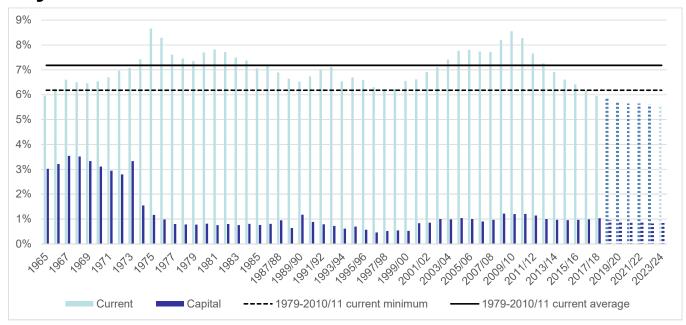
# Dealing with Covid-19 the immediate and future impact

Paul O'Brien, Chief Executive, APSE

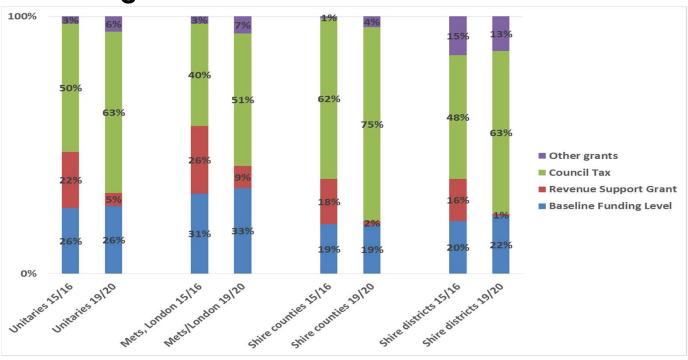
# Impact of Covid-19 on local authority services

- Initial response to public health crisis
- Adapting services
- Prioritisation of importance
- Communicating with public
- Initial service closures
- Acquiring additional resources
- Navigating complex policy guidance

UK local government spending as a share of GDP: current spending, already below the 1979-2014 minimum, is projected to go on falling to 2020 and beyond



# Balance of core spending power 15/16 and 19/20: as RSG shrivels beyond London and the Mets, most LA funding will come from council tax



### The cost of Covid-19

- Estimated challenge
- Additional cost £4.4B
- Loss of income £2.8B
- Loss of local tax £3.7B
- (C → I → CT → BR → ) = £10.9B

## Government support... so far

- £1.6B x 2
- £600m social care
- £500m income loss
- CSR irrecoverable debt
- 2020 / 2021 to 2022 / 2023

### Where are the answers?

- Government support 2020 / 2021
- Sustainable local government finance model
- Funding social care solution
- Reserves and self financing?

# Service budgets / income / operations / staff

- Rapidly changing picture
- Additional costs extra staff and equipment
- Loss of income trade waste / recycling
- Redeployment and training of staff
- New working practices
- Flexible working and redeployment

