

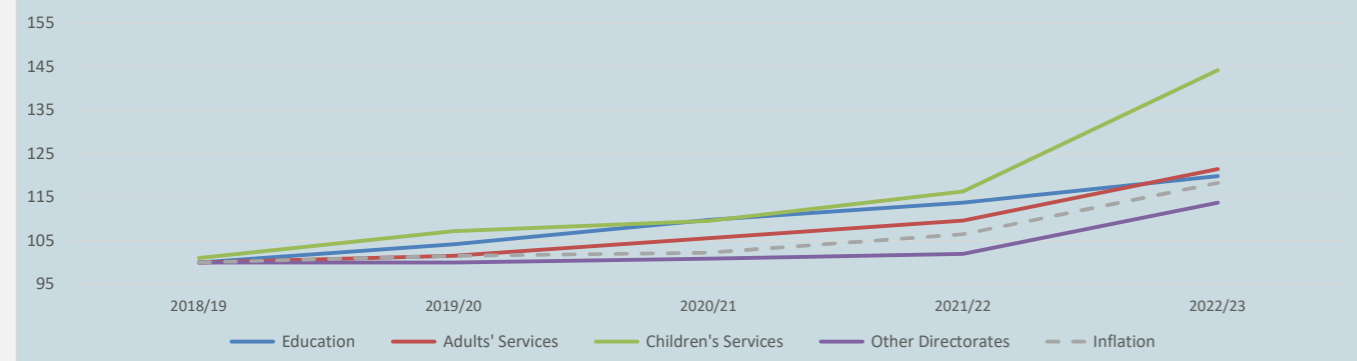
Financial Resilience Snapshot

2022-23 Outturn

Revenue Outturn Position - 2022/23

Directorate	Budget £000	Outturn £000	Variance £000	Variance %
Corporate Management	37,546	29,696	(7,850)	(20.9%)
Economic Development	47,328	50,604	3,276	6.9%
Education	310,413	313,914	3,501	1.1%
Planning, Transport & Environment	8,196	8,196	0	0.0%
People & Communities				
- Housing & Communities	48,986	46,082	(2,904)	(5.9%)
- Performance & Partnerships	3,491	2,964	(527)	(15.1%)
- Adults' Services	133,760	132,229	(1,531)	(1.1%)
- Children's Services	81,689	88,285	6,596	8.1%
Resources				
- Governance & Legal Services	6,950	7,619	669	9.6%
- Resources	16,964	16,198	(766)	(4.5%)
Directorate Total	695,323	695,787	464	0.1%
Capital Financing	34,309	31,020	(3,289)	(9.6%)
General Contingency	2,000	0	(2,000)	(100.0%)
Summary Revenue Account etc.	12,114	18,896	6,782	56.0%
Council Tax	0	(1,957)	(1,957)	-
Total	743,746	743,746	0	0.0%

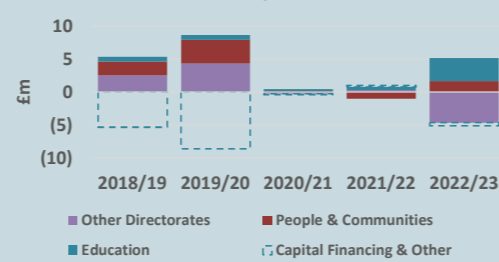
Directorate Outturn Growth



Directorate Outturn Position: 2018/19 - 2022/23

Directorate	2018/19 £000	2019/20 £000	2020/21 £000	2021/22 £000	2022/23 £000
Education	261,913	272,812	287,533	297,868	313,914
People & Communities	217,881	224,524	232,204	242,373	269,560
Other Directorates	94,136	94,282	92,890	92,891	112,313
Directorate Total	573,930	591,618	612,627	633,132	695,787
Capital Financing & Other	34,983	31,971	43,559	49,120	47,959
Total	608,913	623,589	656,186	682,252	743,746

