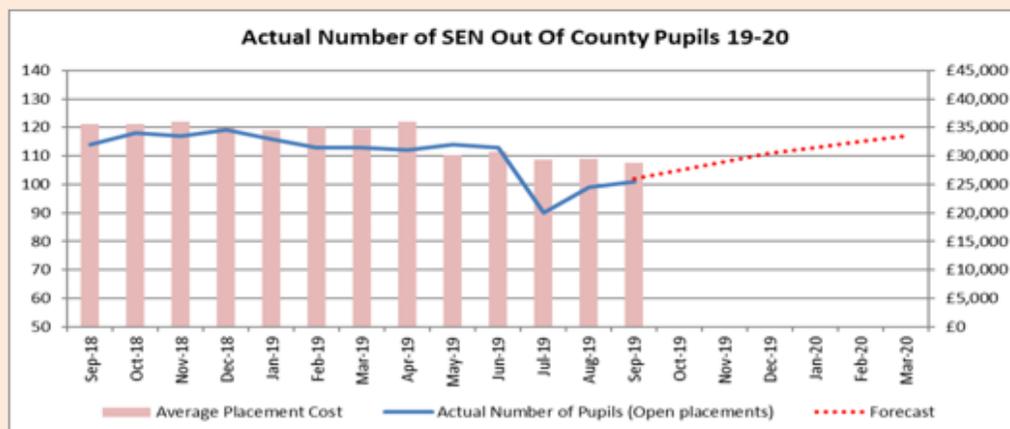


** Due to changes in reporting average budget data is unavailable prior to April 2017.

Budget Monitoring Position – September 2019

Risk Based Monitoring graphs

(v) SEN Out of County Placements – Local Authority and Independent



- SEN OOC budget can accommodate 132 placements at an average cost of £30k
- Placements ranging between £20k and £30k account for 22% of the total number of placements and one placement in particular costs the Authority £113k due to the complex needs of the individual

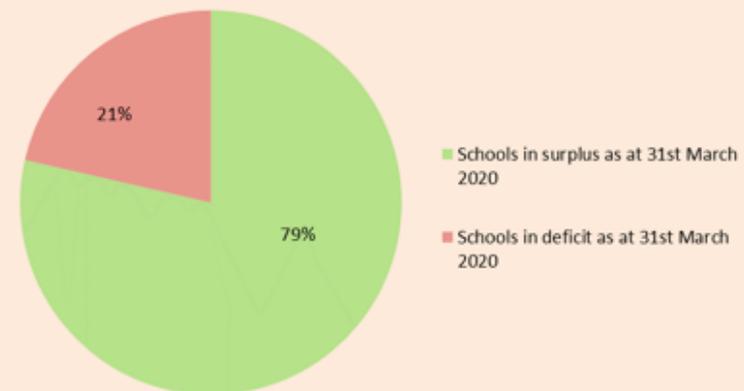
Budget Monitoring Position – September 2019

Schools

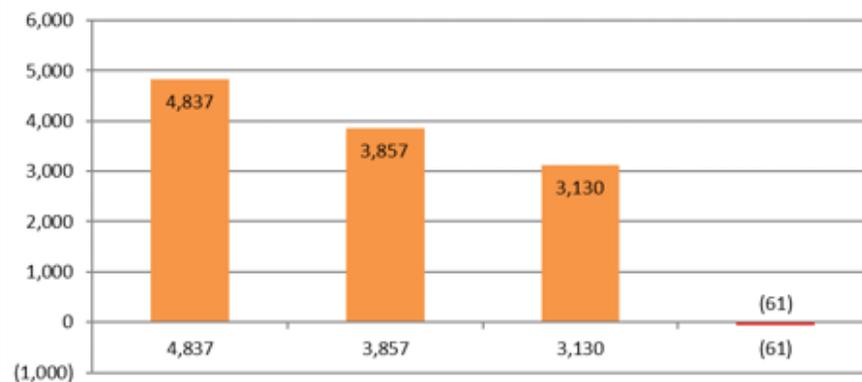
- Budgets set by schools for 2019/20 will see them overspending against their available funding by £3,191k. This projection assumes that additional income of £1,030k will be received from in year grants and other compensation, including the recently announced 2019/20 teachers pay grant.
- Currently 12 schools are anticipating a negative balance position at the end of the current financial year, one from the nursery sector, six from the primary sector and five from the secondary sector. The cumulative forecast deficit for these schools is £3.3m.
- Officers are working closely with these schools to ensure that deficit recovery plans are in place and that action is taken to reduce spend. Schools must take appropriate action to match costs to their available funding, as this level of overspending is not sustainable and there is no contingency budget available to mitigate this.

