

BRECKLAND COUNCIL FINANCIAL COMMENTS & APPRAISAL

THIS DOCUMENT PROVIDES THE FINANCIAL IMPLICATIONS
IN RESPECT OF THE ATTACHED REPORT

FROM: Alison Chubbock (Assistant Director Finance)
REPORT: Corporate Projects Service
REPORT DATE: 22 March 2023

	£ Year 1 2022-23	£ Year 2 2023-24	£ Year 3 2024-25	£ Year 4 2025-26
Revenue				
Income				
Growth & Investment reserve	(-)	(-)	(130,320)	(34,380)
Corporate budget allocation	(-)	(97,810)	(-)	(-)
Re-allocated salary savings	(-)	(63,350)	(90,120)	(95,150)
Costs				
Salary costs	-	157,160	220,440	232,650
Recruitment and ICT set up	-	4,000	-	-
Total Revenue	-	-	-	103,120

Capital				
Income				
Corporate budget allocation	(-)	(25,000)	(-)	(-)
Costs				
New system procurement	-	25,000	-	-
Total Capital	-	-	-	-

Considered By: General Purposes
Date: 22-03-23

Financial Services Comments

The report requests approval to establish a new Corporate Projects Service, along with the necessary budgets and staffing. The additional costs of the service are detailed in the table above, this does not include the costs of the grade 6 role as this is already in the permanent budgeted establishment.

The values in the table assume a start date for all new roles of July 2023. Through two previous service reviews approved in January and February 2023, salary budgets were re-allocated to partly support the creation of this new projects service and those savings are detailed in the table.

The remaining funding to cover the first two years of this new service was allocated in the base budget from savings for 2023-24 and the balance for future was allocated in the Growth & Investment reserve. These were included as part of the budget setting process to fund these roles for 2 years, leaving an un-allocated balance of £1.7m in the reserve.

After the initial two years of funding and proof of concept of the new service, either additional efficiencies will need to be found to cover the £103k per year costs, or the service will need to undertake a review to reduce costs.

There will be a small ongoing cost of the service for items such as mobile phones and mileage.

Financial Risk

Reserve balances are diminishing and the use of reserve for this service will reduce funds available for future projects.

This appraisal is valid for 1 month from issue date
If there are changes to the original report it may invalidate this document & must be reviewed by Finance.