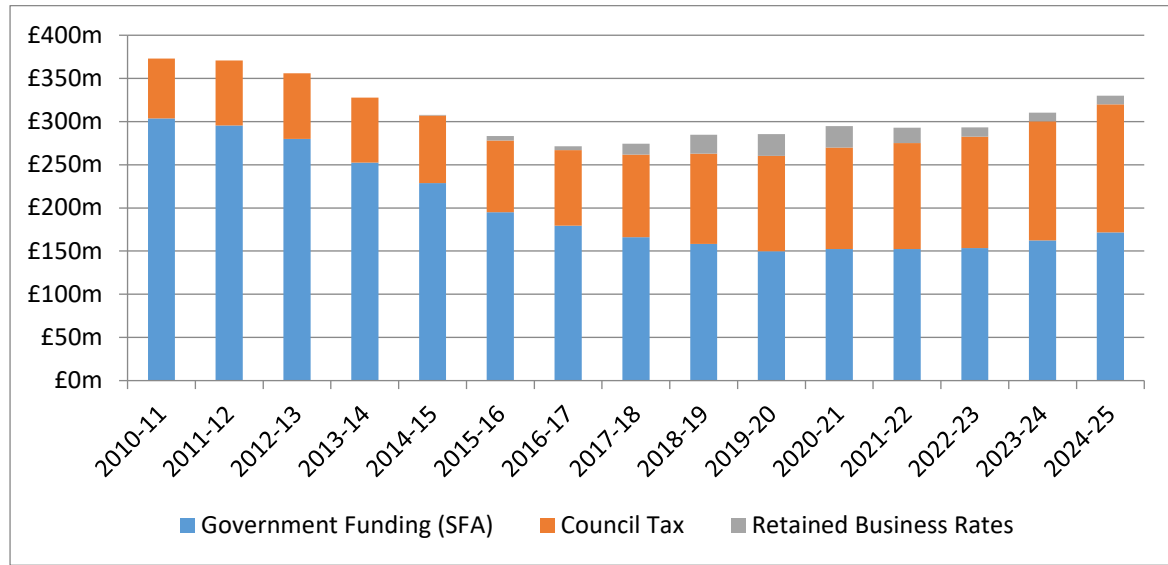


Budget Contextual Information

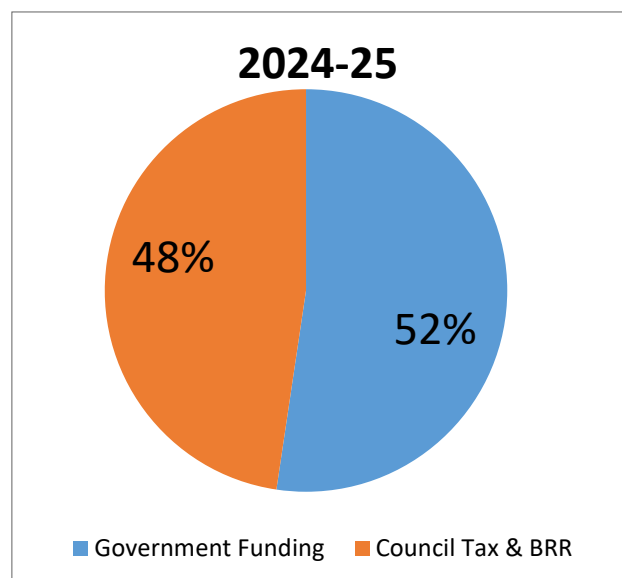
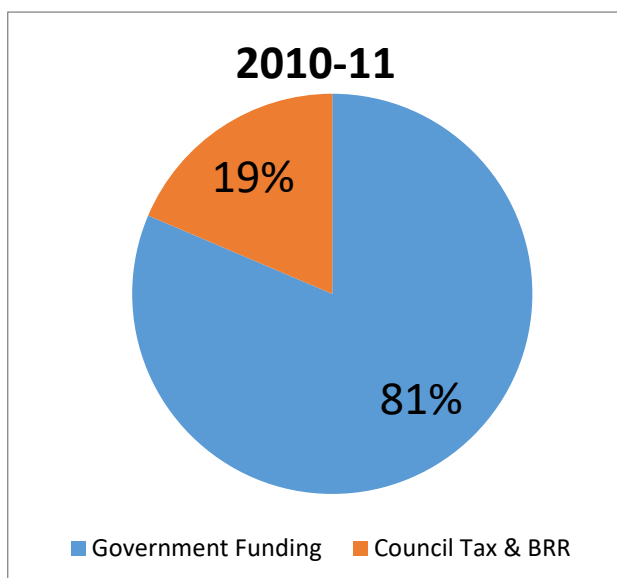
Funding Trend 2010-11 to 2024-25

The Budget Requirement is the amount of expenditure that is funded by general support from central government, council tax and retained business rate growth. The following graph shows how the Budget Requirement has changed over the period 2010-11 to 2024-25.