Schools Forecasting Budget Overspends	September
Kimberley Nursery	(56)
High Cross Primary	(71)
St Woolos Primary	(22)
Jubilee Park	(39)
Llanmartin Primary	(1)
Ringland Primary	(0)
St Michaels RC Primary	(2)
Newport High	(204)
Caerleon Comprehensive	(1,286)
Liswerry High	(742)
Llanwern High	(422)
St Julians	(417)
Total Net Budget	(3,262)

Proportion of Schools Forecasting Deficit as at 31st March 2020



Balances held by Schools as at 31st March



Schools are forecasting an in year overspend of £3,191k therefore reducing the school balances from £3,130k to (£61k) as at the end of March 2020. This is a significant area of concern.

APPENDIX 2 Revenue Summary Monitor – September 2019

	April 19 Approved Budget	Current Budget	Projection	(Under) / Over	Change Since Last Statement
	£'000	£'000	£'000	£'000	£'000
Summary Revenue Budget 2019/20					
People					
Children and Young People	24,523	24,467	26,499	2,032	(169)
Adult and Community Services	46,417	46,746	48,615	1,870	643
Education	14,243	14,209	14,461	252	62
Schools	96,545	96,545	99,736	3,191	(42)
	181,728	181,967	189,312	7,345	494
Place					
Regeneration, Investment and Housing	9,994	9,994	10,158	164	(90)
City Services	23,722	23,722	23,930	208	(23)
	33,716	33,716	34,088	372	(113)
Chief Executive					
Directorate	592	501	505	4	14
Finance	3,265	3,267	3,184	(83)	(38)
People and Business Change	7,271	7,393	7,342	(51)	(60)
Law and Regulation	7,511	7,239	7,184	(55)	(28)
	18,639	18,401	18,215	(186)	(112)
Capital Financing Costs and Interest					
Capital Financing Costs MRP	7,489	7,489	7,489	(0)	-
Interest Payable	7,085	7,085	6,835	(250)	-
Interest Receivable	(127)	(127)	(127)	-	-
PFI	8,543	8,543	8,543	(0)	-
	22,990	22,990	22,740	(250)	-
Sub Total - Service/Capital Financing	257,073	257,074	264,355	7,281	269
Contingency Provisions					
General Contingency	1,473	1,473	-	(1,473)	-
Centralised Insurance Fund	570	570	570	0	-
Non Departmental Costs	-	-	-	-	-
Other Income and Expenditure	109	110	350	239	239
	2,152	2,152	920	(1,233)	239
Levies / Other					
Discontinued Operations - pensions	1,563	1,563	1,460	(103)	(41)
Discontinued Operations - Ex Gratia Payments	2	2	3	1	1
Levies - Drainage Board, Fire service etc	8,282	8,282	8,291	9	-
Non distributed grants	-	-	-	-	-
CTAX Benefit Rebates	12,611	12,611	11,319	(1,292)	(61)
Extraordinary Items	-	-	-	-	-
Charity Rate Relief	-	-	-	-	-
	22,458	22,458	21,073	(1,385)	(101)
Transfers To/From Reserves					
Base budget - Planned Transfers to/(from) Reserves	(1,072)	(1,072)	(1,072)	0	-
Earmarked reserves: Queensbury Loan	-	-	-	-	-
Earmarked reserves: Transfer to/(from) Capital	-	-	-	-	-
Earmarked reserves: Transfer to/(from) Schools	-	-	(3,191)	(3,191)	42
Earmarked reserves: Transfer to/(from) Schools Redundancy	-	-	-	-	-
Invest to Save Reserve	-	-	957	957	(214)
Invest to Save Reserve (from)	-	-	(957)	(957)	214
	(1,072)	(1,072)	(4,263)	(3,191)	42
Total	280,611	280,611	282,085	1,473	450
Funded By					
WG funding (RSG and NNDR)	(214,343)	(214,343)	(214,343)	-	-
Council Tax	(66,268)	(66,268)	(66,268)	-	-
Council Tax Surplus	-	-	(750)	(750)	-
Total	(0)	(0)	723	723	450