Directorate Variance to Budget 2018/19 - 2022/23



Capital Outturn Position - 2022/23

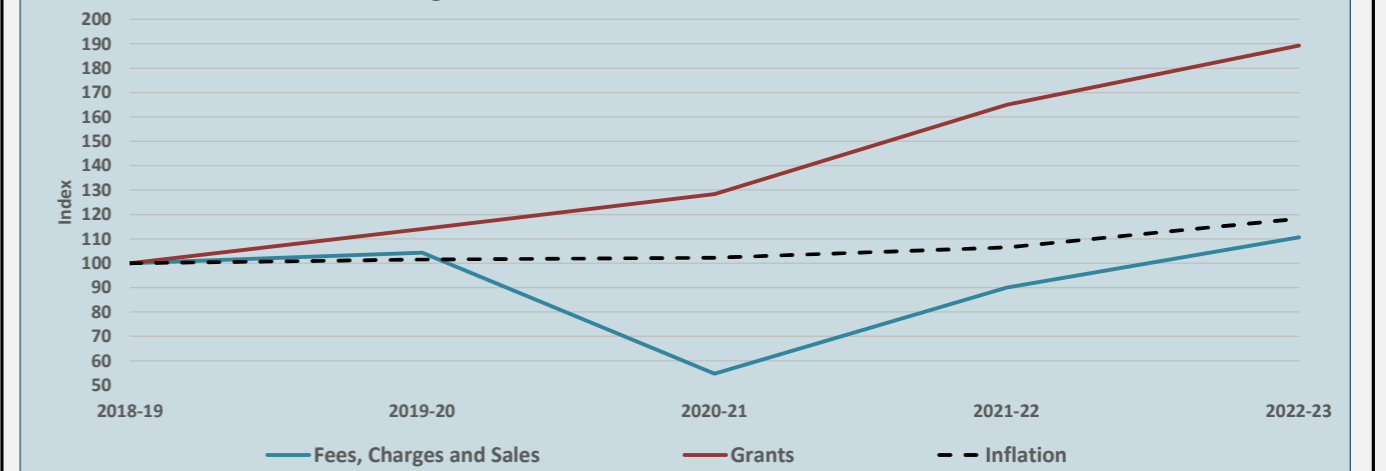
Directorate	Budget £000	Outturn £000	Variance £000	Variance %	(Under)/Over £000	Slippage £000
Economic Development	63,185	20,897	(42,288)	(67%)	(2)	(42,286)
Education	77,057	60,337	(16,720)	(22%)	645	(17,365)
People & Communities	25,104	12,899	(12,205)	(49%)	61	(12,266)
Planning, Transport & Environment	55,672	37,995	(17,677)	(32%)	0	(17,677)
Resources	20,360	7,728	(12,632)	(62%)	0	(12,632)
Total	241,378	139,856	(101,522)	(42%)	704	(102,226)

External Income

Directorate Outturn Position: 2018/19 - 2022/23

Directorate	2018/19 £000	2019/20 £000	2020/21 £000	2021/22 £000	2022/23 £000
Sales, Fees & Charges	(81,886)	(85,443)	(44,799)	(73,756)	(90,621)
Other Grants & Reimbursements	(44,001)	(41,268)	(36,827)	(41,621)	(75,215)
Interest, Investment Income & Rents	(8,156)	(8,779)	(12,270)	(14,932)	(16,932)
Grants	(101,602)	(115,847)	(130,394)	(167,600)	(192,360)
Grants (external spend)*	(154,370)	(142,566)	(137,163)	(128,463)	(111,050)
Covid Grants (inc. Hardship Fund)	0	0	(106,254)	(82,044)	(19,721)

