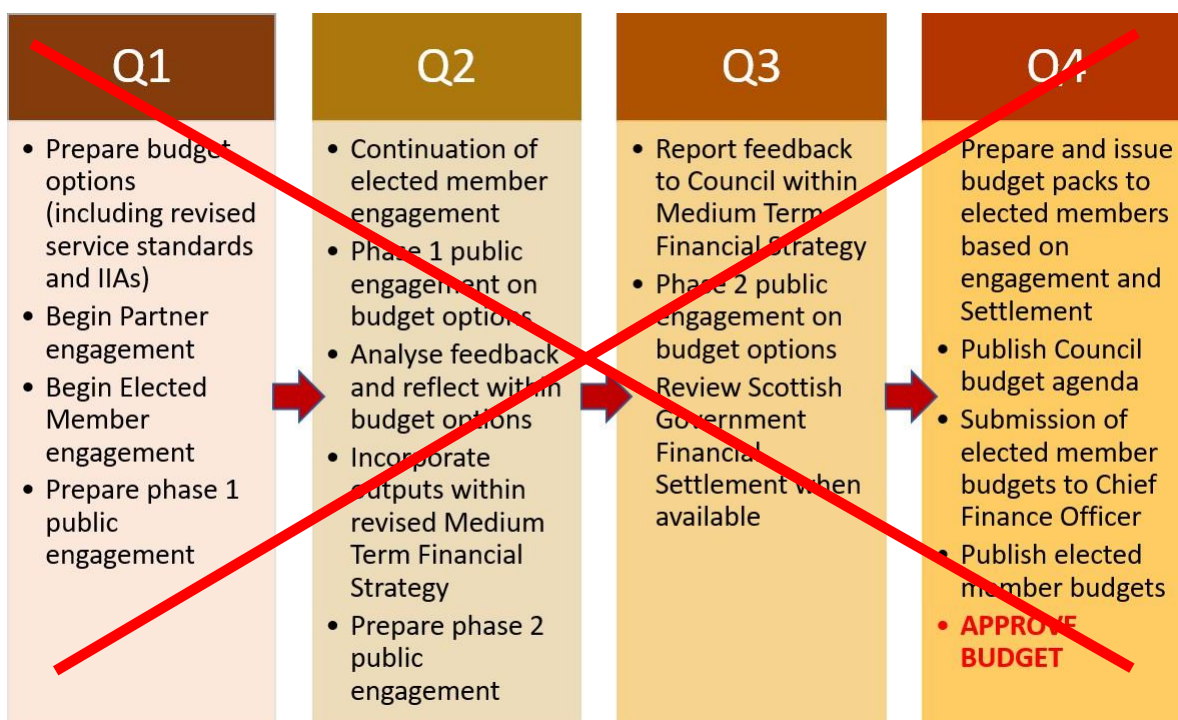
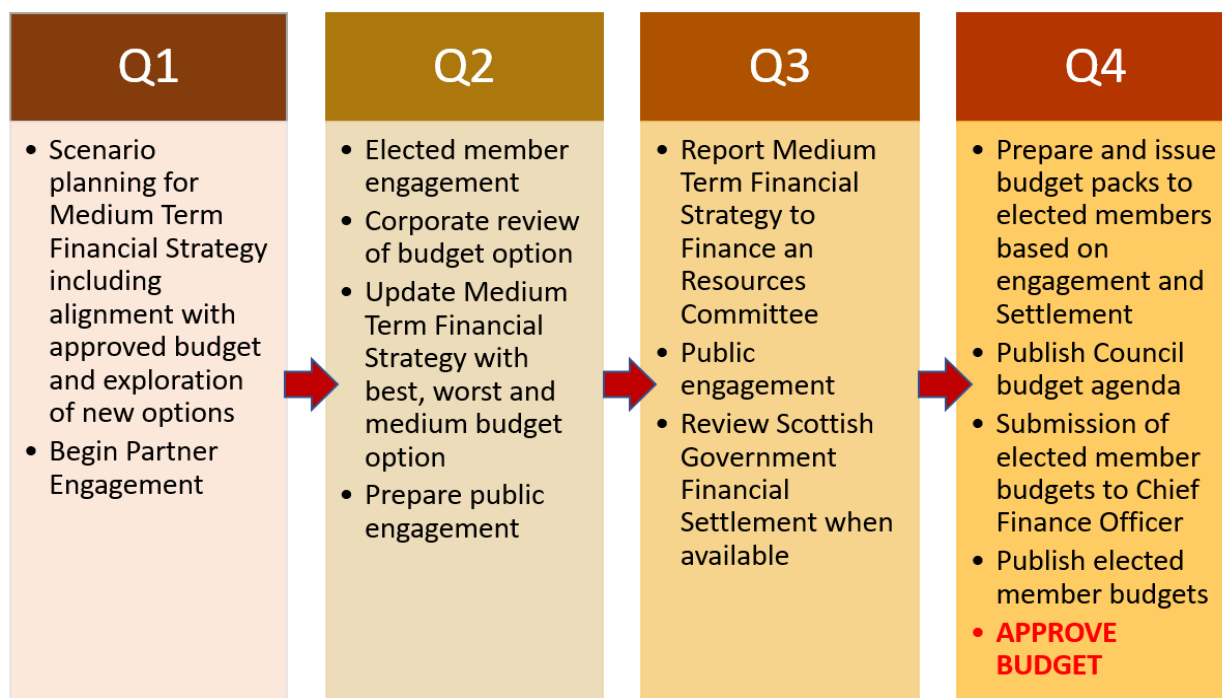