APPENDIX 3 – Schools Funding and Balances

	Opening Balance 2019-20	Final Funding 2019-20	In year under/(overspend)	Closing Balance 31/03/20
School	£	£	£	£
Bassaleg school	287,615	7,081,240	(237,616)	50,000
Newport High	(45,927)	4,898,979	(158,364)	(204,291)
Caerleon Comprehensive	(736,609)	6,282,874	(548,890)	(1,285,499)
The John Frost School	132,839	5,915,461	11,161	144,000
Llanwern High	28,467	4,495,473	(450,113)	(421,647)
Lliswerry High	(547,907)	4,204,688	(195,081)	(742,988)
St Josephs R.C. High	180,341	5,721,732	(85,341)	95,000
St Julians School	(5,495)	7,012,888	(411,372)	(416,867)
Ysgol Gyfun Gwent Is Coed	77,216	1,407,000	(72,220)	4,995
Total Secondary Schools	(629,461)	47,020,335	(2,147,836)	(2,777,296)
Alway Primary	75,420	1,459,819	(66,078)	9,342
Caerleon Lodge Hill	77,708	1,028,678	(32,581)	45,127
Charles Williams CIW	213,471	1,664,682	(93,304)	120,167
Clytha Primary	13,564	740,218	8,532	22,095
Crindau Primary	169,709	1,275,677	(30,748)	138,961
Eveswell Primary	239,228	1,487,398	(41,196)	198,031
Gaer Primary	135,308	1,500,854	(17,848)	117,460
Glan Llyn (sept 19)	0	496,305	13,844	13,844
Glan Usk Primary	12,432	1,964,345	(7,727)	4,704
Glasllwch Primary	62,351	723,092	(57,077)	5,273
High Cross Primary	(19,886)	857,692	(51,357)	(71,243)
Jubilee Park	58,759	857,396	(97,686)	(38,926)
Langstone Primary	107,041	1,026,905	(91,497)	15,544
Llanmartin Primary	39,477	714,035	(40,586)	(1,109)
Lliswerry Primary	106,366	1,978,760	17,675	124,041
Maesglas Primary	3,662	916,967	(1,230)	2,432
Maindee Primary	66,444	1,595,622	(50,195)	16,249
Malpas CIW Primary	109,276	1,058,087	(91,241)	18,035
Malpas Court Primary	110,510	1,124,636	(96,115)	14,394
Malpas Park Primary	19,332	775,247	(16,385)	2,947
Marshfield Primary	89,475	1,256,944	(73,331)	16,143
Millbrook Primary	121,722	950,676	(88,315)	33,407
Milton Primary	63,550	1,445,712	(57,841)	5,710
Monnow Primary	233,067	1,395,880	(105,373)	127,694
Mount Pleasant	2,263	793,272	23,467	25,729
Pentrepoeth Primary	52,693	1,339,257	(47,045)	5,647
Pillgwenlly Primary	143,263	2,021,646	(100,843)	42,420
Ringland Primary	73,200	998,030	(73,496)	(296)
Rogerstone Primary	91,153	1,907,246	(38,363)	52,790
Somerton Primary	83,358	665,975	(25,363)	57,996
St Andrews Primary	67,471	2,128,619	(60,893)	6,579
St Davids RC Primary	58,427	689,321	(52,297)	6,130
St Gabriels RC Primary	48,690	595,542	(27,277)	21,413
St Josephs RC Primary	47,488	644,601	(30,799)	16,689
St Julians Primary	206,343	2,036,348	(9,031)	197,313
St Marys RC Primary	57,891	1,182,995	(29,982)	27,909
St Michaels RC Primary	8,340	750,209	(9,898)	(1,557)
St Patricks RC Primary	51,372	661,453	(25,274)	26,097
St Woolos Primary	16,051	997,688	(37,960)	(21,910)
Tredegar Park primary	150,215	1,378,193	(78,497)	71,718
Ysgol Gym Bro Teyrnnon	135,193	694,780	(61,482)	73,710
Ysgol Gym Casnewydd	128,331	1,095,631	(61,185)	67,146
Ysgol Gym Ifor Hael	137,855	627,898	(75,488)	62,367
Total Primary Schools	3,667,584	49,504,327	(1,989,370)	1,678,215
Fairoak Nursery	9,393	158,962	(8,440)	953
Kimberley Nursery	(6,522)	256,568	(49,546)	(56,067)
Total Nursery Schools	2,871	415,530	(57,986)	(55,115)
Maes Ebbw	25,565	3,144,779	(24,951)	614
Ysgol Bryn Derw	63,904	1,280,518	(692)	63,213
Total Special Schools	89,470	4,425,297	(25,643)	63,827
Assumed additional grant and other compensation			1,029,575	1,029,575
Total All Schools	3,130,464	101,365,490	(3,191,259)	(60,794)

