

From: Deputy Leader and Cabinet Member for Finance, Corporate and Traded Services, Peter Oakford
Corporate Director Finance, Zena Cooke

To: Cabinet, 29 June 2023

Subject: Provisional Revenue and Capital Budget Outturn Report 2022-23

Classification: Unrestricted

Summary:

The attached report sets out a high-level summary of the provisional revenue and capital budget outturn position for 2022-23. Included are revenue budget roll forwards, capital rephasing and budget adjustments.

Recommendation(s):

Cabinet is asked to:

- a) NOTE the provisional Revenue outturn position for 2022-23.
- b) NOTE the provisional Capital outturn position for 2022-23
- c) AGREE that £1.655m of the 2022-23 revenue underspending is rolled forward to fund existing commitments.
- d) AGREE that £0.305m of the 2022-23 revenue underspending is rolled forward to fund the rephasing of existing initiatives.
- e) CONSIDER the £0.726m request for the 2022-23 member grant underspend to be rolled forward to 2023-24.
- f) AGREE the drawing down of £24.996m from the Risk Reserve and up to £22.114m from the General Fund reserve to fund the overspend.
- g) AGREE the £159.215m of capital slippage/re-phasing from 2022-23 will be added to the 2023-24 and later years capital budgets and to note the review of the capital programme to address the high levels of slippage and rephasing and its funding requirements and sustainability.
- h) AGREE the proposed capital cash limit changes totalling £22.834m.
- i) AGREE the contributions to and from reserves and note the impact on the council's financial resilience.
- j) NOTE the review of reserves to strengthen the council's financial resilience during 2023-24 and as part of the budget setting process for 2024-25 and the MTFP period.

1. Introduction

- 1.1 The attached report sets out the provisional revenue and capital outturn position for 2022-23.

2 Provisional Revenue and Capital Budget Outturn Report 2022-23

- 2.1 The attached report sets out the provisional revenue budget outturn position for 2022-23 which is an overspend of £44.424m (excluding schools and roll forward requests of £1.960m). Within the overall outturn position there are significant overspends in Children's, Young People and Education totalling £32.721m, and in Adult Social Care & Health totalling £24.414m. There may be minor variations to the figures during the final stage of the year end process and the external audit.
- 2.2 Roll forwards totalling £1.960m have been requested as detailed in Appendix 1. These roll forwards meet the agreed criteria of projects where there is already a commitment in 2023-24, increasing the overspend to £46.384m. There is an additional request to roll forward a further £0.726m of member grant underspend which would increase the provisional revenue budget outturn position to an overspend of £47.110m.
- 2.3 This level of overspend will require the full utilisation of the risk reserve of £24.966m with the remaining up to £22.114m being drawn down from the General Fund reserve. The impact on our reserves is set out in Appendix 4.
- 2.4 The capital outturn position is an underspend of £158.4m, £159.2m of slippage and rephasing and £0.8m real net overspend. Also included in the attached is report are the capital re-phasing and budget adjustments which require Cabinet approval.

3. Recommendation(s)

Cabinet is asked to:

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- a) NOTE the provisional Revenue outturn position for 2022-23.
- b) NOTE the provisional Capital outturn position for 2022-23
- c) AGREE that £1.655m of the 2022-23 revenue underspending is rolled forward to fund existing commitments.
- d) AGREE that £0.305m of the 2022-23 revenue underspending is rolled forward to fund the rephasing of existing initiatives.
- e) CONSIDER the £0.726m of request for 2022-23 revenue underspending is rolled forward to fund Member grants.
- f) AGREE the drawing down of £24.996m from the Risk Reserve and up to £22.114m from the General Fund reserve to fund the overspend.
- g) AGREE the £159.215m of capital slippage/re-phasing from 2022-23 will be added to the 2023-24 and later years capital budgets and to note the review of the capital programme to address the high levels of slippage and rephasing and its funding requirements and sustainability.
- h) AGREE the proposed capital cash limit changes totalling £22.834m.
- i) AGREE the contributions to and from reserves and note the impact on the council's financial resilience.
- j) NOTE the review of reserves to strengthen the council's financial resilience during 2023-24 and as part of the budget setting process for 2024-25 and the MTFP period.

4. Contact details

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