Changes in External Income Streams - 2018/19 Base Year



Fees & Charges, Highest Directorate Receipts: 2018/19 - 2022/23

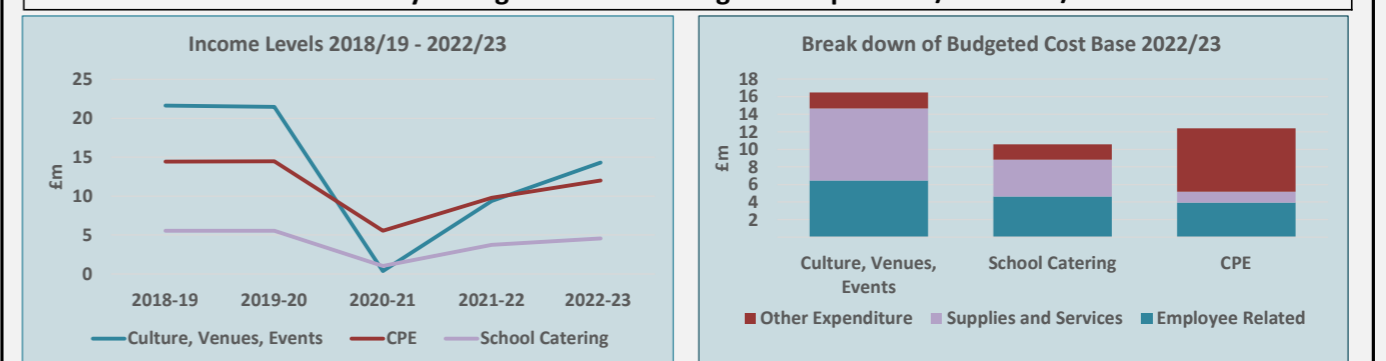
Directorate	2018/19 £000	2019/20 £000	2020/21 £000	2021/22 £000	2022/23 £000
Economic Development	35,658	35,562	8,575	23,821	30,606
Central Education	7,946	7,454	1,536	5,161	6,239
Delegated Schools	6,592	7,663	3,783	5,476	5,779
Planning, Transport & Environment	23,812	23,709	14,573	21,431	25,169

Specific Grants, Highest Directorate Receipts: 2018/19 - 2022/23

Directorate	2018/19 £000	2019/20 £000	2020/21 £000	2021/22 £000	2022/23 £000
Central Education	33,891	45,133	48,085	64,873	66,694
Delegated Schools	11,662	12,375	13,951	17,595	16,905
Housing & Communities*	35,463	37,722	39,358	48,898	59,479
Social Services	6,930	7,900	13,016	23,695	34,107