#### **LESSONS LEARNT**

**Proactive** 

Visible leadership – be present, lead rather than being led

**Customer Focus** 

Over-communicate, maintain trust and confidence

**Co-productive** 

Take everyone on the journey – listen, learn and develop

**Empower** 

Everyone's part of the solution - embrace leaders at every level

**Health & Safety** 

Respect and protect staff & residents – health and safety first

**National Policy** 

Be guided but don't wait for it

Adaptive

Be agile & resilient – things will change

**Progressive** 

Keep an eye on the future moving from response to recovery

### **Priorities for council spending**

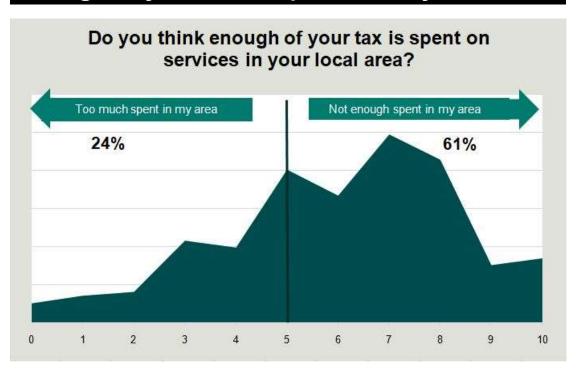
What the public think

#### Key fact : Relative trust remains high

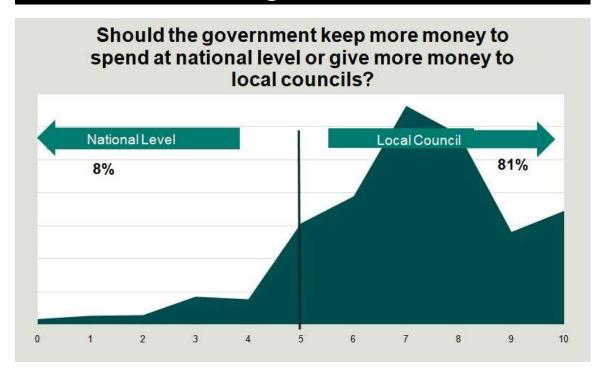
Trust in Councils and Councillors is at it highest relative to Government and Ministers since 2016. Trust in Councils has moderately increased, trust in government and MPs has crashed while many distrust anyone.

- Seven and half times as many people trust the local Council over the Government to make decisions about how services are delivered in your local area (Four times 2018).
- Eleven times as many trust local Councillors over Government ministers to make decisions about their local area (Seven times 2018).
- Nine times trusted Council to provide services in their local area over the government (Five times as many 2018).
- Five times as many trusted Council to provide services in their local area over a private company (Four and a half 2018).

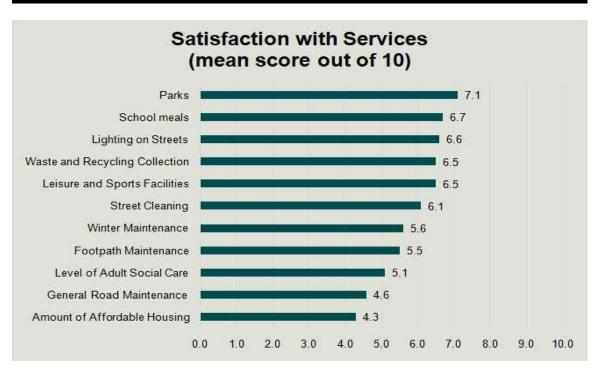
#### Enough of your taxes spent in the your area?



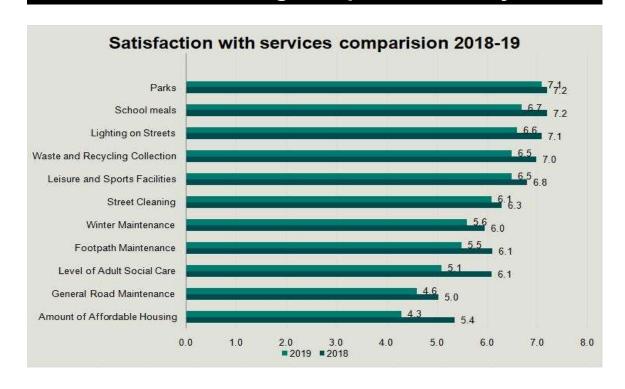
#### **Should Government give Councils more funds?**



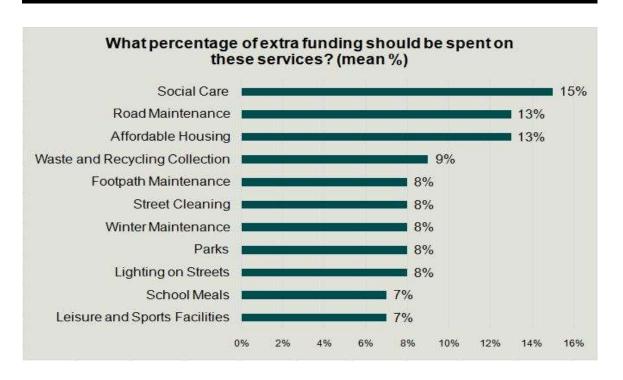
#### Satisfaction levels vary between services



