

**Meeting of the County Council  
Meeting to be held on 27 February 2014**

Report submitted by: The County Treasurer

**Part A**

Electoral Division affected:  
All

**Financial Threshold for Key Decisions 2014/15**

Contact for further information:

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**Executive Summary**

The Council is required, each year, to specify the financial threshold above which “domestic” decisions (affecting the internal workings of the Authority) should be treated as Key Decisions as defined in Standing Order 25(1)(b).

**Recommendation**

It is recommended that the Full Council confirms that the financial threshold for Key Decisions, for the purposes of Standing Order 25(1)(b), should remain at £1.4m for 2014/15.

**Background and Advice**

Standing Order 25(1) defines a Key Decision of the Cabinet/Cabinet Member for the purpose of the requirement for the County Council to publish details of a Key Decision at least 28 clear days before the decision is due to be taken.

A key decision means an executive decision which is likely:

- (a) to result in the council incurring expenditure which is, or the making of savings which are significant having regard to the council's budget for the service or function which the decision relates; or
- (b) to be significant in terms of its effects on communities living or working in an area comprising two or more wards or electoral divisions in the area of the council.

In the case of (b), a domestic decision with a significant financial impact on the County Council, the current threshold is £1.4m.

The Council is required, by number 13 in its list of functions in the Constitution, to “specify, before the beginning of each financial year, the amounts of expenditure and savings that shall be regarded as significant for the purposes of Standing Order 25(1)(b).”

The County Treasurer has, in consultation with the Chief Executive, reviewed the financial threshold for key decisions. The current threshold (£1.4m) was approved by the Full Council in 2013. The recommendation arising from the review is that the threshold should remain at this level. It is proposed, therefore, that the threshold for 2014/15 should be £1.4m.

### **Consultations**

The County Treasurer has consulted with the Office of the Chief Executive.

### **Implications:**

This item has the following implications:

### **Risk Management**

No significant risks have been identified

### **Local Government (Access to Information) Act 1985 List of Background Papers**

Paper	Date	Contact/Directorate/Ext
LCC Constitution		Chris Mather, Office of the Chief Executive 01772 53559

### **Reason for inclusion in Part II, if appropriate**

N/A