* Excluding HB, 20 hour childcare and concessionary fares

Trend Analysis: Highest Fees & Charges Receipts 2018/19 - 2022/23



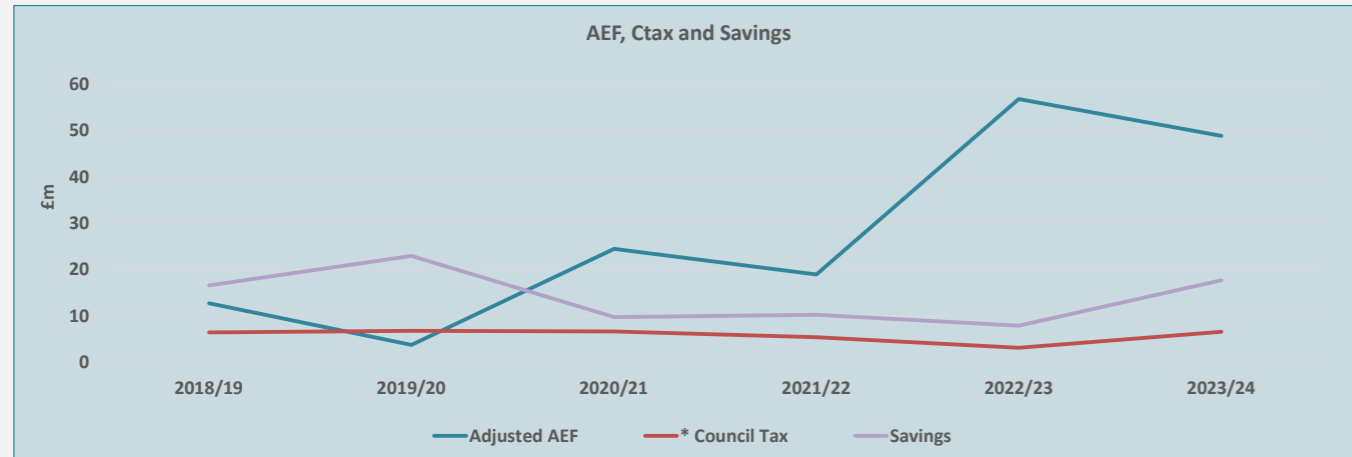
Financial Resilience Snapshot

Budget Strategy, Savings & Budgeted Resilience

Net Revenue Funding & Budget Strategy

Directorate	2018/19 £000	2019/20 £000	2020/21 £000	2021/22 £000	2022/23 £000	2023/24 £000
Savings	(16,576)	(22,943)	(9,764)	(10,244)	(7,857)	(17,666)
Council Tax Increase (rate)*	(6,406)	(6,744)	(6,594)	(5,351)	(3,065)	(6,550)
Reserve Funding	(2,350)	(2,750)	(750)	(750)	0	0
Total	(25,332)	(32,437)	(17,108)	(16,345)	(10,922)	(24,216)

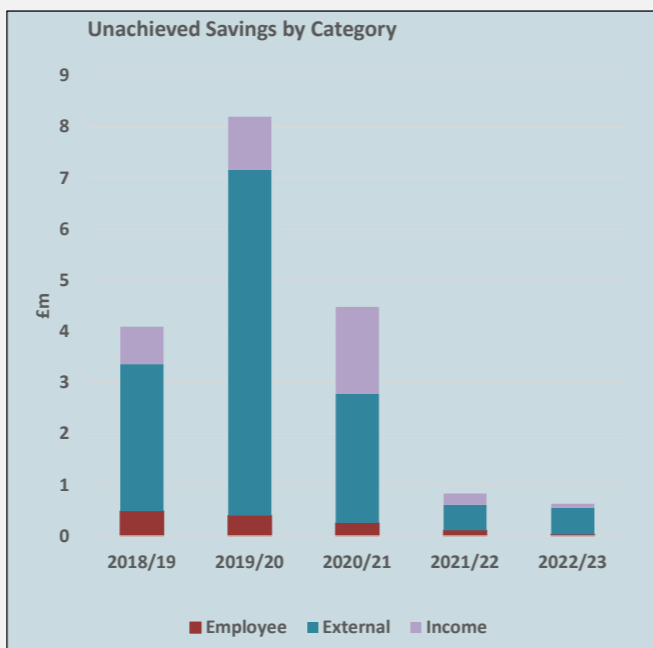
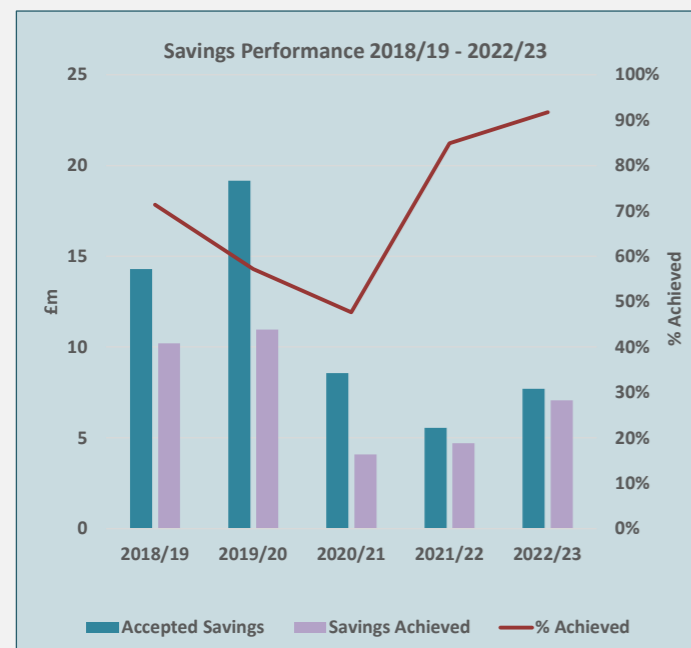
* Net of impact on Council Tax Reduction Scheme



* Indicative AEF shows a drop back in 2023/24 and 2024/25

Budget Corporate Resilience

Directorate	2018/19 £000	2019/20 £000	2020/21 £000	2021/22 £000	2022/23 £000	2023/24 £000
Covid Recovery Budget	0	0	0	0	10,000	0
Financial Resilience Mechanism	4,000	3,800	3,800	3,800	3,800	2,000
General Contingency	3,000	3,000	3,000	3,000	2,000	1,000
Adults' Contingency	0	0	0	0	3,000	2,000
Children's Contingency	950	2,000	2,175	2,175	2,175	2,175
MRF	350	350	350	350	350	350



* Achievement of Directorate Savings in year - Savings unachieved in year would either be achieved in future years or would require budget realignment.