Key Messages

- Total general funding has decreased from £373m in 2010-11 to £330m in 2024-25, a reduction of £43m. This represents a real terms decrease of over 40%.
- General support from central government has decreased from £304m in 2010-11 to £172m in 2024-25, a reduction of £132m. This represents a real terms decrease of around two thirds.
- Locally generated receipts (council tax and retained business rate growth) have increased over the same period by £89m highlighting the increased reliance on locally generated income.



COMPARISON OF SOUTHWARK COUNCIL REVENUE BUDGETS OVER A 10 YEAR PERIOD

- 24% reduction in net spending over the 10 year period in real terms, despite increase in demand for services and new burdens
- Reduction in grant income and reliance on fees and charges

Expenditure	2013-14	2023-24	Cash change over 10 years		Real terms change over 10 years	
	£	£	£	%	£	%
Finance	320,114,070	280,184,739				
Strategy and Communities	5,738,398	7,194,800				
Governance and Assurance	27,843,761	36,088,769				
Children and Adult services	432,192,460	515,974,585				
Housing	41,520,080	59,831,698				
Environment Neighbourhoods and Growth	146,284,456	200,376,157				
Total	973,693,225	1,099,650,748	125,957,523	13%	- 129,339,607	-11%

Income	2013-14	2023-24	Cash change over 10 years		Real terms change over 10 years	
	£	£	£	%	£	%
Finance	282,213,596	235,939,745				
Strategy and Communities	225,086					
Governance and Assurance	14,088,980	12,299,385				
Children and Adult services	223,264,493	349,356,549				
Housing	5,707,753	36,384,256				
Environment Neighbourhoods and Growth	62,465,317	107,415,390				
Support cost reallocation	57,956,000	42,422,712				
Total	645,921,225	783,818,037	137,896,812	21%	- 31,460,261	-4%

Net Expenditure	2013-14	2023-24	Cash change over 10 years		Real terms change over 10 years	
	£	£	£	%	£	%
Finance	37,900,474	44,244,994				
Strategy and Communities	5,513,312	7,194,800				
Governance and Assurance	13,754,781	23,789,384				
Children and Adult services	208,927,967	166,618,036				
Housing	35,812,327	23,447,442				
Environment						
Neighbourhoods and Growth	83,819,139	92,960,767				
Support cost reallocation	- 57,956,000	- 42,422,712				
Total	327,772,000	315,832,711	- 11,939,289	-4%	- 97,879,346	-24%

Employee costs	2013-14	2023-24	Cash change over 10 years		Real terms change over 10 years	
	£	£	£	%	£	%
Finance	30,618,573	36,817,027				
Strategy and Communities	2,095,505	2,862,127				
Governance and Assurance	11,409,521	14,826,654				
Children and Adult services	63,465,698	77,244,784				
Housing	8,918,321	8,513,890				
Environment						
Neighbourhoods and Growth	54,716,416	68,181,749				
Total	171,224,034	208,446,231	37,222,197	22%	- 7,671,824	-4%

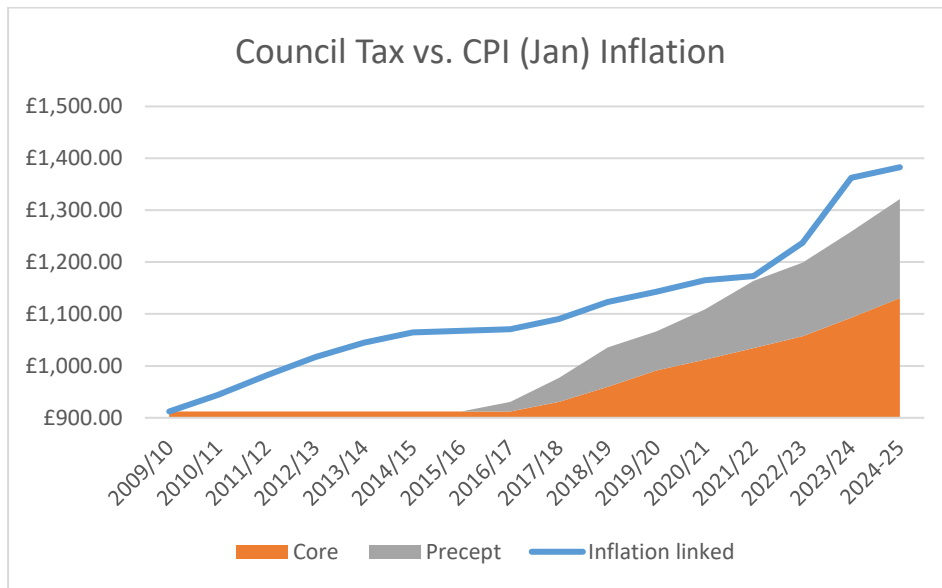
Local Income	2013-14	2023-24	Cash change over 10 years		Real terms change over 10 years	
Fees and Charges and other income	£	£	£	%	£	%
Finance	10,041,787	7,230,069				
Strategy and Communities	317,192	-				
Governance and Assurance	2,882,044	1,416,345				
Children and Adult services	16,947,980	21,482,441				
Housing	3,386,013	26,368,249				
Environment Neighbourhoods and Growth	54,716,416	58,744,900				
Total	88,291,432	115,242,004	26,950,572	31%	3,801,033	3%

