

Budget consultation 2018⁺

10 January 2018



Why are we consulting?

We want to hear your views about how we spend your money to meet the needs of the city

- There are clear challenges for the city
- We have listened to what we have been told and developed a clear long term vision and priorities
- We have a clear long term strategy in place to support the economic growth of the city
- But we will have less money in the future
- This is one of your opportunities to influence that decision making

The challenge

Birmingham continues to wrestle with some deep-seated challenges...

OBESITY

25%
of 10–11 year olds are obese



20% National average

NOT SATISFIED
16%

of 15 year olds are not satisfied with life

1 IN 3
CHILDREN LIVE IN POVERTY



128,000

children (0–15yr olds) live in the bottom decile households

10.8%

growth in number of children aged 5–15 over the next 20 years (2017–2037)

INFANT MORTALITY



7.9

Birmingham

3.9

National average

CYCLING

<1%



percentage of children who cycle to school

PHYSICAL ACTIVITY

(adults 19yrs+)

61.2%

Birmingham

64.9%

National



FUEL POVERTY

17TH

Out of 326 English local authorities, Birmingham ranks 17th for proportion of fuel poor households



LIFE EXPECTANCY

The difference between most affluent and most deprived areas

10.6yrs

less for men

8.2yrs

less for women



SOCIAL CONTACT

>50%

More than half of adult carers would like more social contact



Making a positive difference everyday to people's lives

Vision and priorities for Birmingham City Council

OUR VISION:

A city of growth where every child, citizen and place matters



CHILDREN

A great city to grow up in

Make the best of our unique demography and create a safe and secure city for our children and young people to learn and grow.



HOUSING

A great city to live in

Provide housing in a range of types and tenures, to meet the housing needs of all of the current and future citizens of the city.



JOBS & SKILLS

A great city to succeed in

Birmingham will be renowned as an enterprising, innovative and green city.