Financial Ratios and Earmarked Reserves

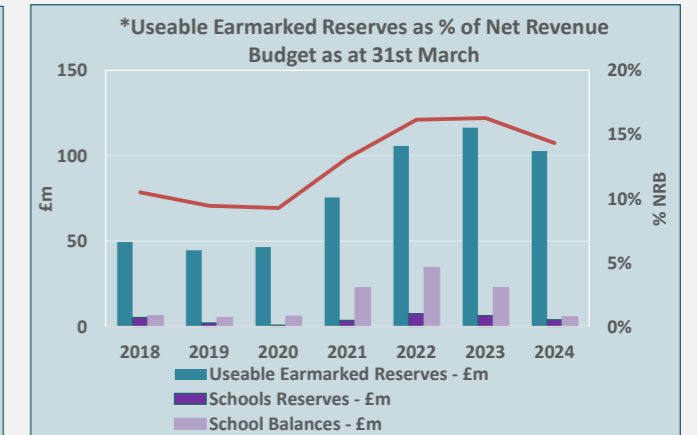
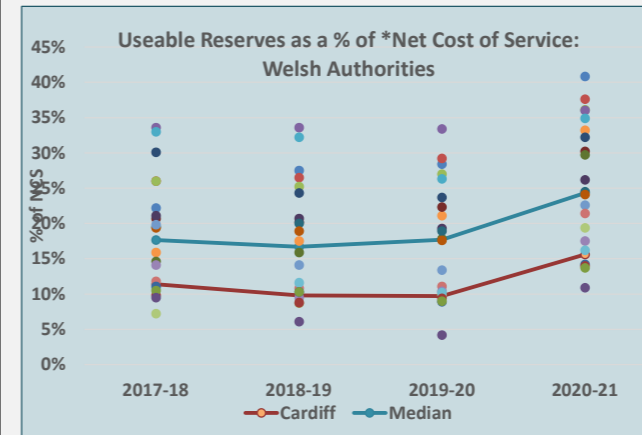
Financial Indicators : Cardiff Council Single Entity

Ratio / Indicator - Availability of Resources	2017/18	2018/19	2019/20	2020/21	2021/22*
** Changes in Useable Reserve	3.33%	(10.68%)	1.74%	68.85%	41.55%
Net CTAX Proceeds / Net CTAX budgeted	100.15%	100.48%	102.16%	100.55%	103.87%
Current Ratio	1.65	1.47	1.61	1.77	2.03
Working Capital as % of Gross Revenue Expenditure	9%	7%	11%	15%	16%
General Reserve to Gross Revenue Expenditure (days)	6	6	6	5	4
Capital Funding Req/Net Revenue	116%	114%	121%	109%	102%
LT Borrowing to LT Assets (ratio)	36%	37%	38%	37%	37%
LT Borrowing to Tax & AEF	103%	104%	115%	100%	96%
Interest Payments / Net Revenue	7%	7%	7%	8%	9%

* 2021/22 - Draft Statement of Accounts figures - Subject to Audit.

** Useable Reserves defined as Council Fund and Earmarked Reserves, School Balances and Reserves, and Joint Committee reserves in line with Audit Wales definition.

- 2018/19 - Reduction in Useable reserves due to in year funding of higher than anticipated pay award and a reduction in School balances.
- 2020/21 and 21/22 - Increase in reserves to fund short term Covid based pressures and recovery.