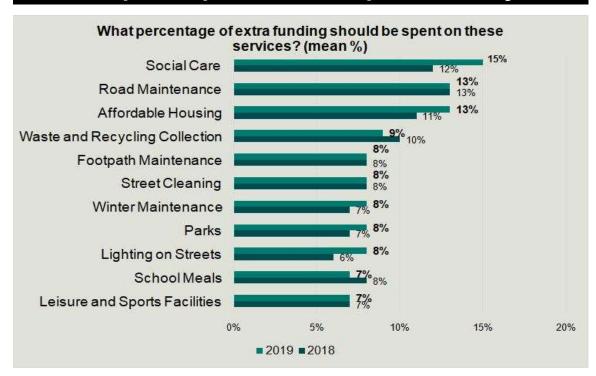
#### Satisfaction declining compared to last year



#### How the public would like extra funds spent



#### How the public priorities compare to last year



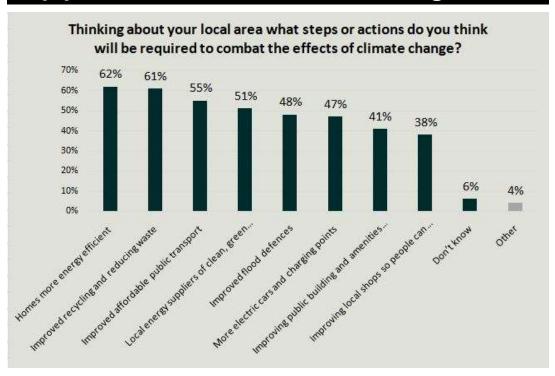
#### Climate Change now a priority for Councils

This year we undertook additional questions about Councils and climate change which show that it's a priority for the public and they expect Councils to take a leading role in responding to climate change.

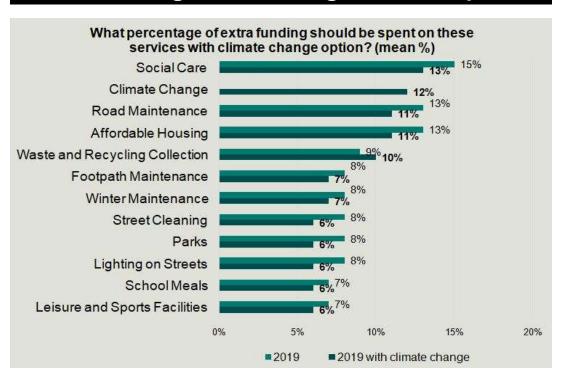
Five Key findings

- 1. <u>74%</u> expect that local communities will have to respond to the effects of climate change in their area.
- 2. <u>66%</u> support additional money for Councils to respond to climate change locally compared to 22% opposed.
- 3. <u>Equal support</u> for Councils being best placed to combat community effects of climate change with Government at 36% each.
- 4. <u>Top priorities</u> for local climate change action are making <u>homes more energy efficient</u> and <u>improved waste and recycling</u>.
- 5. <u>Climate change is the second highest new spending priority</u> after Social Care and ahead of Housing and Road Maintenance.

#### Top priorities for local climate change action



#### Climate change Second highest new spend



#### **Conclusions**

- Ongoing austerity impacting budgets
- Sector response been good in terms of cost reduction, efficiency and improving productivity
- Response to Co-vid 19 exemplary
- Recovery from Covid still an unknown
- Public <u>currently</u> supportive of Refuse and Streetscene services
- Need to continue to be seen as part of the transition taking place re climate emergency or will be left behind
- Need to fight for funding in CSR

# **NEW MUNICIPALISM**

Delivering for local people and local economies

### **Contact details**

#### **Paul O'Brien, Chief Executive**

Email: po'brien@apse.org.uk @apsetweets

**Association for Public Service Excellence** 

3rd floor, Trafford House, Chester Road, Old Trafford, Manchester M32 0RS. telephone: 0161 772 1810

web:www.apse.org.uk