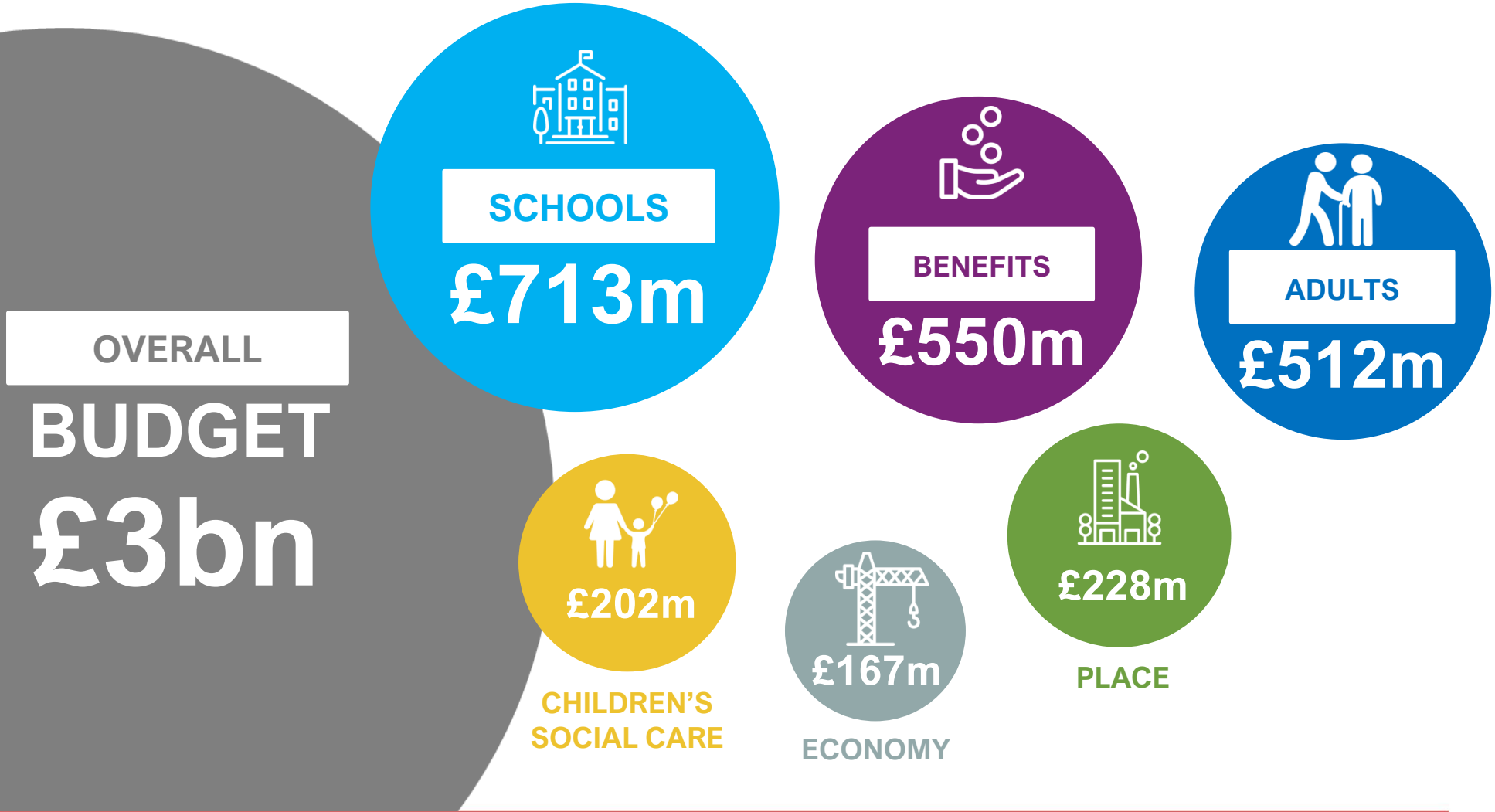


HEALTH

A great city to grow old in

Helping people become healthier, especially relating to physical activity.

Making a positive difference every day



Creating economic growth in the city

The logo for Birmingham Plan 2031 is contained within a green rectangular border. It features the word "BIRMINGHAM" in a smaller, green, sans-serif font at the top. Below it, the word "PLAN" is written in a larger, bold, green, sans-serif font. At the bottom, the year "2031" is written in the largest, bold, green, sans-serif font.

**BIRMINGHAM
PLAN
2031**

- 51,100 new homes
- 270,000 sqm retail floorspace
- 745,000 sqm office floorspace
- 6,000 home sustainable urban extension
- 71 hectare major employment site

Creating economic growth in the city



- Planning for:
 - 15,000 new homes.
 - 700,000sq.m. office.
 - 160,000sq.m. retail.
- Strengthen role as visitor and business destination and place to live and learn
- Improved public realm and network of open spaces
- Enterprise Zone providing the delivery resource – to date we have released investment worth £275m

Creating economic growth in the city

The city centre enterprise zone

Paradise



- 10,000 jobs
- 170,000sqm of Grade A office led mixed use space
- 4* hotel with up to 250 bedrooms
- Due for completion in 2019 Phase 1 will deliver 36,000sqm Grade A Office/Retail

Birmingham Smithfield



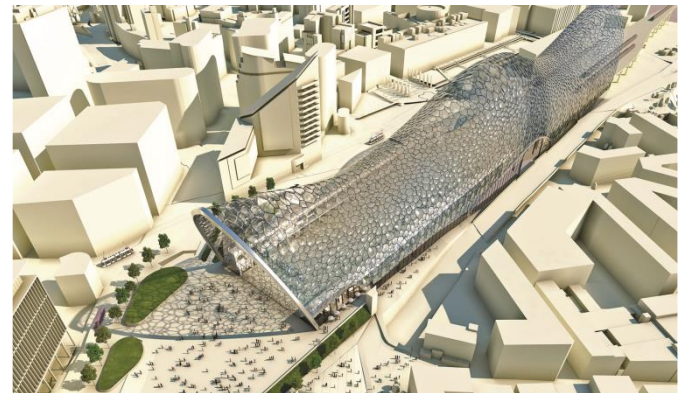
- Vibrant retail markets, family oriented leisure and entertainment and a residential neighbourhood
- 3,000 jobs
- 300,000sqm of office development
- £470m in additional GVA

Creating economic growth in the city

Maximising the benefits of HS2

- Our masterplan for the City Centre terminus at Curzon St is a 25-year vision for what will be one of the biggest urban regeneration schemes in Britain transforming over 140 hectares of the city centre, which will create:
 - 600,000 square metres of new business space
 - 4,000 new homes
 - 36,000 new jobs (net)
 - £1.3 billion in economic uplift.
- Public sector investment programme of £724m will fund local infrastructure and unlock development around the HS2 city centre terminus at Curzon St.