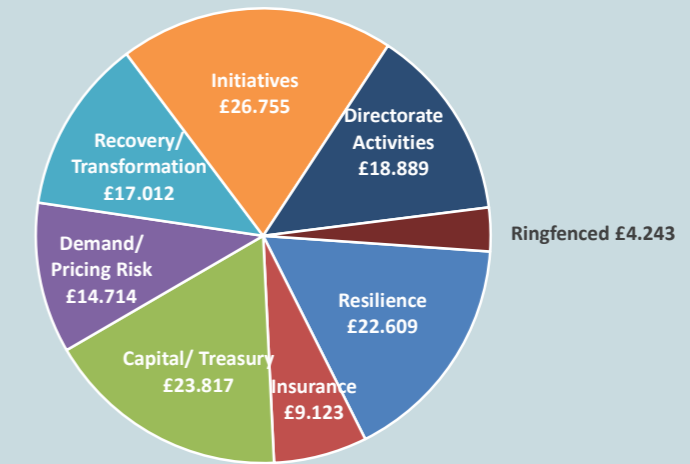


* Latest available information provided from Audit Wales.

Usable reserves is Council Fund and Earmarked Reserves, School Balances and Reserves and Joint Committee reserves. Net cost of Services includes Precepts, Levies and Debt but excludes HRA.

* This is a local Financial Resilience Indicator that diverges from Audit Wales reserve indicator. Useable Reserves definition is more stringent than Audit Wales and only includes funds readily available to fund Council Revenue activities i.e. - Council Fund and Council Earmarked Reserves. Measures coverage of reserves as at 31st of March to fund revenue activities in the preceding year. NB. 2022 data is based on the Draft Financial position of the Council as the accounts for 2021/22 remain the subject of audit, with final accounts due for consideration at Full Council at end of March 2023. No change is currently expected.

Earmarked Reserves Categorised by Purpose (£m) Balance as at 31st March 2023



Financial Resilience Snapshot

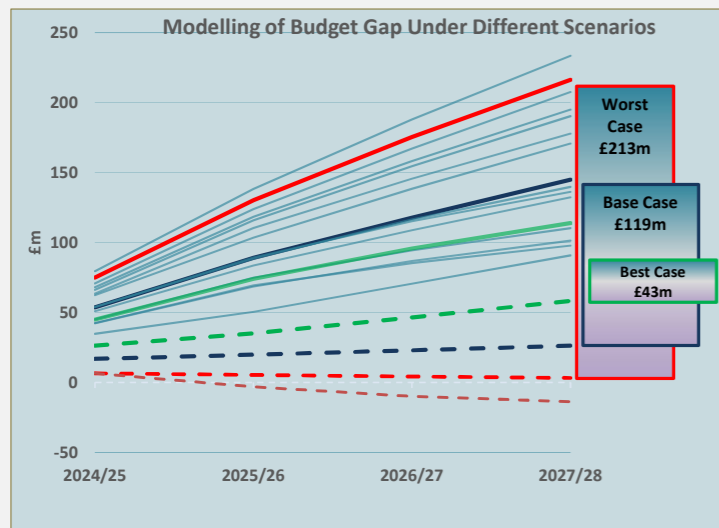
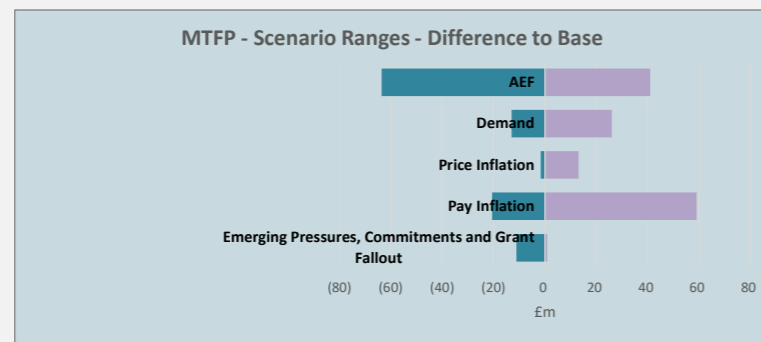
Medium Term Financial Outlook: Revenue