APPENDIX 4 – Planned Movement in Reserves

Reserve	Balance at 31-Mar-19	Planned Movements in Year												Balance at 31-Mar-20
		Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	
	£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000
Council Fund:	(6,500)													(6,500)
Balances held by schools for future use	(3,130)												3,191	61
Earmarked Reserves:														
Music Service	(127)													(127)
Pay Reserve	(1,418)													(1,418)
Insurance Reserve	(2,831)													(2,831)
MMI Insurance Reserve	(602)													(602)
Health & Safety	(16)													(16)
Education Achievement Service	(92)													(92)
Schools Redundancies	(845)													(845)
Friars Walk	(5,201)													(5,201)
European Funding IZA & CFW	(278)													(278)
Metro Bus	(9)													(9)
GEMS Redundancies	(78)													(78)
SUB TOTAL - RISK RESERVES	(11,497)	-	-	-	-	-	-	-	-	-	-	-	-	(11,497)
Capital Expenditure	(6,709)												1,749	(4,960)
Invest to Save	(11,099)												957	(10,142)
Super Connected Cities	(554)												128	(426)
Landfill (fines reserve)	(345)													(345)
Christmas Lights	(30)												30	-
School Reserve Other	(182)												182	-
School Works	(384)												15	(369)
Investment Reserve	(747)												724	(23)
Usable Capital Receipts	(8,295)												4,004	(4,291)
Streetscene Manager Support	(154)												144	(10)
SUB TOTAL - ENABLING RESERVES	(28,498)	-	-	-	-	-	-	-	-	-	-	-	7,933	(20,565)
STEP School Computers	(312)												312	0
Municipal Elections	(92)												(38)	(130)
Local Development Plan	(611)												(58)	(669)
Glan Usk PFI	(1,605)												(86)	(1,691)
Southern Distributor Road PFI	(43,881)												340	(43,541)
Loan modification technical reserve (IFRS 9)	(1,242)												72	(1,170)
Building Control	(132)												(19)	(151)
SUB TOTAL - SMOOTHING RESERVES	(47,875)	-	-	-	-	-	-	-	-	-	-	-	523	(47,352)

Reserve	Balance at 31-Mar-19	Planned Movements in Year												Balance at 31-Mar-20
		Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	
		£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000	
Works of art	(21)													(21)
Theatre & Arts Centre	(232)													(232)
Cymorth Income	(33)													(33)
Blaen Y Pant	(8)											8		-
Homelessness Prevention	(38)												-	(38)
Environmental Health - Improve Air Quality	(49)													(49)
Refurbishment of a Children / Older People Homes	(113)					8			49				56	(0)
Apprenticeship Scheme	(51)												43	(8)
City Economic Development Reserve	(90)												90	-
Welsh Language Standards	(174)												56	(118)
Port Health	(13)												(5)	(18)
CRM	(431)												431	-
Events	(266)												80	(186)
MTFP Reserve	(1,762)												1,147	(615)
Development of Leisure Masterplan	(15)												15	-
Voluntary Sector Grants	(66)			17										(49)
Bus Wifi	(35)												18	(17)
NEW - SENCOM	(250)	250												-
NEW - Bus Subsidy	(40)												20	(20)
NEW - IT Development	(351)												351	-
NEW - Leisure Delivery Plan	(150)												150	-
NEW - Chartist Tower	(950)												950	-
NEW - CPE	-												(80)	(80)
Joint Committee City Deal Reserve	(399)													(399)
SUB TOTAL - OTHER RESERVES	(5,537)	250	-	17	-	8	-	-	49	-	-	-	3,330	(1,883)
RESERVES TOTAL	(103,037)	250	-	17	-	8	-	-	49	-	-	-	14,977	(87,736)