Birmingham Curzon



Potential for growth



Creating economic growth in the city

Keeping the city moving and investing in skills

Birmingham Connected

- Connecting to HS2 – includes a network of SPRINT bus routes, Metro extensions and rail improvements
- Tackling congestion e.g. National Productivity Investment Fund and encouraging alternative forms of transport
- Tackling Air Quality – incl introduction of Ultra Low Emission Vehicles and infrastructure

Employment and skills

- Birmingham skills investment plan
- Step Forward
- Engaging with employers through the Council's procurement framework
- Employment Access Team
- Youth Promise Plus
- Cog

Creating economic growth in the city

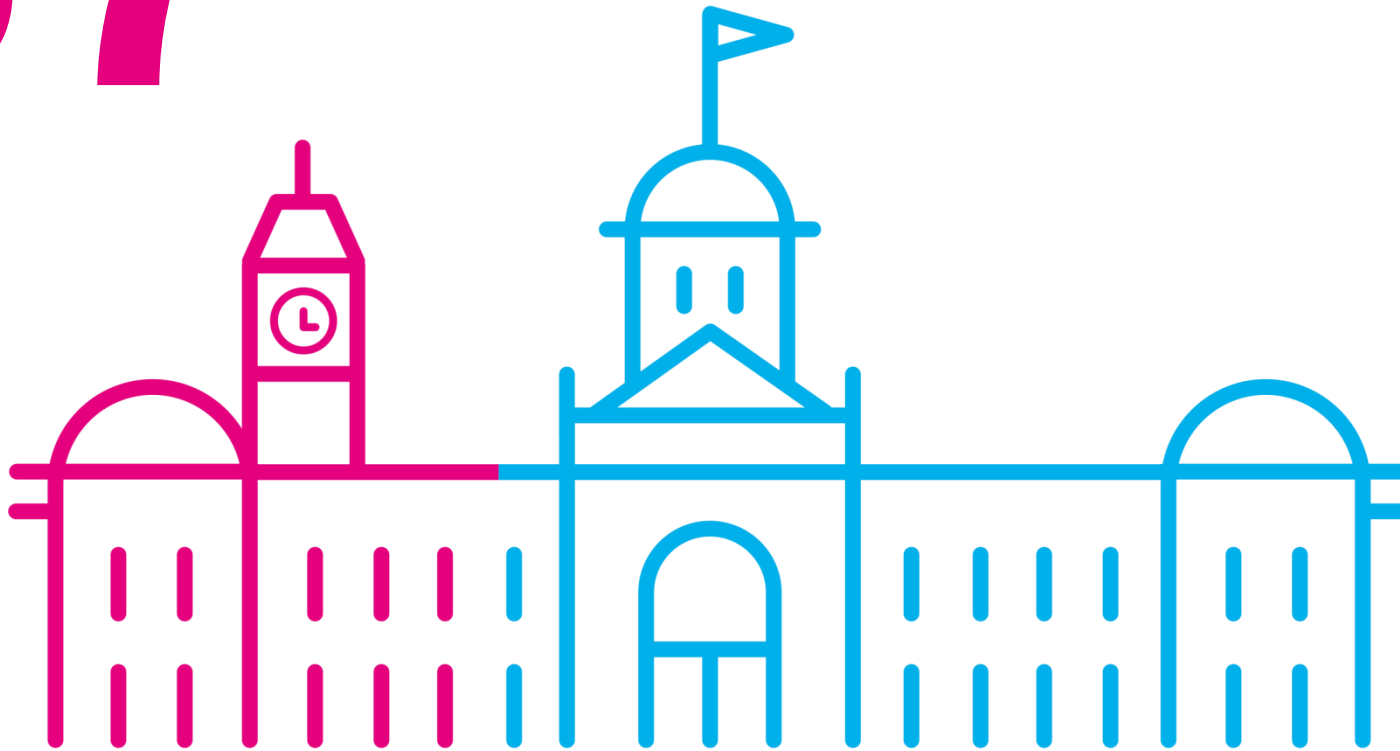
Encouraging others to invest in the city