General Fund Budget Protocol

The purpose of this protocol is to:

- **identify the key stages** in the preparation of the Medium Term Financial Strategy and Annual Budget;
- commit the Council to **public engagement** on the budget to enable **a shared understanding** of the choices facing the Council, the impacts of budget options on those with protected characteristics, consumers and those living in socio-economic disadvantage, and the impacts of budget options on the services which the Council will continue to deliver and invest in;
- ensure that Elected Members are supported to comply with the Council's **statutory duties** under the Equality Act 2010 at the Council's statutory budget setting meeting of Council;
- provide clarity on the roles and responsibilities of Elected Members, officers, Arms-Length External Organisations (ALEOs) and the public, in the approval of the Council's budget; and
- ensure that the Council will set its budgets, including the rate of Council Tax, by 10 March each year as required by law.



During **Quarter 1 (April, May, June)**, officers will begin scenario planning against the approved Medium Term Financial Strategy and prepare a new set of budget options and related service standards for early engagement with Elected Members, taking account of the annually reviewed Risk Appetite Statement. ~~This will and to inform the a first phase of engagement to be undertaken with the public in Q3. The purpose of this engagement will be to understand the risks, opportunities and possible impacts of options on service users.~~ Partner discussions will also take place during this period, including ALEOs and other members of the Council's Group Structure. Integrated Impact Assessments (IIAs) will form part of each option developed to help ensure that full consideration is given to protected characteristics and these will continue to be updated throughout the process.

Within **Quarter 2 (July, August, September)**, The Medium Term Financial Strategy will continue to be updated based on the financial information available and the emerging budget options. Officers will align these options to the 'best', 'medium' and 'worst' case financial positions and identify the risks, opportunities and possible impacts of each set of options. ~~the public will be given the opportunity to participate in online and face to face engagement sessions on budget options and related service standards. This will enable IIAs to be updated with any relevant information captured on protected characteristics. In addition, the Medium Term Financial Strategy will be refreshed and will include the current budget options being considered and feedback from public engagement on these. Officers will prepare to begin a further phase of public engagement. Elected member engagement will continue be undertaken. during this period.~~

