

**MINUTES OF A MEETING OF THE COUNTY COUNCIL HELD AT COUNCIL
CHAMBER - COUNTY HALL, LLANDRINDOD WELLS ON THURSDAY, 25
FEBRUARY 2016**

PRESENT

County Councillor PJ Ashton (Chair)

County Councillors MC Alexander, D Bailey, G R Banks, R G Brown, J H Brunt, L V Corfield, K W Curry, S C Davies, D E Davies, L R E Davies, E R Davies, S Davies, A W Davies, M J Dorrance, V E Evans, W J Evans, D O Evans, L Fitzpatrick, R I George, P Harris, M R Harris, S M Hayes, A Holloway, J C Holmes, E A Jones, D C Jones, M J Jones, E M Jones, G M Jones, D R Jones, J R Jones, W T Jones, F H Jump, P E Lewis, H Lewis, MC Mackenzie, D Mayor, S McNicholas, P J Medlicott, R H Mills, ET Morgan, G Morgan, JG Morris, W J T Powell, WD Powell, GD Price, D R Price, P C Pritchard, G W Ratcliffe, K M Roberts-Jones, K S Silk, K F Tampin, D A Thomas, W B Thomas, A G Thomas, D G Thomas, R G Thomas, T Turner, T J Van-Rees, G P Vaughan, D H Williams, S L Williams, J M Williams, G I S Williams and E A York

1.	APOLOGIES	CC15- 2016
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Apologies for absence were received from County Councillors G J Bowker, MJB Davies, C J Gibson-Watt, G G Hopkins, Eldrydd M Jones, D W Meredith and J G Shearer.

Councillors asked that the Chair to write to Councillor Bowker with their congratulations on the birth of her daughter.

2.	MINUTES	CC16- 2016
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The Chair was authorised to sign the minutes of the meeting held on 20th January 2016 as a correct record.

3.	DECLARATIONS OF INTEREST	CC17- 2016
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County Councillor TJ Van-Rees declared a prejudicial interest when the County Farms Estate was discussed as part of the debate on the Capital Programme.

4.	REVISED MINIMUM REVENUE PROVISION ANNUAL STATEMENT 2016/17	CC18- 2016
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Council considered the method used to calculate the Minimum Revenue Provision (MRP) for 2016/17. The Portfolio Holder for Finance explained that Minimum Revenue Provision was the annual charge that local authorities are required to make for the repayment of debt liability and should be seen in the context of the capital financing requirement that is capital expenditure not financed from revenue resources, capital grants or receipts, but from borrowing. It was proposed to change the method of calculating the MRP from a 4% rate on a reducing basis to 2% on a straight line basis. Detailed independent

professional advice had been obtained and that the Auditor General of WAO recently wrote to all Welsh authorities confirming that the adjustment to policy was a matter for local determination. The Portfolio Holder for Finance explained that this would shorten the period over which loans were repaid and bring greater certainty to the period of time future payments would be required. It was estimated that changing to this method would save £3m in 2016/17.

RESOLVED	Reason for Decision:
1. To use a 2% straight line calculation for MRP in relation to Supported Borrowing.	Statutory Requirement
2. To use Option 3 Asset Life Annuity Method for the calculation of MRP in relation to Prudential Borrowing.	Statutory Requirement
3. To use a 2% reducing balance for MRP in relation to Historic and the Settlement Debt for the HRA	Statutory Requirement
4. To use Option 3 Asset Life for the calculation of MRP in relation to Prudential Borrowing for the HRA	Statutory Requirement
5. To take advantage of the guidance that allows for MRP to be deferred for assets under construction.	To match the cost of MRP to the use of an asset by a service.

5.	BUDGET FOR 2016/17, MEDIUM TERM FINANCIAL STRATEGY AND CAPITAL PROGRAMME FOR 2016-2021	CC19- 2016
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Council considered the budget for 2016/17, the Medium Term Financial Strategy 2016/2019 and Capital Programme 2016/2021. (Copy filed with the signed minutes).

