

ABERDEEN CITY COUNCIL

COMMITTEE	Strategic Transformation
DATE	22 November 2018
REPORT TITLE	Transformation Portfolio – Budget Update
REPORT NUMBER	RES/18/294
DIRECTOR	Steven Whyte
CHIEF OFFICER	Jonathan Belford
REPORT AUTHOR	Sandra Buthlay
TERMS OF REFERENCE	1, 3 and 4

1. PURPOSE OF REPORT

- 1.1 The purpose of this report is to provide an update on the budget available and committed for the transformation portfolio.

2. RECOMMENDATION(S)

- 2.1 It is recommended that the Committee note the contents of this report

3. BACKGROUND

- 3.1 The establishment of a £15 million transformation fund, through the reallocation of existing earmarked reserves, was agreed by Council at its meeting on 23 August 2017, on the basis that this investment will be “refunded” as part of the transformation portfolio within 5 years.
- 3.2 Commitments against this fund were considered and approved by the Strategic Transformation Committee at its previous meetings.
- 3.3 Appendix 1 provides details of the current approved commitments (£9.661m), commitments for approval and the resultant total commitments (£9.661m). The appendix also provides details of actual and forecast spend.
- 3.5 Appendix 1 also provides details of progress against the savings approved by this committee at its meeting on 9 February 2018, as adjusted by Council at its budget setting meeting on 6 March 2018.
- 3.6 It should be noted that the savings achieved to date figures reflect what has been posted to the financial ledger and will be updated as implementation of the transitional structure continues to be implemented. It is anticipated that savings will be achieved in full.

4. FINANCIAL IMPLICATIONS

- 4.1 A £15 million transformation fund has been made available on the basis that the investment realises financial benefits which will effectively refund that investment within 5 years.
- 4.2 This report provides an update on commitments against the transformation fund and progress on related approved savings.

5. LEGAL IMPLICATIONS

- 5.1 There are no direct legal implications arising from the recommendations of this report.

6. MANAGEMENT OF RISK

	Risk	Low (L), Medium (M), High (H)	Mitigation
Financial	Every organisation must manage the financial risks inherent in the operation of large and complex budgets.	L	Regular review of financial information by services and corporately by Elected Members.
Legal	n/a	n/a	n/a
Employee	n/a	n/a	n/a
Customer	n/a	n/a	n/a
Environment	n/a	n/a	n/a
Technology	n/a	n/a	n/a
Reputational	n/a	n/a	n/a

7. OUTCOMES

Local Outcome Improvement Plan Themes	
	Impact of Report
Prosperous Economy	Investment in the City will have a positive impact on the economy.
Prosperous People	Robust management of the council's finances will ensure that council services can continue to be provided.
Prosperous Place	Investment will enhance the place by creating a better and more vibrant city in which to live.

Enabling Technology	Investment in digital technology is a key element of the transformation portfolio.
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This report does not directly impact on the design principles of the Target Operating Model.

8. IMPACT ASSESSMENTS

Assessment	Outcome
Equality & Human Rights Impact Assessment	Not required
Privacy Impact Assessment	Not required
Duty of Due Regard / Fairer Scotland Duty	Not applicable

9. BACKGROUND PAPERS

None

10. APPENDICES

Appendix 1 – Transformation Fund – Budget & Commitments

11. REPORT AUTHOR CONTACT DETAILS

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