Quarter 3 (October, November, December) will see the updated Medium Term Financial Strategy reported to the Finance and Resources Committee followed by completion of further, targeted, public engagement on the aligned budget options. The purpose will be to gather data on the associated s, terisks, opportunities and impact to enable officers to update IIAs with any relevant information on protected characteristics ~~clarify the impacts on protected characteristics and to help ensure that options are~~

fully explored, understood and risk assessed. Council will receive the updated Medium Term Financial Strategy incorporating the feedback received from public engagement, including impacts of proposals on protected characteristics. ACC's legal teams will be consulted on budget savings options. There will also be consultation, as appropriate, with statutory bodies, funding providers and other relevant parties, if options relate to statutory requirements, guidance or grant conditions. Towards the end of the calendar year, the Scottish Government Financial Settlement will be shared with local authorities and at this stage the Chief Officer – Finance will revise the Council's Medium Term Financial Strategy with reference to the budget options available, in preparation for the issue of budget packs to elected members.

In the final **Quarter 4 (January, February, March)**, budget packs will be issued and Elected Members who will begin the process of preparing their budgets with support from the Chief Officer - Finance. The following stages will then be completed:

1. Eight working days prior to the Council meeting, agenda papers (including the budget options) will be published. This is ahead of the statutory deadline for the publication of Council papers (e.g. for a Wednesday meeting, agenda papers must be published on the Friday, twelve calendar days prior to the meeting).
2. By noon on the 4th working day prior to the date of the meeting (e.g. for a Wednesday meeting, such submission must take place by noon on the preceding Thursday), Elected Members will submit their proposed budgets to the Chief Officer – Finance, complying with the requirements for a General Fund Budget listed below. This is referenced in Standing Order 29.2.
3. Elected Members will work with the Chief Officer – Finance to make adjustments required to ensure the competency of their budgets; and with the Chief Officer – People and Citizen Services to finalise equalities impact assessments. The Chief Officer – Finance will undertake a financial resilience assessment of each budget.
4. Elected Members will provide their final competent budget and final sign-off for publication to the Chief Officer – Finance, complying with the requirements for a General Fund Budget listed below by no later than 10am on the last working day before the meeting (e.g. for a Wednesday meeting, such sign-off will be given no later than 10am on Tuesday).
5. The Chief Officer – Governance will publish all competent budgets no later than noon on the last working day before the meeting (e.g. for a Wednesday meeting, such publication will take place no later than noon on Tuesday).
6. Only budgets published following these stages will be considered at the Budget Meeting.

Approval of budget

Elected members must read the report and all the papers that have been appended (including the IIAs), which are all relevant to the decisions they are about to make. Elected members must have enough information so that they can give due regard to how the decisions impact people with protected characteristics, and so that it can be recorded and evidenced that they have done so and that they have considered any mitigatory measures. The requirements for a General Fund Budget are that each Elected Member/group must submit, by no later than 10am on the last working day before the meeting:

- a. The options and proposals they plan to have implemented to balance the General Fund Budget, including instructions to officers, and a copy of their proposed General Fund Capital Programme and Prudential Indicators;
- b. The rate of Council Tax that will apply for the year ahead;
- c. A schedule of Fees and Charges that are to apply for the year ahead;
- d. The terms of the Non-Domestic Rates Empty Property Relief Scheme for the year ahead;
- e. Confirmation that, under the Public Sector Equality Duty, due regard has been given. In addition, that any applicable rights or duties, such as the UNCRC or the Consumer Duty, have been taken into account;
- f. Confirmation that consideration has been given to the Integrated Impact Assessments;

- g. Confirmation that the members of the group know the details of the proposals, budget and capital programme.
- h. Options and proposals they plan to implement in respect of the Common Good.

Integrated Impact Assessments

Integrated Impact Assessments (IIAs) will be prepared from the start of the process by officers and ALEOs, where appropriate. These will be iterative assessments, taking into account feedback from public engagement, proposals by ALEOs, the further development of options by officers, and the development of proposals by Elected Members. They will be updated throughout the process. Reports will be submitted to Council throughout the process including, where appropriate, IIAs.