Our financial challenge

37%

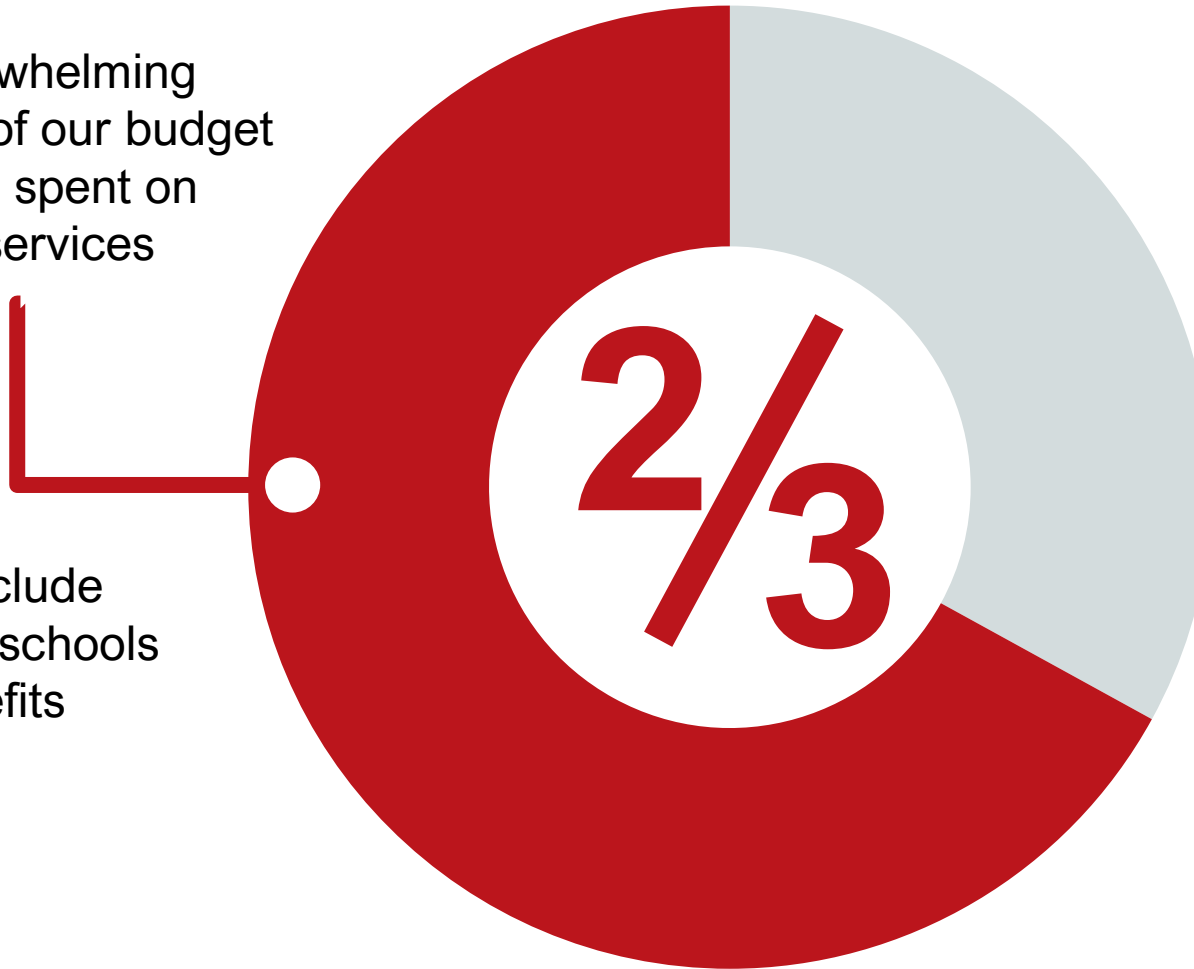
- Of controllable spend comes from business rates income
- This goes towards a range of services in line with the Council's priorities



