

<b>Committee(s):</b> Policy and Resources Committee	<b>Dated:</b> 23/03/2023
<b>Subject:</b> Policy and Resources Contingency/Discretionary Funds	<b>Public</b>
<b>Which outcomes in the City Corporation's Corporate Plan does this proposal aim to impact directly?</b>	All
<b>Does this proposal require extra revenue and/or capital spending?</b>	No
<b>If so, how much?</b>	£0
<b>What is the source of Funding?</b>	N/A
<b>Has this Funding Source been agreed with the Chamberlain's Department?</b>	N/A
<b>Report of:</b> Chamberlain	<b>For Decision</b>
<b>Report Author:</b> Geraldine Francis - Chamberlain	

### Summary

This report provides the schedule of projects and activities which have received funding from the Policy Initiatives Fund (PIF), the Policy and Resources Committee's Contingency Fund, Committee's Project Reserve and COVID19 Contingency Fund for 2022/23 and future years with details of expenditure in 2022/23. The balances remaining for these Funds for 2022/23 and beyond are shown in the Table below.

<b>Fund</b>	<b>2022/23 Balance Remaining after Approved Bids £</b>	<b>2023/24 Balance Remaining after Approved Bids £</b>	<b>2024/25 Balance Remaining after Approved Bids £</b>	<b>2025/26 Balance Remaining after Approved Bids</b>
Policy Initiative Fund	701,000	517,000	800,000	1,150,000
Policy & Resources Contingency	357,159	215,000	285,000	300,000
Policy & Resources Project Reserve	343,000	0	0	0
COVID19 Contingency	172,496	0	0	0

### Recommendation(s)

Members are asked to:

- Note the report and contents of the schedules.
- Approve the 2022/23 unallocated balances on your Committee's PIF and Contingency Fund being carried forward into 2023/24.
- Approve the 2022/23 COVID Contingency Fund unallocated balances are not carried forward as it is not anticipated that this Contingency will be required in 2023/24.

## Main Report

### Background

1. Members are being asked to approve to carry forward the uncommitted balances on the PIF and Committee Contingency Funds into 2023/24 as has historically occurred. The Table below shows the current level of uncommitted funds in 2022/23.

<b>Fund</b>	<b>Current Uncommitted 2022/23 Balance</b>
Policy Initiative Fund	£701,000
Policy & Resources Contingency	£357,159
Policy & Resources Project Reserves	£343,000
COVID19 Contingency	£172,496
<b>Total</b>	<b>£1,573,655</b>

2. The purpose of the Policy Initiatives Fund (PIF) is to allow the Committee to respond swiftly and effectively with funding for projects and initiatives identified during the year which support the City Corporation's overall aims and objectives.
3. The current process for identifying which items should sit within the PIF are if they fall under the below criteria:
  - Items that relate to a specific initiative i.e. research.
  - Sponsorship/funding for bodies which have initiatives that support the City's overall objectives; and
  - Membership of high-profile national think tanks.
4. To restrict the depletion of funds in future years, a two-year time limit is in place on multiyear PIF bids, with three years being an option by exception. To ensure prioritisation within the multiyear bids, the PIF from the financial year 2019/20 and onwards has £600k of its total budget put aside for multiyear bids with the rest set aside (£600k) for one off allocations, with the option to 'top up' the multiyear allocation from the balance if members agree to do so. This will ensure that there should always be enough in the PIF to fund emerging one-off opportunities as they come up.
5. PIF bids need to include a measurable success/benefits criterion in the report so that the successful bids can then be reviewed to see what the outcomes are and if the works/activities meet the objectives of the PIF. These measures will be used to review PIF bids on a six-monthly basis. This review will aide members in evaluating the effectiveness/benefits of PIF bids supported works/activities which can be taken into consideration when approving similar works/activities in the future.
6. When a PIF bid has been approved there should be a reasonable amount of progress/spend on the works/activities within 18 months of approval which allows for slippage and delays. If there has not been enough spend/activity within this

timeframe, members will be asked to approve that the remaining allocation be returned to the Fund where it can be utilised for other works/activities. If the Department requires funding for the same works/activities again at a later date, it is suggested that they re-bid for the funding. If there is a legitimate reason, out of the Department's control, which has caused delays, it is recommended that these are reviewed by Committee as needed.