Local Income	2013-14	2023-24	Cash change over 10 years		Real terms change over 10 years	
Grants	£	£	£	%	£	%
Finance	236,078,375	179,264,681				
Strategy and Communities	211,268	-				
Governance and Assurance	166,977	-				
Children and Adult services	205,365,488	321,675,140				
Housing	59	6,742,777				
Environment Neighbourhoods and Growth	2,862,391	7,970,922				
Total	444,684,558	515,653,520	70,968,962	16%	- 45,624,939	-8%

Comparable table of London local authorities council tax collection rates

Comparative statistical data is available for in-year collection rates only. However, the collection of both council tax and non-domestic rates continues once the financial year to which it relates has ended. This means the final collection rate achieved is somewhere between the figures shown in the tables below and 100%.

Authority	2021-22	2022-23	Change on previous year	Change since 2010/11
	% collected	% collected	% collected	% collected
Haringey	94.6%	96.2%	1.6%	2.2%
Redbridge	96.6%	96.9%	0.3%	1.7%
Hounslow	96.4%	97.5%	1.1%	0.9%
Barking and Dagenham	93.6%	93.6%	-0.1%	0.7%
Kingston upon Thames	98.2%	98.8%	0.6%	0.4%
Southwark	91.9%	92.9%	1.0%	0.3%
Greenwich	94.0%	94.5%	0.5%	0.2%
Sutton	98.1%	98.6%	0.5%	0.1%
Tower Hamlets	91.2%	95.2%	3.9%	0.1%
Merton	96.7%	97.3%	0.6%	0.0%
Hillingdon	96.4%	97.0%	0.6%	0.0%
Croydon	95.8%	95.9%	0.1%	0.0%
Ealing	95.8%	96.8%	1.0%	-0.3%
Havering	96.4%	96.5%	0.0%	-0.3%
Harrow	96.7%	96.6%	-0.1%	-0.4%
Kensington and Chelsea	95.3%	96.0%	0.7%	-0.4%
Richmond upon Thames	98.1%	98.4%	0.4%	-0.5%
Bromley	96.9%	97.1%	0.2%	-0.5%
Waltham Forest	94.9%	95.3%	0.4%	-0.5%
Barnet	94.5%	95.0%	0.5%	-0.6%
Bexley	95.4%	95.2%	-0.2%	-0.8%
Lambeth	93.2%	93.8%	0.7%	-0.8%
Islington	94.1%	94.4%	0.3%	-1.1%
Wandsworth	95.9%	96.7%	0.7%	-1.2%
Lewisham	92.4%	92.8%	0.4%	-1.3%
Newham	89.4%	90.3%	0.9%	-1.4%
Brent	92.2%	93.4%	1.3%	-2.2%
Enfield	93.7%	93.3%	-0.4%	-2.4%
Westminster	91.5%	93.6%	2.1%	-2.4%
Camden	94.2%	94.0%	-0.2%	-2.5%
City of London	96.3%	96.8%	0.5%	-2.6%
Hammersmith and Fulham	93.9%	92.5%	-1.5%	-3.0%
Hackney	63.8%	78.3%	14.5%	-14.8%



- The above graph highlights that Southwark Council's level of council tax remains below inflation.

Comparative Business Rates and Council Tax Collection Rates

Non-domestic rates - collection rates 2015-16 to 2022-23								
	% collection rate							
	2015-16	2016-17	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23
England	98.2	98.2	98.4	98.3	98	98	95.5	96.8
Inner London Boroughs	98.6	98.6	98.8	98.6	98.3	98.3	93.2	96.0
Southwark	99.5	99.3	99.4	99.4	99.7	94.1	99	99.1

Council tax - in-year collection rates 2015-16 to 2022-23								
	% collection rate							
	2015-16	2016-17	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23
England	97.1	97.2	97.1	97	96.8	95.7	95.8	96.0
Inner London Boroughs	95.8	96	95.9	96	95.6	91.9	91.1	93.0
Southwark	95.2	95.9	95.5	95.9	95.4	92.9	91.9	92.0