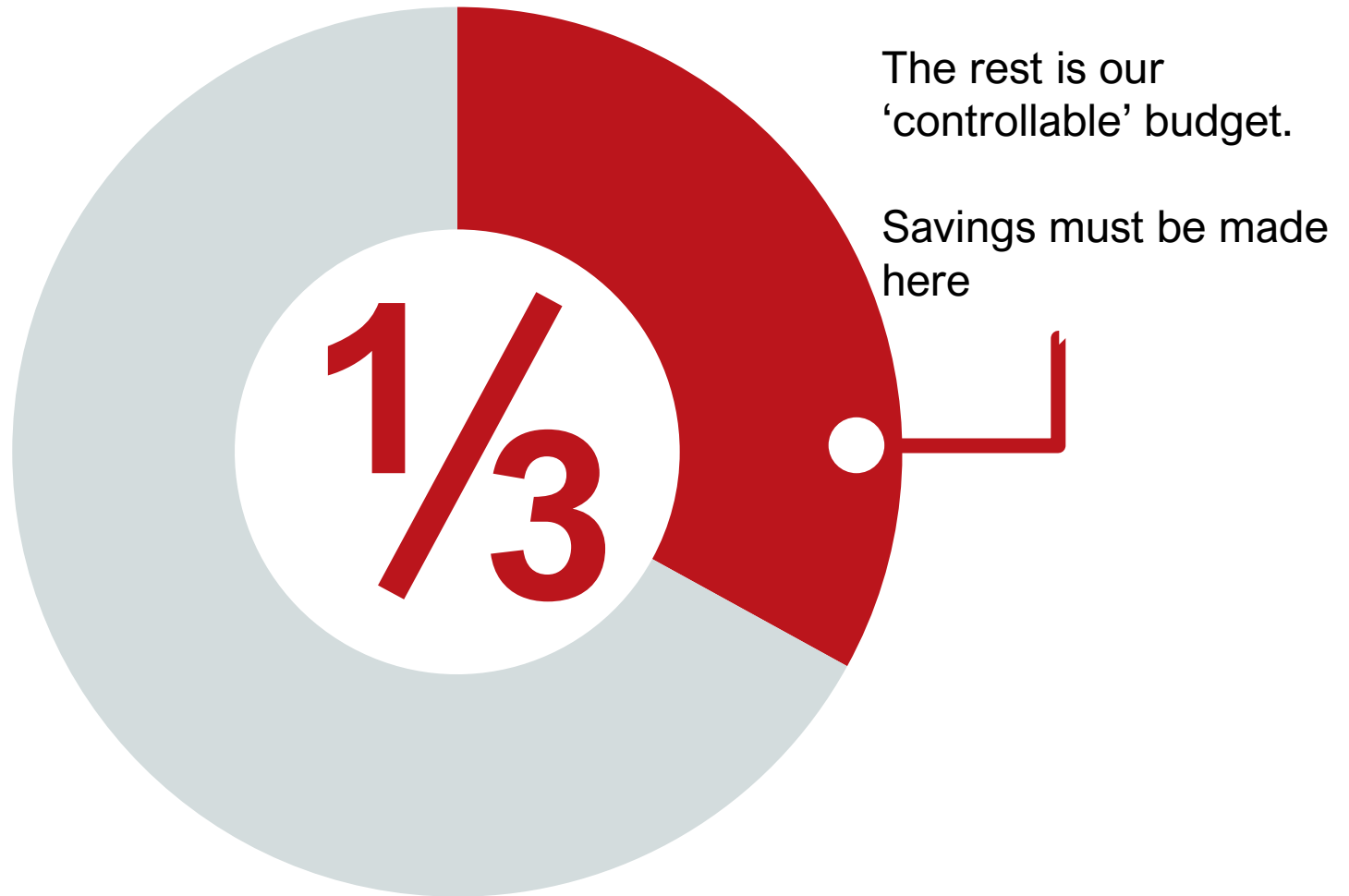
Our financial challenge

The overwhelming majority of our budget has to be spent on specific services

These include housing, schools and benefits



Our financial challenge



We have already reshaped what we do

We have already made savings of around

£642m

since 2010 as a direct result
of Government cuts and spending pressures



We know that we need to find a way of delivering services with less money

If the Government continues to cut public spending, by 2021/22 we will need to make further savings of

£111m

this is the equivalent of over 13% of our net budget for 2017/18

The 2018/19 budget consultation

We have assumed an annual increase in Council Tax of 1.99% and we will continue to take the ability to raise a 'social care precept' of a further 3% to provide extra funding to meet the costs of social care. The total increase assumed in the consultation is 4.99%

2018/19

	£m
Changes in corporate government grants	27
Changes in Council Tax/Business rates and related grants	(71)
Expenditure pressures	98
SAVINGS REQUIREMENT	54
Savings in financial plan 2017+	(63)
Savings not delivered	23
Savings being consulted on	(14)

Making a positive difference every day

Principles for how we'll operate in the future

1

We'll put citizens and neighbourhoods at the heart of our decision making – working with our partners to make this happen.