7. The Committee Contingency Fund is used to fund unforeseen items of expenditure when no specific provision exists within the Policy Committee's budget such as hosting one-off events.
8. The Committee's Project Reserve is a limited reserve which has been established from funds moved from the Projects Sub Committee Contingency Fund as approved in May 2019's Policy and Resources Committee. The initial amount transferred to this reserve totalled £450,000 from the Project Sub Committee, this is not an annual Contingency but a one-off sum. It is suggested that this reserve is used for project type spend.
9. The COVID19 Contingency Fund is a time limited fund established to meet any unforeseen items of expenditure due to the COVID19 virus such as; to enact contingency planning arrangements, support unforeseen expenditure required to support service community which cannot be met from local budgets and to support/implement guidance issued by the government where there is no other compensating source of funding. The Town Clerk and Chamberlain have delegated authority to approve bids to this fund that are under £250,000.

### **Current Position**

10. Appendices 1 to 3 list committed projects and activities approved by this Committee for the current and future financial years with the remaining balances available for the PIF (Appendix 1), your Committee's Contingency (Appendix 2) and the Policy & Resources Project Reserve (Appendix 3). Bids against the COVID19 Contingency Fund (Appendix 4) has either been approved by the Town Clerk and Chamberlain under delegated authority or by this Committee.
11. The balances that are currently available in the Policy Initiatives Fund, Committee Contingency Fund, Committee's Project Reserve and COVID Contingency for 2022/23 are shown in the Table below. The balance shown for the Policy Initiative Fund of £701,000 has increased from the £264,356 previously reported as unspent allocations on a number of Projects have now been returned to the Pot.

<b>Fund</b>	<b>2022/23 Opening Balance</b>	<b>2022/23 Approved Bids</b>	<b>2022/23 Balance Remaining after 2022/23 Approved Bids</b>	<b>2022/23 Pending Bids</b>	<b>2022/23 Balance Remaining after 2022/23 Pending Bids</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
Policy Initiative Fund	2,409,892	(1,708,892)	701,000	0	701,000
Policy & Resources Contingency	604,354	(247,195)	357,159	0	357,159
Policy & Resources Project Reserve	343,000	0	343,000	0	343,000
COVID19 Contingency	727,496	(555,000)	172,496	0	172,496

12. The remaining multiyear allocation is shown in the Table below with details, as shown in Appendix 1, prior to any allowances being made for any other proposals on today's agenda.

	<b>2022/23</b>	<b>2023/24</b>	<b>2024/25</b>	<b>2025/26</b>
Balance remaining of Multiyear PIF allocation	£183,000	£218,000	£200,000	£550,000

13. Committee Members are asked to note Appendices 5, 6 and 7 which provide an update of progress/outcomes from spend resulting from the PIF (Appendix 5), Committee Contingency Fund (Appendix 6) and COVID19 Contingency (Appendix 7).

### **Corporate & Strategic Implications**

14. Strategic implications – Although each PIF application has to be judged on its merits, it can be assumed that they may be helping towards contributing to a flourishing society, supporting a thriving economy and shaping outstanding environments as per the corporate plan.

15. Financial implications – Each PIF application should be approved on a case by case basis and Departments should look to local budgets first before seeking PIF approval, with PIF requests only being submitted if there is no funding within local budgets available.

16. Resource implications – None

17. Legal implications – None

18. Risk implications – None

19. Equalities implications – None

20. Climate implications – None

21. Security implications – None

### **Appendices**

- Appendix 1 – PIF 2022/23 and Future Years
- Appendix 2 – P&R Contingency 2022/23 and Future Years
- Appendix 3 – P&R Project Reserve 2022/23
- Appendix 4 – COVID19 Contingency 2022/23
- Appendix 5 – PIF Progress/Outcomes
- Appendix 6 – P&R Contingency Progress/Outcomes
- Appendix 7 – COVID19 Contingency Progress/Outcomes

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