

## **ITEM CC10 Labour and Co-operative Group**

### **COUNCIL – 11 FEBRUARY 2025**

#### **BUDGET AND BUSINESS PLANNING 2025/26 – 2027/28**

##### **Labour and Co-operative Group Budget Amendments**

**Report by the Executive Director of Resources and Section 151 Officer**

### **Executive Summary**

1. The Labour & Co-operative Group propose amendments to the budget proposed by the Cabinet. Recommendations and section numbers are consistent with those set out in the Cabinet's report. The recommendations note where Labour and Co-operative amendments need to be considered along with the Cabinet's proposed budget at Item CC10.

### **RECOMMENDATIONS**

2. The Council is **RECOMMENDED** to:
  - a. have regard to the statutory report of the Executive Director of Resources and Section 151 Officer [set out in Cabinet Section 3.1 and amended at Labour & Co-operative Section 3.1] in approving recommendations b to d below;
  - b. (in respect of the budget and medium term financial strategy – at Section 4) approve the following:
    - (1) the council tax and precept calculations for 2025/26 [at Cabinet Section 4.3] and in particular:
      - (i) a precept of £533,328,633;
      - (ii) a council tax for band D equivalent properties of £1,940.11;
    - (2) a budget for 2025/26 [as set out in Labour & Co-operative Group Section 4.2];
    - (3) a medium term financial strategy for 2025/26 to 2027/28 [as set out in Labour & Co-operative Group Section 4.1 (which incorporates changes to the existing medium term financial strategy as set out in Cabinet Section 4.2 amended by Labour & Co-operative Group Section 4.2)];
    - (4) the Financial Strategy for 2025/26 [at Cabinet Section 4.5];
    - (5) the Earmarked Reserves and General Balances Policy Statement 2025/26 [at Cabinet Section 4.6 and amended by Labour & Co-operative Group Section 4.6]. This includes:
      - (i) the Executive Director of Resources and Section 151 Officer's recommended level of General Balances for 2024/25 [at Cabinet Section 4.6], and
      - (ii) the planned level of Earmarked Reserves for 2025/26 to 2027/28 Labour & Co-operative Group Section 4.6.1].

- c. (in respect of capital – at Section 5) approve:
  - (1) the Capital & Investment Strategy for 2024/25 to 2034/35 including the Prudential Indicators and Minimum Revenue Provision Methodology Statement as set out in Cabinet Section 5.1 and amended by Labour & Co-operative Group Sections 5.1 and 5.3];
  - (2) a Capital Programme for 2024/25 to 2034/35 [as set out in Cabinet's Section 5.3 and amended by Labour & Co-Operative Group Section 5.3].
- d. (in respect of treasury management – at Section 5) approve:
  - (1) the Treasury Management Strategy Statement and Annual Investment Strategy for 2025/26 [at Cabinet Section 5.2] including the Treasury Management Prudential Indicators and the Specified Investment and Non-Specified Investment Instruments.
  - (2) that any further changes required to the 2025/26 Treasury Management Strategy be delegated to the Executive Director of Resources and Section 151 Officer in consultation with the Leader of the Council and the Cabinet Member for Finance.

### **Labour & Co-operative Group Section 3 – Statutory Report by the Executive Director of Resources and Section 151 Officer (Chief Finance Officer)**

- 3. Under Section 25 of the Local Government Act 2003, the Chief Finance Officer is required to report on the robustness of the estimates made in determining the council tax requirement and on the adequacy of the proposed financial reserves. The assessment of the changes from the Cabinet's proposed budget is set out in Labour & Co-operative Group Section 3. Council is required to have regard to this report in making their decisions on the budget.

### **Labour & Co-operative Group Section 4 – Revenue Budget Strategy**

- 4. This section sets out those areas which differ from the Cabinet's proposed budget and includes recommendations on those matters that the Council must approve as part of the budget setting process, including the council tax requirement and council tax amount for a Band D property.
- 5. Labour & Co-operative Group Section 4.2 sets out proposed budget amendments to Cabinet's Section 4.2. Therefore, the two sections need to be considered together.
- 6. Cabinet's Section 4.5 Financial Strategy is unaffected by the Labour & Co-operative Group amendments.
- 7. In relation to use of earmarked reserves, Labour & Co-operative Group Section 4.6 amendments set out the changes from the Cabinet's Section 4.6, so the two Sections need to be considered together.

## **Labour & Co-Operative Group Section 5 – Capital Budget Strategy**

8. Labour & Co-operative Group Section 5.1 sets out updates to the Cabinet's Capital and Investment Strategy in Section 5.1.
9. Labour & Co-operative Group new capital programme proposals are set out in Section 5.3 and updates the Cabinet's Section 5.3 Capital proposals.

## **Equality & Inclusion and Sustainability Implications**

10. Overarching summary impact assessments for both equalities and climate, taking into account the overall impact of the budget proposals, are included in Labour & Co-operative Group Section 4.7 and 4.8 and need to be considered in conjunction with Cabinet Section 4.7 and 4.8.

## **Financial Implications**

11. The Council is required by law to set a balanced budget for 2025/26 before 1 March 2025. Alongside this, there is a requirement under Section 25 of the Local Government Finance Act 2003 for the Chief Finance Officer to prepare a statement on the robustness of the budget estimates and the adequacy of reserves. Labour & Co-operative Group Section 3 needs to be considered in conjunction with Cabinet Section 3.

Comments checked by: Lorna Baxter, Executive Director of Resources and Section 151 Officer

## **Legal Implications**

12. The legal implications remain as set out at Item 10 of the agenda for Council on 11 February 2025.

**Lorna Baxter, Executive Director of Resources and Section 151 Officer**

Contact Officer: Kathy Wilcox, Head of Corporate Finance

February 2025