2

We'll promote the independence of the people who use our services.

3

We'll use our assets carefully to support growth in areas such as jobs and homes – ensuring that everyone can benefit.

4

We'll support our decision making with strong evidence and the resources to deliver.

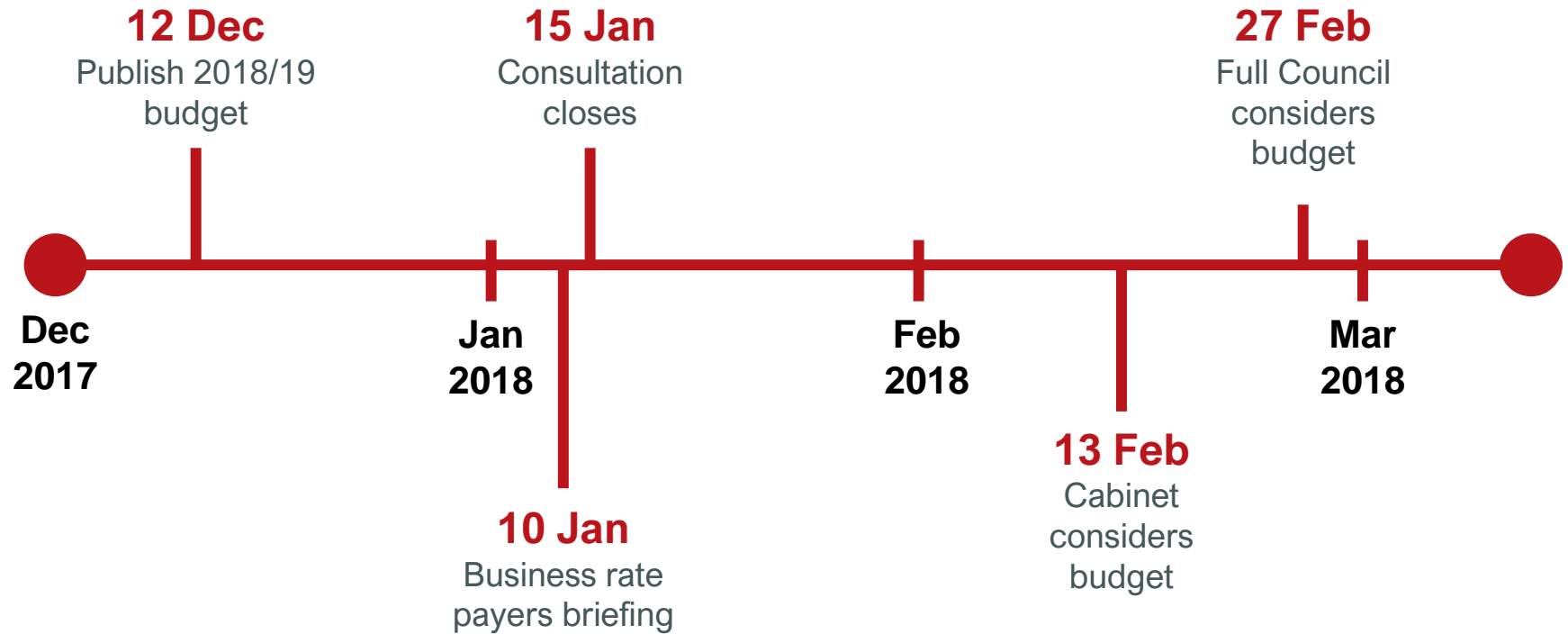
5

We'll be flexible and agile so we can respond quickly to the changing needs of the city and its citizens.

6

Our values are important to staff and citizens, so we'll make sure we work to them.

What happens next?



1

Read the proposals

birmingham.gov.uk/brumbudget18

2

Complete the online survey

birminghambeheard.org.uk

3

Or join the conversation online

Twitter: #BrumBudget18

Facebook



Making a positive difference everyday to people's lives