The Portfolio Holder for Finance explained that in addition to presenting a balanced budget for 2016/17, the Medium Term Financial Strategy set out provisional proposals up to 31st March 2019, giving a balanced three year position. In presenting the report the Portfolio Holder thanked his colleagues on the Cabinet, members of Scrutiny and officers for their work in shaping the budget. He also acknowledged the additional funding made available by Welsh Government and the support of Assembly Members in lobbying for this which meant that the Cabinet did not have to bring forward a number of cuts to services that had been under consideration. The Portfolio Holder for Finance reminded Council of the savings already achieved and of the savings still to be made up to 2020. Despite the need to make savings the Cabinet were recommending protection for the schools budget of £1.273m and additional 2% funding for the Adult Social Care budget as there had been clear public support for this in the consultation. The Portfolio Holder for Finance explained that the approach taken

by the Cabinet was to deliver a budget for change which kept front line services intact by supporting the transformation agenda. Cabinet was recommending a 4.25% rise in Council Tax and the Portfolio Holder for Finance explained that £500,000 had been taken from reserves to reduce the recommended rise from 5%.

Portfolio Holders answered questions from Members. In response to comments about the Single Integrated Impact Assessments, the Portfolio Holder for Finance agreed that they needed to be more consistently and accurately completed and he advised that training and guidance would be provided for officers completing them. Training would also be provided for portfolio holders who were required to sign them off. Work on next year's SIAs would start in April and May.

A number of Members expressed concerns about some of the savings proposed and challenged Portfolio Holders on the impact of savings on services. The Portfolio Holder for Finance explained that cuts of the scale the Council had to deliver required a rethink on how services were delivered including transferring services to communities as an alternative to withdrawing them. A number of members argued that the level of Council Tax proposed was unaffordable and that the funding formula was unfair. The Portfolio Holder for Finance advised that to set the Council Tax lower would be to risk any future support from Welsh Government and that he understood that the funding formula was under review.

County Councillor P Harris left at 11.58 a.m.

County Councillor WD Powell arrived at 12.35 p.m.

It was moved by County Councillor DR Price and seconded by County Councillor AG Thomas that the matter be put.

RESOLVED that the matter be put.

The Portfolio Holder for Finance moved the recommendations in the report, duly seconded and it was

RESOLVED	Reason for Decision:
1. To approve the proposed Revenue Budget for 2016/17 shown in the Financial Resource Model in Appendix 2 to the report.	Statutory Requirement
2. That a Council Tax increase of 4.25% is included in the budget that goes to full council on the 9th March 2016.	There is a Statutory Requirement to set Council Tax but the level is a matter for local determination.
3. That the Medium Term Financial Strategy for 2016 to 2019 as set out in Appendix 1 to the report be agreed in principle.	To aid business planning and development of the budget over a three year period
4. The authorised borrowing limit for 2016/17 as required under section	Statutory Requirement

3(1) of the Local Government Act 2003 be approved as set out in paragraph 9.9 of the report.	
5. The Prudential Indicators for 2016/17 are approved as set out in section 9 of the report.	Statutory Requirement

Capital Budget 2016/17 to 2019/20

The Portfolio Holder for Finance presented the Capital budget. The Capital Programme for the next 4 years totalled £163m which represented a significant regeneration impact for the economy of Powys alongside the effect of better infrastructure to deliver services. Capital investment also had a significant input into the delivery of revenue savings.

Council discussed the County Farms Estate and maximising the return on the Council's investment. County Councillor TJ Van Rees declared a personal and prejudicial interest and left the meeting during the discussion. The Portfolio Holder for Environment and Sustainability agreed on the need to maximise the return and advised that there would be a report on the County Farms Estate going to the Cabinet in May.

In response to a question on the capital budget for special schools, the Portfolio Holder for Education advised that there would be a report coming to Cabinet and he undertook to keep County Councillor JR Jones and the governors of Ysgol Cedewain informed.

County Councillor AW Davies proposed and County Councillor GD Price seconded amendments to the Capital Programme.

Council adjourned at 13.45 and reconvened at 14.15.