Medium Term Budget Gap

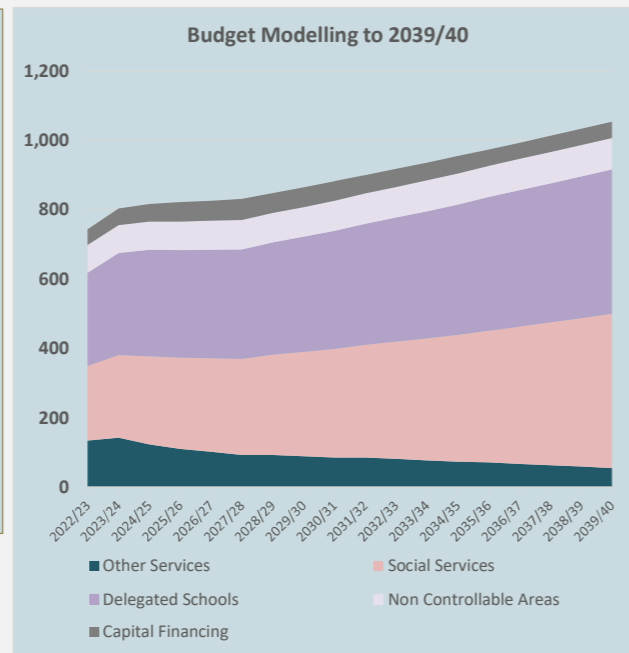
Directorate	2024/25 £000	2025/26 £000	2026/27 £000	2027/28 £000	Total £000
Pay Inflation	21,529	12,631	5,660	6,725	46,545
Price Inflation	9,708	5,995	8,222	8,081	32,006
Capital Financing (pre school Band B Cont.)	5,591	4,099	2,378	2,970	15,038
Commitments & Realignments	6,175	625	1,197	(107)	7,890
Demographic Pressures	7,565	9,214	8,672	6,511	31,962
Emerging Financial Pressures	3,000	3,000	3,000	3,000	12,000
Funding - AEF & Reserves	(16,808)	(3,057)	(3,072)	(3,299)	(26,236)
Total Budget Gap	36,760	32,507	26,057	23,881	119,205
Council Tax - Modelled at 3%	(5,172)	(5,327)	(5,487)	(5,652)	(21,638)
Savings	(31,588)	(27,180)	(20,570)	(18,229)	(97,567)
Budget Strategy Requirement	(36,760)	(32,507)	(26,057)	(23,881)	(119,205)

Medium Term Budget Gap Scenario £m		Demand - Scenarios		
		High	Base	Low
Economic Scenarios	Recession - High Inflation	94+	69+	56+
	Recession - Low Inflation	31+	5+	-7
	Base	26+	£119m Budget Gap over 4 yrs	-13
	Economic Growth - High Inflation	24+	-2	-14
	Economic Growth - Low Inflation	-37	-63	-76

7 of the 14 alternative scenarios had a lower Budget Gap than the Base case. The single biggest variable in the MTFP budget Gap is AEF - i.e. Local Government Settlement



Graph above illustrates the different planning scenarios. Maximum budget gap over medium term period is £213m, minimum is £43m and the average was £125m which is comparable to base case of £119m.



Capital Financing

Capital Financing Requirement as at 31st March each year

Element	2022 Actual £m	2023 Actual £m	2024 Estimate £m	2025 Estimate £m	2026 Estimate £m	2027 Estimate £m	2028 Estimate £m
General Fund	482	526	575	624	646	646	622
General Fund (Arena Affordability Envelope)	62	60	67	141	217	236	233
Housing Revenue Account	325	335	391	446	480	532	618
Total	869	921	1,033	1,211	1,343	1,414	1,473

Capital Financing Requirement as Ratio of the Net Revenue Stream

Element	2021/22 Actual %	2022/23 Actual %	2023/24 Estimate %	2024/25 Estimate %	2025/26 Estimate %	2026/27 Estimate %	2027/28 Estimate %
General Fund	0.80%	0.78%	0.80%	0.93%	1.04%	1.04%	1.00%
Housing Revenue Account	3.81%	3.76%	4.04%	4.25%	4.39%	4.72%	5.28%

Ratio of Financing Costs to Net Revenue Budget Stream

Element	2021/22 Actual %	2022/23 Actual %	2023/24 Estimate %	2024/25 Estimate %	2025/26 Estimate %	2026/27 Estimate %	2027/28 Estimate %
General Fund - Gross Capital Financing Budget	7.27%	6.09%	6.64%	7.38%	8.44%	8.90%	9.02%
HRA - Gross Capital Financing Budget	30.84%	29.29%	28.80%	30.66%	32.84%	34.34%	36.57%