PRESENT

County Councillor PJ Ashton (Chair)

County Councillors MC Alexander, D Bailey, G R Banks, R G Brown, J H Brunt, L V Corfield, K W Curry, S C Davies, D E Davies, L R E Davies, E R Davies, S Davies, A W Davies, M J Dorrance, V E Evans, W J Evans, D O Evans, L Fitzpatrick, R I George, P Harris, M R Harris, S M Hayes, A Holloway, J C Holmes, E A Jones, D C Jones, M J Jones, E M Jones, G M Jones, D R Jones, J R Jones, W T Jones, F H Jump, P E Lewis, H Lewis, MC Mackenzie, D Mayor, S McNicholas, P J Medlicott, R H Mills, ET Morgan, G Morgan, JG Morris, W J T Powell, WD Powell, GD Price, D R Price, P C Pritchard, G W Ratcliffe, K M Roberts-Jones, K S Silk, K F Tampin, D A Thomas, W B Thomas, A G Thomas, D G Thomas, R G Thomas, T Turner, T J Van-Rees, G P Vaughan, D H Williams, S L Williams, J M Williams, G I S Williams and E A York and E A York

County Councillor AW Davies proposed and County Councillor GD Price seconded two amendments to the Capital Programme.

1. That an additional £1 m of capital be allocated to the School Major Improvements Capital Programme each year from 2017/18 to 2019/20.
2. That Cabinet consider putting in place a £500,000 fund for 2017/18 to support capital improvements for assets transferred to communities.

Council voted on the first amendment

RESOLVED that an additional £1 m of capital be allocated to the School Major Improvements Capital Programme each year from 2017/18 to 2019/20.

Council voted on the second amendment. The amendment was lost upon being put to the vote.

The Capital Strategy was moved by the Portfolio Holder for Finance and duly seconded and put to the vote.

RESOLVED	Reason for Decision
Subject to the amendment passed above, the proposed Capital Strategy for 2016/17 shown in Appendix 4 to the report be approved.	Statutory Requirement

The Leader thanked the Portfolio Holder for Finance, the other Cabinet members, officers and Scrutiny members for their work on the budget.

6.	APPOINTMENT TO CARE AND REPAIR	CC20- 2016
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Council was asked to consider making an appointment to Care and Repair. County Councillors G.M. Jones and K.M. Roberts-Jones were nominated. Following a ballot it was

RESOLVED	Reason for Decision
That County Councillor K.M. Roberts-Jones be nominated to represent the Council on Care and Repair.	To ensure Council representation.

7.	QUESTION TO THE PORTFOLIO HOLDER FOR ENVIRONMENT AND SUSTAINABILITY FROM COUNTY COUNCILLOR GARETH RATCLIFFE	CC21- 2016
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1. **Can the portfolio holder please provide the number of households still on purple sacks collection and provide a rationale in coming to the decision on costs of replacement purple sacks?**

2. Could the portfolio holder provide the costs for other councils on the sack system?

1. *There are currently 13,700 properties that receive a collection of their residual waste in purple sacks. These are properties that are considered unsuitable for a wheeled bin which is the preferred option where they can be accommodated. Each property receives an annual allocation of free purple sacks (3 rolls of 26 bags) which is the equivalent of a full standard 180 litre wheeled bin collected every three weeks. This means that all properties, regardless of whether they are on purple sacks or wheeled bins, have the same capacity for their residual waste over a twelve month period. If any resident requires extra capacity they are required to purchase additional purple sacks.*

The cost of the additional sacks at £51.88 per roll of 26 is to cover the costs of collection and disposal and also to encourage residents to increase the amount they recycle and hence reduce any need for additional residual capacity. There is no limit to the amount of recycling containers that households can have and put out.

2. *Authorities across Wales offer a number of different systems for the collection of residual waste which does make a comparison of the cost of bags difficult. Cardiff City Council does have a similar system with a charge for additional capacity at a cost of £10 for the first five bags and £1.85 per bag thereafter, a charge that is similar to Powys.*

There was no supplementary question.

Other Business

Council was pleased to note the success of Dyffryn Tanat and Bro Ddyfi YFCs in the Montgomery YFC County Drama Festival.

County Councillor PJ Ashton (Chair)